January 2016

Bachelor of Business Administration (BBA) Examination

V Semester

Advertising and Brand Management

Time: 3 Hours [Max. Marks: 80

Note: Attempt any four questions from Section A. Section B is compulsory. Each question of Section A carries '15 marks and of Section B is case for 20 marks.

Section A

- 1. Discuss the role of advertising in primary and secondary demand.
- 2. What is advertising message? How it is helpful in making effective advertisement?
- 3. Write a note on media planning types.
- 4. Explain "Hierarchy of Effects Model."
- 5. What is brand image? How a marketer can build or enhance the brand image of his products?
- 6. Write a note on brand vision and visioning process.
- 7. Explain any one term:
 - (a) Parity and Differentiation.
 - (b) DAGMAR Approach.

Section B

8. Analyze the case and answer the questions given at the end:

Amul Butter - A Marketing Success Story

The runaway success of the brand, Amul, is one of the best case studies about the product, pricing positioning and delivery.

'Amul' is derived from the Sanskrit word Arnulya which means 'priceless'. Amul is also the acronym for Anand Milk Union Ltd. Amul butter has lived up to its name for sure. Such has been the growth and popularity of the brand, Amul, that it has become synonymous with butter. The brand, which has given MNCs a run for their money, has a long history to it. It is also interesting to; note that a cooperative movement has become one of the best examples of brand building. Amul, as a brand, presents a case of effective and smart communication. It also exemplifies the power of good and deep-rooted distribution as well as value for money.

Amul butter is processed at eight plants. With 48 sales office, 3000 distributors and 2..5 lakh outlets, it has a robust marketing network. It is also exported to over 30 countries, including the U.S. Amul butter accounts for over 90 percent of the Rs. 500 crone domestic market (2005). Clearly, it has the infrastructure that is needed for an organization of its size and kind.

The history of Amul can be traced to December 1946, when some dairy farmers under the legendary leadership of Tribhuvandas Patel registered the Kaira District Co-operative Milk Producers' Union. the Father of the White Revolution in India. Verghese Kurien Joined the Uriion as General Manager. in 1950. In 1957, Kaira Co-operative registered the brand 'Amul'. In 1973, The Gujarat Co-operative Milk Marketing Federation was set up, and today it is the country's largest dairy marketing organization.

The Co-operative movement not only assured good returns to farmers but also provided consumers with quality products under the brand names of Amul and Sagan. To make it distinctive from the butter available in the market those days, and also to convey the message that Amul butter was produced using buffalo milk, additional colour was added to it.

The Amul girl, a bubbly mischievous little girl with an orange face, blue hair and polka dots on her frock, has been the Amul mascot since 1966. Amul campaigns were all light-hearted advertising with hard-sell.

Amul was the market leader all over India, barring Bombay. Hence, in 1966 the Amul account was given to Advertising and Sales Promotion Company with the simple brief. "Disoldge' 'Polson' from

its 'premier brand' position in Bombay". Poison butter was started by Pestonjee Eduli in 1926. The 'utterly bitterly delicious' campaign was stareted after research in early 1966 had found that 50 percent of Bombayites had not tasted Amul butter. This hinted at a lack of awareness.

The media, because of lack of colour printing facility, offered little help as a vehicle for advertising. They searched for a vehicle that could allow them a large impact. It Was noticed that just one hoarding Bombay's Kemps Korner used to give Air India a lot of publicity mileage. So they decided 'Why not try something like the Air India campaign?' They had a media plan that included about 17 hoardings. Bus panels were also used effectively. Justification for hoarding and bus panels as media vehicles was that such a judicious mix would give the brand advertising 'frequency of the clock' as different from the frequency of the calendar in the case of the press.' The hoardings and bus panels also offered them the choice of colour, the campaign was a roaring success. It gave Amul a strong foothold in the market. It was also the first ad that used outdoor so intensively, with hoardings, bupanels and posters.

The path-breaking 'utterly butterly delicious' campaign (created by Advertising and Sales Promotion Company) established the fact that Amul is not as expensive as consumers think. And since then Amul was on the road to success. Polson dairy lost its supremacy in Bombay. Many other butter brands entered the market, but none was able to get any significant market share. Amul's brute dominance creasted a big entry barrier for others. Such was the dominance that even companies like the Swiss dairy major Nestle had to make a hasty retreat from the domestic market.

Even today, Amul hoardings continue to dot the skies, with smart spoof ads on topical issues. And being a head of others in creating interesting tag lines was its strength. After the Ambani break-up, Amul hoardings read 'share the bread equally'. The success of Bunty aur Bubbly was captured in 'Bun, tea aur butterly'. Amul's spoof ads are much like R.K. Laxman's common man' cartoons. The Amul hoarding compaigns are also in the Guinness Records for being the longest running advertising campaigns - for over four decades. Amul ads have become a mirror of life, reflecting the myriads of festivals, crickets events and even politics.

It is not mere smart communication that has led to the runaway success of the brand. Distribution and value for money seem to be the major strengths on which the brand's popularity rests. About 12 lakh units of butter (all packs put together) are sold daily. They need to ensure that the same quality product is available to a consumer at his nearest outlet and in the pack size required by him.

Availability assumes a greater significance when one considers the availability of several alternatives to butter. Thy ensure that their distributors strive to improve the network, availability, market presence and hygiene Amul's advantage is the loyal consumer base and the value for money proposition that it offers. That apart, it enjoys a tremendous distribution network edge over the competition, if any.

Another notable features of the brand as its deep social connect The brand has also done its bit in terms of serving good causes, whenever needed. During the Chinese aggression in 1962 Amul diverted all the milk and milk powder collected to the army to meet their requirement.

The brand Amul butter signifies various success stories, be its massive distribution network or catchy advertising and its value for money nature.

The four-decade-long leadership is a shining example of how a good operating model can create brands like Amul that surely has made sense of its name-utterly butterly priceless.

Questions:

- 1. Discuss the factors that contributed to the success of the Amul brand.
- 2. How did Amul solve the media problems?