

DEMOGRAPHES









AGE

GENDER

GEOGRAHIC SEGMENT

AVERAGE ANNUAL INCOME



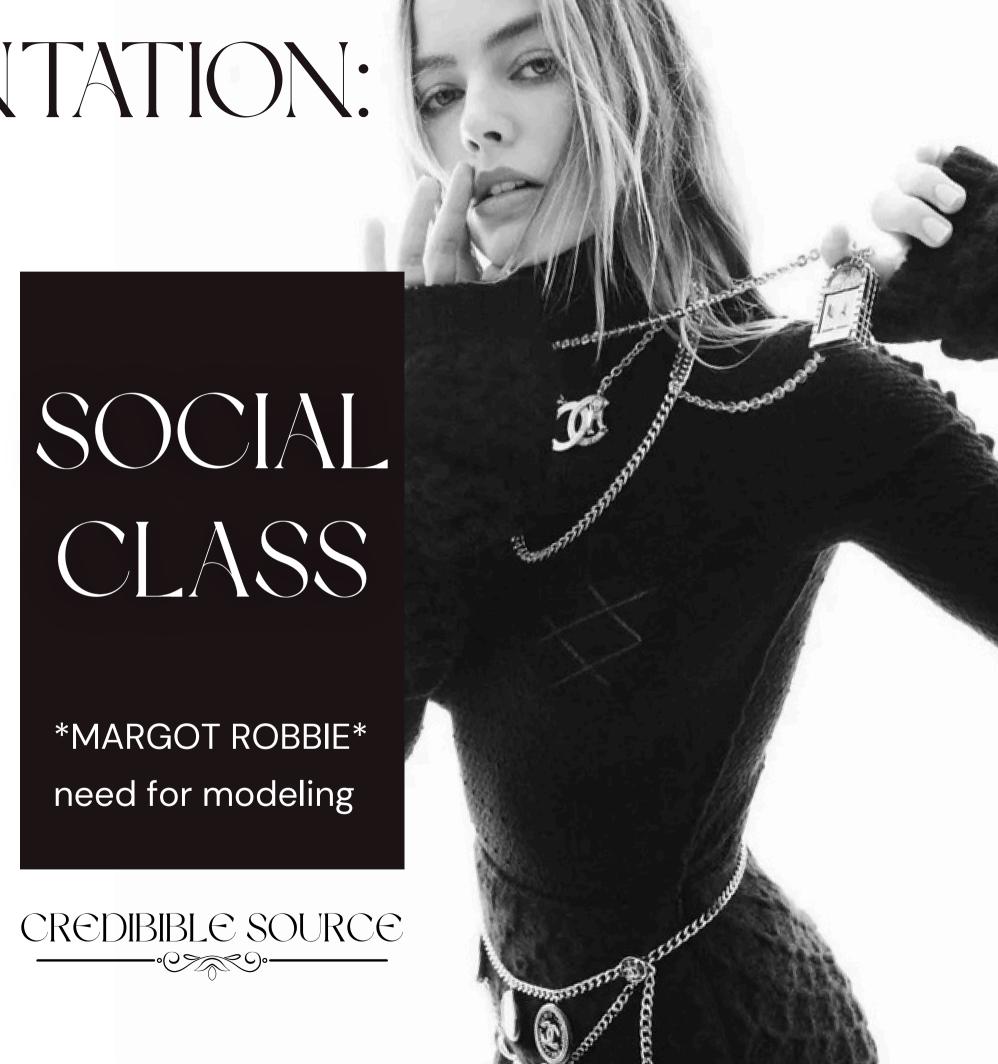
MARKET SEGMENTATION:



• Middle-Upper class and Upper Class

Values these consumers hold?

- Luxury, status, elegance, exclusivity, innovation.
- Prioritizes Parisian roots / high-quality products.



PRODUCT. Why do customers purchase Chanel products?

Luxury & Status

•Chanel is a symbol of high status and sophistication. Owning Chanel products is often seen as a mark of clear taste and success.

Timeless Style

- Classic designs. Neutral colors
- Appealing to those who value items that remain stylish and relevant over time.

Signature Scents

- Chanel No. 5
- Iconic, unique, recognizable scents.
- Memorable and enticing. Reinforces brand loyalty.

Self-Expression & Confidence

- Wearing Chanel expresses a polished and stylish identity
- Consumers feel confident and sophisticated.



PRICING:



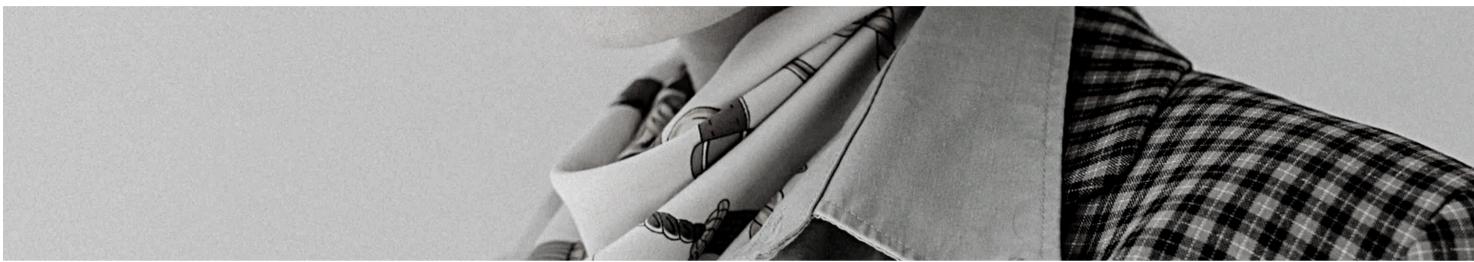
- Luxury Pricing: Chanel positions itself in the high-end luxury segment, focusing on exclusivity and quality rather than affordability.
- **Perception of Value**: High prices reflect perceived value, craftsmanship, and reputation.
- Fragrance: Chanel fragrances are priced on the higher side with popular perfumes (like Chanel No. 5) typically priced between \$80 \$200 for standard bottle sizes.
- Fashion: Classic items-jackets, dresses, & quilted handbags-range from thousands to ten thousands of dollars.

 Accessories like shoes, sunglasses, and small leather goods can range from hundreds to a few thousand dollars.



DISTRIBUTION STRATEGY:





EMPHASIS ON EXCLUSIVITY

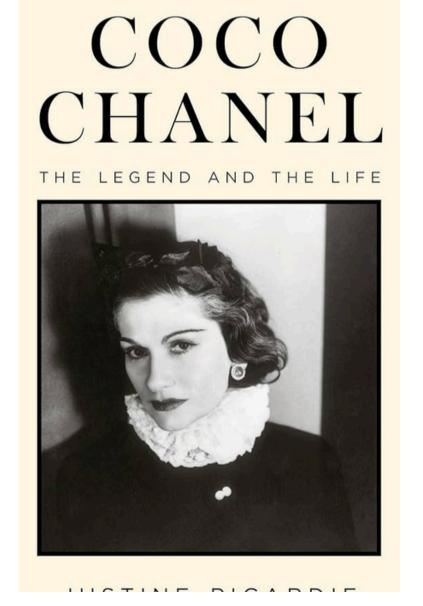
> Scarcity helps increase demand and enhances the perceived value of their products

- Selling in high-end boutiques + department stores
- Appointment necessary

MULTI-SEGMENT STRATEGY
SELLING MANY TYPES OF PRODUCTS
IN DIFFERENT MARKET SEGMENTS
FASHION, JEWELRY, EYEWEAR,
FRAGRANCE, MAKEUP, SKINCARE
THE DIFFERENT PRODUCT TYPES ARE
AVAILABLE ACROSS



PROMOTION STRATEGY:





Exclusivity:

 Emphasis on exclusivity, strengthening luxury positioning.

Limited Edition Collections:

- Creates buzz in the fashion industry.
- Drives demand and strengthens exclusivity reputation.

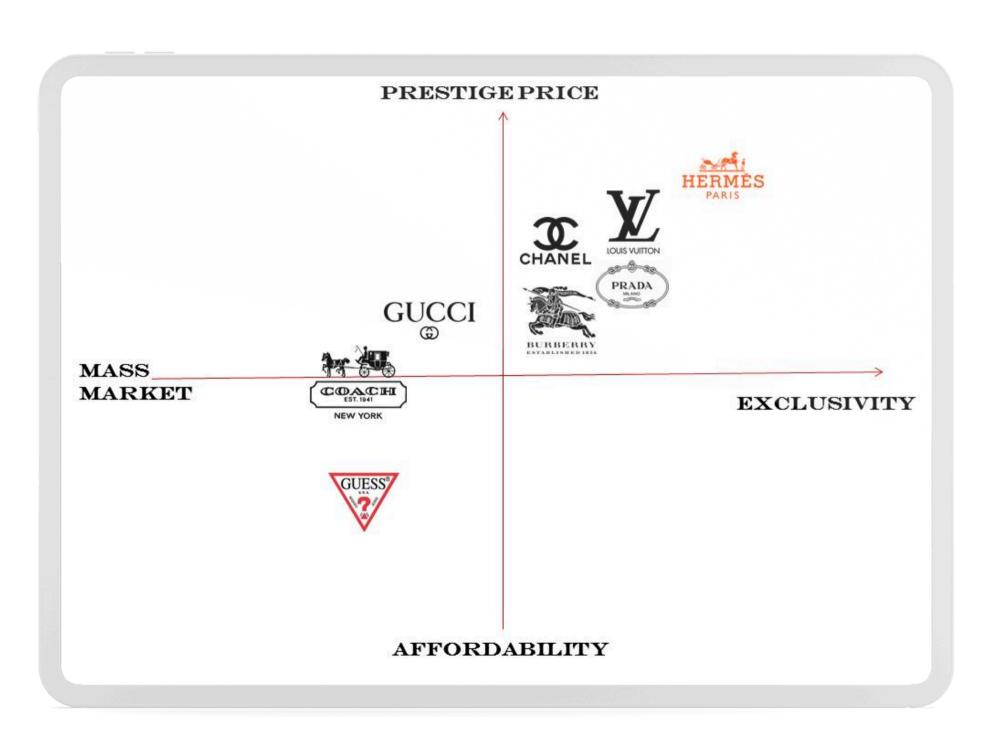
Dress celebrities for red carpet events:

 Dresses celebrities for red carpet events to take advantage of large fan bases.

PRODUCT POSITION:

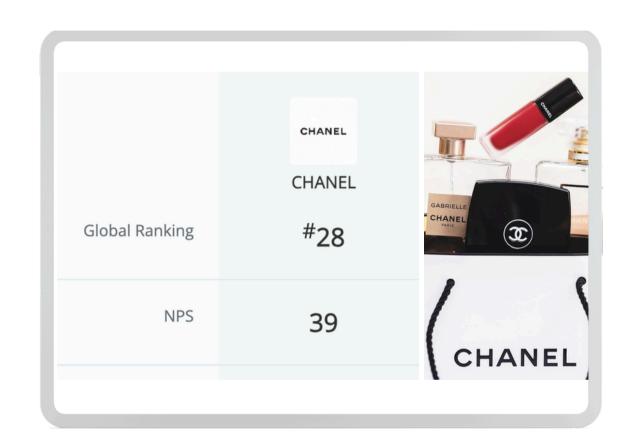
- Luxury Brand. Chanel uses high-quality materials to deliver elegant products.
- Limited Access Online people can book a time to enter the boutique. Positioning the brand as exclusive.
- High-end fashion Chanel is in same market as brands Burberry and Louis Vuitton.

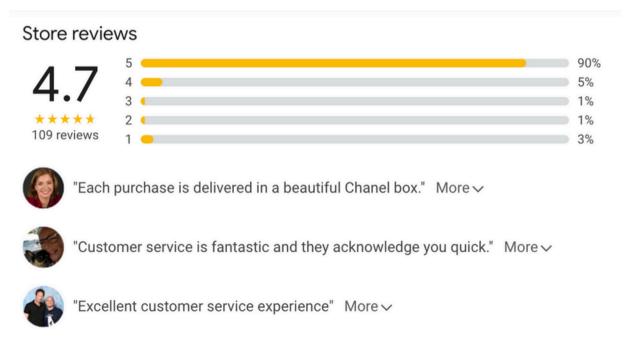




CUSTOMER SATISFACTION:







Factors Leading to Satisfaction with Chanel Products:

- Product Quality
- Exclusivity
- Chanel Customer Service Experience

• Net Promoter Score (NPS) measurement.

WORKS CITED:

- Atlantis Press Luxe Digital. (2023). Chanel's Customer Engagement and Marketing Insights. Luxe Digital. Accessed November 6, 2024.
- Bain & Company. (2022). Luxury Market Outlook 2022: Growth Driven by Gen Z. Accessed November 2, 2024.
- Comparably. Chanel NPS and Customer Reviews. https://www.comparably.com/brands/chanel. Accessed November 17, 2024.
- Guilbault, L. (2021). Inside Chanel's Digital Strategy. Vogue Business. Accessed November 1, 2024.
- Hong, H. (2022). Research on Chanel's Market Strategy. Highlights in Business, Economics and Management EDI 2022, Volume 1, pp. 160–163. Accessed November 1, 2024.
- Lin, N. (2013). Chanel's Segmentation. UBC Blogs. Retrieved from
 https://blogs.ubc.ca/nianlonglin/2013/03/05/chanels-segmentation/#:~:text=Demographic%3A%2OMiddle%2Dage%2018%2D,fashion%2Ocommodity%2Othat%2Orepresents%2Ostatus.

WORKS CITED:

- McKinsey & Company. (2023). The State of Fashion: Sustainability in the Luxury Market. Accessed November 2, 2024.
- Parker Casio Patty. (2023). Chanel Marketing Strategy: How they continues to drive luxury fashion forward. Retrieved from https://drbrandagency.com/digital-marketing/chanel-marketing-strategy/. Accessed October 13, 2024.
- Positioning Map." Louis Vuitton Brand, WordPress, 15 Jan. 2013,
 louisvuittonbrand.files.wordpress.com/2013/01/positioning-map.jpg. Accessed 13 Nov. 2024.
- Statista. (2023). Digital Influence on Luxury Purchases: Trends and Statistics. Accessed November 1, 2024.
- The Brand Hopper. (2024). The Art of Luxury: Chanel Marketing Strategies and Marketing Mix. The Brand Hopper. Accessed November 6, 2024.
- Wang, Z. (2021). Analysis on the Marketing Strategy of Chanel. ResearchGate. Accessed November 1, 2024.