

What is SWOT?

- Tool for auditing an organization and its environment
- First stage of planning
- Helps marketers to focus on key issues.



Strengths & Weaknesses = ______ factors
Opportunities & Threats = ______ factors

Who Uses It & How?

_of a business

- Used to:
 - build on strengths
 - minimize weaknesses
 - seize opportunities
 - counteract threats



- Focus on turning weaknesses into strengths, and our threats into opportunities (feeds into marketing objectives).
- <u>internal strengths with</u> external opportunities



When to Use It?

per year

When individual

- staffing issues
- business culture and image
- organizational structure
- advertising
- financial resources
- operational efficiency

	A SWOT strength could be:	
• S	pecial marketing (or other)	
• 4	new, innovative	
•	of a business	
• 8	eing a market	
•	processes and procedures	
• A	Any other aspect of a business that	
	to the product or	
S	ervice	

Which one is a STRENGTH for McDonald's?

- A—Unhealthy food
- B—Lawsuits against McDonald's
- C—The idea to add home meal delivery
- D—Having the largest fast food market share in the world





	A SWOT weakness could be:		
•	of marketing (or		
	other) expertise		
•	products or		
	services (i.e. in relation to your competitors)		
•	of your business		
•	goods or services		
•	Price that is		
•	reputation		

Which one is a WEAKNESS for McDonald's?

- A—High employee turnover
- B—Lawsuits against McDonald's
- C—\$2 million advertising budget
- D—Changing customer habits and new customer groups





	A SWOT opportunit	y could be:
A	N	- market such as
t	he Internet	
•	, joint ventui	res or strategic
a	lliances	
• •	oving into	segments
t	hat offer improved profits	
• A	A new I	market
• A	A market	by an
ir	neffective competitor	
•		

Which one is an OPPORTUNITY for McDonald's?

A—Local fast food restaurant chainsB—The idea to add home meal delivery

C—Partnerships with many big brand names

D—Negative publicity





A SWOT threat could be:



Which one is a THREAT for McDonald's?

- A—An unhealthy food menu
- B—Brand recognition valued at \$40 billion
- C—Creating new menu items for changing customer habits and new customer groups
- D—Trend towards healthy eating





Simple Rules for a Successful SWOT Analysis

Be

about the

strengths and weaknesses of your organization.

- Be _____--avoid grey areas.
- Always apply SWOT in relation to your competition (i.e. better than or worse than your competition).

Keep it short and simple ③--avoid complexity and over analysis

SWOT analysis is ______.