

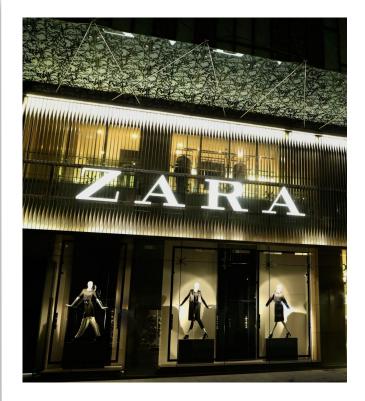
ZARA



Alex Gaither, Olivia Howard, Madison McMullin, Lexi Ray, Kaitlin Sheppard, Elise Zissman







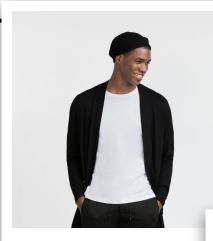
Zara began in 1975 in Spain

Brand Summary

- Fast Fashion Retailer
- User Generated Approach to Luxury affordable Fashion
- Vertically Integrated company built on its quick, efficient process from design to store in two weeks
- Everything is built around the consumer and their fashion demands
- Quick turnover of trendy merchandise creates a Now Or Never buying strategy
- Focus on Word of Mouth Advertising and Social Media Advertising through loyal consumers

The Zara Customer

- 18 to 40 year old Women and Men
- Live in Cities or Urban Areas
- Mid Range Income
- Fashion Forward & Trend Conscious
- Loyal consumers visit the store up to 6 times a year
- Shop for themselves or for their children at Zara Kids
- Loyal consumers are the main form of Zara's advertising with Word of Mouth Marketing





The Marketing Mix -- The 4E's

$Product \rightarrow Experience$

- New products within 2 weeks in stores and online
- Brand takes designs from the streets, their consumers, and the catwalks
- Every time in the store is a new shopping experience

$Price \rightarrow Exchange$

- Fast fashion giant with affordable prices
- Price at what they consumer wants to get them coming back
- Varied by country

Place → **Every Place**

- Deliver where the customer demands the product
- 2000+ stores worldwide
- Flagship locations located near the most loyal shoppers
- Situated in high traffic shopping streets near luxury and fast fashion brands

Promotion → **Evangelism Marketing**

- Word of Mouth Marketing is primary advertising
 - Created by Loyal Consumers
- Celebrity Endorsements of the Brand
- Social Media Marketing



Zara Competitors







H&M

- Main competitor- both racing to be top fast fashion retailer
- H&M has over 1000 more stores than Zara
- Benefit of frequent collaborations
- Clothing recycling program

Zara Competitors







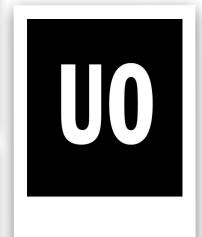
Uniqlo-

- Located mainly in Japan
- Unique distribution strategy
- HeatTech Fabric
- Extensive advertising compared to Zara
- Uniqlo University

Zara Competitors







Urban Outfitters-

- Eye-catching, provocative merchandise
- Knick-knacks and other gifts
- In-store bars and restaurants
- Availability of additional brand names

COM

Stephanie Diaz Former Zara Employee

"you can't find the same style of clothing with the same quality elsewhere"

- Stephanie Diaz

Interviews and Investigation

- Chose an former employee and an avid customer.
- Fast fashion company with good quality clothing at inexpensive prices.
- Social Media Marketing
- Better store organization and longevity of the products.
- Radio Frequency Identification
 Technology



Lexi Prager Avid Zara Customer

SWOT Analysis

Strengths

- Cohesive Brand Image: On Trend European Fast Fashion
- Design Advantage
- Low cost of Production and High Profits.

Weaknesses

- Lack of Advertising
- Low Quality Reputation
- Quality and Social Impact

Opportunities

- Scope for global expansion, especially Asia and Africa.
- Growth of Omnichannel Retailing

Threats

- Tough competition
- Millennial consumers are less loyal to brands.
- The struggle to integrate into foreign markets.











Perceptual Map

- Factors based on Quality and Price from our interviews with Stephanie and Lexi
- Quality and Price were the two main decision factors when shopping at Zara
- Zara strives to deliver moderate quality merchandise for affordable pricing for fast fashion
- Plot many competitors based on the brand being global



Brand Positioning

On Trend European Fast Fashion Brand

- Trendy Styles based on High Fashion designs
- Affordable Pricing
- Globalized Market
- Product Oriented Brand with a User Generated Approach







Brand Loyalty

- Relies on the Loyalists of the Brand to spread the word and bring about excitement
- Consumers are loyal to the brand because: consistent delivery of on trend merchandise, affordable pricing, convenience (in Europe), and quality.

Perceived Quality

- Moderate Quality for Affordable Priced Items
- Consumers feel as if they can buy for certain occasions rather than long time wear
- One stop shop for all on trend products for women, men, kids, and home

Brand Associations & Image

- Uses its Logo as Advertisement: Storefront, Online, Shopping Bags, Merchandise
- Situates itself on high traffic shopping streets around Luxury stores to associate Zara in the minds of consumers with those luxury items

Brand Equity





Brand Recommendations

Shifting Focus to Customer Service

- Currently focus: High fashion designs for a low price.
- Personal styling service
 - Shown promising results in other brands such as H&M, GAP, & Dillards
- Free pick up in store and Free shipping.

• Collaborations

• With Social Media Influencers, Celebrities, and Designers

• Eco Conscious line

- Take advantage of more sustainable materials
 - Make more simple designs that will not go out of fashion in a year



This would draw in customers who hold sustainability to a high standard.



