### 86<sup>th</sup> Marketing Club 25<sup>th</sup> Cairo 48<sup>th</sup> Business Club **Cosmetic Brand Creation** & Marketing Tuesday 11-4-2023 10PM EGY 11PM KSA 12PM UAE

FOUNDER & HOST

#### **Dr.Mahmoud Bahgat**



INSTRUCTOR

Dr. Ahmed Kafafy FMCG Marketing Director



## READY FOR A TRIP TO EXPLORE A SUCCESFUL COSMETIC BRAND CEATION?







#### THIS IS AHMED KAFAFY AND I'VE BEEN WORKING IN IE BEAUTY AND PERSONAL CARE INDUSTRY FOR THE PAST 15 YEARS CROSS AFRICA AND THE MIDDLE EAST







## PLEASE FASTEN YOUR SEAT BELTS AND WAIT FOR THE TRIP ITERNARY





## **TRIP ITERNARY**





# BEAUTY AND PERSONAL CARE INDUSTRY

The beauty and personal care industry refers to

the manufacturing and distribution of COSMETIC, SKINCARE, HAIRCARE, AND PERSONAL HYGIENE PRODUCTS.

It includes a wide range of products such as MAKEUP, FRAGRANCES, SOAPS, SHAMPOOS, LOTIONS, AND OTHER BEAUTY AND GROOMING PRODUCTS.

The industry caters to BOTH MEN AND WOMEN and is a multibilliondollar industry that is constantly evolving with new trends, technologies, and innovations.

The industry includes various players such as MANUFACTURERS, DISTRIBUTORS, RETAILERS, AND E-COMMERCE PLATFORMS.







#### BEAUTY AND PERSONAL CARE INDUSTRY DEFINITION

Cosmeceuticals refers to the combination of **cosmetics** and **pharmaceuticals**.

Cosmeceuticals are cosmetic products with biologically active ingredients purporting to have medical or drug-like benefits











COSMOCEUTICAL

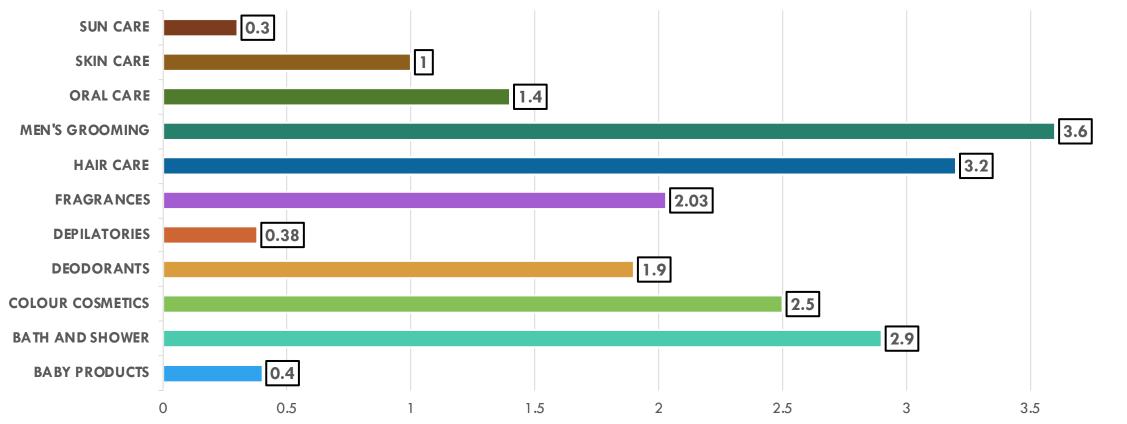






#### BEAUTY AND PERSONAL CARE INDUSTRY CATEGORIES

**VALUE: 19.6 B LE** 





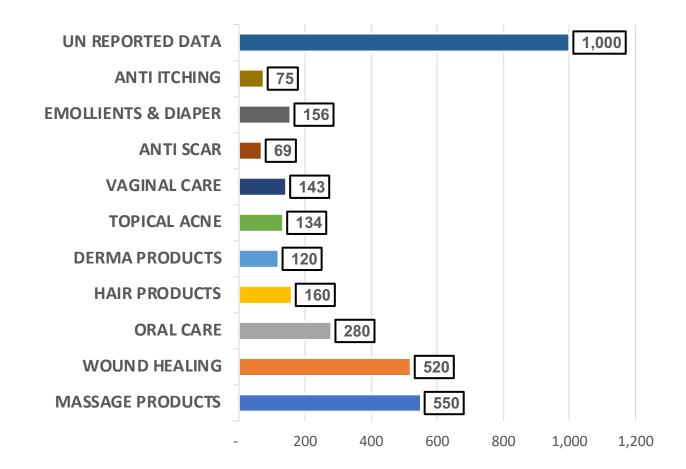


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#### COSMECEUTICAL MARKET OVERVIEW CATEGORIES

VALUE: 3.2 B LE









#### BEAUTY AND PERSONAL CARE INDUSTRY CHANNEL SPLIT





Modern Trade



**Online Shopping** 

70% 🖡

arketing



10%





## BEAUTY AND PERSONAL CARE INDUSTRY COMPETITIVE LANDSCAPE





#### COSMECEUTICAL MARKET DEVELOPMENT TIMELINE



2015- NOW

• BRANDED LOCAL PRODUCTS (PARKVILLE – INFINITY – HAYAT – CLEO) AFTER DEVALUATION







## BEAUTY AND PERSONAL CARE INDUSTRY BUSINESS MODELS













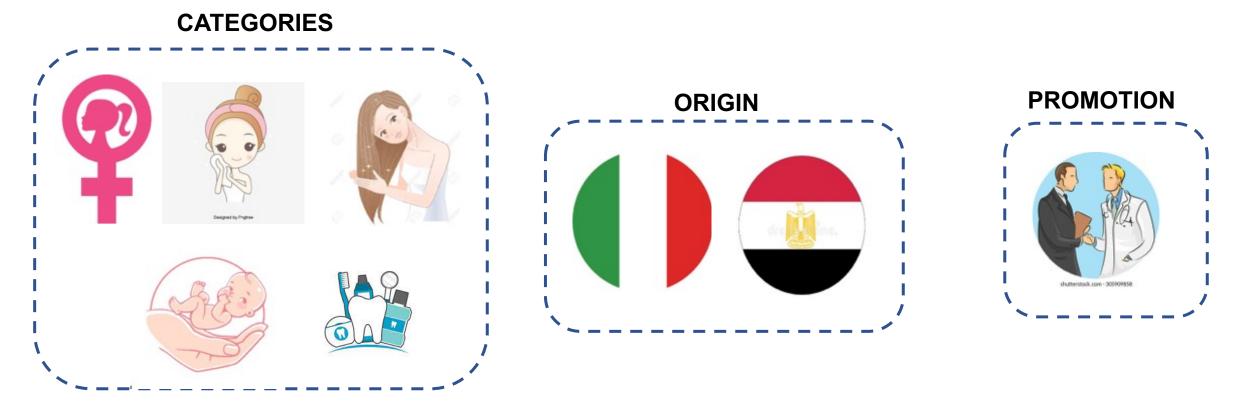
Marketing























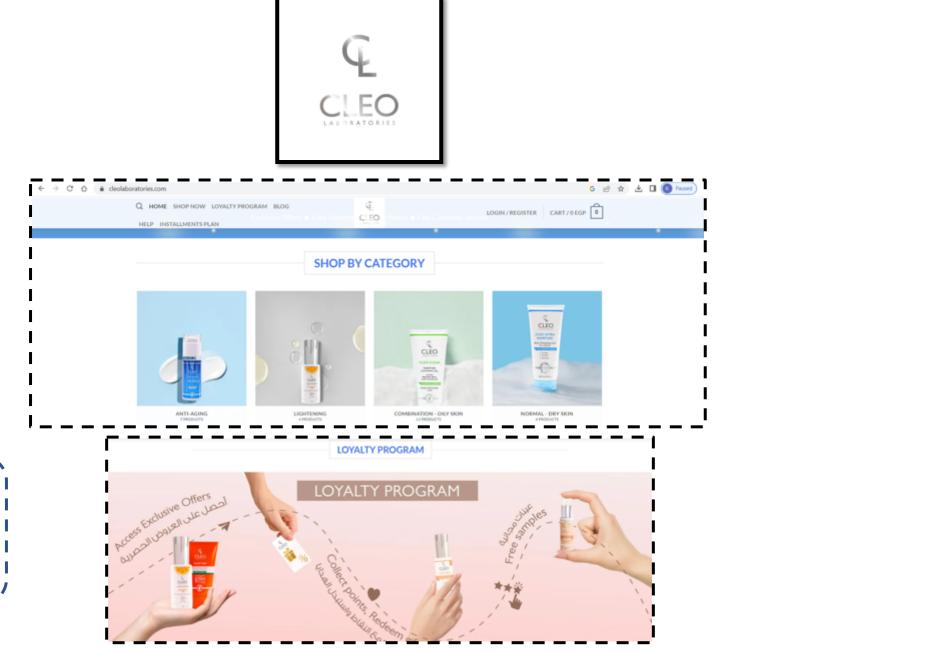














Marketing





## MARKET PENETRATION DISCUSSION







## WHAT TO CONSIDER WHEN YOU WANT TO PENETRATE THIS INDUSTRY?







## -PLACE **YOU HAVE TO CONSIDER ALL OF THEM** TOGETHER







# (1) PRODUCT





### SELECTING THE PRODUCT (BRAND)

#### A. TARGET CUSTOMER/ CONSUMER

- **B. MANUFACTURING**
- C. REGISTRATION
- D. BRANDING/PACKAGING







## PLEASE DON'T FORGET THE BRAND TREE





#### (A) TARGET CUSTOMER/ CONSUMER

#### **DEVELOP A BUYER PERSONA**









### (B) MANUFACTURING

TOLL MANUFACTURING	BULK IMPORTING	UNDER LICENSE
MOST COMMON	Takes time High COGS	Contract Manufacturing products by giving it a European flair







### (C) REGISTRATION

BUY FILES	REGISTER OWN FILES
IF YOU WANT TO ACCELERATE THE PROCESS BUT OWNERSHIP TRANSFER TAKES TIME ANY MODIFICATION ON THE FILE WILL TAKE TIME	COULD BE VERY FAST IF ALL DOCUMENTS ARE PERFECT





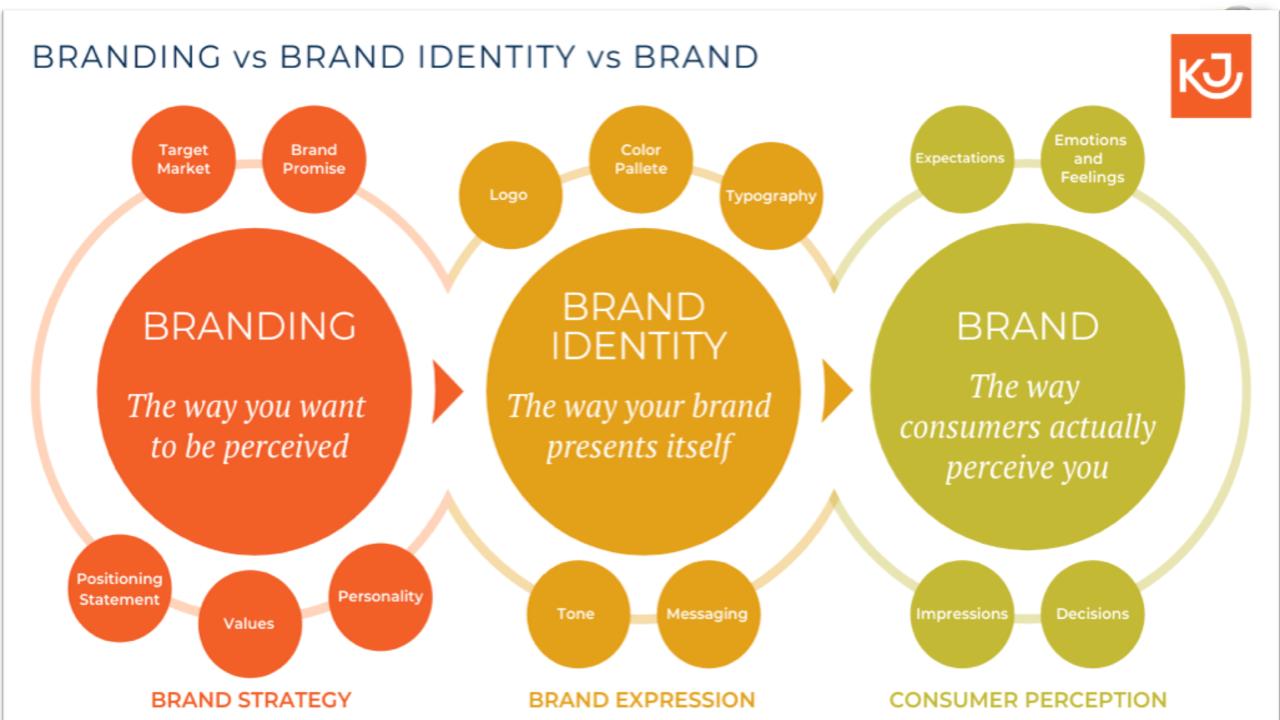


### (D) BRANDING/PACKAGING











## (2) PRICE



#### 7 POINTS TO CONSIDER WHILE PRICING A COSMETIC PRODUCT/BRAND

- 1.<u>Cost of goods sold (COGS):</u> This includes the cost of raw materials, packaging, labor, and other expenses related to production.
- 2.<u>Target market</u>: Consider the demographics and purchasing power of your target market. If your product is aimed at high-end consumers, you can price it higher, but if it is aimed at the mass market, you may need to price it lower.
- **3.<u>Competition</u>**: Look at the pricing of similar products in the market and determine how your product compares in terms of quality and features.
- **4.<u>Brand positioning:</u>** If your brand is positioned as a premium or luxury brand, you may need to price your product higher to maintain that image.
- 5.<u>Marketing and distribution costs:</u> Consider the costs of marketing and distribution, such as advertising, promotions, and shipping.
- 6.<u>Profit margins:</u> Determine the profit margin you want to achieve and ensure your pricing strategy can support it.
- 7. <u>Price sensitivity:</u> Consider how price-sensitive your target market is and whether a lower or higher price would affect their purchasing decision.







## (3) PLACE



### **6** POINTS TO CONSIDER



- 1. <u>Distribution channels</u>: Determine the most effective distribution channels for your product. Will you sell directly to consumers through your own website or physical stores, or will you use wholesalers, retailers, or e-commerce platforms?
- 2.<u>Geographic location:</u> Consider where your target market is located and how you can reach them. Will you sell your products locally, regionally, nationally, or internationally?
- 3. Inventory management: Ensure that you have adequate inventory to meet demand and avoid stockouts. Consider how you will manage and track your inventory, and how you will handle returns and exchanges.
- **4.**<u>Product placement:</u> Determine where your products will be displayed or placed in physical stores or on e-commerce platforms. Consider whether you want to be placed in prominent locations, endcaps, or on shelves.
- 5. Logistics and transportation: Consider how your products will be transported and delivered to your customers. Will you use your own shipping or logistics system or work with a third-party provider?
- 6.<u>Sales volume and pricing</u>: Consider how your distribution strategy will affect your sales volume and pricing. Will you be able to achieve the desired profit margin while still offering competitive pricing to consumers?





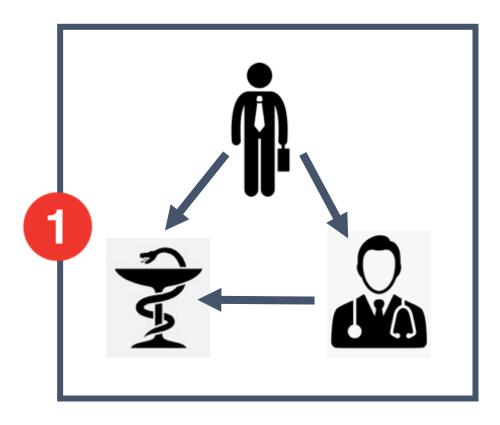


## (4) PROMOTION





#### YOU HAVE TWO PATHWAYS TO GO THROUGH WHILE PROMOTING YOUR COSMETIC BRAND



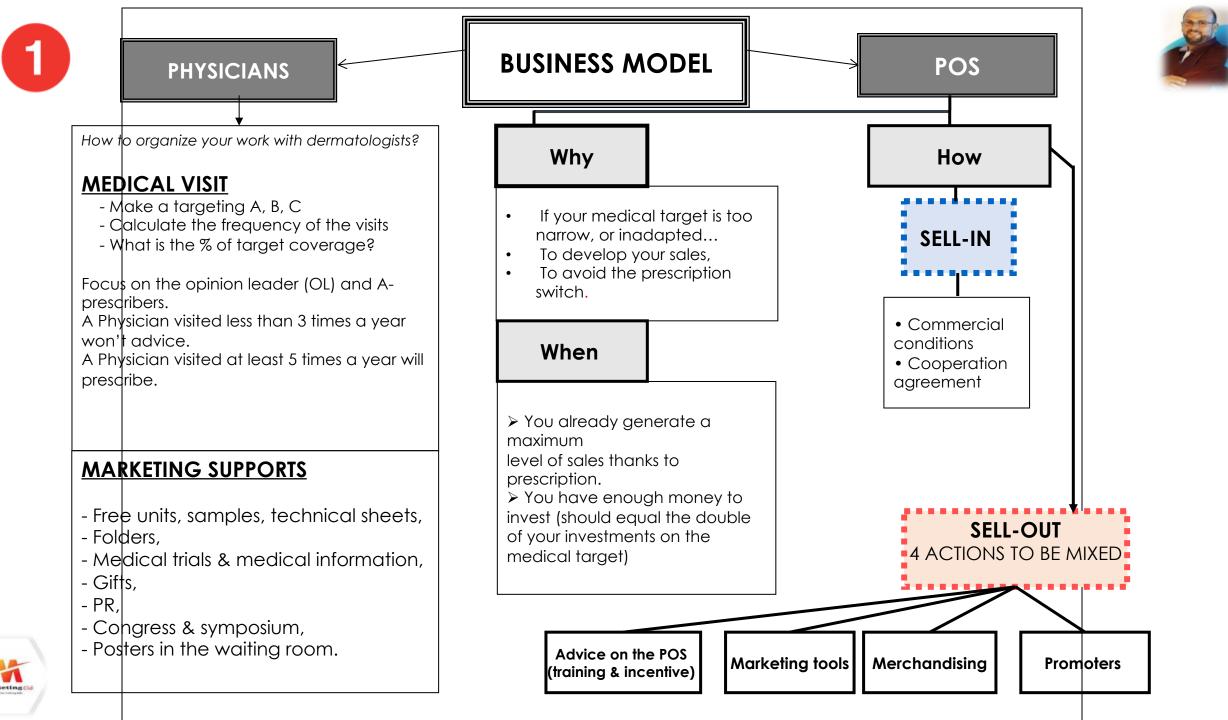


#### **DIRECT TO CONSUMER**









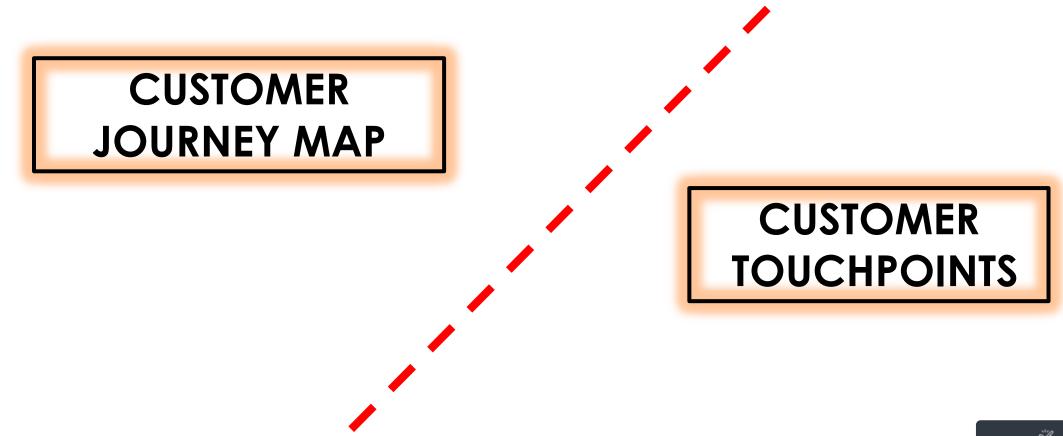


### 2 DIRECT TO CONSUMER MARKETING



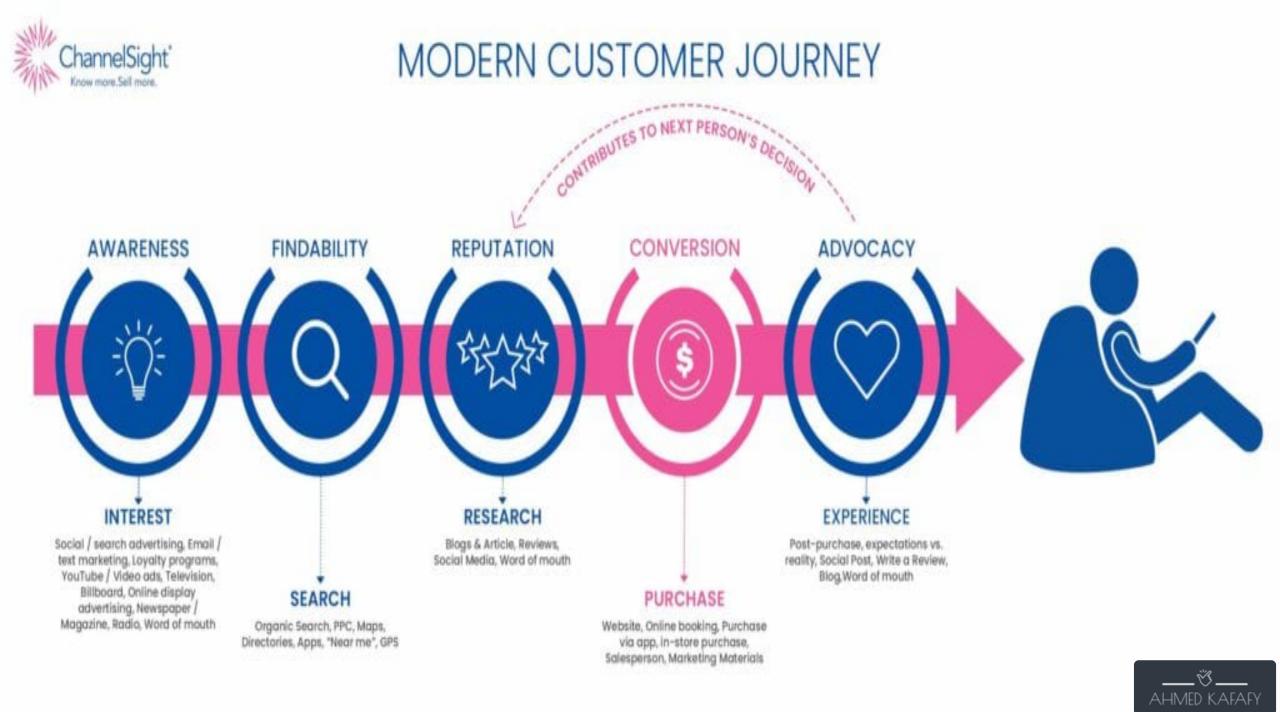


### **ALWAYS CONSIDER**





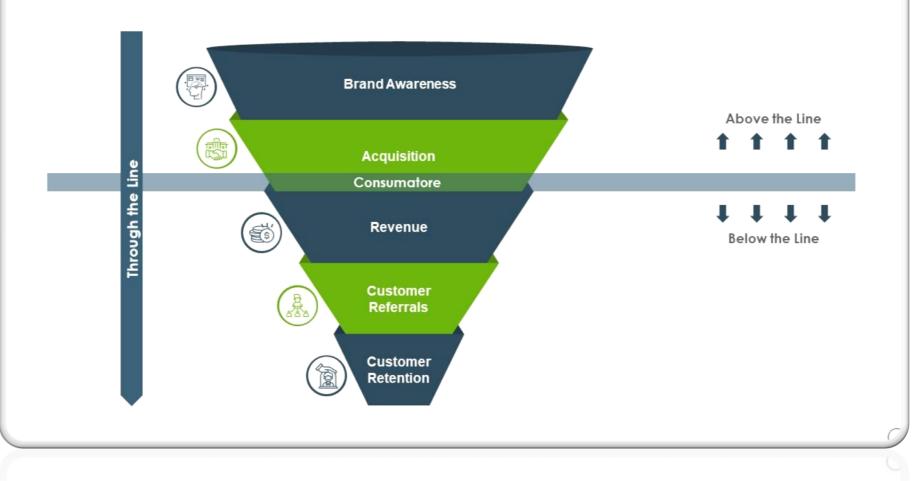






#### ATL, BTL and TTL Marketing Activities

This slide covers the different marketing activities which includes brand awareness, acquisition, revenues, customer referrals and retention that will help company in effective brand building and better return on investments.

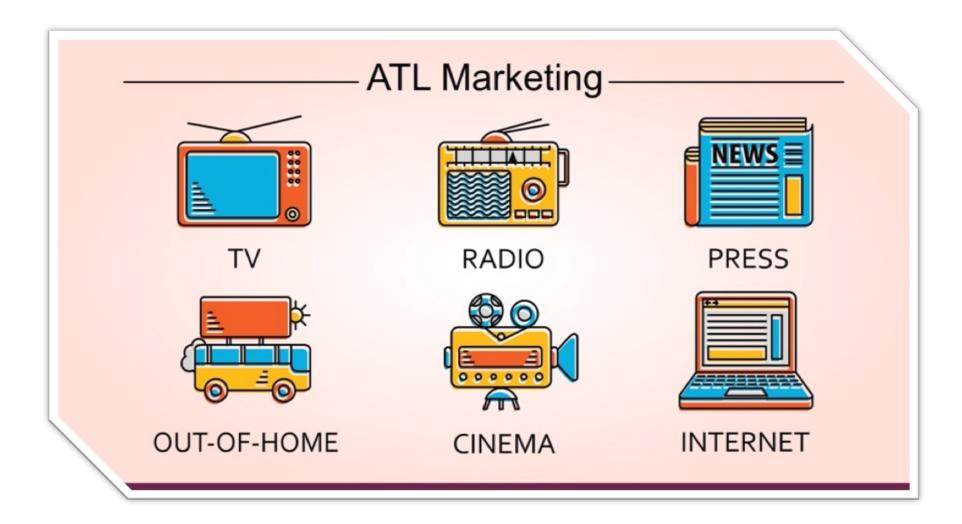








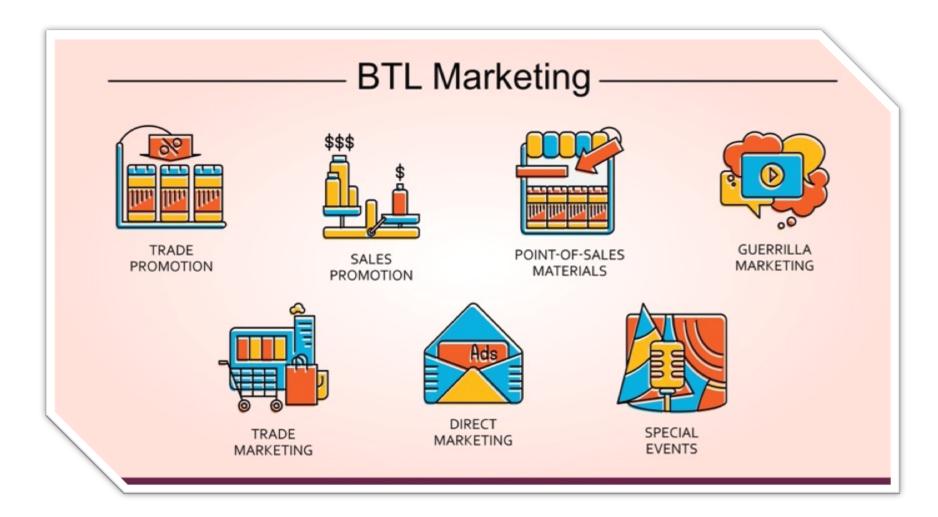


















## TV ADVERTISING





#### TVC











### **TV SHOP PROGRAMS**



















### **MEDICAL PROGRAMS**

















## DIGITAL MARKETING













#### SOCIAL MEDIA STRATEGY



Who is your customer? What age bracket? Gender? Location? College degree?



Where is your audience? Are they online? Where do they shop? Belong to associations? Publications they read?

What differentiates you? What's your elevator pitch? Gather best testimonials. What makes you unique? Craft a compelling story.



How will you execute? What do you need to learn? What tools are necessary? Who is responsible? How will you measure?

What are your goals?

Establish your brand?

Increase visibility?





When will you communicate? What social networks? How often will you post? Will you blog? Will you use visuals/video?







ACCREDITED DIGITAL EDUCATION



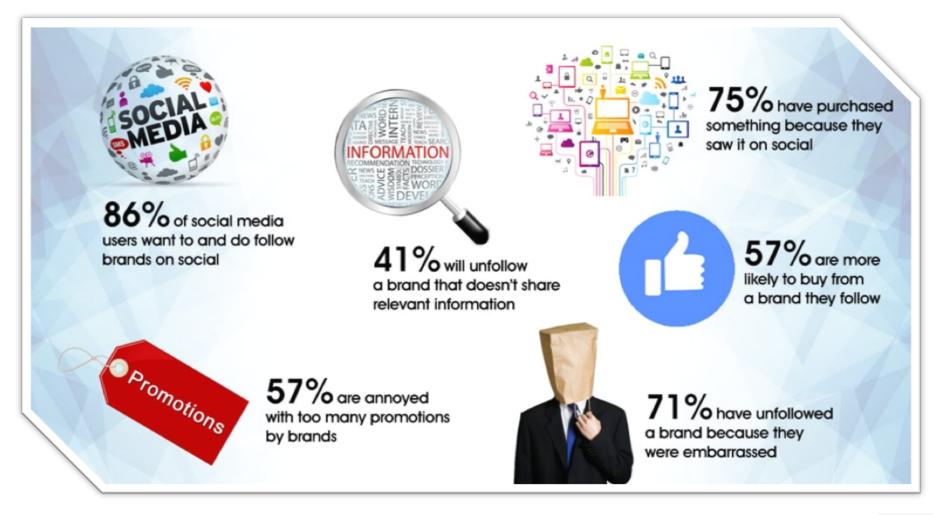
















# THANK YOU





