Product Launch Project

By: Two Awesome Marketing Students

## Market Research

How often do you visit the Lion's Den?
50 responses


- Daily
- Every Other Day

Once per Week

- Once per Month
- Never


## Market Research II

What grade are you in?
50 responses


What item do you purchase most from the Lion's Den? You may choose more than one.

50 responses


## Suggestions



Would you consider purchasing apple pie with ice cream?
50 responses


Yes

- No

Average Price: $\$ 3.00$ to $\$ 3.50$

# Product Selection 

## Ice Cream



Vitamin A $10 \%$; Vitamin C 0\%; Calcium 6\%; Iron $0 \%$

## Apple Pie



Farmers Market Loblaws - Apple Pie With Cinnamon

| Servings: | 0.5 |  |  |
| :--- | ---: | :--- | ---: |
|  | $1 / 10$ pie or 100 g |  |  |
| Calories | 140 | Sodium | 85 mg |
| Total Fat | 7 g | Potassium | 0 mg |
| Saturated | 3 g | Total Carbs | 18 g |
| Polyunsaturated | 0 g | Dietary Fiber | 1 g |
| Monounsaturated | 0 g | Sugars | 8 g |
| Trans | 0 g | Protein | 2 g |
| Cholesterol | 0 mg |  |  |
| Vitamin A | $0 \%$ | Calcium | $0 \%$ |
| Vitamin C | $0 \%$ | Iron | $5 \%$ |

## Focus Group Results

Improvements:

- Heated pie
- Larger amount of ice cream

- Price Reduction
- Cinnamon
- Healthier Choices



## SWOT Analysis - Strengths

- Reception to product has been strong
- Cheap to produce, margins can be large (high perceived value)
- Product is unique
- Product is filling



## SWOT Analysis - Weaknesses

- Allergies may reduce potential customers
- Shorter time frame to sell - other products are non-perishables
- Higher price may drive off customers
- More labour involved in production
- Product may be considered unhealthy



## SWOT Analysis - Opportunities

- During the summer, sales may increase due to warmer weather.
- Bulk purchase discount on apple pie
- Lion's Den is more convenient than other restaurants
- Cheaper than the cost of the total



## SWOT Analysis - Threats

- Ice cream cups are cheaper alternatives for customers
- Cafeteria already sells a wide variety of pastries and ice cream products
- Bulk purchase discount may end
- Rainy/cold weather could decrease sales



## Supplier Procurement



4651 NO 3 Rd, Richmond BC V6X 2C4
https://www.realcanadiansuperstore.ca

## Financial Information I


$\$ 0.25$
$\$ 5.00$

$\$ 0.50$
$\$ 5.98$

## 100

paper dessert plates
oremer sans nom
$\$ 0.07$
$\$ 6.99$

## Financial Information II

Chosen Markup: 366\%
Chosen Selling Price: $\$ 0.82 \times 3.66=\$ 3.00$
Breakeven point: $\$ 10($ Pie $)+\$ 5.98$ (Ice Cream) $+\$ 6.99$ (Plates) $=\$ 22.97$
$\$ 22.97 / \$ 2.18=10.54$ rounded to 11 sales.


Promotion Plan

- Countdown - 1 week
- Coupons - 1 week
- Announcement - $1+2$ weeks
- Posters - 3 weeks



## Conclusion



