HERBAL ESSENCES LAUNCH STRATEGY

The Herbal Essences launch strategy is driven by data-backed understanding of our audience. Using a custom algorithm^a, consumers were classified into predefined labels based on insights from 180 primary research^b responses, enabling us to identify and focus on the ideal target group. This targeted approach ensures every aspect of the campaign, from branding to in-store experience, aligns seamlessly with the preferences of our audience. The goal is to achieve **\$8 million** in sales within the first year.



CONSUMER INSIGHTS

- Target persona (Wellness and Quality Seeker) selected after persona segmentation by a custom algorithm (not machine learning) from primary research data. Demographics include urban, middle to upper middle class income group, inclusive of both genders.
- **Key Characteristics**: **36.1%** of consumers are highly brand-aware and willing to pay a premium for Herbal Essences^c, with only **8.3%** time-pressed hair care routine story compared to 47% in non-target segment.^d
- Actionable Insights: Branding and marketing will be based on these insights. 79% prefer messaging around "naturally healthy and gentle caring." Celebrity endorsements should focus on cultural heritage and science experts (68% preference). Trust-based influence is the key motivator for trying the brand.^e

BRANDING & MARKETING

Big Idea

قدارتی نشوونما بغیر سمجھوتہ کے

"Nature's Touch, Science's Trust."

Marketing

Dermatologists & Cultural Ambassadors: Split-screen videos on TV and social media featuring local dermatologists and cultural icons (Mahira Khan & Fawad Khan for their natural beauty and trust) both using Herbal Essences, reinforcing trust and credibility

Long billboards (e.g. Centaurus Mall), crossing out chemicals found in typical shampoos.

Product Storytelling

"From Nature to Bottle": 30-60 second short videos showcasing ingredient journey, emphasizing transparency and scientific validation

SALES ACTIVATION

In-Store Positioning

A dedicated, elevated 'Premium Natural Care Zone' with wooden shelves, and soft green lighting to emphasize the herbal ingredients, ensuring it stands out from standard hair care sections."

A standee in the 'Premium Natural Care Zone' crossing out harsh chemicals and highlighting shampoo's natural, chemical-free ingredients.

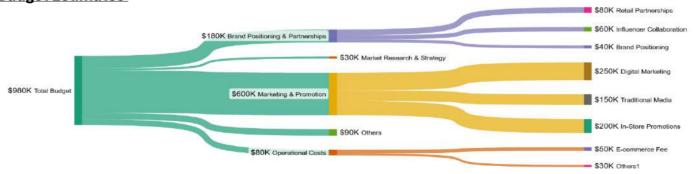
Pricing Strategy

PKR 550 per 185ml (slightly premium), corresponds with higher willingness to pay.

Sales Channels

Mostly focus on supermarkets and retail shops in prime locations. Also making it available on E-commerce websites as user penetration will be 2.3% in 2024 for hair care. §

Budget Estimates^f



^a This <u>custom algorithm</u> classifies consumers into predefined personas based on key attributes such as hair care routine, ideal hair care product message, price sensitivity, product familiarity, and current product usage. It assigns a persona to each consumer only if their calculated score exceeds a defined threshold, leaving others uncategorized. The scoring mechanism uses strategically weighted criteria for each persona, ensuring alignment with business priorities. After persona assignment, the algorithm generates a detailed analysis of the distribution and key characteristics of each persona.

b Transformed data

C Result of proportion ztest

The difference in proportions is statistically significant.

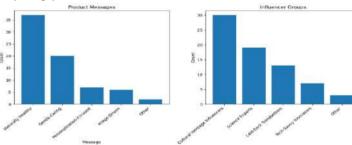
Wellness and Quality Seekers are more likely to pay more than 450 compared to Budget-Conscious Group.
p-value = 0.001621850612279613

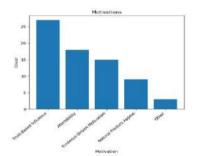
d Output of target persona characteristic

Persona Characteristics:

Wellness and Quality Seeker:
Total Count: 72 (39.56%)
Key Characteristics:
hair_care_routine:
Nature inspired: 40.28%
Relaxation-Seeking: 27.78%
Cost-Aware: 13.88%
Exploration-Driven: 9.72%
Time-Pressed: 8.33%
price_sensitivity:
Mid-Range Value Seekers: 34.72%
Budget-Conscious Consumers: 30.56%
Quality-Oriented Buyers: 19.44%
Premium Product Enthusiasts: 8.33%
Luxury Brand Believers: 6.94%
product_familiarity:
Somewhat familiarie 61.11%
Very familiar: 36.11%
Never heard of it: 2.78%
current_natural_user:
True: 66.67%
False: 33.33%

^e Output of target persona





Category	Budget (USD)	Budget (PKR)
Market Research & Strategy	budget (000)	budget (FRIT)
Consumer Insights Research	\$30,000.00	PKR 8,340,000
sub total	\$30,000.00	PKR 8,340,000
Brand Positioning & Partnerships		
Retail Partnership Development	\$80,000.00	PKR 22,240,000
Influencer Collaboration	\$60,000.00	PKR 16,680,000
Brand Positioning Campaign	\$40,000.00	PKR 11,120,000
sub total	\$180,000.00	PKR 50,040,000
sub total	\$180,000.00	FKK 30,040,000
Marketing & Promotion		
Digital Marketing	\$250,000.00	PKR 69,500,000
Traditional Media Advertising	\$150,000.00	PKR 41,700,000
In-Store Promotions	\$200,000.00	PKR 55,600,000
sub total	\$600,000.00	PKR 166,800,000
Operational Costs		
E-commerce fee	\$50,000.00	PKR 13,900,000
Others	\$30,000.00	PKR 8,340,000
sub total	\$80,000.00	PKR 22,240,000
Others		
Misc	\$90,000.00	PKR 25,020,000
sub total	\$90,000.00	PKR 25,020,000
Total Investment	\$980,000.00	PKR 272,440,000
Projected Revenue	\$8,000,000.00	PKR 2,224,000,000
	ÇC,080,000.00	2,224,000,000

g Pakistan Online Hair Care market size

For technical audience