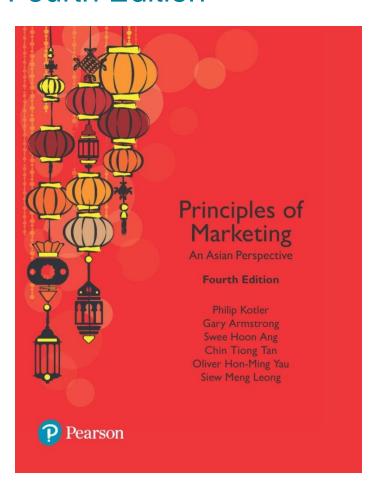
Principles of Marketing: An Asian Perspective

Fourth Edition



Chapter 11

Pricing Products: Pricing Strategies



Outline

- 1. New Product Pricing Strategies: 2
- 2. Product Mix Pricing Strategies: 5
- 3. Price Adjustment Strategies: 7
- 4. Price Changes
- 5. Public Policy and Pricing

Market-Skimming Pricing

Initial high price for high revenue

Initial low price for high market share

Market-Penetration Pricing





iPhone 14 Pro

The ultimate iPhone.

From \$999





iPhone 14

A total powerhouse.

From \$799





As amazing as ever.

From \$599



iPhone SE

Serious power. Serious value.

From \$429

6.7" or 6.1"

Super Retina XDR display¹ ProMotion technology Always-On display **6.7" or 6.1"**Super Retina XDR display¹

6.1" or 5.4"
Super Retina XDR display¹

4.7"
Retina HD display¹

https://www.apple.com/shop/buy-iphone/iphone-14-pro

Samsung used low prices to make quick and deep inroads into emerging markets like Africa and India



2. Product Mix Pricing Strategies

Product line pricing

Setting price steps between product line items

Optional product pricing

 Pricing optional or accessory products sold with the main product

Captive product pricing

Pricing product that must be used with the main product

By-product pricing

 Pricing low value-by-products to get rid of them

Product bundle pricing

Pricing bundles of products sold together

Trải nghiệm

Ưu đãi khuyến mãi



News

Hội họp

Pearl Club





Phòng Deluxe hướng biển, giường đôi

1 46 m² | 2 2 người lớn và 2 trẻ em

Với diện tích 46 m², Phòng Deluxe hướng biển, giường đôi là phòng khách sạn thiết kế theo phong cách hiện đại, tích hợp đẩy đủ tiên nghi bao gồm tivi, wifi tốc độ cao, bồn tắm riêng... Sở hữu tẩm nhin hướng ra biển, đây là lựa chọn lý tưởng dành cho các cặp đôi, gia đình nhỏ hay khách đi cô...

















Chi từ 5.930.000 đ /đêm

Đặt phỏng ngay



Phòng Junior Suite King

2 86 m² | 2 2 người lớn và 2 trẻ em

Với diện tích 86 m², Phòng Junior Suite là phòng khách san sang trong với không gian phòng khách và phòng ngủ được thiết kế riêng biệt, tích hợp đẩy đủ tiên nghi mang đến cho ban một kỳ lưu trú đẩy ấn tượng. Với ban công rộng lớn và tẩm nhìn hướng ra vườn nhiệt đới xanh mát, đây là lựa ch...























Chi từ 4.670.000 đ /đêm

Đặt phòng ngay







3. Price Adjustment Strategies

Strategy	Description
Discount and allowance pricing	Reducing prices to reward customer responses such as volume purchases, paying early, or promoting the product
Segmented pricing	Adjusting prices to allow for differences in customers, products, or locations
Psychological pricing	Adjusting prices for psychological effect
Promotional pricing	Temporarily reducing prices to spur short-run sales
Geographical pricing	Adjusting prices to account for the geographic location of customers
Dynamic pricing	Adjusting prices continually to meet the characteristics and needs of individual customers and situations
International pricing	Adjusting prices for international markets



https://www.nintendo.com/switch/
https://www.dailydot.com/dot-recs/nintendo-switch-eshop/

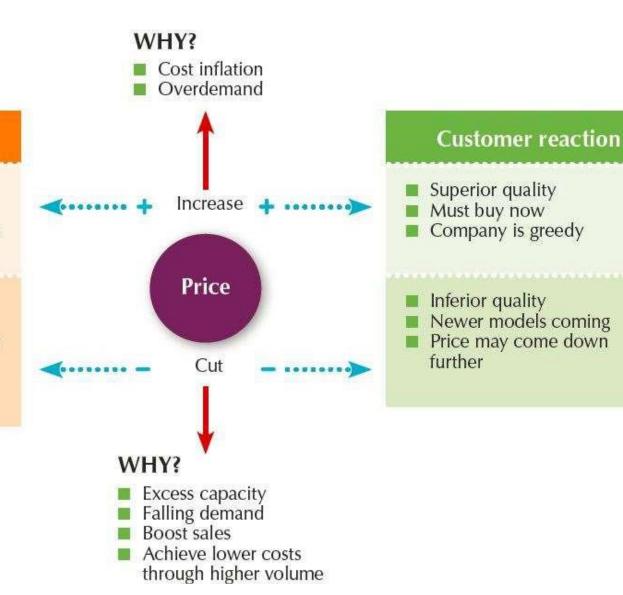
4. Price Changes



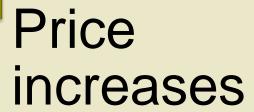
Initiating Price Changes

Competitor reaction

- Company knows market better
- Company wants to be price leader
- Company wants larger market share
- Company wants industry to reduce price and increase total demand



Buyer Reactions to Price Changes



- Product is "hot"
- Company greed

Price cuts

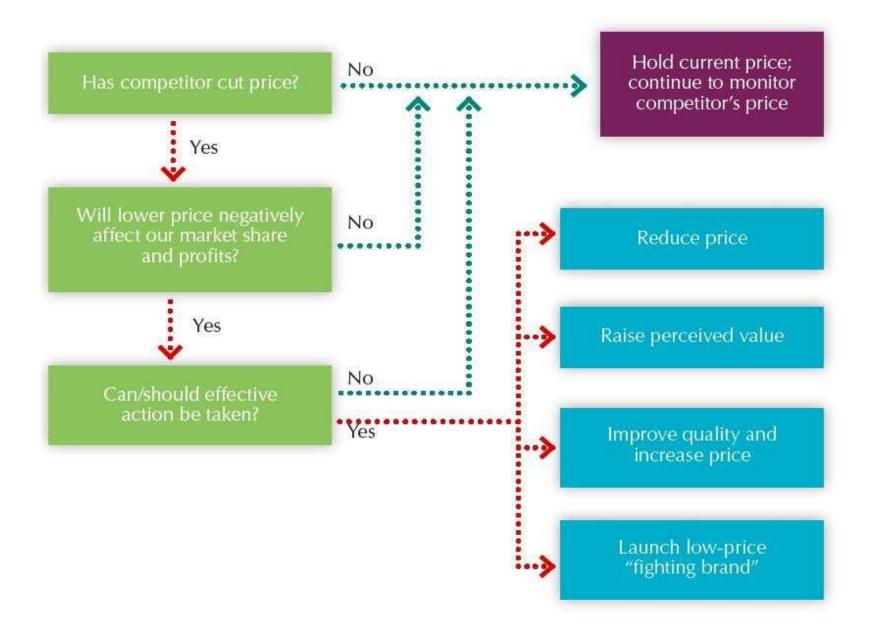
- New models will be available
- Models are not selling well
- Quality issues

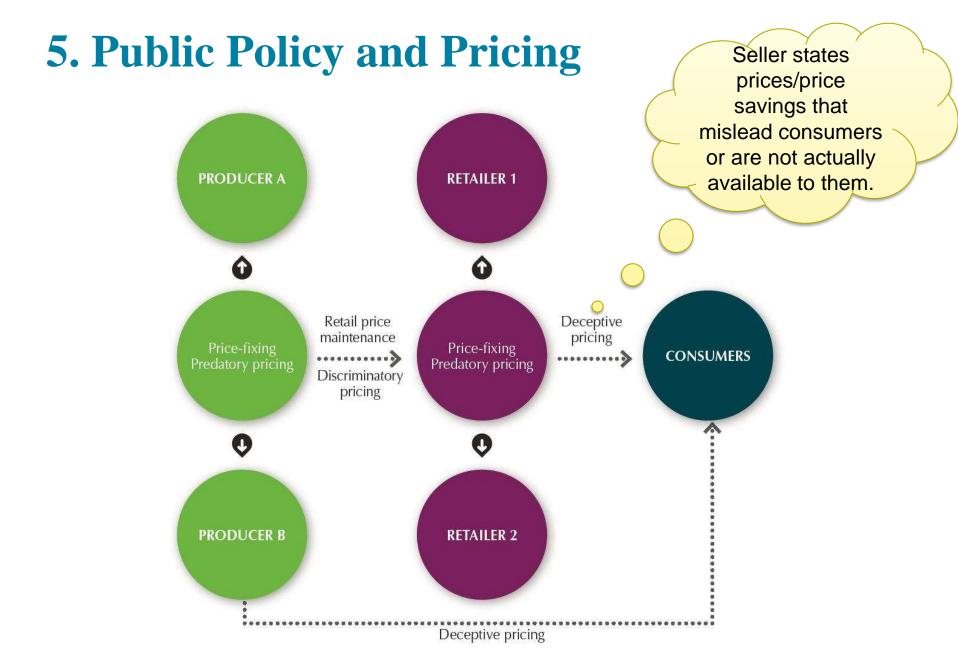
Competitor Reactions to Price Changes

- Why did the competitor change the price?
- Is the price cut permanent or temporary?
- Is the company trying to grab market share?
- Is the company doing poorly and trying to increase sales?

 Is it a signal to decrease industry prices to stimulate demand?

Responding to Price Changes





Public Policy Issues in Pricing