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AREA MARKETING - CUSTOMER RELATIONSHIP MANAGEMENT

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ABSTRACT:

In today's competitive market landscape, effective area marketing and customer relationship management (CRM) are crucial for businesses aiming to enhance their market presence and drive customer loyalty. Area marketing focuses on tailoring strategies to specific geographic regions, enabling businesses to address local preferences, cultural nuances, and competitive dynamics more effectively. Meanwhile, CRM systems facilitate the management of customer interactions and data, promoting personalized engagement and fostering long-term relationships. This abstract outlines the integration of area marketing and CRM as



a holistic approach to achieving business objectives. By leveraging data-driven insights from CRM systems, companies can develop targeted marketing campaigns that resonate with regional audiences, optimize resource allocation, and measure the impact of their strategies with precision. The synergy between area marketing and CRM empowers businesses to deliver personalized experiences, improve customer satisfaction, and ultimately drive growth. Key aspects discussed include the role of data analytics in understanding regional market trends, the customization of marketing messages to enhance local relevance, and the use of CRM tools to track and manage customer interactions effectively. The abstract also emphasizes the importance of aligning marketing and CRM strategies to ensure consistency and coherence in customer engagement across different areas.

KEYWORDS: customer relationship management (CRM), specific geographic regions, enabling businesses.

INTRODUCTION

In an increasingly interconnected and competitive business environment, organizations must adeptly manage both their regional marketing efforts and customer relationships to achieve sustainable success. Area marketing and Customer Relationship Management (CRM) are two pivotal strategies that, when effectively integrated, can significantly enhance a company's market positioning and customer engagement. Area Marketing refers to the strategic approach of tailoring marketing initiatives to specific geographic locations. This involves understanding the unique characteristics of different regions, such as cultural preferences, local market trends, economic conditions, and competitive landscapes. By customizing marketing efforts to address the distinct needs and preferences of each area, businesses can more effectively capture local market share and build stronger connections with regional customers. Customer Relationship Management (CRM), on the other hand, involves the systematic management of interactions and relationships with customers. CRM systems enable organizations to collect, analyze, and utilize customer data to foster personalized interactions, streamline communication, and improve overall customer satisfaction. By leveraging CRM tools,

businesses can gain insights into customer behavior, preferences, and feedback, allowing them to tailor their marketing strategies and operational approaches to better meet customer needs.

Integrating area marketing with CRM offers a synergistic approach that enhances both regional targeting and customer relationship management. This integration allows businesses to leverage CRM data to develop more effective area-specific marketing strategies, ensuring that campaigns are not only relevant to local audiences but also informed by a deep understanding of customer preferences and behaviors. This introduction sets the stage for exploring how the integration of area marketing and CRM can lead to more effective marketing strategies, stronger customer relationships, and ultimately, greater business success.

OBJECTIVES

CRM has become a wide discussion in today's competitive market. With the gearing up of CRM activities, factors like product, price and promotion have taken a backseat. Malty National companies are constantly on the lookout for ways in which they can enhance the customer experience and thereby create a niche for themselves in the highly competitive market. The paper describes the meaning of CRM concept, its benefits to the companies, myths surrounding the concept of CRM, roadmap to successful CRM and the benefits of building relationship using CRM.

Benefits of CRM

The benefits of customer relationship management are many. It allows organizations not only to retain customers, but enables more effective marketing, creates intelligent opportunities for cross selling and opens up the possibility of rapid introduction of new brands and products. Keeping the customer happy is obviously one way of ensuring that they stay with organization. However, by maintaining an overall relationship with customer, companies are able to unlock potential of their customer base and maximize contribution to their business. Customer relationship management is a never ending process and it has gained immense importance in the recent years. With the change in market scenario, the conditions have changed tremendously. Earlier, the market was seller centric but with the change in time, the market has become customer centric. Where the main focus is on customer needs and wants and customers are treated as the king in the market. It is very much important for the business firms to meet the expectation of the customer so as to ensure their long term footing in such a competitive market. CRM is the key to maintain a healthy relationship with the customers and other related parties because only through this healthy relationship one can ensure a pool of talent consumers. CRM is required in all forms of organisation whether it be a retail store or an online business. No business house can survive in the long run without maintaining a healthy relationship with the consumers. Retail businesses has been one of the most important backbone of the commercial sector. It is much easier on the part of retail stores which are one single footing to maintain a good relationship with the consumers. This is basically because of their daily interaction with the consumers which makes it much easier on the part of the business firms to develop a healthy relationship with them. But in the present scenario, it is quite tough and competitive on the part of the business firms to maintain a good healthy relationship because of the growing trends and market conditions. This paper would basically focus on how the customers build and maintain a relationship with the customers and hence in turn increases loyalty marketing. These techniques ensure an overall learning and development of the organisation. There are different varieties of CRM techniques and one should vigorously analyse and apply it in their store as per their requirements. There are number of marketing strategies adopted by the business firms to capture the market and CRM works as per the situation and strategy demands.

Marketing

Marketing is basically a promotional activity undertaken by the business concern. Here the company promotes a particular goods or services with the motive of selling it in the market. The marketing activity actually ends with delivering the product to the final customer. There are various ways through which a promotional activity can be conducted whether it be by print media or celebrity endorsers. The marketing is basically done taking into consideration a particular segment of the market

rather than focusing on the whole. Marketing makes use of the 4 P's of marketing which are – Product, Price, Place and Promotion. Here, product is the goods or services which the business owner wants to sell to the customer, price is the amount at which the business firm wants to sell, place is the place of distribution and at the end promotion is the advertising technique adopted by the firm so as to promote sales. However, marketing and branding goes hand in hand.

Customer Relationship Management

Customer relationship management is basically a relation management process taking into consideration the technological aspect for maintaining a healthy relation with the customer. CRM has gained popularity in the last decade and has been in demand since then. The advancement in technology, analytics, communication, emotional intelligence and social relationship lead to the advancement of CRM. Under CRM a number of tools and techniques are used by the business firm to maintain and retain customers in the long run and so as to turn the prospective customers into actual customers. here, a complete history of the customer is maintained and stored beginning from their personal history to their purchase behaviour. A real time support and additional benefits are provided to the customers through this relationship building technique. No matter what the organisation deals in and what is its size, everything organisation is benefited. From storing of data to easy collaboration it works for all thereby increasing the productivity of the organisation.

CRM is all about Technology

CRM is primarily about three things - people, process, and technology. The first two, people and process, are paramount to the profitability equation, and should not give way to technology. Sometimes, the failure to realize projected benefits from implementing CRM software packages may be due to functional or technical capabilities within the package itself. It is extremely important to focus CRM initiatives on the business issues, the customer relationship model, and the specific customer interactions within that model, before choosing any technology for implementation. The companies should not rely on the technology itself to drive the business, but creating a sustainable strategic roadmap right from the beginning and regularly assessing it to ensure it remains relevant to support the company's growth. There are many technological components to CRM, but thinking about CRM in primarily technological terms is a mistake. The more useful way to think about CRM is as a process that will help bring together lots of pieces of information about customers, sales, marketing effectiveness, responsiveness and market trends.

CRM practices in service sector of India

The literature on the CRM experience in India has been mostly in the nature of business articles in professional/business publications, which either describe the current affairs in the CRM industry or report on implementation strategies of individual companies. Very little is reported in research, which analyses and generalises the characteristics and problems of the CRM implementation on the basis of an empirical study. Other existing research on CRM adoption is based on studies conducted on organisations in the developed countries (Karakostas et al., 2005). The key verticals fuelling the growth of operational CRM in India are banking, finance, insurance, and telecom, utilities, manufacturing and healthcare. According to the infrastructure strategies survey, companies in the verticals of BFSI and telecom/IT/BPO show the maximum amount of CRM use. Thirty nine percent of BFSI companies and 36% of telecom/IT/BPO companies are among those companies that have either invested or plan to invest in enterprise application tools.

RESEARCH METHODOLOGY

To effectively study the integration of area marketing and Customer Relationship Management (CRM), a structured research methodology is essential. This methodology should encompass various research design elements, data collection methods, and analytical techniques to provide comprehensive insights into how area marketing strategies can be enhanced through CRM systems. Here's a detailed approach to researching this topic:

1. Research Design

- Objective: To analyze how area marketing can be optimized through CRM systems, identifying best practices and evaluating their impact on business performance.
- Type of Study: A mixed-methods approach combining qualitative and quantitative research to gain a holistic understanding of the subject.

2. Literature Review

- Purpose: To review existing research, theories, and practices related to area marketing and CRM. This helps establish a theoretical framework and identify gaps in current knowledge.
- Sources: Academic journals, industry reports, case studies, and books on marketing strategies, CRM systems, and regional marketing.

3. Data Collection Methods

• Primary Data:

- Surveys: Design and distribute surveys to marketing professionals, CRM users, and customers to gather insights on the effectiveness of area marketing strategies and CRM integration.
- Sample: Targeted segments including regional marketing managers, CRM analysts, and a diverse customer base across different areas.
- Tools: Online survey platforms (e.g., SurveyMonkey, Google Forms).
- Interviews: Conduct in-depth interviews with industry experts, marketing managers, and CRM specialists to explore their experiences and best practices.
- Format: Semi-structured interviews to allow for detailed responses and follow-up questions.
- Sample: Select professionals with experience in area marketing and CRM integration.
- Focus Groups: Organize focus groups with regional marketing teams and CRM users to discuss challenges, strategies, and outcomes of integrating area marketing with CRM.
- Groups: Small groups of 6-8 participants from different regions and industries.

• Secondary Data:

- Case Studies: Analyze case studies of companies that have successfully integrated area marketing with CRM to identify effective strategies and outcomes.
- Industry Reports: Review reports from marketing and CRM research firms to understand trends, benchmarks, and metrics.

4. Data Analysis Techniques

• Quantitative Analysis:

- Statistical Analysis: Use statistical tools to analyze survey and focus group data, identifying patterns, correlations, and significant factors influencing the effectiveness of area marketing and CRM integration.
- Tools: Statistical software such as SPSS, R, or Excel.
- Descriptive Statistics: Summarize survey responses and demographic information to provide an overview of current practices and perceptions.

• Qualitative Analysis:

- Thematic Analysis: Analyze interview and focus group transcripts to identify recurring themes, insights, and best practices related to area marketing and CRM.
- Tools: Oualitative analysis software like NVivo or Atlas.ti.
- Content Analysis: Examine case study content to extract key strategies, success factors, and lessons learned from CRM and area marketing integration.

5. Validation and Reliability

- Triangulation: Use multiple data sources and methods to cross-verify findings and enhance the reliability of the research outcomes.
- Pilot Testing: Conduct a pilot test of survey instruments and interview questions to ensure clarity and effectiveness before full-scale data collection.

6. Reporting and Interpretation

- Results: Present findings in a clear, structured format including charts, graphs, and tables for quantitative data, and thematic summaries for qualitative insights.
- Discussion: Interpret results in the context of existing literature and theoretical frameworks, highlighting implications for businesses and recommendations for best practices.

• Conclusion: Summarize key findings and their impact on integrating area marketing with CRM, and suggest areas for further research.

7. Ethical Considerations

- Consent: Obtain informed consent from all participants involved in surveys, interviews, and focus groups.
- Confidentiality: Ensure that all personal and sensitive information is kept confidential and used solely for research purposes.
- Integrity: Maintain objectivity and transparency throughout the research process.

This methodology provides a comprehensive approach to studying the integration of area marketing and CRM, ensuring a thorough understanding of how these strategies can be effectively combined to enhance business performance and customer engagement.

LITERATURE REVIEW: AREA MARKETING AND CUSTOMER RELATIONSHIP MANAGEMENT (CRM)

1. Introduction

The intersection of area marketing and Customer Relationship Management (CRM) represents a crucial area of study in contemporary marketing research. This literature review explores existing research on area marketing, CRM systems, and their integration, aiming to highlight key findings, theoretical frameworks, and practical implications.

2. Area Marketing

2.1 Definition and Scope

- Concept: Area marketing involves customizing marketing strategies to fit the unique characteristics of specific geographic regions. This includes adapting to local preferences, cultural nuances, and market conditions (Kotler & Keller, 2016).
- Importance: Regional differences in consumer behavior, economic conditions, and competitive environments necessitate a tailored approach to marketing (Hollensen, 2021).

2.2 Key Strategies

- Local Adaptation: Adapting products, services, and promotional activities to meet local needs and preferences. This can involve localizing advertising messages, adjusting product features, and using region-specific sales channels (Yip, 1995).
- Regional Segmentation: Segmenting markets based on geographic criteria to identify target audiences more effectively. Geographic segmentation allows for more precise targeting and better resource allocation (Dibb & Simkin, 2009).

2.3 Challenges and Opportunities

- Challenges: Managing diverse marketing strategies across regions can be complex and resource-intensive. Ensuring consistency in brand messaging while addressing local differences poses a significant challenge (Schmidt, 2018).
- Opportunities: Leveraging regional insights can lead to increased customer engagement and higher market share. Successful area marketing strategies often result in enhanced customer loyalty and improved sales performance (Johansson & Björkman, 2019).

3. Customer Relationship Management (CRM)

3.1 Definition and Objectives

- Concept: CRM involves strategies and technologies for managing a company's interactions with current and potential customers. It aims to improve customer relationships, enhance satisfaction, and drive business growth (Buttle & Maklan, 2019).
- Objectives: Key objectives of CRM include increasing customer retention, enhancing customer satisfaction, and maximizing lifetime value (Peppers & Rogers, 2016).

3.2 CRM Systems and Technologies

- Systems: CRM systems collect and analyze customer data to provide insights into customer behavior, preferences, and interactions. They enable businesses to tailor marketing efforts, manage customer service, and track sales (Greenberg, 2010).
- Technologies: Modern CRM technologies include data analytics, automation tools, and artificial intelligence, which facilitate personalized marketing and efficient customer management (Choudhury & Harrigan, 2014).

3.3 Benefits and Challenges

- Benefits: Effective CRM systems lead to improved customer satisfaction, increased retention rates, and enhanced sales performance. CRM systems provide valuable insights that drive strategic decision-making and optimize marketing efforts (Nguyen & Simkin, 2017).
- Challenges: Implementing CRM systems can be costly and complex. Challenges include data quality issues, integration with existing systems, and ensuring user adoption (Saarijärvi, Kannan, & Kuusela, 2013).

4. Integration of Area Marketing and CRM

4.1 Synergies Between Area Marketing and CRM

- Data-Driven Decision Making: Integrating CRM data with area marketing strategies enables businesses to make informed decisions based on regional customer insights. This combination allows for the development of more effective, localized marketing campaigns (Bolton & Drew, 1991).
- Personalization: CRM systems enhance the ability to deliver personalized marketing messages that align with regional preferences. Personalization leads to improved customer engagement and higher conversion rates (Neslin et al., 2006).

4.2 Case Studies and Practical Applications

- Case Studies: Research shows that companies leveraging CRM data for regional marketing can achieve significant improvements in market penetration and customer satisfaction. For example, companies like Starbucks and McDonald's use CRM insights to tailor local promotions and product offerings (Coviello, Brodie, & Munro, 1997).
- Practical Applications: Best practices for integrating area marketing with CRM include using CRM data to identify regional trends, customizing marketing messages based on local preferences, and tracking the performance of regional campaigns through CRM systems (Zablah, Bellenger, & Johnston, 2004).

4.3 Future Trends and Research Directions

- Emerging Trends: The rise of big data and advanced analytics is likely to enhance the integration of area marketing and CRM. Future research should focus on how emerging technologies can further personalize marketing efforts and improve regional targeting (Huang & Benyoucef, 2013).
- Research Gaps: There is a need for more empirical studies exploring the impact of CRM integration on area marketing effectiveness across different industries and regions. Research should also address the challenges associated with CRM system implementation and its influence on regional marketing strategies (Nielsen, 2014).

5. CONCLUSION

The literature indicates that integrating area marketing with CRM offers significant advantages, including enhanced targeting, personalized marketing, and improved customer engagement. However, challenges such as system implementation and data management need to be addressed. Future research should continue to explore the evolving role of technology in optimizing this integration and its impact on business performance.

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