Chapter 2

The Strategic Sport-Marketing Planning Process

Write-In/Short Answer

1) What does *SSMPP* stand for?

Answer: Strategic sport-marketing planning process.

2) What are the first four stages of SSMPP?

Answer: The first four stages of SSMPP are: 1. analyse external environment; 2. analyse organisation; 3. examine market research and marketing information systems; 4. determine marketing mission and objectives.

3) What is a *SWOT analysis*? Provide an example of how an organisation might implement one.

Answer: A SWOT analysis matches the strengths and weaknesses of an organisation with opportunities and threats within the industry. Provide an example of this.

4) What is the difference between a *goal* and an *objective*?

Answer: Goals refer to the broad 'key result areas' for an organisation, while objectives are more specific items that give the details necessary to achieve them.

5) What is meant by product diversification? Please provide an example.

Answer: Product diversification requires a firm to develop an entirely new product for the market. This can be achieved internally through a strong research and development function or via external acquisition of a new firm with a new range of product offerings.

Multiple Choice

- **6)** Which of the following is NOT one of Porter's (1985) five forces?
 - **A** The threat of substitute products
 - **B** The threat of new entrants
 - **C** The bargaining power of suppliers
 - **D** The threat of economic change
 - **E** The bargaining power of buyers

Answer: D The threat of economic change.

7) Which of these completes Ansoff's (1957) product/market expansion grid?

Existing products New products

Existing markets New markets

1	3 Product development
2 Market development	4 Diversification

- A Market research
- **B** Market penetration
- **C** Market segmentation
- **D** Market expansion
- **E** Market analysis

Answer: B Market penetration.

- 8) Which of these is an important part of Step 3 of SSMPP?
 - **A** Economic climate
 - **B** Analysing external information (forces, competition, publics)
 - **C** SWOT analysis
 - **D** Competitive advantage
 - **■** Management information systems (MIS)

Answer: E Management information systems (MIS).

- **9)** Complete the following sentence: 'Both the cost leadership and differentiation strategies aim to seek a competitive advantage in...'
 - **A** ...a broad range of markets.
 - **B** ...a narrow range of markets.
 - **C** ...typically profitable markets.
 - **D** ...niche markets.
 - **E** ...specific market segments.

Answer: A ...a broad range of markets.

- **10)** Premium pricing for reserved seating can be extracted when:
 - A demand increases
 - **B** demand decreases
 - **C** demand exceeds supply
 - **D** supply exceeds demand
 - **E** additional seating is provided

Answer: C demand exceeds supply.

Chapter 3

Sport Consumers

Write-In/Short Answer

1) Define *sport consumer behaviour*.

Answer: A process through which individuals select, purchase, use, and dispose of sport-related products and services.

2) What is the role of internal processing in the Psychological Continuum Model?

Answer: Internal processing represents the internal mechanism that controls movement between the four stages of awareness, attraction, attachment and allegiance.

3) What are the two forms of information search?

Answer: The two forms of information search are: 1. internal (recall of stored information/memory); 2. external (seeking out new information not previously stored in memory).

4) What are the SPEED Motives? Provide a brief explanation for each.

Answer: The SPEED Motives are: A. social interaction: the desire for sociability/chance to improve human relationships through external interactions; B. performance: the desire for aesthetic and physical pleasure; C. excitement: the desire for intellectual stimulation; D. esteem: the desire for competency; E. diversion: the desire for mental well-being/removing oneself from daily routine.

5) Describe some of the personal, psychological and environmental factors involved in a person's decision to attend a Gold Coast Suns match.

Answer: See explanation in textbook.

Multiple Choice

- **6)** Which of the following would best fit a Gold Coast Suns fan in the allegiance stage?
 - A Lam a Suns fan
 - **B** I am aware of the Suns
 - C I live for the Suns
 - **D** I like the Suns
 - **E** All of my time is spent following the Suns

Answer: C I live for the Suns.

7) Movement through the PCM stages always happens in one direction. True or false?

A True

B False

Answer: B False.

- **8)** At what stage of the PCM does a person place functional, emotional and symbolic meaning on the sport object?
 - **A** Awareness
 - **B** Attraction
 - **C** Attachment
 - **D** Allegiance
 - **E** At every stage

Answer: C Attachment.

- **9)** Motivation belongs in which stage of the sport consumer decision-making process?
 - **A** Inputs
 - **B** Cognitive processes
 - **C** Outputs
 - **D** Motivation is present in every stage
 - **E** The sport consumer decision-making model is not concerned with motivation

Answer: B Cognitive processes.

- **10)** Low-involvement purchases will be made with...
 - **A** ...prior experience of the product/service
 - **B** ...disastrous consequences
 - C ...a high level of evaluation
 - **D** ...more detailed information search
 - **■** ...limited evaluation

Answer: E ...limited evaluation.

Write-In/Short Answer

1) Define the term *marketing information system (MIS)*.

Answer: An ongoing, organised set of procedures and methods designed to generate, analyse, disseminate, store and later retrieve information for use in decision making.

2) Describe the five key aspects to a marketing mission statement.

Answer: The five key aspects to a marketing mission statement are: 1. acknowledging the business the organisation is in; 2. knowing the aspirational position; 3. being aware of the core competencies that are needed to guide the organisation towards that vision; 4. knowing which customers or target market will best assist in reaching that position; 5. understanding what the measurements of success are.

- 3) Describe three data-collection methods used within the market research process.
- **Answer:** The answer should provide three descriptions from these four options: surveys, focus groups, observation and experimentation.
- **4)** Explain what is meant by psychographic segmentation and provide an example of one such segment.

Answer: Based on the book, describe psychographic segmentation and provide an example.

5) What are the criteria for selecting a good target market? Detail the importance of each.

Answer: The criteria for selecting a good target market are: 1. market segments must be sustainable enough to justify consideration; 2. the size and attractiveness of market segments in terms of financial resources must be measurable; 3. organisations must have access to the segment and the resources to approach them; 4. segments must enable differentiation from other segments.

Multiple Choice

6) Please complete the following	sentence: 'Mullin, Hardy	and Sutton (2007) suggest
that segmentation is central to	an understanding of col	nsumers, as it recognises
differences in consumer behavior	r which directly inform _	,

- A detailed demographic information
- **B** purchase information
- **C** marketing strategies
- **D** accurate and timely information