The Marketing Institute

Diploma in Marketing - Stage 3

BUYER BEHAVIOUR

TUESDAY, AUGUST 19, 2003. TIME: 2.00 pm - 5.00 pm

Please attempt **FIVE** questions.

(If more than the specified number of questions are attempted, delete those you do not wish to have marked. Otherwise the Examiner will mark the **FIRST** five questions in your Answer Book).

All questions carry equal marks.

Do **NOT** repeat question in answer, but show clearly the number of the question attempted on the appropriate page of the Answer Book.

(Note: Marks are awarded for the relevant use of contemporary Irish examples of marketing practice)

- 1. "Central to the study of consumer behaviour is a focus on exchange processes". (Mowen and Minor).
 - (a) Identify the elements and dimensions of exchange processes.
 - (b) Show how an understanding of exchange elements and dimensions can assist marketers in making strategy decisions.
- 2. "BMP stands for 'beats per minute'. It is typical of the energy drinks market where names tend to convey power, strength and speed". (Susan Mitchell, Sunday Business Post Jan 26 2003).
 - (a) Briefly describe the field of study that analyses symbols and their meanings.
 - (b) Choose two current or recent Irish marketing campaigns to illustrate how the study of symbols and their meanings can be used to explain promotional strategy.
- 3. "Consumers gain their knowledge (about particular products or services) through the process of cognitive learning". (Mowen and Minor).
 - (a) Explain how cognitive learning occurs.
 - (b) What are the implications for marketing managers of the study of cognitive learning?

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- 4. "Consumers who look for additional health benefits from dairy products are known to marketers as the 'natural health' segment of the market". (Colin Ward, The Irish Times, February 7 2003)
 - (a) What approach to market segmentation is reflected in the above quotation?
 - (b) Show how such segments are researched.
 - (c) Explain how an understanding of this segmentation approach might be of benefit to a marketer.
- 5. "The concepts underlying multiattribute models of attitude formation can be applied to help change the beliefs, attitudes, and behaviours of a target". (Mowen and Minor).
 - (a) Identify the 'concepts underlying multiattribute models'.
 - (b) Show how marketers can use the above approach in attempting to change negative attitudes towards shopping on the internet.
- 6. "Studies have shown that children now influence their parents' choice of clothes, food, furniture, cars, computers, holidays, even houses". (Gill Swain, The Sunday Times, December 29 2002).
 - (a) Describe how family influence processes occur.
 - (b) Explain how marketers can respond to and utilise 'pester power'.
 - (c) Outline the ethical dimensions of marketers' relationship to children.
- 7. "Many marketers believe that traditional loyalty programmes, which involved collecting and redeeming rewards, do not appeal to the youth market, as they are laborious and time consuming". (Susan Mitchell, The Sunday Business Post, February 2 2003).
 - (a) Explain what is meant by 'consumer loyalty', referring in particular to the underlying theoretical explanations of the concept.
 - (b) To what extent can loyalty programmes, whether 'traditional' or based on 'easier' approaches such as SMS technology, generate and maintain consumer loyalty?
- 8. "Several factors influence a consumer's involvement level". (Mowen and Minor)
 - (a) Identify the types and dimensions of involvement.
 - (b) To what extent does level of consumer involvement affect how consumers react to marketing influences?