BRAND FUNDAMENTALS

BRAND ARCHITECTURE & EXTENSIONS

"A Brand is more than a logo or a tagline; it is a strategic endeavor"

Michelle Bonterre

BRAND ARCHITECTURE

How a single company structures its hierarchy of individual brands, subsidiary companies, products, and services under the main corporate umbrella or parent brand.

Types of Brand Architecture:

Monolithic Brand Architecture

This is characterized by a strong, single master brand. Customers make choices based on brand loyalty.

EXAMPLES:

Google + Google Maps, Google Classroom, Google Ads, Google Play, YouTube, Gmail, Google Drive

FedEx + FedEx Office, FedEx Express, FedEx Ground, FedExTrade Networks, FedEx Freight

Virgin + Virgin Mobile, Virgin Voyages, Virgin Racing, Virgin Active, Virgin Casino



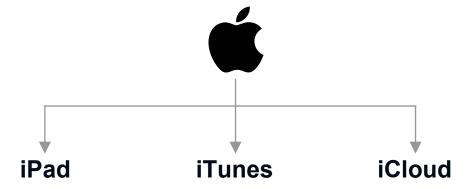
Notes:

Endorsed Brand Architecture

This is characterized by marketing synergy between the product or division and the parent. The product or division has a clearly defined market presence, and benefits from the association, endorsement, and visibility of the parent.

EXAMPLES:

iPad + Apple
Residence Inn + Marriott
Polo + Ralph Lauren
Oreo + Nabisco
Navy Seals + Navy
Kellogg + Corn Flakes
Honda + Accord



Pluralistic Brand Architecture

This structure is characterized by a series of well-known consumer brands. The names of the parent may be either invisible or inconsequential to the consumer.

EXAMPLES:

Gillette (P&G)
Godiva Chocolatier (Yildiz Holdings)
Hellmann's Mayonnaise (Unilever)
Kleenex (Kimberly Clark)
Elmers (Newell Brands)
Gerber (Nestle)



5 Be	enefits of Brand Architecture:	Notes:
4	Better Segment Your Audience	
1	Structuring a proper architecture within a brand and across all the brand's or products will allow the brand to target the individual customer needs.	
	All of the products or brands within an organization may not be intended for the exact same demographic. Therefore, creating a sub brand within a main parent brand strategy provides the benefit of marketing each or the individual offerings differently to various audiences.	
1	Reduce Marketing Costs	
	Building a brand architecture will allow a brand to run campaigns more efficiently. Plus, it creates opportunities to cross-promote between brands, making marketing more effective as well.	
	Articulate The Position and Message	
3	Developing structure to an organization is similar to performing a brand refresh because through this process you will gain more clarity into the brand.	
	As a business matures, a modular and intuitive brand architecture makes it easier to add brands, products or services for future growth.	
	Increase Customer Experience and Awareness	
4	Each of the sub brands or products will pull equity from the main parent brand, while providing the parent brand the power of diversification by highlighting the unique strengths of its distinct sub-brands.	
	Grow Brand Equity	
5	What all these benefits create is more brand equity for the brand and a strategic competitive advantage over the competition. Increasing a brand's equity will compound returns and solidify a brand as an industry authority.	

Brand Architecture Action Questions:	Notes:
What is the parent company name?	
What are some individual brands, subsidiary companies, products, or services that could be strutured into your new brand architecture?	
Which brand architecture is right for your business? Monolithic	
Endorsed Pluralistic	
What are the benefits of leveraging the name of your parent company?	
Does positioning each individual brand, subsidiary company, product, or service require that you distance it from your parent?	
Will co-branding confuse your customer?	
Should you change the name or build on existing equity from the parent brand?	
Should the parent company always be visible in a secondary position?	

BRAND EXTENSIONS

How a brand leverages existing equity to extend into new products, services, or market categories.

Types of Brand Extensions:

1

Line Extensions

Brand line extensions refer to the introduction of new products that are variations of an existing product line, often under the same brand name.

A great example of line extensions is Coca-Cola: Coca-Cola is a brand that has introduced several line extensions over the years, including Diet Coke, Coke Zero, and Coca-Cola Life.

These variations offer different flavor profiles or cater to specific dietary preferences, while still retaining the core brand identity.

2

Companion Product Extensions

Companion product extensions are products that complement or enhance the value of a core product, often from the same brand.

A great example of a companion brand extension is Keurig K-Cups: Keurig offers a range of coffee makers, but their K-Cups are a popular companion product extension that provide a wide range of coffee and tea options for users.

3

Prestige Extensions

Brand prestige extensions refer to the introduction of high-end products or services that are positioned as luxury or premium offerings, often under the same brand name.

A great example of prestige brand extensions is Mercedes Benz. Mercedes-Benz: Mercedes-Benz is a brand that has introduced several prestige extensions over the years, including the S-Class, Maybach, and AMG models.

These vehicles offer advanced features, bespoke design options, and high-performance engines, positioning them as luxury offerings for discerning customers.

Notes:



Lifestyle Extensions

These are extensions that offer services beyond a brand's product line that support their core values and image. A great example of lifestyle extensions is Lululemon.

Lululemon is a brand that has extended its product line to include athletic apparel and accessories, as well as wellness products such as yoga mats, foam rollers, and aromatherapy oils.

These lifestyle extensions align with the brand's values of health, wellness, and mindfulness, catering to customers who prioritize their physical and mental well-being.

7 Benefits to Creating Brand Extensions:

1: Increased Revenue

By introducing new products or services, companies can expand their revenue streams and increase their overall revenue.

2: Leverage Existing Brand Equity

Brand extensions can leverage the existing brand equity of an established brand and increase brand awareness and recognition.

3: Meet Changing Customer Needs

Brand extensions can help companies stay relevant by offering new products or services that meet changing customer needs and preferences.

4: Improved Customer Loyalty

Brand extensions can increase customer loyalty by offering new products or services that complement or enhance the existing brand experience.

5: Cost Savings

Brand extensions can reduce the cost of marketing and advertising by leveraging the existing brand identity and recognition.

6: Competitive Advantage

Brand extensions can provide a competitive advantage by offering unique products or services that differentiate the brand from competitors.

7: Opportunities For Growth

Brand extensions can create opportunities for growth by expanding into new markets or customer segments, allowing the brand to reach a broader audience.

Brand Extensions Action Questions:	Notes:
What are 3 possible LINE EXTENSIONS for your brand?:	
1	
2	
3	
What are 3 possible COMPANION PRODUCT EXTENSIONS for your brand?:	
1	
2	
3	
What are 3 possible PRESTIGE EXTENSIONS for your brand?:	
1	
2	
3	
What are 3 possible LIFESTYLE EXTENSIONS for your brand:	
1	
2	
3	
3.	

Big Ideas:	Notes:



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Let's Optimize and Accelerate Your Brand Growth Together!

To take your brand to the next level, I invite you to book a Brand Growth Strategy Call with me.

What to Expect:

Comprehensive Brand Evaluation:

I'll assess your current brand and business strategy.

Tailored Solutions:

Discover how a Brand Audit can benefit, optimize, and accelerate your business growth.

Expert Guidance:

Receive personalized advice and actionable steps to enhance your brand's performance.



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