Key Things to Understand About Your Customers

Aline O'Connor
SEMIs Marketing Module
July 2012

Can you be a successful company without understanding your customers?

Seed Enterprises Management Institute
University of Nairobi

Can you be a successful company without understanding your customers?

Apple Computers Seed Cell phone companies in Africa University of Nairobi

Exactly WHO is the customer for improved seed?

Seed Enterprises Management Institute
University of Nairobi

Exactly WHO is the customer for improved seed?

Government?

Global Organizations, e.g. FAO?

Seed Enterprise NGOs?

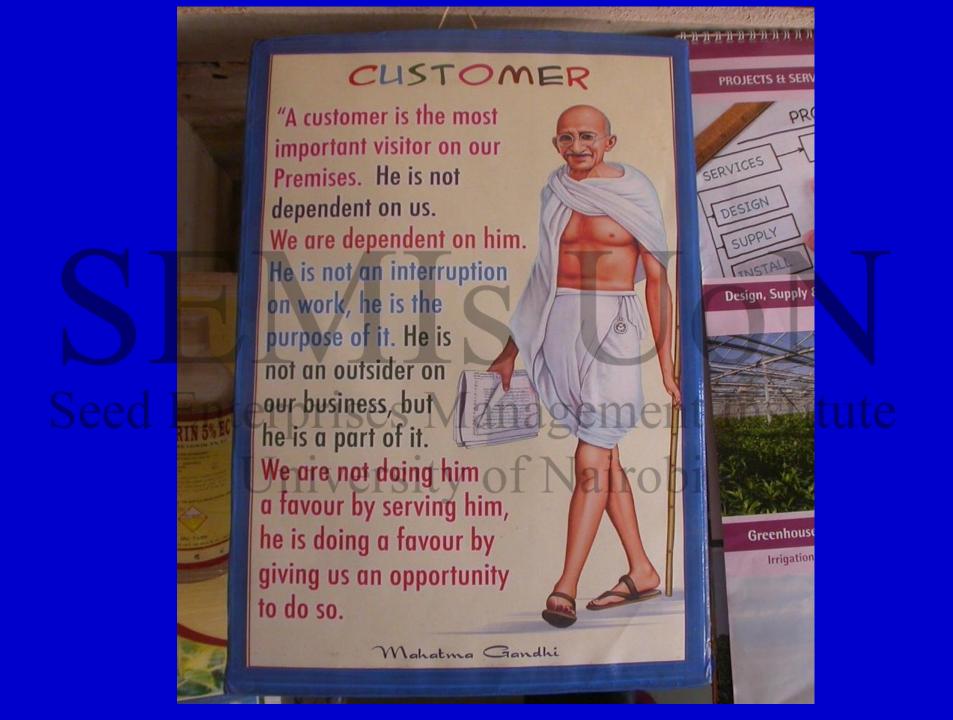
UnAgrodealers?bi

"Seed-Only" Dealers?

Farmers?

Estimated Usage of Improved Seed In SSA (excluding RSA)





1. TRUST

Trust is the <u>most critical element</u> of a farmer's relationship with a seed company.



2. CONVENIENCE

The convenience of making the purchase is a big factor for customers.

What determines convenience?

University of Nairobi

3. RELIABILITY

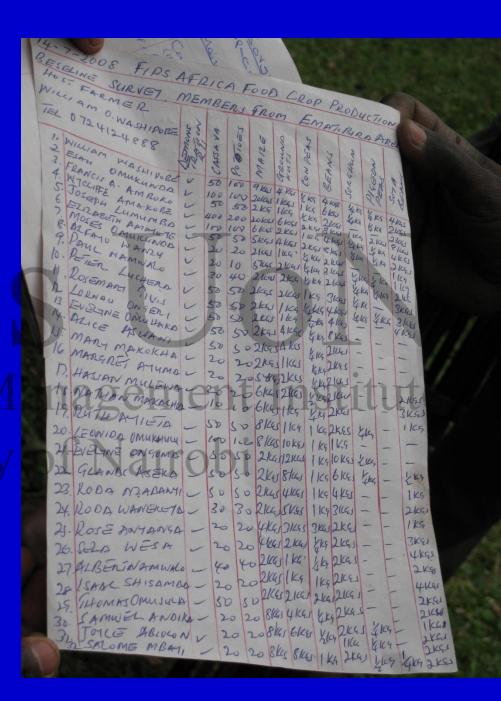
From season to season, customers want their supplier to be <u>reliable and consistent</u>. They will be loyal to those brands that become <u>reliable suppliers</u> of <u>high-quality</u> seed.

What do farmers do if they do not have a reliable source of supply?

How do NGOs fit into this picture?

4. FAIR DEAL

Customers want a fair deal. They do not want to feel like they are being overcharged, nor do they want to hear that another farmer got a better deal than they did.



5. PURCHASING PATTERN

Customers can be characterized by their purchasing patterns. For example:

- Do your customers want to buy all their seed at once, in one large package?
- Or do they prefer to make several smaller purchases?
- How will they transport the seed, and how does your packaging size relate to this?

6. FARMERS ARE VISUAL!

Farmers are extremely VISUAL! Your marketing efforts will improve significantly if you always add strong visual elements to any interaction you have with farmers. (See tool #20, the Value of Visual References.)



7. APPRECIATION

Appreciation is the forgotten element in most customer relationships. Customers have choices, so good companies <u>demonstrate their appreciation</u> to loyal customers, especially if they are satisfied and spread good news about your company. Don't take them for granted!

8. EDUCATION

You are the seed expert. Your customers both need and expect good education from you. Whether it is a talk at a field day or thoughtful instructions on your bag, education is important to your customers.



9. CONSERVATIVE NATURE

Farmers are <u>conservative risk managers</u>. They will probably want to see your product perform for at least one season and possibly two before trying it for themselves. Keep this in mind in setting up both your demos and your expansion plans.

Seed



10. WORD OF MOUTH

If a farmer has a good experience with your seed, most likely he or she will tell approximately 10 people. But if that same farmer has a <u>bad</u> experience with your seed, he or she will likely tell 50 people! This is just human nature, but it is a great incentive to pay attention to quality.





11. SMART!

Farmers make smart decisions!

The more successful you are at looking at the seed purchasing decision through their eyes, the more you will be able to understand how to educate them and market to them.

Let's Get Practical!

- How do you come to understand your customers?
 - Market Analysis?
 - Formal Data Surveys?
 - What Your Family Tells You?
 - -Anecdotes?
 - Staying Close To Your Customer?

Let's Get Practical!

Given what you now understand about customers, what kind of company do you want to be? What actions must you take?

Trustworthy?

Reliable and consistent?

Understanding?

Visual?

"Opportunities are usually disguised as hard work, so most people don't recognize them."

Seed Enterprises Management Institute
University of Ann Landers