# MANAGEMENT PROGRAMME (MP)

## Term-End Examination June, 2023

### MMPM-005: MARKETING OF SERVICES

Time: 3 Hours Maximum Marks: 100

(Weightage: 70%)

Note: (i) Answer any three questions from Section A.

- (ii) Section B is compulsory.
- (iii) All questions carry equal marks.

### Section-A

- Why do consumers of services perceive higher levels of risk associated with their purchases?
   Discuss with the help of examples.
- 2. (a) What are basic differences between pricing of goods and services?
  - (b) Does characteristics of services influence their pricing? Discuss, taking each characteristic, one by one. 10

- 3. Why do consumers switch service providers? What can you do as a marketer to prevent the customers from switching? Explain by taking an example.
- 4. Write short notes on any two of the following:

 $2 \times 10 = 20$ 

- (a) Cycle of failure
- (b) Quasi retailing
- (c) Customer relationship management
- (d) *Five* dimensions of service quality

#### Section-B

The ultimate goal of service marketing is to 5. drive customer from awareness to advocacy. In general, there are three main sources of influence marketers can use to do so. A customer's decision are usually influenced by a combination of their own influence, others' influence, and outer influence. The outer influence comes from external sources. It is initiated by brands through purposely advertising and other marketing. It may also come from other customer interfaces such as sales force and customer service staff. Similarly, others' influence also comes from the external environment. Typically, it comes from a close circle of friends and family as word of

mouth. Others' influence can also come from a broader but independent community to which customers belong. Among many segments, the youth, women, and netizens (YWN) are the most influential. Despite a brand's effort, it is essentially difficult to manage and control the outcome of others' influence. The only way for a brand to do so is through community marketing. Companies cannot directly control the conversation within the community, but they may facilitate discussion with the help of loval customers. On the other hand, own influence comes from within oneself. It is a result of past experience and interaction with brands. personal judgment several evaluation of the brands, and finally individual preference toward the chosen brand(s).

- (a) Why are social media such as YouTube, and blogs so important in the marketing of services?
- (b) What are some of the challenges in service communications and how do you overcome them?