

# **PHILIPS**

Consumer lifestyle

#### **Consumer Care Book Air Humidifier Lotus**

**Basic** Regular Premium

HU4901 HU4902 HU4903

Approved by:

Author:

Date: AKB:

John Li Dec-09-2011 CCB-WA-001

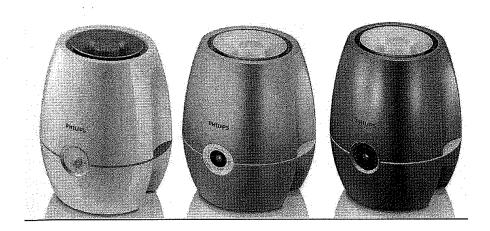
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Version:

CMM: Jun Yu

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2.11. 12. 20 Date:





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Basic HU4901 Regular HU4902 Premium HU4903

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### **Product Introduction**

#### **VPH**

VPH Air humidifier (Lotus low end)

### sense and simplicity

1. Target	2. Consumer Insight	3. Competitive Environment			
Families with children (75%) worried about health implications of breathing dry air Communication focused on: female 25-45 yrs aged Wanting to improve indoor air Q (70%) Income mid to high (above 50k RMB/yr) Living in urban area	Maintaining a healthy life for my family is important for me, but often the air in the house is dry causing skin allergy, a sore throat or an itchy nose. To increase the humidity level, I have a humidifier. However, it is difficult to clean the whole device properly as I can not remove the white dust from the water tank and I can not clean the internal parts to make it germ-free. As a result, I am concerned about the germs and white dust that can be spread into the air. I wish there was a solution that could give me the confidence that the humidified air is really healthy.	Leading (regional) brands offering both air purification and humidification like:  -Yadu: market leader in humidification (+60% MS)  -Midea: Nr 2 in humidification (+32% MS, vol)  Majority of technology used is ultrasonic evaporation (86%) with an average NNP price point of 14 Euro (sept 2010 YTD) with prices erode fast, 10% down vs last year. Evaporation humidification (13% MS) has an average NNP of 56 Euro, up 7% from last year.			
4. Benefits	5. Reasons to Believe	6. Discriminator			
Only a Philips humidifier guarantees healthy humidification	Prevents white dust and bacteria spreading n yourroom by cold evaporation technology     With easy cleaning concept design for easily and properly cleaning of the water tank and the internal parts. New added RTB.     Has a HealthyAirProtect Alert, which will warn you when the water tank is empty or misplaced to keep optimal performance.	Only Philips guarantees a healthy humidification			
Brand positioning: Healthy air guaranteed					
Designed around you: -Insight validated with 450 target audiences in China with promising result: - Purchase interest (unpriced): upper tertile - Purchase intent at low price side (349): top 20 - Uniqueness: above average - Need fulfillment: Top 20	Easy to Experience: Product validated with 75 target consumers in Home Placement Test. Target for all below criteria is >=4 (5-point scale): - Users are satisfied with the out of the box experience and installation - Users are satisfied with the way being alerted when it is time to clean the device Users are happy about the cleaning method suggested	Advanced: Product validated with 75 target consumers in Home Placement Test. Target for all below criteria is ≻=4 (5-point scale): - Users are satisfied with auto air control system - Users are satisfied with air humidity after humidification			



## VPH Air humidifier (Lotus Mid/high end)

#### sense and simplicity

1. Target	2. Consumer Insight	3. Competitive Environment			
Families with children (75%) worried about health implications of breathing dry air Communication focused on: female 25-45 yrs aged Wanting to improve indoor air Q (70%) Income midto high (above 50k RMB/yr) Living in urban area	Maintaining a healthy life for my family is important for me, but often the air in the house is dry causing skin allergy, a sore throat or an itchy nose. To increase the humidity level, I have a humidifier. However, it is difficult to clean the whole device properly as I can not remove the white dust from the water tank and I can not clean the internal parts to make it germ-free. As a result, I am concerned about the germs and white dust that can be spread into the air. I wish there was a solution that could give me the confidence that the humidified air is really healthy.	Leading (regional) brands offering both air purification and humidification like: -Yadu: market leader in humidification (+60% MS) -Midea: Nr 2 in humidification (+32% MS, vol)  Majority of technology used is ultrasonic evaporation (86%) with an average NNP price point of 14 Euro (sept 2010 YTD) with prices erode fast, 10% down vs last year. Evaporation humidification (13% MS) has an average NNP of 56 Euro, up 7% from last year.			
4. Benefits	5. Reasons to Believe	6. Discriminator			
Only a Philips humidifier guarantees healthy humidification	Effectively filters bacteria out of the water so that they don't get spread into the air     Prevents white dust in your room by cold evaporation technology     Optimizes the humidity level, using a Smarthumidity Control, that measures and moistens the air until the right level and automatically shuts off when it gets too humid     Has a HealthyAirProtect Alert, which will warn you when the humidity filter and water tank must be updated to keep optimal performance.     With easy cleaning concept design for easily and properly cleaning of the water tank and the internal parts. New added RTB.	Only Philips guarantees a healthy humidification			
Brand positioning: Healthy air guaranteed					
Designed around you: Insight validated with 450 target audiences in China with promising result: - Purchase interest (unpriced): upper tertile - Purchase intent at high price side(999): above average - Uniqueness: above average - Need fulfillment: Top 20	Easy to Experience: Product validated with 75 target consumers in Home Placement Test. Target for all below criteria is >=4 (5-point scale): - Users are satisfied with the out of the box experience and installation - Users are satisfied with the way being alerted when it is time to clean the device - Users are happy about the cleaning method suggested - Air humidity feedback is clear and sufficient.	Advanced: Product validated with 75 target consumers in Home Placement Test. Target for all below criteria is >=4 (5-point scale): - Users are satisfied with auto air control system - Users are satisfied with air humidity after humidification			

#### Consumer care focus

For this product we carry out the standard consumer care package +

- 1) Choose:
  - a) Clear functional description product
  - b) FAQs
- 2) Buy: FAQs
- 3) Setup: Quick start guide
- 4) Use:
  - a) What and how to refill water/humidity setting. (DFU/recipe book inbox/online)
  - b) Consumer Feedback loop. (Call center/Web)
- 5) Maintain/repair: service manual
- 6) Replace: Quick start guide





#### **CRM** strategy:

Integration CRM (compelling reason for registration, in box communication, follow up upon registration)

### Sales introduction and IPD milestone planning

Pagion	Sales Volume ( k ) Month of				
Region	introduction	2012	2013	2014	2015
China	Nov-11	6.345	18.199	43.142	34.389



### Warranty and service policy

- 2 Years warranty
- Carry in, repair by component swap.

### **Accessories & Consumer Replaceable Parts**

Accessories	Consumer Replaceable Part	Commercial Accessory
Humidifier filter HU4101	Y	Y
Anti bacterial filter HU4111	Y	Y



### Consumer touch points for consumer care

China

In-box

Web (.com / .care)

Call Center

• Service Centers

## CoNQ prediction & cost driver assumption

CoNQ as % of sales: 0.81%

FCR: 2.9%

**CPI**: 17.38 EUR

Call center cost as % of sales: 0.09%

### Consumer care package

Item	Detail	Applicability	Availability timing	Owner	Cost (T.I.C) / Marcom budget
	In-box				
	User Manual	Y	PV (text) IR (final)	PRC/CMM	
	Quick Start Guide	Y	IR	PRC/CMM	
	Warranty card	Y	IR	CMM	
	Web	<u>.                                      </u>			
	Leaflet and Photo's	Y	CR	CMM	
	Technical info on leaflet (size, dimensions, weight etc.)	Y	CR	CMM	
	Accessory information linked to CTN's / online	Y	CR	CMM	
	Pre-purchase FAQ's	Y	CR	CC	
	Post-purchase FAQ's	Υ	CR	CC	
	Call Center	<u>.                                      </u>			
	Training package - technical and soft skills	Y	IR	CC	\
	Training execution (on site)	Y	CR	CC	\
	Commercial Product samples	Y	IR	CC	\
	Call center Feedback	Y	CR	CC	\
	Service Centers				
	Service Manual	Y	CR - 2WK	CC	



Service Bill of Material, incl. spare parts Purchasing Master data	Y	CR - 2WK	CC	
Training package diagnostics & repair	Y	CR	CC	

## Consumer experience feedback loop

Consumer feedback program (Call center/Web forums)