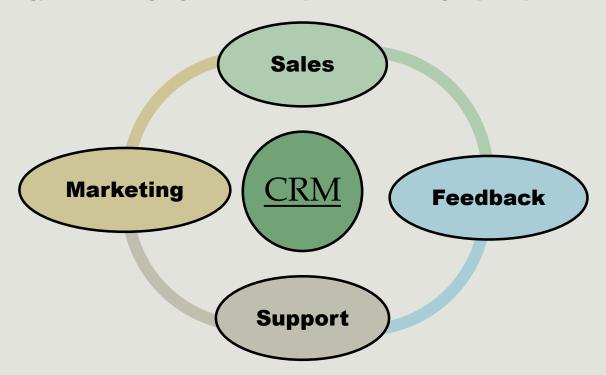
# RELATIONSHIP MANAGEMENT (E- CRM) & SUPPLY CHAIN MANAGEMENT (SCM)

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## DEFINITION OF CUSTOMER RELATIONSHIP MANAGEMENT

When an organization interacts with its customers, they maintain certain protocols, principles, procedures, policies rules & guidelines. It serves as the customer enhancement strategy. Therefore Customer Relationship Management (CRM) refers to the strategy for managing relationship with existing & prospective customers.



# Concept of Electronic Customer Relationship Management

■ Electronic customer Relationship management (E – CRM) is the focused application of technologies & automated customer Relationship management .It can be defined as managing online customer relations, building long – term customer relationship, reducing customer service cost by responding to the needs & wants of customer through the Internet. It is not only acquiring customers but also retaining them. So it is more than e – commerce.

**Technology** 

**Organizatio** 

## Features of Electronic Customer Relationship Management

1. Assessing Customer actions

2. Integrated Database

3. Automted Campaigns

4. Decreasing cost & Increasing revenue

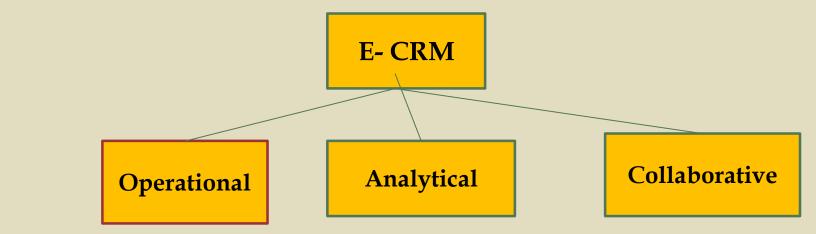
5. Information Risk

## Phases of Electronic Customer Relationship Management (E- CRM)



- **1.Customer Acquisition** In the First Phase Companies adopt various strategies & tactics to attract new visions on their website. The visitors to the site are turned into Customers by advertisement support, operating web catalogue, charging minimum fee for services etc.
- **2. Customer Retention** Retaining existing customers is the next phase of E- CRM. In the Present day context, leading companies focus on retention of existing customers much more than on attracting new customers.
- **3.Customewr Extension** The third Phase of E- CRM includes activities intended to
- draw out the length of typical customer relationship, enabling greater revenue. A Simple perspective is that satisfying a customer during one buying experience increases. The likelihood of a follow up visit

### Types of E- CRM

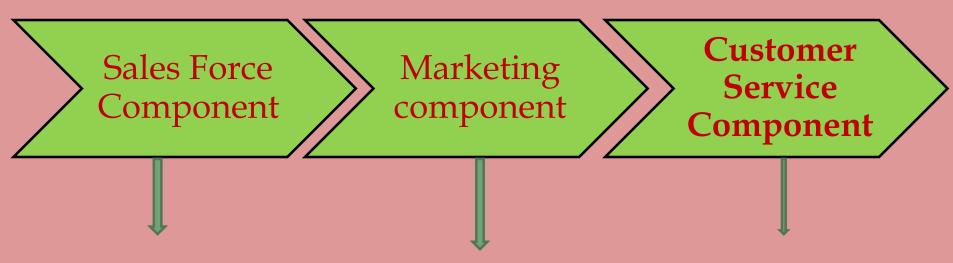


<u>Operational CRM</u> - Based on customer - oriented processes such as selling, marketing & customer service.

<u>Analytical CRM</u> - Based on the intelligent mining of the customer data & using it tactically for future strategies

<u>Collaborative CRM - Based on application of technology across organization</u> boundaries with a view to optimize the organization & customers

## Functional Component of E- CRM



Sales force component
Helps an organization to
automate Sales Process.
Main purpose of sales
Component is to set standard
Within organization to
acquire
New customers & deal with
Existing customers

Marketing component Is to find out the best Way to offer products & Approach potential customers. Customer service Component enables business to retain customers by providing best quality of service & building strong relationship.

## Strategies for E- CRM Solution

#### **Stage 1- Product oriented Strategy**

[Here the focus is given on the products . this strategy is mandatory for start –ups.]

#### **Stage 2- Production oriented Strategy**

[ At this stage the business aims at low – priced product. Considering cost drivers, operating costs are to be maintained]

#### **Stage 3- Sale oriented Strategy**

[ Here the focus is given on different promotional strategies such as advertising, public relations, etc. to stimulate sales.]

#### **Stage 4- Customer oriented Strategy**

[At this stage focus is given on collecting information about the customers for customer enhancement & retention.]

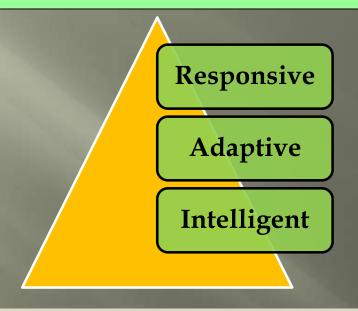
## **SUPPLY CHAIN MANAGEMENT**

■ Supply Chain management is the management of the flow of goods & services & includes all processes that transform raw materials into final products. It involves the active streamlining of business's supply- side activities to maximize customer value & gain a competitive advantage in the marketplace.

## Features of Supply chain Management

- Delivering products on time
- Support to the Inventory Management
- Support to Warehouse Management
- Maintenance of flow of finance in supply chain.
- Maintenance of flow of information in supply chain

## **Types of Supply Chain**



- 1. Responsive Supply Chain A Responsive supply chain is the one that is sensitive to meeting customer requirements.
- **2. Adaptive Supply Chain-** It develops new viewpoints on the SCM goal paradigm, problem semantics & decision making support
- <u>3.Intelligent Supply Chain</u> It connects people with processes & things to enable visibility, communication, planning,, stimulation & execution.