

Toyota Motor Corporation

A Market Analysis

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The Businesses of Toyota

Automotive

- Passenger Cars, SUVs, LT Trucks, LCV Trucks and Commercial Vehicles
- Non–Automotive
 - Housing, Financial Services, e-Toyota Business, Marine, Biotechnology & Afforestation and New Business Enterprises

2010 Sales

- Automotive: 89%
- Financial Services: 6%
- Other: 5%

Toyota's Current Situation

- Key Competitors
 - Ford Motor, General Motors, Honda, Volkswagen
- Financial Status
 - Market Share (1998): 11.07%
 - Market Share (2010): 12.43%
- 2010 Unit Sales
 - Asia: 43%
 - North America: 29%
 - Europe: 12%
 - Other Regions: 16%

SWOT Analysis

Strengths

- Better quality, lower price
- Innovator in R&D
- Leader in environmental technologies

Opportunities

- Increased sales in Asian market
- Tax breaks for corporate hybrid vehicles

• Weaknesses

- Diminished brand reputation
- PR damages

> Threats

- Competition (VW)
- Supply-chain problems due to natural disaster
- Future cost of "going green"

Favorable Conditions & Issues

Stable market conditions

- Producing more hybrids
- Producing high quality cars at a low price
- Currently keeping production costs low
- Investing heavily in research and design

Issues

- Production costs may increase with outside demands
- Company is facing stronger competition than ever before

Executive Summary

- Main competitor this year will be Volkswagen
 - But...
 - Toyota has shown consistency
 - Volkswagen has had very little consistency
 - Company maintains high quality at a good value
 - Looking at increased demand
 - Investing in research and design for the future

Therefore...

• We conclude that Toyota's reputation for stability and quality will lead us to hold market share.