#### Audi company





# THE HISTORY OF THE COMPANY

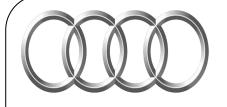
- 1909-German engineer August Horch founded the company in Cologne on the 14-th of November of that year. It was called Audi Automobilwerke back then
- 1932-The company merged with Horch, DKW and Wanderer. The Audi symbol is four ceiling rings that reflect the four manufacturers of Auto Union
- 1980-A revolution for Audi. The company releases an all-wheel-drive (quattro) sports, The Audi Quattro. It was faster than Ferrari, Porsche and Lamborghini at the time
- 1985 The Company was renamed to Audi AG and moved company headquarters to Ingolstadt
- 2015 Audi sees fifth consecutive year of increasing deliveries. Sales increase by 10.5% from 2013

#### Mission

"Vorsprung durch Technik"-Innovation through







# The description of the company

Parent Company	Audi (Volkswagen Group)
Category	Super mini, SUV, Sedan, Sports Car
Sector	Automobiles
Tagline/ Slogan	Advancement through technology;
USP	Wide range of luxurious and comfortable cars delivering excellent engine performance

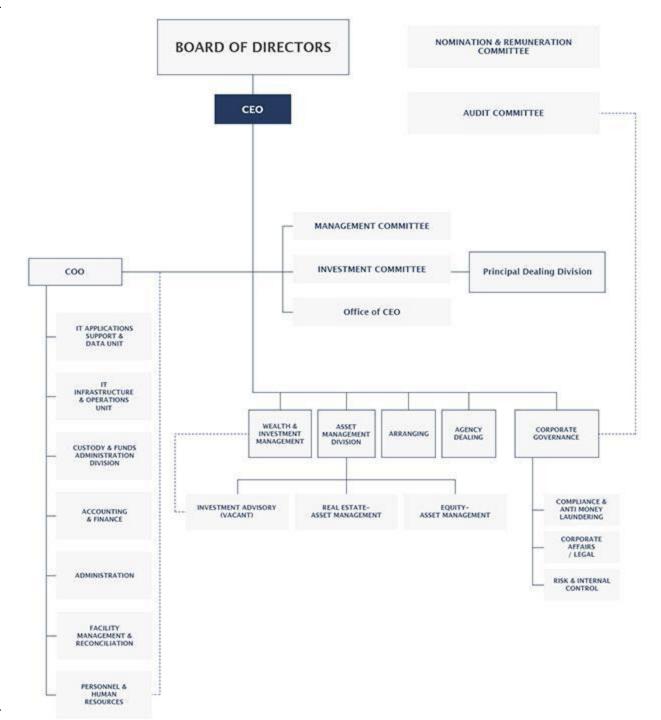


### Audi STP

Segment	Affluent customers seeking luxury, comfort and excellent driving experience
Target Group	Targeted towards professionals and executives as well as rich families
Positioning	Audi is positioned as a company which continuously progresses by using innovative technology and provides superior luxury and better driving experience



#### Structure





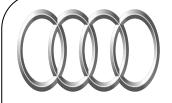
#### PRODUCT PORTFOLIO



#### Brands

- 1. Audi A1
- 3. <u>Audi A4</u>
- 5. <u>Audi A6</u>
- 7. <u>Audi A8</u>
- 9. <u>Audi Q5</u>
- 11. Audi R8

- 2. <u>Audi A3</u>
- 4. <u>Audi A5</u>
- 6. <u>Audi A7</u>
- 8. <u>Audi Q3</u>
- 10. Audi Q7
- 12. Audi TT



#### **SWOT** Analysis

- Available in both petrol and diesel variants with a huge product portfolio
- Wide range of cars to choose from starting from Hatchback to Luxury SUVs
- Cars are equipped with superior features like parking sensors, LED illuminated interiors, Air bags, traction control and much more
- Elegant styling of both interiors & exteriors make its a standout car brand
- Latest technology like Quattro and FSI provide refined and efficient engine performance
- Well established brand which helps in the brand recall
- Has over 80,000 employees worldwide
- The brand has been involved in motorsport and sponsorship of many sporting and premium events



#### Financial reports

Financial reports as of 2016:

**Audi cars sold: 1 867 738** 

Revenue: 59 317 (Euro million)

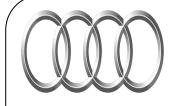
Profit after tax: 2 066 (Euro million)

Operating profit: 3 052 (Euro million)

Cash flow from operating activities: 7 517 (Euro million)

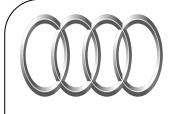
Net cash flow: 2 094 (Euro million)





# The problems of the company

- 1. High maintenance & handling cost of Audi cars compared to a few competitors. Cars are expensive
- 2. Increasing fuel costs can reduce sale of Audi cars
- 3. Product innovations and engineering by competitors
- 4. Limitations due to government policies in entering foreign markets. The company needs to build a good relationship with its foreign customers



## Possible opportunities and solutions

- 1. Expansion of product portfolio by entering into low cost cars can be thought of by Audi
- 2. Increasing manufacturing capability to meet increasing demand generated through advertising
- 3. Considering changing some machine components to low-cost ones like rims on Audi models
- 4. Applying environmentally friendly technologies as a long-term perspective

# Thank you for your attention!