Restoring Lost Trust: How Coca-Cola Managed Reputational Losses

LIDMA



In May 5th 2023, a mural depicting a snow leopard in Almaty was covered with an advertisement by the Coca-Cola Company, causing negative reaction among the city's residents. This incident drew public attention and became the basis for widespread social media hate and negative comments in the media.

Social Listening Overview





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Period: May 10 – May 24

Total Buzz: 3 406 mentions

<u>Sentiment:</u> <u>Positive</u> – 147 (4,32%) <u>Neutral</u> – 1 904 (55,90%) <u>Negative</u> – 1 355 (39,78%)

Source:

facebook.com – 2 760 (81,03%) vk.com – 198 (5,81%) instagram.com – 163 (4,79%) youtube.com – 45 (1,32%) smi24.kz – 43 (1,26%) twitter.com – 34 (1,00%) tiktok.com – 23 (0,68%) mail.kz – 12 (0,35%) telegram.me – 9 (0,26%) inform.kz – 6 (0,12%) kt.kz - 6 (0,18%) adyrna.kz – 6 (0,18%) forbes.kz - 5 (0,15%) shafaqna.com – 5 (0,15%)



Communication on Mural Accident

Next Steps and Conclusions:



Next Steps

Taking responsibility:

Coca-Cola immediately admitted its mistake and admitted that repainting of the existing mural was the wrong action. Coke expressed regret about the situation and understanding of the discontent of residents.

Active interaction in social media:

Coca-Cola used official social media accounts to actively interact with the public. Every negative comment was responded, expressed understanding and willingness to correct the situation.

Restoration of the Mural:

Coca-Cola has decided to restore the famous mural with the image of a snow leopard and return it to the residents of Almaty. This decision was announced in an official statement.

How to manage Reputational Losses

Conclusions:

- <u>Ouick response:</u> Coca-Cola has demonstrated the importance of responding quickly to crisis situations. Brand did not delay admitting mistakes and accepting responsibility, which helped avoid even more negative impact on the brand.
- 2. <u>Emotional interaction:</u> Coca-Cola used emotional interaction with the public, allowing people to express their discontent and anger. Responses to comments on social networks and the restoration of the mural helped to restore trust and strengthen communication with the residents of the city.
- 3. Maintain 5 criteria for the correct answer:
- seriousness of intentions
- openness and detailed information demonstration of competence and expertise
- empathy and personal appeal to clients
- apologies

Step

Step

2

Step

3

Lessons:



	Expandi ng feedbac k process es	• Build a system to receive feedback from various stakeholders, including customers, the public and internal employees. This can be done through social networks, surveys, focus groups or other means of communication.	• Analyzing and considering the feedback received during the decision-making process for marketing and advertising campaigns is crucial. It is important to pay special attention to both positive and negative reactions to avoid potential conflicts or negative effects.	• Ensure that all decisions related to advertising and marketing undergo a thorough process of review and approval, encompassing crucial aspects such as alignment with company values and respect for the community.
To prevent the recurrence of such	Awareness raising and training	• Ensure employee training and awareness regarding the significance and impact of advertising and marketing on society. Pay attention to ethical and social aspects, as well as the unique cultural and historical values of local communities.	• Organize training programs, seminars, or internal resources to develop skills and awareness in communication and community engagement.	
situations, it is necessary to take the following measures:	Cooperat ion with the public	• It is important to establish and maintain an open and trusting dialogue with the community. This can be achieved through active presence on social media, organizing local events, or participating in charitable projects.	 Involve the community in the process of creating and developing marketing campaigns to ensure alignment with their expectations and preferences. 	
CONFIDENTIAL INTERNAL USE	Careful plannin g and risk analysi s	 Before launching an advertising or marketing campaign, conduct a detailed analysis of potential risks and negative consequences. 	• Pay attention to potentially sensitive aspects, such as cultural symbolism, historical significance, or importance to the local community, and ensure that they are considered in the planning and execution of the campaign.	





https://www.facebook.com/permalink.php?story_fbid=pfbid0pKqRtgLhRizbVfw1rL67tR9z6Vva1CMFDbZvxtUA5iVDcM7a kiHY9uziTEvbcrKzl&id=100017324767609

Backup

Shymkent, Ryskulov - Baiterekov



Painter on wall: Yerzhan Tanayev https://www.instagram.com/tanai_tigrohaud реи свой ри Ырғаққа ең жақсысын танда

Author of visual: Zhanar <u>https://www.instagram.com/suretwi</u> <u>http://Suretwi.kz</u> Astana, Zhenis ave, Agrarian University





Painter on wall: Yerzhan Tanayev https://www.instagram.com/tanai_tigrohaud Author of visual: Ruslan https://www.instagram.com/riz_trayzz

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Almaty, Abylai Khan – Zhibek Zholy



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