

Marketing Information System (MIS)

Meaning and Definition

A Marketing Information System (MIS) is a structured and continuous system designed to collect, analyze, store, and distribute relevant, accurate, and timely marketing information to managers for effective decision-making. It provides marketing managers with the information required to plan, implement, and control marketing activities such as product development, pricing, promotion, and distribution.

According to Philip Kotler, “*A Marketing Information System consists of people, equipment, and procedures to gather, sort, analyze, evaluate, and distribute needed, timely, and accurate information to marketing decision makers.*”

Concept of Marketing Information System

The basic concept of MIS is that marketing decisions should not be based on intuition or guesswork but on systematic and reliable information. MIS acts as a link between the marketing environment and marketing management by continuously monitoring market trends, customer needs, competitor actions, and internal performance of the organization.

A Marketing Information System is a continuous and future-oriented process. It not only supplies past data but also helps in forecasting future market conditions. By reducing uncertainty, MIS improves the quality of marketing decisions.

Components of Marketing Information System

1. Internal Records System

This system provides information from within the organization, such as sales reports, invoices, stock records, production data, and financial statements. It helps managers evaluate current performance and trends.

2. Marketing Intelligence System

Marketing intelligence refers to the day-to-day collection of information about developments in the external marketing environment. It includes data about competitors, market conditions, government policies, technological changes, and consumer behavior.

3. Marketing Research System

This system involves systematic investigation and analysis of specific marketing problems. It includes conducting surveys, interviews, observations, and experiments to gather primary data for decision-making.

4. Marketing Decision Support System (MDSS)

This component uses analytical tools, models, and software to help managers analyze data and make better decisions. It includes statistical techniques, forecasting models, and computer-based simulations.

Importance of Marketing Information System

- Helps in understanding customer needs and preferences
- Assists in market planning and strategy formulation
- Improves forecasting and reduces business risk
- Aids in evaluating marketing performance
- Supports effective coordination and control of marketing activities
- Enhances competitive advantage

Marketing Information System (MIS) is an essential tool for modern marketing management. It provides accurate and timely information required for effective planning, decision-making, and control. In a highly competitive and dynamic business environment, a well-designed MIS enables organizations to respond quickly to market changes and achieve long-term success.