### Analysis on The Body Shop's Competitive Advantage, Challenges and Future Prospect in Cosmetic Industry

#### **THESIS**

Presented as Partial Fulfilment of the Requirements
for the Degree of Sarjana Manajemen (S1)
in International Business Management Program
Faculty of Business and Economics Universitas Atma Jaya Yogyakarta



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#### **Thesis**

#### Analysis on The Body Shop's Competitive Advantage, Challenges and Future Prospect in Cosmetic Industry



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#### STATEMENT OF THESIS AUTHENTICITY

I, the author of this thesis, entitled:

## ANALYSIS ON THE BODY SHOP'S COMPETITIVE ADVANTAGE, CHALLENGES AND FUTURE PROSPECT IN COSMETIC INDUSTRY

is my own writing. The part of my writing does consist others writing that I have citied and mentioned in references. I would like to take full responsibility of losing my degree that has been given by Universitas Atma Jaya Yogyakarta, if I have done plagiarism on this research.

Northampton, 22 April 2021

Writer,

Ni Kadek Intan Ayunda P D

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### ANALYSIS ON THE BODY SHOP'S COMPETITIVE ADVANTAGE, CHALLENGES AND FUTURE PROSPECT IN COSMETIC INDUSTRY

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#### Abstract

The Body Shop is arguably one of the greatest sustainable beauty retailer. The company provides strong long-term competitive advantages that distinguish it from other competitors. In this thesis, VRIO analysis is used to analyse the internal factors of The Body Shop's competitive advantage by measuring the capabilities and resources owned by the company. On the other hand, the external factors will be analysed using Porter's 5 Forces by analysing the forces that shape competition within industry in order to create suitable strategies in the market environment. In terms of CSR, The Body Shop has been successfully generated many positive social impacts since 1986 that will be analysed using a theoretical framework called Carroll's Pyramid. This thesis will also provide advices for The Body Shop in order to enhance its business and to reach future prospects by implementing Ansoff Matrix into its business strategy.

**Keywords:** The Body Shop, VRIO analysis, Porter's 5 Forces, Carroll's Pyramid, Ansoff Matrix.