# **Meta Education**

Presented by: Ava Trumm, Brady Cosgriff, Dylan Wirth, and Ian Burdick

+

O

## Background

Meta owns the majority of the VR Industry

Currently, Virtual Learning isn't Engaging

An opportunity to diversify Meta

## Overview of Industry

The Learning
Management System
Industry has few
competitors

Global Learning Management System market is estimated to be worth 20.33 billion. Meta can penetrate a strong market with Product Differentiation

## **Products**

Meta Quest 2



Purchase: \$249

Rent: \$24.99 monthly

Meta Quest 3



Purchase: \$499

Rent: \$29.99 Monthly

# **Competing Headsets**

Valve Index



• Cost: \$999

• HTC Vive

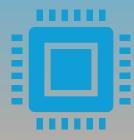


• Cost: \$1399

## Competitive Analysis







Meta Education would be the first of its kind using VR.

Meta already has a VR division for virtual workplace meetings.

Google (large competitor) decided to drop their education VR service.

# SWOT

Strengths	Weakness
Technology In K-12 Schools	Privacy Concerns
Household Name of Meta	Substantial Revenue Loss
Opportunities	Threats
State Funding For Education	Large Competitors
Fresh Market	Sociocultural Lifestyle Changes

## PESTLE Analysis



P: Foreign Government Stability



E: Median Consumer Incomes



S: Pursuit of Healthier Lifestyle



T: Technological Advancements In Education



L: Legal Disputes At The Corporate Level



E: Sustainable Service and Operations

# **Growth Strategy**

# **Market Penetration**

Product Development

Market Development

## Price

\$600 million for exam preparation

\$249.99 initial payment for VR headset

\$29.99
monthly
subscription
for
education
service

\$2.1 billion
for
private
tutoring

## Promotion



Using Ads Online



Talking Directly
To Schools



Working With The Media



Sending Targeted Messages



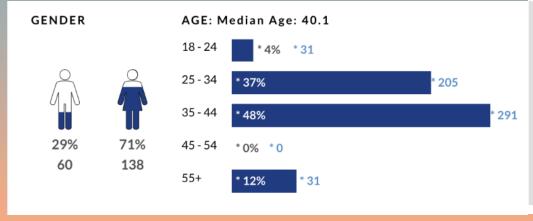
Offering Special Deals

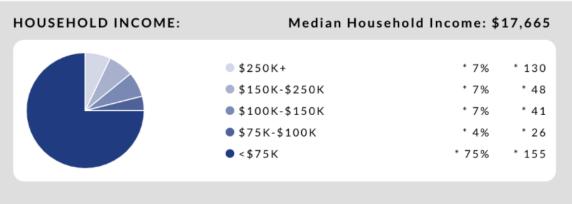
# Target Market

Most current customers range from 25-44

Median Household Income around \$17,665

META has 3.05 Billion users around the world





## Financials

Revenue: \$130,000,000

Total Costs and Expenses: \$91,840,000

Net Income: \$31,650,000

# META Platforms INC. Condensed Income Statement Year Ending Dec. 31 2024 (in Millions)

Revenue	130
Costs and Expenses:	
Cost of Goods Sold	24.15
Research and development	37.96
Marketing and Sales	12.81
General and Administrative	16.92
Total Cost and Expenses	91.84
Income From Operations	38.16
Interest and other income (expense), net	(.4)
Income before provision for income taxes	37.76
Provision for income taxes	6.11
Net income	31.65

## Recommendations

1

Bundle The Education Service Through The Meta VR Headset 2

Price It Using Competitive Subscription Pricing 3

Penetrate The Market Using The Steps We Presented Today 4

Begin To Develop Product Extensions and Increase Sales Revenue In The VR Department

### References

- Amigos, T. T. (2020b, August 3). 65% of students dislike virtual learning environments necessitated by the COVID-19 pandemic. PR Newswire: press release distribution, targeting, monitoring and marketing. <a href="https://www.prnewswire.com/news-releases/65-of-students-dislike-virtual-learning-environments-necessitated-by-the-covid-19-pandemic-301104861.html">https://www.prnewswire.com/news-releases/65-of-students-dislike-virtual-learning-environments-necessitated-by-the-covid-19-pandemic-301104861.html</a>
- ClassVR. (n.d.). Google Expeditions. Retrieved from <a href="https://www.classvr.com/google-expeditions/">https://www.classvr.com/google-expeditions/</a>
- EdTech Evidence. (2021, July). K-12 EdTech Funding Analysis. [PDF]. <a href="https://edtechevidence.org/wp-content/uploads/2021/07/FINAL-K12-EdTech-Funding-Analysis\_v.1.pdf">https://edtechevidence.org/wp-content/uploads/2021/07/FINAL-K12-EdTech-Funding-Analysis\_v.1.pdf</a>
- Fortune Business Insights. (n.d.). Virtual Reality Market. Retrieved from <a href="https://www.fortunebusinessinsights.com/industry-reports/virtual-reality-market-101378">https://www.fortunebusinessinsights.com/industry-reports/virtual-reality-market-101378</a>
- Freedonia Group. (n.d.). U.S. Education Market. Retrieved from <a href="https://www.fnfresearch.com/us-education-market#">https://www.fnfresearch.com/us-education-market#:~:text=According%20to%20a%20study%2C%20the,4.21%25%20between%202022%20and%202030</a>.
- Grand Canyon University. (n.d.). How Using Technology in Teaching Affects Classrooms. Retrieved from <a href="https://www.gcu.edu/blog/teaching-school-administration/how-using-technology-teaching-affects-classrooms">https://www.gcu.edu/blog/teaching-school-administration/how-using-technology-teaching-affects-classrooms</a>
- IBISWorld. (n.d.). Industry Specialized: Virtual Reality & Augmented Reality Software Developers in the US Market Size 2021. <a href="https://my-ibisworld-com.libweb.uwlax.edu/us/en/industry-specialized/od6038/at-a-glance">https://my-ibisworld-com.libweb.uwlax.edu/us/en/industry-specialized/od6038/at-a-glance</a>
- IPG Media Lab. (n.d.). A Reality Check on Virtual Reality. Retrieved from <a href="https://medium.com/ipg-media-lab/a-reality-check-on-virtual-reality-56daa1c848b5#:~:text=According%20to%20the%20latest%20data,for%20the%20Pico%20headsets%2C%20respectively.">https://medium.com/ipg-media-lab/a-reality-check-on-virtual-reality-56daa1c848b5#:~:text=According%20to%20the%20latest%20data,for%20the%20Pico%20headsets%2C%20respectively.</a>
- MacroTrends. (n.d.). Meta Platforms Net Worth 2010-2023. Retrieved from <a href="https://www.macrotrends.net/stocks/charts/META/meta-platforms/net-worth#:~:text=Meta%20Platforms%20Net%20Worth%202010%2D2023%20%7C%20META,-Prices&text=How%20much%20a%20company%20is,12%2C%202024%20is%20%24962.39B.

#### References

- Meta Platforms, Inc. (n.d.). Financials. https://investor.fb.com/financials/default.aspx
- Meta Platforms, Inc. (2023). (). Fort Mill: Mergent. Retrieved from ProQuest One Business https://libweb.uwlax.edu/login?url=https://www.proquest.com/reports/meta-platforms-inc/docview/1860755852/se-2
- Meta Platforms, Inc. (n.d.). Legal. <a href="https://www.meta.com/legal/meta-platforms-technologies-products/">https://www.meta.com/legal/meta-platforms-technologies-products/</a>
- Morgan Stanley. (n.d.). Education System Technology Reboot. Retrieved from <a href="https://www.morganstanley.com/ideas/education-system-technology-reboot">https://www.morganstanley.com/ideas/education-system-technology-reboot</a>
- Peredy, K. (n.d.). Corporate Finance Institute, Ansoff Matrix. Retrieved from https://corporatefinanceinstitute.com/resources/management/ansoff-matrix/
- ProQuest. (2023). Meta Platforms, Inc. Fort Mill: Mergent. Retrieved from ProQuest One Business https://libweb.uwlax.edu/login?url=https://www.proquest.com/reports/meta-platforms-inc/docview/1860755852/se-2
- Road to VR. (n.d.). Meta Reality Labs Q2 2023 Revenue and Quest 2 Loss Revealed. <a href="https://www.roadtovr.com/meta-reality-labs-revenue-q2-2023-quest-2-loss/">https://www.roadtovr.com/meta-reality-labs-revenue-q2-2023-quest-2-loss/</a>
- Schwartz, N. (2023, May 2). Instructure's first-quarter revenue climbs 13.6% as canvas gains market share. Higher Ed Dive. <a href="https://www.highereddive.com/news/instructure-canvas-first-quarter-revenue-lms/649232/">https://www.highereddive.com/news/instructure-canvas-first-quarter-revenue-lms/649232/</a>
- Simmons Insights. (n.d.). <a href="https://insights-mrisimmons-com.libweb.uwlax.edu/v2/profile/quickreports">https://insights-mrisimmons-com.libweb.uwlax.edu/v2/profile/quickreports</a>
- Statista. (n.d.). Top 15 Countries Based on Number of Facebook Users. Retrieved from <a href="https://www.statista.com/statistics/268136/top-15-countries-based-on-number-of-facebook-users/">https://www.statista.com/statistics/268136/top-15-countries-based-on-number-of-facebook-users/</a>
- ToolsHero. (n.d.). 6W Model of Customer Analysis. Retrieved from https://www.toolshero.com/marketing/6w-model-of-customer-analysis/
- University of Wisconsin-La Crosse. (2022, January). UWL Budget 101. [PDF]. <a href="https://www.uwlax.edu/globalassets/offices-services/admin-finance/uwl-budget-101--jan.-2022.pdf">https://www.uwlax.edu/globalassets/offices-services/admin-finance/uwl-budget-101--jan.-2022.pdf</a>