

p-ISSN: 2807-4130

## Author's identity

First author – As corresponding author

name\* : Bening Prastika Utami

Department\* : Agribusiness Management

Affiliation\* : Jember State University of Technology

telephone number\*\* : 089374495820

Email\* bening.utami02@gmail.com

Orcid ID + (If you don't have an account, Please register at https://orcid.org/signin)

Google Scholar ID + :

The second author

name\* : Andy Muhammad Ismail

Department\* : Agribusiness Management

Affiliation\* : Jember State University of Technology

telephone number\*\* : 089948475990

Email\* : Andiismail@gmail.com

Orsid ID + :
Google Scholar ID + :

(n) author - Enter all the authors according to the number of authors in the article.

name\* :

Department\* :

institution\* :

telephone number\*\* :

Email\* :

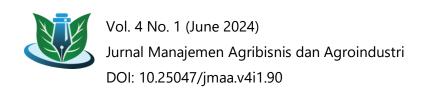


© 2022. Author





PAG



e-ISSN: 2807-3789 p-ISSN: 2807-4130

Orsid ID + :

By submitting this manuscript, all authors guarantee the following:

Google Scholar ID +

- 1. have read and approved the manuscript and take full responsibility for its content.
- 2. You have read and agree to the Copyright and Licensing Policy for articles published in the Journal of Agribusiness and Agroindusdust Management
- 3. There are no conflicts of interest regarding this study or its funding.

# Casim Coffee Business Development Strategy in Karangpring Village, Suk orambi District, Jember Regency

# Benning Prastika Utami<sup>1\*</sup> Andi Muhammad Ismail<sup>2</sup>

- <sup>1</sup> Department of Agribusiness Management, Politeknik Negeri Jember
- <sup>2</sup> Department of Agricultural Technology, Politeknik Negeri Jember

\*beningutami02@gmail.com



© 2022. Author



PAG E ¥\*

p-ISSN: 2807-4130

SUBMISSION DATE: APR 07, 2024

**ACCEPTED: JUN 10, 2024** 

PUBLISHED DATE: JUN 28, 2024

#### **Abstract**

Casim Coffee Business, a microenterprise in Jember Regency, requires development to enhance its operations. This study aims to: (1) identify and analyze internal and externsal factors influencing the strengths, weaknesses , opportunities, and threats in the development of Casim Coffee Business in Karampling Village, Skollambi Dist rict, Jember Regency; (2) formulate alternative strategies for business development; and (3) determine strategi c priorities for implementation. The study employs IFE Matrix, EFE Matrix, SWOT Analysis, and QSPM Matrix m ethodologies. The IFE Matrix yielded a score of 2.882, while the EFE Matrix scored 2.760. According to the IE M atrix, the business is positioned in cell V, which corresponds to a "Maintenance and Sustainment" strategy. SW OT analysis identified 10 alternative development strategies, and the QSPM Matrix prioritized participation in MSME bazaar events and raising product awareness to address the limited local market, with the highest attra ctiveness score of 6.917.

keyword: Business development strategy, coffee, SWOT, QSPM

#### 1. Introduction

The agricultural sector plays a vital role in the Indonesian economy and cont ributes significantly to the gross domestic product (GDP). In 2020, the sector contrib uted approximately 13.70% of Indonesia's total GDP. One subsector with great pote ntial is coffee plantation. Indonesia is kno wn as one of the world's best coffee prod

ucers, producing high-quality products th at can compete in the global market. Indo nesia is the fourth largest coffee producer in the world, after Brazil (36.71 percent), V ietnam (17.55 percent), and Colombia (8.4 5 percent), contributing 6.07 percent to t he total global production. Indonesia's di verse tropical climate and geographical c onditions provide a great opportunity to

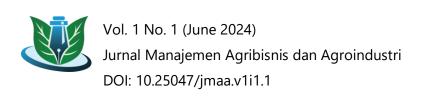


© 2022. Author

Attrib







develop different varieties of coffee with unique flavors and aromas according to t he geographical indications of each regio n. The growing demand for coffee, both d omestically and internationally, will significantly increase the requirements for both

quality and quantity, presenting substanti

al potential within a highly competitive m

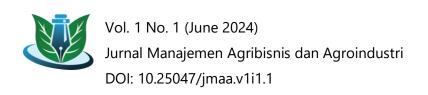
arket (Islachudin, 2024).

East Java is one of the major coffee producing regions in Indonesia, and Jemb er Regency is one of the areas with great potential for coffee plantation developme nt. Jember Regency is the second largest coffee producer in East Java, with a total h arvest of 11,863 tons in 2017 (BPS, 2018). One of the sub-districts with high coffee production is Sukollambi District, especial ly Karangpurin Village, which has favorabl e geographical conditions for coffee culti vation, such as its proximity to the slopes of Mount Argopulo. This great potential e ncourages local communities to develop coffee businesses, one of which is a small business called Kasim Coffee, which focus es on post-harvest processing of Arabica and Robusta coffee. To implement an effe ctive business development strategy, bot h entrepreneurs and employees must hav e high-quality human resources. Enhancin g these resources requires attributes such as discipline, strong commitment, honest y, creativity, innovation, independence, an d realism. Training is crucial for improving human resource quality, as expertise, critical thinking, and individual skills are fund amental to future success. Key challenges faced by business leaders include market competitiveness, the availability of skilled workers, and effective product marketing (Widawati, 2022).

e-ISSN: 2807-3789

p-ISSN: 2807-4130

Casim Coffee has been operating si nce 2012 and processes coffee into green beans, roasted beans, and ground coffee products. Despite already having busines s legalities such as NIB (Business Identific ation Number), PIRT (Food Manufacturing for Home Industry), and Halal certification, and selling its products to various cities such as Yogyakarta, Surabaya, and Malan g, the business still faces challenges. It is working on expanding its market at the lo cal level, especially in Jember Regency. To ugh competition from similar companies such as KSU Buah Ketakasi, Rumah Kopi B anjarsengon, and others, requires Casim C



Based on this background, this stud offee to continue innovating and develop y aims to identify and analyze the factors influencing the business development str ategy of Casim Coffee in Karangpurin Vill age, Sukolambi District, Jember Regency. It is therefore hoped that the results of th is study can provide effective strategy rec ommendations for Casim Coffee to maint ain and strengthen its competitiveness in the local market.

ing effective marketing strategies. In prior itizing the development of the company, i t is crucial to identify and leverage opport unities that enhance strategic success. M oreover, when the company encounters ri sks, analysis becomes vital for ensuring gr owth and long-term survival. The process of business strategy development involve s three primary stages: the input stage, th e matching stage, and the decision-makin g stage (Puspita, 2024).

In order to compete and maintain it s existence, the SWOT (Strengths, Weakn

esses, Opportunities, Threats) method is u sed to analyze the internal and external fa

ctors that affect the business of Kasim Co ffee. This method aims to identify the stre

ngths, weaknesses, opportunities, and thr eats that the business faces (Soetriono, 2

017). Furthermore, the Quantitative Strate gic Planning Matrix (QSPM) method is us

ed to determine the preferred alternative strategies that can be implemented to str

engthen the company's position in the lo cal market and increase its competitivene 2. Method

The study was conducted at the producti on site of the Casim Coffee enterprise loc ated in Karanpurin village, Skollambi distr ict, Jember Regency. The distance betwee n Karanpurin village and Skollambi distric t is about 7km and the distance from Jem ber city is 12km. This study location was p urposefully chosen as this enterprise has t he potential for business development. T he study was conducted for ±6 months fr om the pre-study phase until the complet ion of the study.

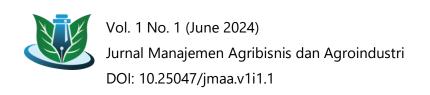
e-ISSN: 2807-3789

p-ISSN: 2807-4130

In business research, there are two main f actors that affect business performance: i nternal and external. Internal factors inclu de capital, human resources (HR), raw ma terials, products, promotions, prices, prod

SS.

**PAG** 



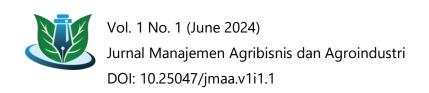
uction technology, etc., which all originat e from within the enterprise and directly a ffect operations. On the other hand, exter nal factors include competitors, governm ent policies, market conditions, consumer s, developments in information technolog y, etc., which are outside the enterprise's control but still have a significant impact. These two factors interact with each othe r to determine the success of a business. This study was conducted using a quantit ative research design with a descriptive a pproach. This study uses quantitative rese arch techniques to describe the internal a nd external factors of the company in for mulating the right strategy using analytic al tools for business development. Quanti tative research is a research method base d on the philosophy of positivism and is u sed to examine a specific population or s ample. A descriptive statistical approach i s used to analyze data by describing or ill ustrating the collected data. Based on thi s description, a quantitative research desi gn with a descriptive approach is used to describe the data obtained in the field ac cording to the facts and then measure th em using a statistical system with weighti ng and evaluation.

Population is a generalized area con sisting of objects or subjects with certain qualities or characteristics that are determ ined by the researcher to be studied and conclusions are drawn. The subjects of thi s study included the business owner and all employees of Casim Coffee in Karampl ing village, Skollambi district, Jember Reg ency. The sampling technique used was p urposive sampling, a technique in which t he sample is determined by taking into ac count certain considerations. The sample of this study consisted of three individual s: the owner of Casim Coffee, one employ ee from the production department, and t hree QSPM experts, Mr. Arditya Alam Wig na, a scholar, SE and MM.

e-ISSN: 2807-3789

p-ISSN: 2807-4130

The research instruments used in thi s study include direct observation at the e stablishment, unstructured interviews, op en and closed questionnaires and literatu re review. The data obtained from various sources will be analyzed to identify the st rengths, weaknesses, opportunities and t hreats faced by the Casim Coffee busines s located in Karangpurin village, Skollamb i district, Jember Regency.



p-ISSN: 2807-4130

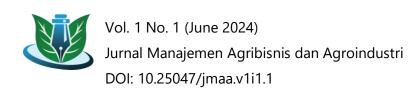
#### 3. Discussion

# A. Analysis of the internal business e nvironment

This study will analyze the internal environment of the Casim Coffee busines s considering factors such as capital, hum an resources, raw materials, products, pro motion, price, and production technology . The capital required by Casim Coffee an nually for production is approximately ID R 400 million, with production frequency of 80-90 times per year and cost per prod uction of IDR 2 million to 5 million. Limite d capital is the main challenge, especially since capital comes from bank loans that must be repaid annually while personal fu nds are not enough to cover large scale p roduction needs. Human resources consis t of 13 employees, who handle various du ties such as production, sorting, marketin g, finance, and packaging, most of whom come from the surrounding area to supp ort smooth business operations and redu ce local unemployment.

During the business life cycle, the i nitial year is the most vulnerable period f or new enterprises, with a high risk of clo sure. Research indicates that failure rates typically decrease over time, stabilizing in the fourth through sixth years with a lowe r number of failures, and diminishing sign ificantly after the seventh year. Independe nt coffee shops, in particular, encounter a range of internal and external challenges during their first year of operation (Moch ammad, 2020). The culinary business, part icularly the coffee shop sector, is emergin g as a highly profitable field. As long as it continues to innovate, the culinary indust ry is expected to remain vibrant. Coffee s hops are currently trending as popular ve nues for leisure, work, and socializing (Ira wati, 2024).

The main raw material for Kasim C offee is cherry coffee beans, collected fro m its own plantation and local farmers. D uring the harvest season, Arabica coffee r equires 500-600 kg of cherry coffee per d ay, while Robusta coffee requires 2 tons p er day. The harvest season for Arabica cof fee is three months (May, June, and July), while Robusta coffee is harvested in Augu st, September, and October. The products produced include coffee powder, roasted beans, and green beans, which vary by pr ocessing method and weight. Prices of th



e-ISSN: 2807-3789 p-ISSN: 2807-4130

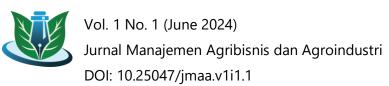
e products range from IDR 10,000 to IDR 275,000 for ground coffee, IDR 25,000 to I DR 270,000 for roasted beans, and IDR 19,000 to IDR 170,000 for green beans, dep ending on the type and processing process.

The production technologies used include semi-modern tools and machiner y such as a pulper machine to remove the husks of the coffee with a production cap acity of 100 kg per hour, a rice husker to r emove the husks of the coffee, a roaster f or the coffee beans with a capacity of 3 kg, a grinder to grind the coffee with a cap acity of 5 kg per hour, and a siller machine for product packaging. Thus, this study shows how internal factors such as capital, human resources, raw materials, and production technologies affect the performance and sustainability of the Casim Coffee business.

# B. Analysis of the internal business e nvironment

This study identified external envir onmental factors that influence the Casim Coffee business in Karangpuring Village, S ukorambi District, Jember Regency. Comp etition in the coffee business in Jember is intensified due to the presence of several competitors such as KSU Buah Ketakasi, R umah Kopi Banjarsengon, Pondok Kopi, B edak Coffee, and Kopi Ratu Klungkung. T o counter this competition, Casim Coffee needs to keep innovating and maintain c onsistency in its products. Government su pport policies such as coaching and ment oring for MSMEs and coffee product exhi bitions are also opportunity factors that h elp the development of coffee business in Jember region including Casim Coffee. A coffee shop is a business focused on prov iding food service, specifically offering a menu of coffee-based beverages. Coffee shops allow enthusiasts to enjoy coffee p repared and served in a variety of ways, e nsuring a pleasing taste experience (Nain ggolan, 2022).

Economic conditions and international cooperation in Indonesia, such as partnerships with the Asia-Pacific Economic Community (APEC), the ASEAN Free Trade Area (AFTA), and the General Agreement on Tariffs and Trade (GATT), have expanded the market for coffee shops both domestically and internationally. The implementation of the ASEAN Economic Comm



e-ISSN: 2807-3789

unity (AEC) further opens opportunities fo r coffee processors to expand their marke t and export, especially to Southeast Asia n countries. However, this broader marke t also requires maintaining high quality a nd competitiveness due to increased competition from both domestic and international players. The growing economic cooperation can also pose a threat to domestic industries by intensifying competition (Saptaji, 2023).

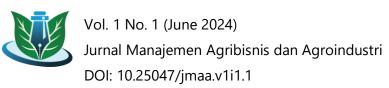
The stable market conditions in Je mber with good turnover of goods and s ervices provide an opportunity for Qasim Coffee to expand the marketing of its pro ducts, especially in rural areas. However, I ocal marketing is still suboptimal as locals are not familiar with Qasim Coffee's coffe e products. The business focuses on mark eting through online mediums such as m arketplaces and social media to reach its t arget market outside the city. Most of Qa sim Coffee's consumers are coffee shop, c afe and roastery owners, who have a high er demand for green bean products than roasted or ground coffee.

The rise in domestic coffee consum ption is driven by the growing café cultur

e among younger urban residents in Indo nesia. This demographic has embraced the fourth wave of coffee culture due to incoreased wealth and exposure to global trends. High-quality, locally sourced coffee and a variety of iced milk coffee beverages that cater to local tastes are currently popular. Customers are increasingly seeking diverse options and showing a willingness to embrace these new trends while maintaining a level of acceptance of existing choices (Widadi, 2023).

Information technology plays a ke y role in promoting and selling Casim Cof fee products. The business utilizes various online platforms such as WhatsApp, Insta gram, Facebook, Tokopedia, Bukalapak, S hopee, etc. to reach consumers on a wide r scale. Although promotion through online media has been quite successful, the use of offline media such as banners and placards and participation in MSME bazaars is still not as intensive. Therefore, Casim Coffee needs to improve its offline marke ting strategy to expand its market reach, especially in rural areas.

C. Identify strengths and weaknesses



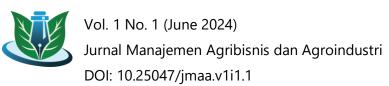
Manajemen Agribisnis dan Agroindustri e-ISSN: 2807-3789 0.25047/jmaa.v1i1.1 p-ISSN: 2807-4130

This analysis will identify the intern al and external factors influencing the dev elopment of Casim Coffee business in Kar ampling Village, Skollambi District, Jembe r Regency. Internal factors that are streng ths of Casim Coffee include a qualified w orkforce, strategic production location, ex cellent product quality, and complete bus iness legalities. Most of Casim Coffee's e mployees are coffee farmers with expertis e in identifying coffee varieties and postharvest processing. The production locati on is just 3 km from small-scale coffee pl antations in the Argopulo Mountains, givi ng it a competitive advantage in terms of sourcing fresh raw materials. Business leg alities such as NIB (Business Identification Number), PIRT (Domestic Industrial Produ cts), and MUI Halal certification make it e asier for Casim Coffee to establish partne rships and access financing.

Casim Coffee offers a variety of products at competitive prices for different market segments. Standard ground coffee products are priced from IDR 12,000 for a 150 gram package to IDR 60,000 per kilogram for both Arabica and Robusta varieties. Meanwhile, premium green Robust

a coffee is offered at prices ranging from IDR 36,000 to IDR 170,000 per kilogram f or Lanang Arabica type. In the areas of Su kollambi and Jember cities, promotional s trategies such as offering discounts (e.g. b uy two get one free) and cash on delivery (COD) services are used to attract custom ers. Apart from that, Casim Coffee utilizes social media such as WhatsApp, Instagra m, and Facebook to expand its market re ach at a more efficient cost. The food and culinary industry is currently experiencing the fastest and most significant growth gl obally compared to other sectors. New b usiness ideas, such as innovative venue c oncepts, are emerging rapidly within the f ood and beverage industry due to this ex pansion. One of the most successful busi ness models among young people today is coffee shop franchising (Alfariansyah, 2 024).

Several significant weaknesses in C asim Coffee's operations. Limited busines s capital and reliance on bank loans incur installment and interest costs, reducing b usiness profits. Limited personal capital al so limits the ability to purchase raw mater ials, affecting the availability of green coff



e-ISSN: 2807-3789

ee stock. In addition, the seasonality of co ffee ingredients, with Arabica harvested fr om May to July and Robusta harvested fr om August to October, prevents producti on from continuing. Unattractive packagi ng designs and limited participation in pa id MSME bazaar events also limit local an d regional marketing potential.

From an external perspective, ther e are opportunities that Casim Coffee can While improving employee capabilities, pr omotional activities such as "Weswayae N gopi Jember" have the potential to expan d market share. Furthermore, coffee consu mption in Indonesia is on the rise, includin g among women, creating an opportunity for increased demand for green coffee pr oducts from cafes and coffee shops.

Casim Coffee faces many threats, in cluding fierce competition from five local competitors: KSU Bua Keta Kasih, Rumah K opi Banjarsenggong, Pondok Kopi, Bedha g Coffee, and Kopi Ratu Klungkung. In ad dition, the fluctuation of coffee prices in the market is a serious threat. The price of Robusta beans has increased from IDR 35, 000 to IDR 45,000 per kilogram, while the price of Arabica beans has increased from

leverage to become more competitive. The presence of the local coffee MSME community, training programs by relevant agencies, and the government's attention to developing the coffee business in Jember are key opportunities. A training program organized by Farm Services in collaboration with the Indonesian Coffee and Cocoa Research Center:

IDR 90,000 to IDR 140,000 per kilogram. T his poses a risk to Casim Coffee in maintai ning consumer loyalty and price competiti veness. The fact that marketing is still not optimized in the Jember region and digita I media such as the official website are no t being utilized is also an obstacle to mark et expansion.

To overcome this challenge, Qasim Coffee needs to increase product innovati on, improve packaging design, and partici pate more actively in local and regional ba zaar events to increase product awareness. Increasing the use of digital technology, such as developing an official website and optimizing marketing strategies through marketplaces, can expand its market reach. By focusing on improving product qualit

p-ISSN: 2807-4130

y and diversifying market segments, Qasi m Coffee has the potential to strengthen i ts position in the local and national coffee market

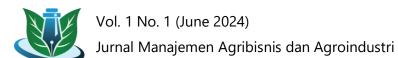
Table 1. Internal strategy element matrix

Weight of internal factors (A)		Rating(B)	Weighted score (AXB)	
	Strength			
1.	Highly skilled employees			
	Fields are	It is 0.08	3	0.265
	8			
2.	The production site is close to the materials		2	0.265
	standard	0.088	3	0.265
3.	The quality of the products offere	d is good	4	0.471
	0.118			
4.	Business Legality	is 0.088.	3	0.265
5.	The product is reasonably priced		2	2.255
	All Groups	0.088	3	0.265
6.	You retain the product purchase of	discount of 0.1	4	0.471
18.				
7.	Promotion through the media			2.25
	online	0.088	3	0.265
8.	There is equipment to use			
	Semi-modern	0.088	3	0.265
	total	0.765	26	2,529
No	internal factors			
	Weaknesses			



Publisher: Jember State University of Technology In charge: Department of Agribusiness Management PAG

E¥\*



DOI: 10.25047/jmaa.v1i1.1

e-ISSN: 2807-3789

p-ISSN: 2807-4130

1.	1			0.020
	bank	0.029	1	0.029
2.	Restrictions on business owner's capit	tal 0.029	1	0.029
3.	Ingredients are seasonal	0.029	1	0.029
4.	Poor packaging design	0.059	2	0.118
5.	Do not participate in the local produc	t bazaar e	2	0.110
ver	nt		2	0.118
	Local small and medium-sized busine	sses 0.059		
6.	Prices for production machines and m	nachine ser	4	0.020
vic	es		1	0.029
	Expensive coffee	0.029		
	total	0.235	8	0.353
	total amount	1	34	2,882
			·	

Table 2. External strategic factors matrix

				Weighted Scor
		Weight	evaluation <sub>e</sub>	
no	External factors	(A)	(B)	(A×B)
	opportunity			
1.	There is a coffee MSME community			
	that can encourage businesses to c			
	ompete	0.120	3	0.360
2.	Coffee training provided by the dep			
	artment	0.120	3	0.360
	Related			



PAG E ¥\*



Vol. 1 No. 1 (June 2024)

Jurnal Manajemen Agribisnis dan Agroindustri

DOI: 10.25047/jmaa.v1i1.1

e-ISSN: 2807-3789

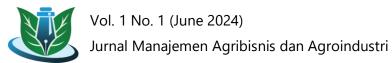
p-ISSN: 2807-4130

3.		0.120	3	0.360
4.	Coffee business development  Trends in people's coffee consumpt	0.120	3	0.360
	ion			
	Indonesia is growing			
5.	. Have a stable clientele	0.120	3	0.360
	Buy products	0.120	J	0.500
6.	. <i>Marketplace</i> By using	0.160	4	0.640
	Product sales	0.100	4	0.040
	amount	0.760	19	2,440
no	External factors			
	threat			
1.	Get your competitors to proces			
	s the same coffee products loca			
	lly	0.040	1	0.040
2.	Coffee prices fluctuate	0.080	2	0.160
3.	Product marketing in the local area			
	is not yet widespread	0.040	1	0.040
4.	The product is not well known	0.040	1	0.040
	Local Community	0.040	1	0.040
5.	There is no official website yet	0.040	1	0.040
	For product marketing	0.040	1	0.040
	amount	0.240	6	0.320
	total	1	twenty fiv	2,760
			е	

Source: Primary data processed in 2023



PAG E ¥\*



DOI: 10.25047/jmaa.v1i1.1 p-ISSN: 2807-4130

e-ISSN: 2807-3789



Publisher: Jember State University of Technology In charge: Department of Agribusiness Management

menting a market penetration strategy. a nd developing quality products. Defence and preservation strategies in question ar e about maintaining strength and being a ble to take advantage of opportunities. A ccording to (David 2011:182), the division s classified in cells III, V and VII are best m anaged with a preservation and preservat ion strategy. Market penetration and dev

e-ISSN: 2807-3789

p-ISSN: 2807-4130

# From the calculation results in table e 4.1 above, it can be seen that the total s core is 2.882. These results are obtained from the calculation using the IFE matrix and it can be confirmed that the strength of the internal position of the company can overcome the weaknesses that arise within the company.

From the calculation results in table e 4.2 above, it can be seen that the total s core is 2.760. These results are obtained from the calculation using EFE matrix and it can be seen that the opportunities in the external position of the company are able to overcome the threats to the company.

The IE matrix is a matrix for finding the right strategy for a company. The par ameters used are based on the internal st rengths of the company and the external influences it faces. It can be seen that the total score obtained in the IFE table is 2.8 8 whereas the total score in the EFE table is 2.76.

Analysis of the IE matrix in Figure 4 .3 shows that the intersection of total IFE 2.88 and total EFE 2.76 is in quadrant V, w hich means preservation and maintenanc e, so we can use a strategy, i.e., by imple

# D. SWOT Analysis and QSPM Matrix Analysis

elopment strategies are two common stra

tegies for this type of division.

Based on the results of the SWOT matrix analysis, there are ten alternative s trategies that Casim Coffee can implemen t to utilize the strengths and opportunities and overcome the existing weaknesses and threats. These strategies are categorized into four groups: SO (Strength-Opport unity) strategies, WO (Weakness-Opportunity) strategies, ST (Strength-Threat) strategies, and WT (Weakness-Threat) strategies.

- SO Strategy (Strengths Opportunities
- Improve product quality at an affordabl

s, which will help them increase their pro duction capacity through additional capit al.

e-ISSN: 2807-3789

p-ISSN: 2807-4130

# e price to leverage consistent customer lo yalty. Increased quality through improved processing, longer fermentation and opti mal drying. The aim is to increase custom er satisfaction and loyalty and attract new consumers.

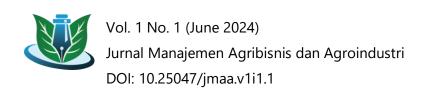
- Improve employee capabilities through training organized by relevant institutions , such as coffee processing training by PU SLITKOKA Indonesia and digital marketin g training by cooperating institutions, wh ich will help improve production quality w hile saving training funds.
- Capitalize on government interest in the development of the coffee business to im prove the capacity and quality of product ion machinery. This strategy includes app lying for machinery subsidies from local a uthorities.

# 2. Weakness-Opportunity Strategy

- Improve packaging design to attract consumers' attention based on social trends in coffee consumption. By adopting a standing pouch printed package, we can expect to increase the appeal of the product.
- Apply for business capital subsidies fro m local governments to support the welf are of small and medium-sized enterprise

# 3. ST Strategy (Strengths - Threats)

- Create an official company website and utilize talented personnel to expand mark eting. This website will be used for online sales and expanding marketing reach in t he region. The ST strategy in this study ai ms to minimize industrial threats to the c ompany by leveraging its internal strengt hs. The proposed solution involves introd ucing new menu items or expanding the variety of flavor options, complemented b y an aesthetically pleasing space. The inte nded effect of this strategy is to spark co nsumer curiosity, encouraging them to tr y the new offerings, thereby maintaining t he café's relevance and popularity (Gunta rayana, 2019).
- Improve the quality of your product to win the competition by studying and testi ng the quality of competitors' products.
- Strengthen online and offline promotional activities to expand market reach and increase brand awareness. Online promotion will be through social media and mar



e-ISSN: 2807-3789 p-ISSN: 2807-4130

ketplaces, while offline promotion will be through banners and banner installations

.

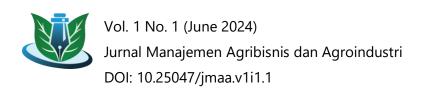
## 4. WT Strategy (Weakness-Threat)

- Actively participate in MSME Bazaar eve nts to increase the visibility of our produc ts in the local market. Participation in the se events is expected to increase the visib ility and attractiveness of our products in the local community.
- Building connections with other regiona I raw material suppliers to forecast price f luctuations and availability of coffee raw materials. This is done by looking for alter native suppliers from other regions aroun

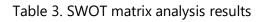
d the Argopro Mountains.

# Prioritizing strategies based on QSPM a nalysis

Based on the QSPM (Quantitative Strategic Planning Matrix) analysis, Casim Coffee's main strategic priority for busine ss development is to participate in MSME bazaar events to expand its local market.T his strategy, followed by regular MSME b azaar events, gained the highest Total Da ta Attraction (TAS) score i.e. 6,940, allowin g Casim Coffee to introduce its products t o the local community, increase brand aw areness and attract consumers at an efficient cost



e-ISSN: 2807-3789 p-ISSN: 2807-4130



	Strength (S)	Weakness (W)
	Employees are compete	Business capital comes fro
	nt in their fields	m bank loans
	2. Production area close to	2. Business owners have limi
	the raw materials	ted capital
IFE	3. The quality of the produc	3. The ingredients are seaso
	ts offered is good	nal
	4. Has business legitimacy	4. Poor packaging desig
	5. The product's selling price is	n
EFE	affordable for all groups	5. Lack of participation in lo
	6. We offer discounts o	cal MSME product bazaar
	n product purchases.	events
	7. Promotion through online m	6. The manufacturing and serv
	edia	icing of coffee machines is e
	8. The equipment used is se	xpensive.
	mi-modern	
Chance (O)	SO Strategy	WO Strategy
Chance (O)  1. There is a coffee MSME co		WO Strategy  1. Improved packaging design
	SO Strategy	
1. There is a coffee MSME co	SO Strategy  1. Utilizing repeat customers (S	Improved packaging design
There is a coffee MSME co mmunity that can encoura	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc	Improved packaging design     to be more attractive and m
There is a coffee MSME co mmunity that can encoura ge businesses to compete	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices	Improved packaging design     to be more attractive and m     odern, based on social trend
There is a coffee MSME community that can encoura ge businesses to compete     Coffee training is provided b	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices 2. Improving employee capab	Improved packaging design     to be more attractive and m     odern, based on social trend     s in coffee consumption (W4)
There is a coffee MSME community that can encoura ge businesses to compete     Coffee training is provided by relevant departments.	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices 2. Improving employee capab ilities through coffee trainin	Improved packaging design     to be more attractive and m     odern, based on social trend     s in coffee consumption (W4     .04)
<ol> <li>There is a coffee MSME community that can encoura ge businesses to compete</li> <li>Coffee training is provided by relevant departments.</li> <li>Government focuses on cof</li> </ol>	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices  2. Improving employee capab ilities through coffee trainin g provided by related instit	Improved packaging design to be more attractive and m odern, based on social trend s in coffee consumption (W4 .04)      Take advantage of the gove
<ol> <li>There is a coffee MSME community that can encoura ge businesses to compete</li> <li>Coffee training is provided by relevant departments.</li> <li>Government focuses on coffee business development</li> </ol>	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices  2. Improving employee capab ilities through coffee trainin g provided by related instit utions (S1, O2)	<ol> <li>Improved packaging design to be more attractive and m odern, based on social trend s in coffee consumption (W4 .04)</li> <li>Take advantage of the gove rnment's focus on coffee bu</li> </ol>
<ol> <li>There is a coffee MSME community that can encoura ge businesses to compete</li> <li>Coffee training is provided by relevant departments.</li> <li>Government focuses on coffee business development</li> <li>Coffee consumption in Indo</li> </ol>	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices  2. Improving employee capab ilities through coffee trainin g provided by related instit utions (S1, O2)  3. Taking advantage of the gove	<ol> <li>Improved packaging design to be more attractive and m odern, based on social trend s in coffee consumption (W4 .04)</li> <li>Take advantage of the gove rnment's focus on coffee bu siness development and ap</li> </ol>
<ol> <li>There is a coffee MSME community that can encoura ge businesses to compete</li> <li>Coffee training is provided by relevant departments.</li> <li>Government focuses on coffee business development</li> <li>Coffee consumption in Indonesia is on the rise</li> </ol>	<ol> <li>SO Strategy</li> <li>Utilizing repeat customers (S         3, S5, O5) to improve produc         t quality at affordable prices</li> <li>Improving employee capab         ilities through coffee trainin         g provided by related instit         utions (S1, O2)</li> <li>Taking advantage of the gove         rnment's interest in developm</li> </ol>	<ol> <li>Improved packaging design to be more attractive and m odern, based on social trend s in coffee consumption (W4 .04)</li> <li>Take advantage of the gove rnment's focus on coffee bu siness development and ap ply for local government bu</li> </ol>
<ol> <li>There is a coffee MSME community that can encoura ge businesses to compete</li> <li>Coffee training is provided by relevant departments.</li> <li>Government focuses on coffee business development</li> <li>Coffee consumption in Indonesia is on the rise</li> <li>There are customers who</li> </ol>	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices  2. Improving employee capab ilities through coffee trainin g provided by related instit utions (S1, O2)  3. Taking advantage of the gove rnment's interest in developm ent to improve the capacity a	<ol> <li>Improved packaging design to be more attractive and m odern, based on social trend s in coffee consumption (W4 .04)</li> <li>Take advantage of the gove rnment's focus on coffee bu siness development and ap ply for local government bu siness funding grants (W1,</li> </ol>
<ol> <li>There is a coffee MSME community that can encoura ge businesses to compete</li> <li>Coffee training is provided by relevant departments.</li> <li>Government focuses on coffee business development</li> <li>Coffee consumption in Indonesia is on the rise</li> <li>There are customers who purchase products on an</li> </ol>	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices  2. Improving employee capab ilities through coffee trainin g provided by related instit utions (S1, O2)  3. Taking advantage of the gove rnment's interest in developm ent to improve the capacity a nd quality of production mac	<ol> <li>Improved packaging design to be more attractive and m odern, based on social trend s in coffee consumption (W4 .04)</li> <li>Take advantage of the gove rnment's focus on coffee bu siness development and ap ply for local government bu siness funding grants (W1,</li> </ol>
<ol> <li>There is a coffee MSME community that can encoura ge businesses to compete</li> <li>Coffee training is provided by relevant departments.</li> <li>Government focuses on coffee business development</li> <li>Coffee consumption in Indonesia is on the rise</li> <li>There are customers who purchase products on an ongoing basis.</li> </ol>	SO Strategy  1. Utilizing repeat customers (S 3, S5, O5) to improve produc t quality at affordable prices  2. Improving employee capab ilities through coffee trainin g provided by related instit utions (S1, O2)  3. Taking advantage of the gove rnment's interest in developm ent to improve the capacity a nd quality of production mac hinery and better equipment	<ol> <li>Improved packaging design to be more attractive and m odern, based on social trend s in coffee consumption (W4 .04)</li> <li>Take advantage of the gove rnment's focus on coffee bu siness development and ap ply for local government bu siness funding grants (W1,</li> </ol>

PAG E ¥\* DOI: 10.25047/jmaa.v1i1.1 p-ISSN: 2807-4130

e-ISSN: 2807-3789

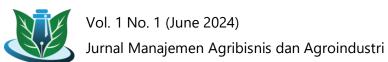
1. Get your competitors to pr Utilizing talented personnel, 1. In order to cater to the smal 1. ocess the same coffee prod we opened our own official I market in the regions (W7, ucts in their local area websites (S1, S2, T3, T4) to ex T3, T4, T5, T6), we will active 2. Coffee prices fluctuate pand our marketing domain ly participate in MSME baza Improve product quality to ar events to raise awareness 3. Product marketing in the lo cal area is not yet widespre compete with competitors of our products. ad with similar products (S3, S 2. Developing connections wit 4. This is a product that is still 7, T1) h raw material suppliers in not well known among local Strengthen online and offline 3. other regions to forecast co promotional activities to exp ffee raw material availabilit 5. There is no official website and product awareness and y and coffee price fluctuati for product marketing yet marketing ons. Local area. (S7, T3, T4) (W5, T2)

Table 4. QSPM matrix analysis results

no	Strategy Alternatives	TAS s	evaluation
		core	
1.	In order to cater to markets where there is still little penetration , we will actively participate in MSME bazaar events to increase awareness of our products.  Local area.	6,917	1
2.	Products Widely and generally Let me know For this reason, Stre ngthen online and offline promotional activities. Expand your lo cal area marketing.	6,338	2
3.	Improved the package design to make it more attractive.  To capitalize on the trend of coffee consumption in society,	6,311	3
4.	Improve product quality to be competitive With competitors who have similar products.	6,194	4



Publisher: Jember State University of Technology In charge: Department of Agribusiness Management



DOI: 10.25047/jmaa.v1i1.1 p-ISSN: 2807-4130

e-ISSN: 2807-3789

5.	Utilizing talented people, marketing region Expand do		
	The company's official website.	5,585	5
6.	Leveraging our customers' interests, at an affordable price Prod		
	uct quality Improve People who buy products on an ongo	5,441	6
7	ing basis.		
7.	Establishing connections with raw material suppliers		
	In other areas, fluctuations in the availability of coffee raw materi	5,332	7
	als and coffee prices are expected.	3,332	
8.	business Funding Subsidies of Application do		
	Local governments took advantage of government interest in de	4 200	8
	veloping the coffee business.	4,289	Ü
9.	Improve the capacity and quality of production machines		
	Government attention to the development of the coffee busines		9
	s also led to the introduction of better equipment.	4,159	9
10.	Improve employee capabilities		
	Take advantage of coffee training offered by relevant institutions.	3,646	10

PAG

p-ISSN: 2807-4130

#### 4. Conclusion

Based on the findings and discussi ons of the study entitled "Casim Coffee Bu siness Development Strategy in Karamplin g Village, Skollambi District, Jember Rege ncy", the following conclusions are drawn:

There are eight internal factors of strength: The main internal strength factors are good quality of products and offering discounts on purchasing products whe reas there are six weakness factors and the main factor is not participating in local MSME product bazaar events. External Environmental Factors: There are six opportunities factors and the main factor is utilizing the market to sell coffee products whereas there are five threat factors which are the main factor i.e. fluctuation in coffee prices.

Based on the results of the SWOT matrix analysis, ten alternative strategies w ere obtained, including (1) taking advanta ge of customers who continuously purcha se products and improving the quality of products at affordable prices, (2) improvin g the capabilities of employees, (3) taking advantage of coffee training provided by r elevant institutions, (4) taking advantage of

f the government's interest in the develop ment of coffee business to improve the ca pacity and quality of production machiner y and better equipment, (5) taking advant age of the consumption trends of society t o improve the packaging design to be mo re attractive and modern, and (6) taking a dvantage of the government's interest in t he development of coffee business to app ly for business capital subsidies from local governments, (7) taking advantage of tale nted human resources and creating an off icial corporate website to expand the mar keting area, (8) improving the quality of pr oducts to be able to compete with compe titors with similar products, and (9) streng thening online and offline promotional ac tivities to promote the development of co ffee business.

#### 5. References

[1] I. Guntarayana and A. Fauziah, "BUSINE SS STRATEGY FOR CAFE DEVELOPME NT (A Study on De Classe Gelato & Co ffe Blitar City)," *JOSAR*, vol. 4, no. 2, 20 19, [Online]. Available: <a href="https://ejournal.unisbablitar.ac.id/index.php/josar">https://ejournal.unisbablitar.ac.id/index.php/josar</a>

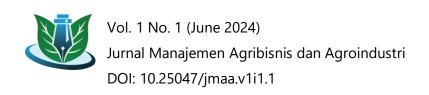
- [2] S. Alfariansyah and V. Tiara, "Analysis of Business Development Strategies in Coffee Shop Business With QSPM Met hod Warkop Bekape Case Study," *International Journal Of Education, Social Studies, And Management (IJESSM)*, vol. 3, no. 3, pp. 53–64, Jan. 2024, doi: 10.52121/ijessm.v3i3.193.
- [3] M. U. Islachudin, M. Harisudin, and E. W. Riptanti, "Coffee Business Develop ment Strategy (Case Study at PT XYZ), " *Agro Bali: Agricultural Journal*, vol. 7, no. 1, pp. 70–80, Apr. 2024, doi: 10.37 637/ab.v7i1.1467.
- [4] P. Aina Puspita and F. Wijaya, "Bussines s development strategy in coffee shop (study on Berawal Coffee & Dimsum in Bagusrangin disrict, Bandung city)," *Journal of Management Science (JMA S)*, vol. 7, no. 1, pp. 188–196, 2024, [Online]. Available: <a href="www.exsys.iocspublisher.org/index.php/JMAS">www.exsys.iocspublisher.org/index.php/JMAS</a>
- [5] C. Dyah Widawati, K. Dianta, and A. Se bayang, "JOURNAL OF MANAGEMEN T, ACCOUNTING, GENERAL FINANCE AND INTERNATIONAL ECONOMIC ISS

UES (MARGINAL) Volume 1 ISSUE 4 (2 022) JOURNAL OF MANAGEMENT, AC COUNTING, GENERAL FINANCE AND I NTERNATIONAL ECONOMIC ISSUES | MARGINAL https://ojs.transpublika.com/index.php/MARGINAL/ BUSINESS DEVELOPMENT STRATEGY OF SMALL AND MEDIUM ENTERPRISES DURING COVID-19 CONDITION IN THE COFFE E SHOP CULINARY INDUSTRY SECTOR IN BOGOR CITY", [Online]. Available: https://ojs.transpublika.com/index.php/MARGINAL/

e-ISSN: 2807-3789

p-ISSN: 2807-4130

- [6] M. F. D. Saptaji, M. Hubeis, and N. Zulb ainarni, "Strategi Pengembangan Usa ha Pada Coffee Shop Int.Space Pasca Covid-19 di Kota Rangkasbitung," *Jur nal Aplikasi Bisnis dan Manajemen*, Se p. 2023, doi: 10.17358/jabm.9.3.943.
- [7] T. Hendra Widadi and D. Dellyana, "Pro posed business strategy for coffee sho p based on customer preferences," *Jur nal Ilmiah Akuntansi dan Keuangan*, v ol. 5, no. 8, p. 2023, [Online]. Available : <a href="https://journal.ikopin.ac.id/index.php">https://journal.ikopin.ac.id/index.php</a>



[8] L. Irawati, I. P. A. W. Kertayoga, and M. Zaini, "Internal and External Factors C ompetitiveness of Sinia. Co Coffee Sh op in Lampung Province," JIA (Jurnal II miah Agribisnis): Jurnal Agribisnis dan Ilmu Sosial Ekonomi Pertanian, vol. 9, no. 1, pp. 88-94, Mar. 2024, doi: 10.37 149/jia.v9i1.1118.

- [9] C. D. Widawati, K. D. A. Sebayang, and M. Saparudin, "FACTOR AFFECTING B USINESS SUSTAINABILITY OF SMALL A ND MEDIUM COFFEE SHOP," Jurnal Te knologi Industri Pertanian, vol. 30, no. 3, pp. 308-318, Dec. 2020, doi: 10.249 61/j.tek.ind.pert.2020.30.3.308.
- [10] S. Nainggolan, E. Kernalis, and D. Z. C arolin, "Analysis of Factors Affecting t he Behavior of Coffee Shop Consumer s in Jambi City," Randwick Internation al of Social Science Journal, vol. 3, no. 1, pp. 53-60, Jan. 2022, doi: 10.47175/ rissj.v3i1.369.

e-ISSN: 2807-3789

p-ISSN: 2807-4130

Publisher: Jember State University of Technology