S&P TEST

SWOT & PESTLE.com

YUM CHINA HOLDINGS INC. SWOT & PESTLE ANALYSIS

© Barakaat Consulting - An Ezzy IT Consulting Business

This is a licensed product and is not to be photocopied or distributed. All rights reserved. Unauthorized reproduction is strictly prohibited. Research is based on best available materials and resources. Topurchase reprints of this document, please email support@swotandpestle.com.



Company Name: Yum China Holdings Inc.

Company Sector : Restaurants, Food and Beverages

Operating Geography: China, Asia, Global

About the Company:

Shanghai-based Yum China Holdings, Inc. is a Chinese Fortune 500 fast-food restaurant firm. It was separated from Yum! Brands in 2016, and as of November 2016, it was a separate, publicly traded corporation. KFC and Pizza Hut are the two business sectors that make up the firm. It runs eateries under the KFC, Pizza Hut, Little Sheep, Huang Ji Huang, Lavazza, COFFii & JOY, Taco Bell, and East Dawning brands, which are known for their Chinese, Mexican, Italian, hot pot, and chicken dishes. The business also runs V-Gold Mall, a mobile e-commerce platform whereby customers may purchase coffee capsules, fried rice, steak, pasta, and other prepared foods in addition to electronics, home and kitchen items, and other miscellaneous merchandise. The business has developed significant customer loyalty by creating menus that satisfy regional preferences in addition to providing international favorites like KFC's Original Recipe chicken. Each of its brands offers distinctive menu items, many of which were created in China, as well as one-of-a-kind recipes and specific spices to deliver delicious and convenient food that is crafted from a variety of premium products. On July 2022, the company declared that work on the Yum China Supply Chain Management Center in Shanghai's Jiading district had begun. The complex will house the company's supply chain operations and is expected to be finished in 2024.

Yum China Holdings, Inc's USP is that it is the largest restaurant chain, with more than 12,000 eateries spread throughout more than 1,700 cities and towns in all of mainland China's provinces and autonomous regions. The mission statement of Yum China Holdings reads, "Our mission is to build the world's most loved, trusted, and fastest-growing restaurant brands".

Revenue:

US\$ 9.853 billion - FY ending 31st December 2021 (y-o-y growth 19.24%)

US\$ 8.263 billion - FY ending 31st December 2020



SWOT Analysis:

The SWOT Analysis for Yum China Holdings Inc. is given below:

Strengths	Weaknesses
1.The largest restaurant company in China and	1.The business is mostly concentrated in China.
is a Fortune 500 company with rank 363.	2.Operations of the company's restaurants
2.Strong financial performance with revenues	subject to master license agreement with YUM.
almost increasing consistently over the past 5	
years.	
3.KFC is the leading and largest quick service	
restaurant in China.	
4.Pizza Hut is the largest casual dining	
restaurant in China.	
5.The company has the right to operate and	
sublicense various brands and thus caters to a	
wide range of cuisines.	
wide range of cuisines. Opportunities	Threats
	Threats 1.Food safety issues and foodborne illnesses
Opportunities	
Opportunities 1.Restaurant chains in China have a low	1.Food safety issues and foodborne illnesses
Opportunities 1.Restaurant chains in China have a low penetration rate.	1.Food safety issues and foodborne illnesses concerns can adversely impact the business.
Opportunities 1.Restaurant chains in China have a low penetration rate. 2.Significant scope to expand within China	1.Food safety issues and foodborne illnesses concerns can adversely impact the business.2.The covid-19 can continue to have an adverse
Opportunities 1.Restaurant chains in China have a low penetration rate. 2.Significant scope to expand within China through growth of franchise units and	1.Food safety issues and foodborne illnesses concerns can adversely impact the business.2.The covid-19 can continue to have an adverse impact on the company.
Opportunities 1.Restaurant chains in China have a low penetration rate. 2.Significant scope to expand within China through growth of franchise units and development of new restaurant brands.	1.Food safety issues and foodborne illnesses concerns can adversely impact the business.2.The covid-19 can continue to have an adverse impact on the company.3.Fluctuations in the price of raw materials can
Opportunities 1.Restaurant chains in China have a low penetration rate. 2.Significant scope to expand within China through growth of franchise units and development of new restaurant brands. 3.Due to covid-19, consumers prefer	1.Food safety issues and foodborne illnesses concerns can adversely impact the business.2.The covid-19 can continue to have an adverse impact on the company.3.Fluctuations in the price of raw materials can
Opportunities 1.Restaurant chains in China have a low penetration rate. 2.Significant scope to expand within China through growth of franchise units and development of new restaurant brands. 3.Due to covid-19, consumers prefer established restaurant brands with best safety	1.Food safety issues and foodborne illnesses concerns can adversely impact the business.2.The covid-19 can continue to have an adverse impact on the company.3.Fluctuations in the price of raw materials can



PESTLE Analysis:

The PESTLE Analysis for Yum China Holdings Inc. is given below:

Political	Economical
1.Government controls currency conversion	1.U.S. China trade war can have a negative
and payments of foreign currency and RMB	impact on the operations and financial
outside mainland China.	condition of the company.
2.The Chinese government has statutory power	
of land acquisition and building closures	
which may negatively impact the company.	
Social	Technological
1.Consumers have become health conscious	1.Internet of things and other digital
which has led to a change in their	technologies used for efficient supply chain
consumption pattern.	and food safety management.
2.Due to covid consumers prefer getting food	2.Use of digital platforms for public welfare
delivered food rather than dining-in adversely	and environmental protection like "One Yuan
affecting same stores sales.	Donation" program.
	3.Leveraging technology to increase customer
	satisfaction.
Legal	Environmental
1.Subject to U.S. federal income tax as well as	1.Increased focus on reduction of food and
Chinese enterprise tax.	plastic waste.
	2.Used cooking oil being converted into
	biodiesel to reduce greenhouse gas emissions.

Please note that our free summary reports contain the SWOT and PESTLE table contents only.

The complete report for **Yum China Holdings Inc.** SWOT & PESTLE Analysis is a paid report at **27 U.S.D.**



* By clicking on "Buy Now" you agree to accept our "Terms and Conditions."



Copyright Notice

The information provided in the SWOT and PESTLE research reports on www.swotandpestle.com are from publicly available documents and sources which are deemed reliable. Further the reports contain analysis and views from the SWOT & PESTLE.com research and analyst team which consists of qualified experts. While every attempt has been made to ensure completeness, accuracy and reliability of the analysis, Barakaat Consulting and its associate websites cannot be held responsible or legal liable for omissions or errors in our reports or on any of our pages.

(C)2024 Barakaat Consulting. All rights reserved. This report may not be reproduced, copied or redistributed, in whole or in part, in any form or by any means, without the express written consent of Barakaat Consulting. Also, Barakaat Consulting is the sole copyright owner of this report, and any use of this report by any third party is strictly prohibited without a license expressly granted by Barakaat Consulting. Neither all nor any part of the contents of this report, or any opinions expressed herein, can be used in advertising, press releases, or promotional materials without prior written approval from Barakaat Consulting. Any violation of Barakaat Consultings rights in this report will be executed to the fullest extent of the law, including the pursuit of monetary damages and injunctive relief in the event of any breach of the foregoing restrictions.

Client Support: support@swotandpestle.com