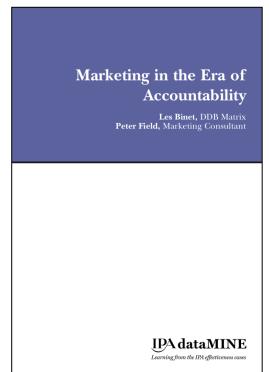
# Marketing Effectiveness in the Digital Era

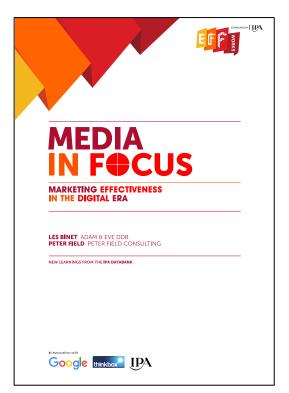
Les Binet adam&eveDDB



#### Our research

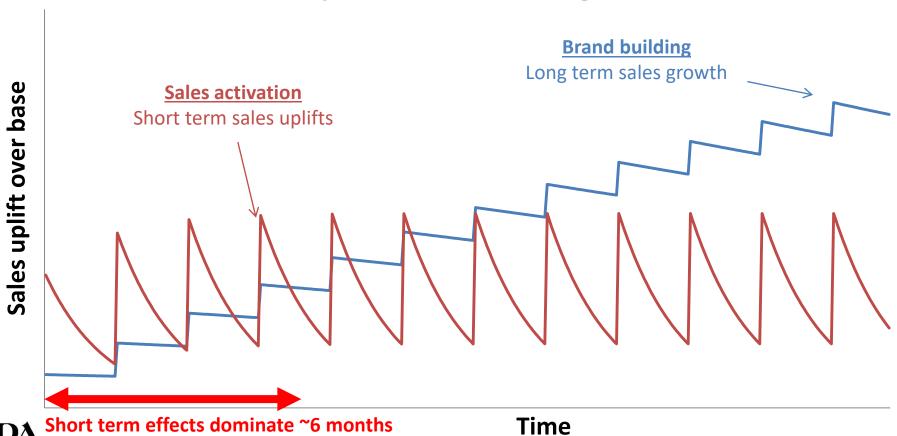








## Two ways marketing works

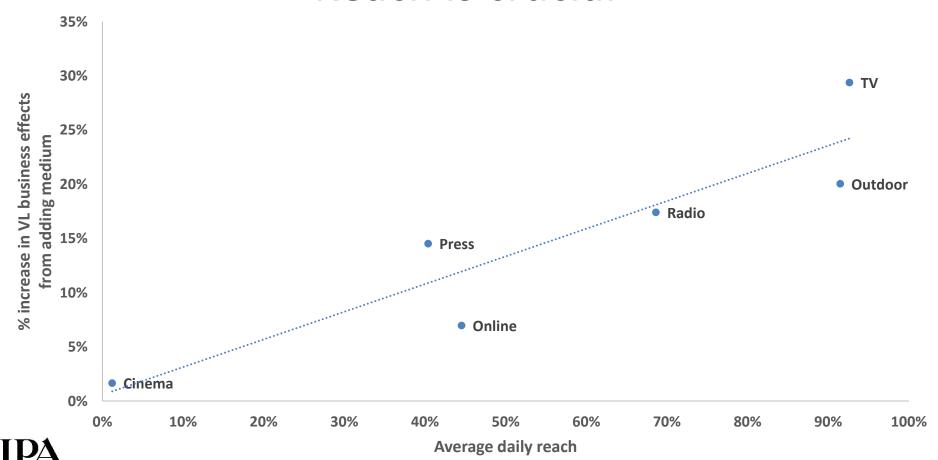


Source: Binet & Field 2013

## But are the rules changing?



#### Reach is crucial



Source: IPA cases 1980-2016, IPA Touchpoints 2

#### Reach still trumps targeting

#### Tight targeting for short term efficiency

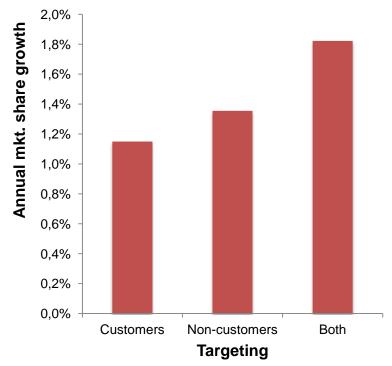
## 60% Very large activation effects 50% 40% 30% 10% 0%

Both

**Targeting** 

Customers

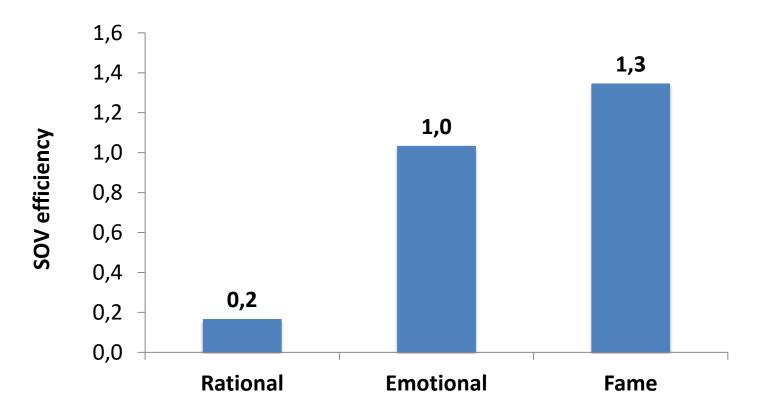
#### Broad reach for long term growth



Source: Binet & Field 2016 Base: 2008-16 IPA cases

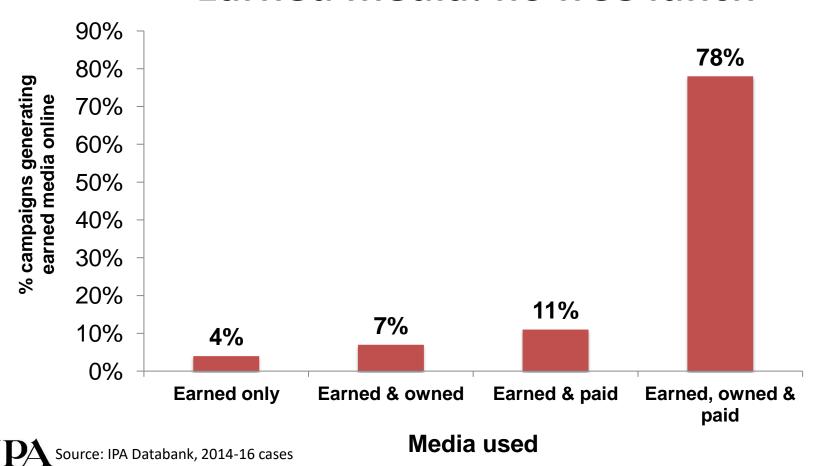
Non-customers

#### **Emotions and Fame remain most efficient**

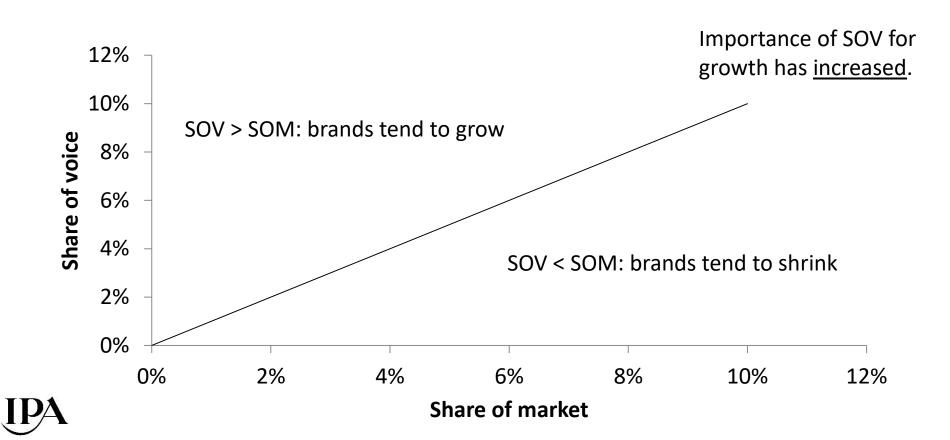




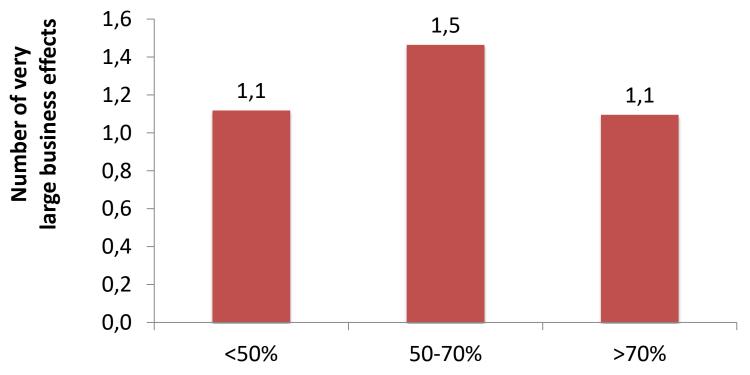
#### Earned media: no free lunch



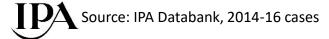
#### The old model: share of voice



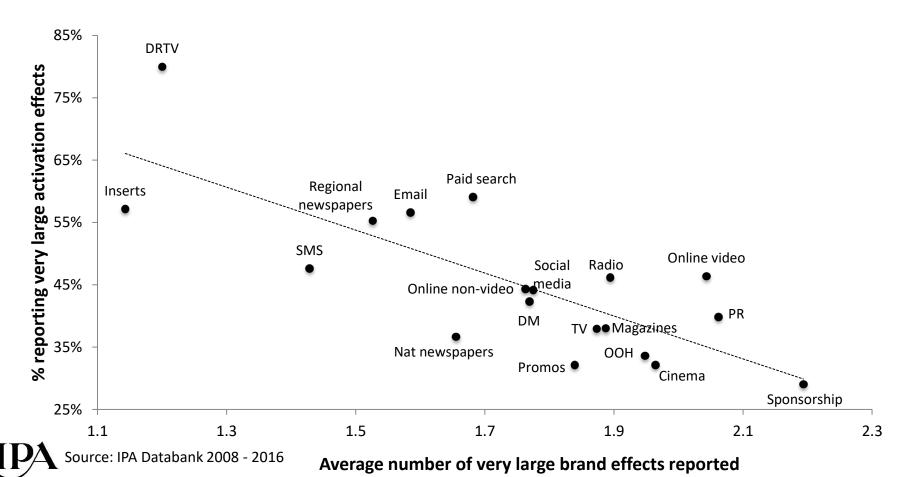
#### The 60:40 rule revisited



% of budget allocated to brand building

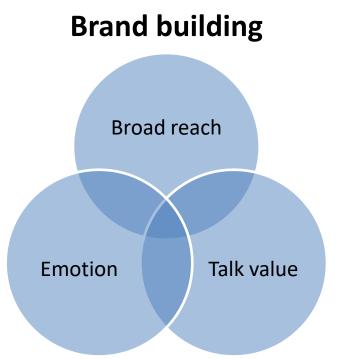


#### The tension between brand & activation



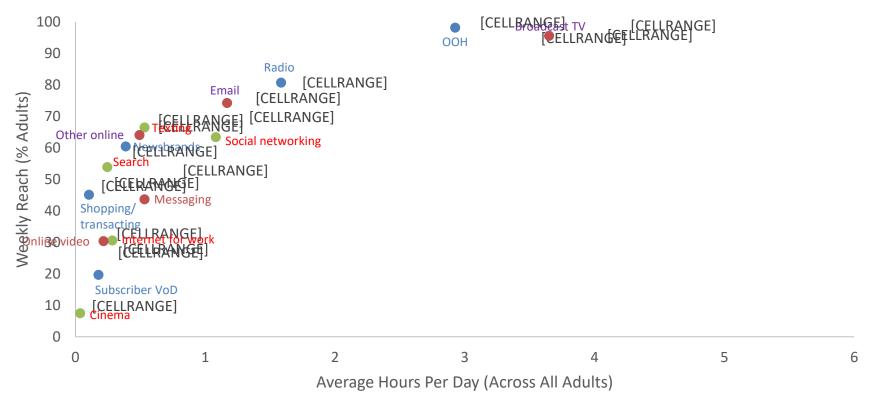
#### Use the right media for the right jobs







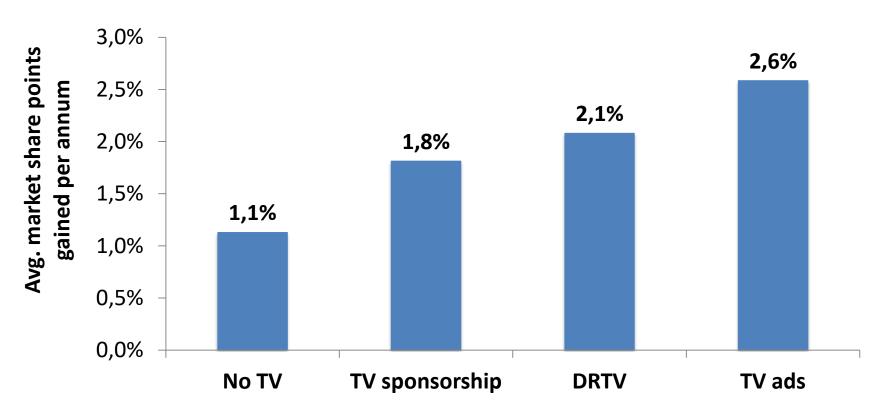
### The Media Landscape in 2018





Source: IPA Touchpoints

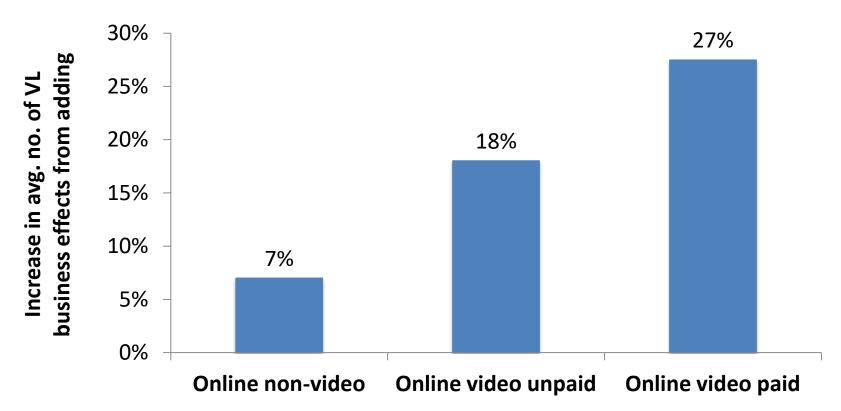
#### TV is still best for top-line growth





Source: IPA Databank, 2012-16 cases

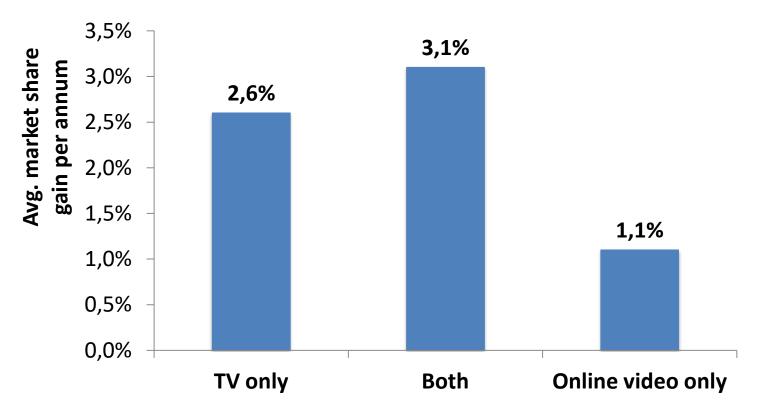
#### Video is highly effective online





Source: IPA databank 2016 cases

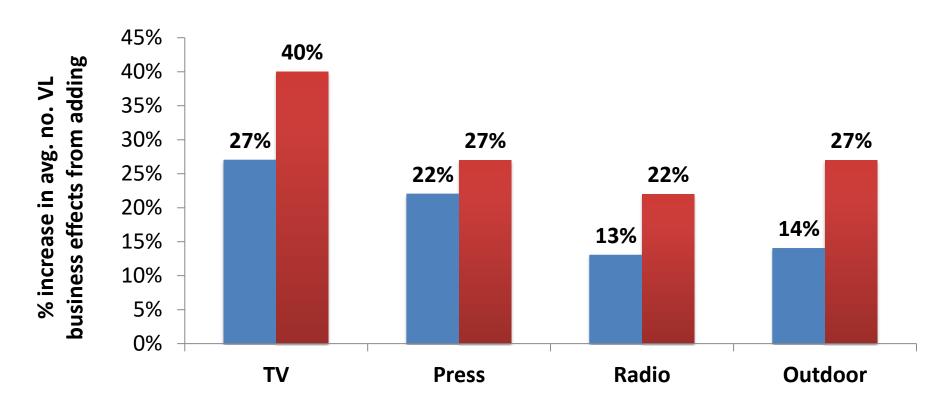
#### Online and offline video work in synergy

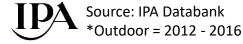




Source: IPA Databank, 2014-16 cases

#### Digital makes mass media more effective





■ Web 1.0 (1998 - 2006)

■ Web 2.0 (2008\* - 2016)

## Best practise in action

John Lewis



## The most awarded film commercial in the world 2015





Launched online first, then on TV





#### John Lewis follow all the rules

- Outstanding creativity "Monty" was most awarded film commercial in the world
- Highly emotional ads top Brainjuicer's "Feelmore 50" league table for emotive power
- Huge reach 2.5 billion exposures in 4 years
- Most famous advertising in Britain 0.5 billion extra exposures from press coverage alone
- TV accounts for 94% of Christmas budget
- Online video amplifies effect of TV: 150 million views this Christmas alone
- Brand ads under-pinned with sales activation 365 days a year
- 60:40 brand/activation budget split



## The bottom line:

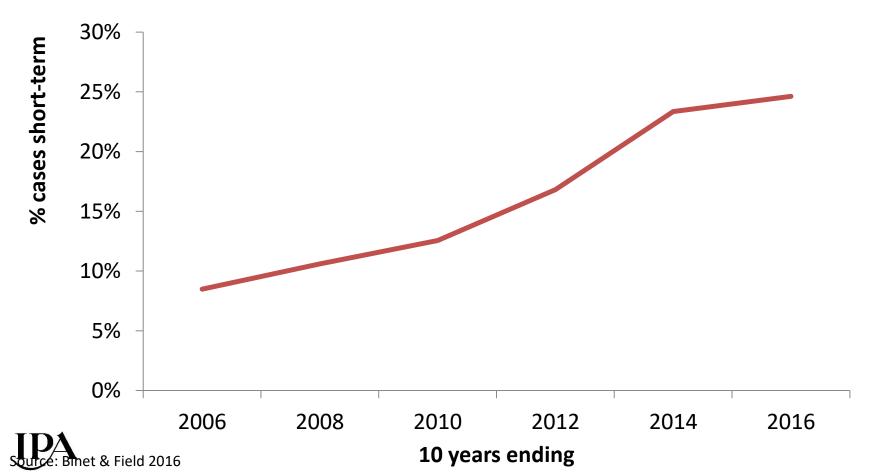
Each £1 spent = £10 extra profit



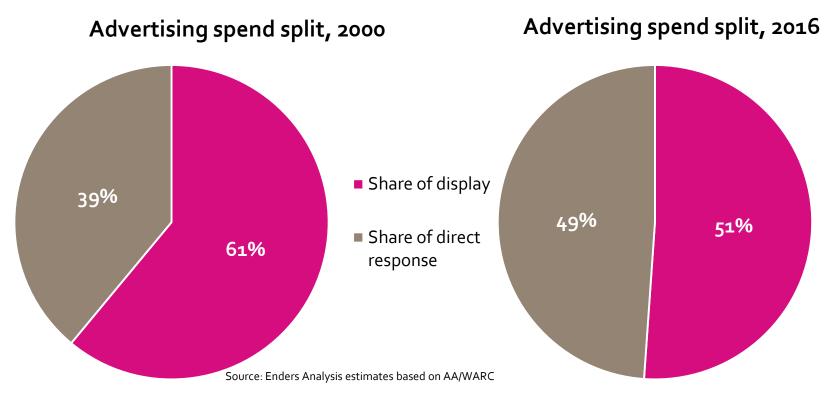
## But now for the bad news...



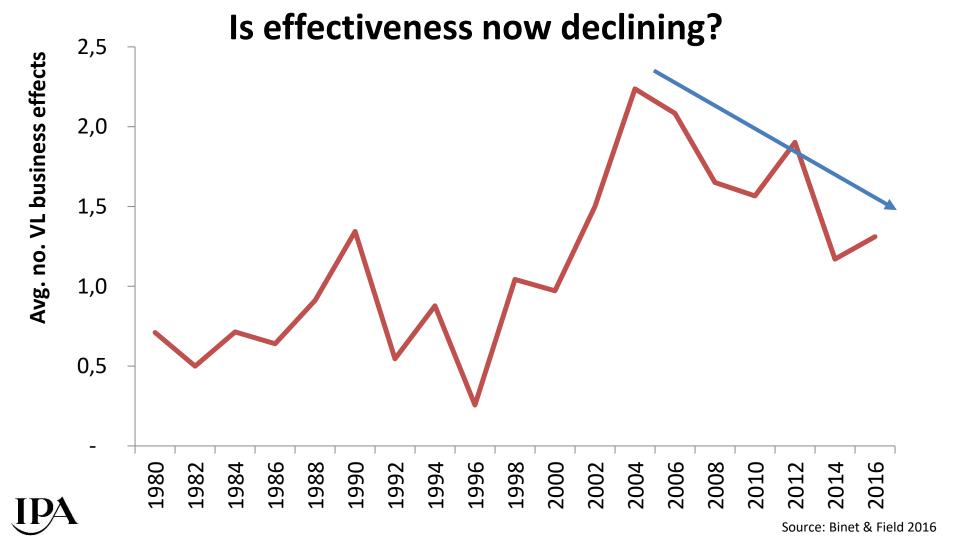
## **Short-termism is rising**



#### UK activation levels have exceeded optimum







#### **Conclusions**

- Focus on effectiveness (long-term growth and profit), not just efficiency (response rates and ROI).
- Brands still matter. Balance short term activation with long term brand building. Follow the 60:40 rule.
- Human nature hasn't changed. Emotions still have a massive influence on our decisions making. Use them.
- It's not all about targeting. Broad reach communications still play an important role.
- Mass media are not dead. Balance online and offline media. They work in synergy, each making the other work harder.
- Budgets still matter. Make sure you're spending enough to move the dial.
- Beware short-termism. We need Long Data, not just Big Data.





## MEDIA IN F#CUS

MARKETING EFFECTIVENESS IN THE DIGITAL ERA

LES BINET ADAM & EVE DDB PETER FIELD PETER FIELD CONSULTING

In association with







