

DIGITAL TRAINING ACADEMY

Amazon

Case study
Digital Relationship Marketing (RM) Academy
Extending the consumer journey with RM
Amazon: Perfect personalization

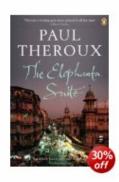
Using email to target offers effectively

- The richness of Amazon's customer data makes for an incredibly powerful targeting tool
- Yet every business has (or is building fast) customer profile information as a way to segment and target
- Think about what your firm can learn from the way Amazon uses their email techniques



Greetings from Amazon.co.uk,

As someone who has purchased or rated books by Paul Theroux, you might like to know that The Elephanta Suite will be released on 28 August 2008. You can pre-order yours for just £6.29 (30% off the RRP) by following the link below.



The Elephanta Suite

Paul Theroux RRP: £8.99 Price: £6.29

You Save: £2.70 (30%)

Release Date: 28 August 2008

From: Amazon.co.uk [mailto: mazon-

To: Danny Meadows-Klue @ Digital

Subject: Save 30% on "The Elephanta Suite"

offers@amazon.co.uk1

by Paul Theroux

Sent: 21 August 2008 13:06



Synopsis

This fabulous, far-reaching book breathtakingly captures the tumult, ambition, hardship and serenity that mark modern India. Theroux's characters risk venturing far beyond its well-worn paths to discover woe or truth or peace. A holidaying middle-aged couple veer heedlessly from idyll to chaos. A buttoned-up Boston lawyer finds relief in Mumbai's reeking slums. A young woman befriends an elephant in Bangalore. We also meet Indian characters as distinctive as they are indicative of their country's subtle ironies: an executive who yearns to become a holy beggar, an earnest young striver whose personality is transformed by acquiring an American accent, a miracle-working guru, and more. "The Elephanta Suite" urges us towards a fresh, compelling, and often inspiring notion of India and its effect on those who try to lose - or find - themselves there.



Recommendations

- By sending only the offers that match a consumers interest, open rates can be assured
- The value of email is in the quality of the open rates and the attitudes of the customers – a function of the relevancy of the offer and their expectation of the brand
- Consider why some brands sustain good open rates with very high volumes of customer messaging



From: Amazon.co.uk [amazon-

offers@amazon.co.uk]

Sent: 15 October 2008 09:10
To: Danny @ Danny.co.uk

Subject: Amazon.co.uk recommends 'Wikinomics'

and more

amazon.co.uk

Recommended for You

Amazon.co.uk has new recommendations for you based on <u>items</u> you purchased or told us you own.



Wikinomics



Buzzmarketing: Get People to Talk About Your Stuff



The Game Design Reader: A Rules of Play Anthology



Windows and
Mirrors:
Interaction
Design, Digital
Art, and the Myth
of Transparency
(Leonardo Book)



Convergence
Culture: Where
Old and New
Media Collide



CIM - 9 Analysis and Evaluation: Study Text



The Business and
Practice of
Coaching: Finding
Your Niche,
Making Money
and Attracting

"People who like this also liked this"

- Amazon sends a lot of email, so why do they manage to get a consistently high open rate?
- The answer is in the targeting, and even if you don't have anything like the depth of information they do, there are still lessons to learn
- Take this simple email for a book offer and consider why of all the millions of books this one is selected
- When you know what your customer buys and you have new products that are similar to those they've bought before then it's easy to start joining up the dots
- Although the company who coined the phrase 'people who like this also liked this' has one of the most sophisticated collaborative filtering tools of any retailer to rely upon
- The ideas are simple enough that any firm can start making some of these links providing they know their customers well enough



Writing email messages that are instantly understood Target the customer

- As an avid reader of Paul Theroux, this offer is perfectly targeted to the consumer
- Amazon know that the consumer has bought several titles by Theroux and several more about India, the place where this book is set
- In the subject line the words 'Paul Theroux' are acting as the filter for the customer
- It's instantly decidable and provides the mental 'attention grabber' that stops this email from being deleted when it arrives with a bunch of other less relevant retail offers
- The relevancy is clear in a way that if the book title alone was in the email it might not be the case
- This shows how sometimes products need to be qualified by explaining the category or parent brand to ensure the customer can make that connection
- When combined with a price promotion there is a natural sales uplift
- And although Amazon don't release data about the nature of that uplift, the fact they continue to deliver price promotions in the market as an incentive to buy now speaks volumes
- This is an example of best practice in targeting and using email as a proactive way to drive sales among both current and lapsed customers



People who like this...

- ...also like this
- This is the cross promotional phrase Amazon's marketing and proposition has been built on
- Rich profile data, highly accurate predictive modelling about interests, and clever copywriting are guaranteed to ensure their offers always hit the spot





Greetings from Amazon.co.uk,

We've noticed that customers who have purchased or rated <u>Growing Up Digital: Rise of the Net Generation</u> by Don Tapscott have also purchased <u>Grown Up Digital: How the Net Generation is Changing Your World</u> by Don Tapscott. For this reason, you might like to know that <u>Grown Up Digital: How the Net Generation is Changing Your World</u> is now available. You can order yours for just £11.99 (25% off the RRP) by following the link below.



Grown Up Digital: How the Net Generation is Changing Your World

From: Amazon.co.uk [amazon-

Sent: 21 October 2008 13:10 **To:** Danny @ Danny.co.uk

Subject: Save 25% on "Grown Up Digital: How

the Net Generation is Changing Your World" by

offers@amazon.co.uk]

Don Tapscott

Don Tapscott

RRP: £15.99 Price: £11.99 You Save: £4.00 (25%)



Product Description

The Net Generation Has Arrived. . Are you ready for it?. . Chances are you know a person between the ages of 11 and 30. You've seen them doing five things at once: texting friends, downloading music, uploading videos, watching a movie on a two-inch screen, and doing who-knows-what on Facebook or MySpace. They're the first generation to have literally grown up digital--and they're part of a global cultural phenomenon that's here to stay.. . The bottom line is this: "If you understand the Net Generation, you will understand the future.," . If you're a Baby Boomer or Gen-Xer: "This is your field guide.," . A fascinating inside look at the Net Generation, "Grown Up Digital" is inspired by a \$4 million private research study. "New York ... Read more

Amazon

Making it easy

- A single email
- A single offer
- A single click
- When marketing is this easy the barriers to sale have all been removed
- What could Amazon teach your business about effective retailing and conversions?



Sent: 24 October 2008 13:49 **To:** Danny @ Danny.co.uk

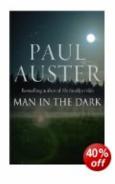
Subject: Save 40% on "Man in the Dark" by Paul

Auster



Greetings from Amazon.co.uk,

We've noticed that customers who have purchased or rated $\underline{Mr. Vertigo}$ by Paul Auster or other books in the $\underline{A} \geq \underline{Auster, Paul}$ category have also purchased \underline{Man} in the \underline{Dark} by Paul Auster. For this reason, you might like to know that \underline{Man} in the \underline{Dark} is now available. You can order yours for just £8.99 (40% off the RRP) by following the link below.



Man in the Dark Paul Auster

> RRP: £14.99 Price: £8.99

You Save: £6.00 (40%)



Product Description

Seventy-two-year-old August Brill is recovering from a car accident. Plagued by insomnia, he tries to push back thoughts of things he would prefer to forget - his wife's recent death and the horrific murder of his granddaughter's boyfriend, Titus - by telling himself stories. He imagines a parallel world in which America is not at war with Iraq but with itself. In this other America the twin towers did not fall, and the 2000 election results led to secession, as state after state pulled away from the union, and a bloody civil war ensued. Brill gradually opens up to his granddaughter, recounting the story of his marriage and confronting the grim reality of Titus' death. "Man in the Dark" is a novel of our time, a book that forces us to confront the blackness of night whilst also celebrating the existence of ordinary joys in a brutal world.



More is more

- When targeting is this good, Amazon moves from the role of 'seller' to the role of supporter in the mind of its customers
- They have the power to do the thinking for the customer and are performing the job a book reviewer would have a decade before



offers@amazon.co.uk1

Sent: 14 November 2008 11:29

To: Danny @ Danny.co.uk

Subject: Amazon.co.uk recommends "France

(Lonely Planet Country Guide)" and more

amazon.co.uk

Recommended for You

Amazon.co.uk has new recommendations for you based on items you purchased or told us you own.



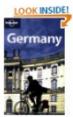
France (Lonely Planet Country Guide)



Shaping Things (Mediawork Pamphlet)



Marketing Due Diligence: Reconnecting Strategy to Share Price



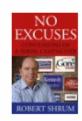
Germany (Lonely Planet Country Guide)



Blog: Understanding the Information Reformation That's Changing Your World



Business and Management Research: How to Serial Campaigner Complete Your Research Project Successfully



No Excuses: Concessions of a



Naked Conversations: How Blogs are Changing the Way Businesses Talk with Customers



Relevancy drives sales

- Amazon has led the field in relevancy because their vast sales volume gives the opportunity of understanding why 'people who like this, also like this'
- When they send out their email offers, they achieve a rare blend of precision targeting and broadcast mailing
- The email engine only sends the books relevant to the specific individual which guarantees a relatively high open and conversion rate
- Over time customers become adept at understanding the nature of Amazon's offers so their sender and subject lines don't need to work as hard as they would for a brand that has not entrenched the same sense of expectation
- This email newsletter is sent to a customer who buys books about travel and online marketing: exactly the right selection and message



Expanding your offer

- Exemplary customer service let the brand expand into more areas and reach more customers
- Clear display, clear information, compelling photos and a strong supporting range of product information are what it needs to secure future purchases
- From a base in books and music, Amazon has expanded into dozens of other sectors becoming the web's largest department store

DIGITAL TRAINING ACADEMY From: Amazon.co.uk [mailto:amazon-

offers@amazon.co.uk]

Sent: 14 September 2009 12:10 **To:** Danny Meadows-Klue @ Digital

Subject: DigitalStrategyConsulting: New Apple iPods

+ Electronics Deals of the Week



Get Unlimited Free One-Day Delivery Now!

PC & Video Games

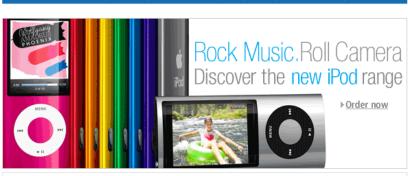
nes I Softwa

<u>re</u> | <u>Watch</u>

Flectronics & Photo

Health & Beaut

| Jewellery | Home & Garden | Baby | Shoes | Sport & Leisure | Toys & Games



Dear Amazon.co.uk Customer,

Take advantage of our hot <u>Deals of the Week</u> in Electronics. Offers must end Sunday 20th September, 2009.



Digital Cameras
Panasonic TZ7 now
under £250



Pure Evoke Mio DAB radios only £114.99 Deals of the Week



Sony Bravia LCD TVs 40" Full HD from £759.80







Amazon The thank you

- By transforming a simple sales acknowledgement and turning it into well designed customer messaging, Amazon can boost its repeat orders as well as the values of its brand in the minds of consumers
- Amazon's customer service sees the next purchase as the goal and keeps customers happy and moving forwards all the way through that journey



From: Amazon.co.uk [customer-reviews-

messages@amazon.co.uk] **Sent:** 23 May 2009 08:12

To: Danny Meadows-Klue @ Digital

Subject: Review your recent purchases at

Amazon.co.uk

amazon.co.uk®

Dear DigitalStrategyConsulting,

Thank you for your recent purchases from Amazon.co.uk.

We invite you to submit reviews for the products you purchased or share an image that would benefit other customers. Your input will help customers choose the best products on Amazon.co.uk.

It's easy to submit a review--just click the **Review this product** button next to the product.



<u>Here Comes Everybody: How Change Happens When</u> <u>People Come Together</u> (Purchased on 20/04/2009)

by Clay Shirky

Review this product

...or share an image.



<u>Tribes</u> (Purchased on 20/04/2009) by Seth Godin

Review this product

...or share an image.



New on Amazon! Grab your video camera or webcam and add video to your customer review. Click on 'Review this product' above to upload a video or find a different product to review.

Need Help?

If clicking the link above doesn't work, you can review your products by following