Effectiveness *The Top 10 Drivers*

MARK RITSON





Long Torm Em Case Study SCION HE





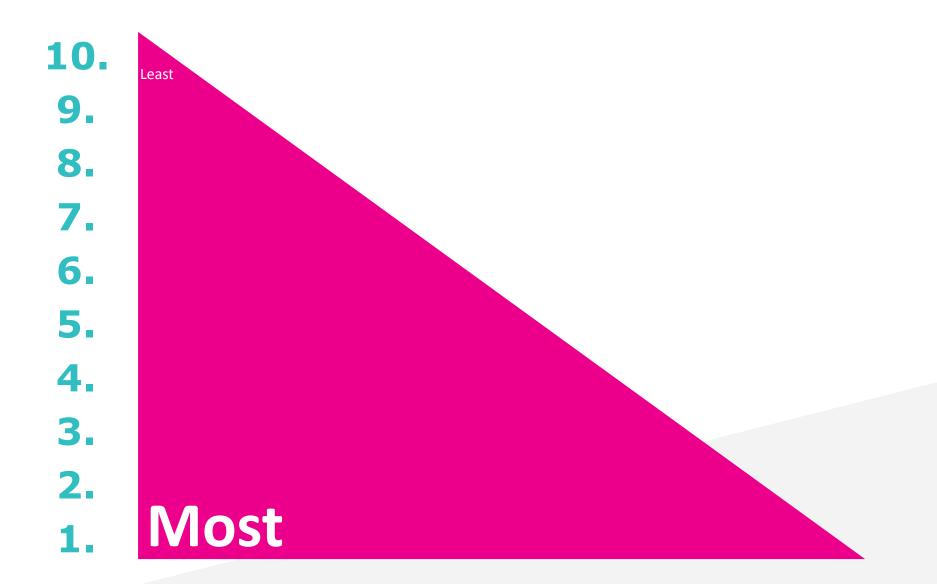
5,900







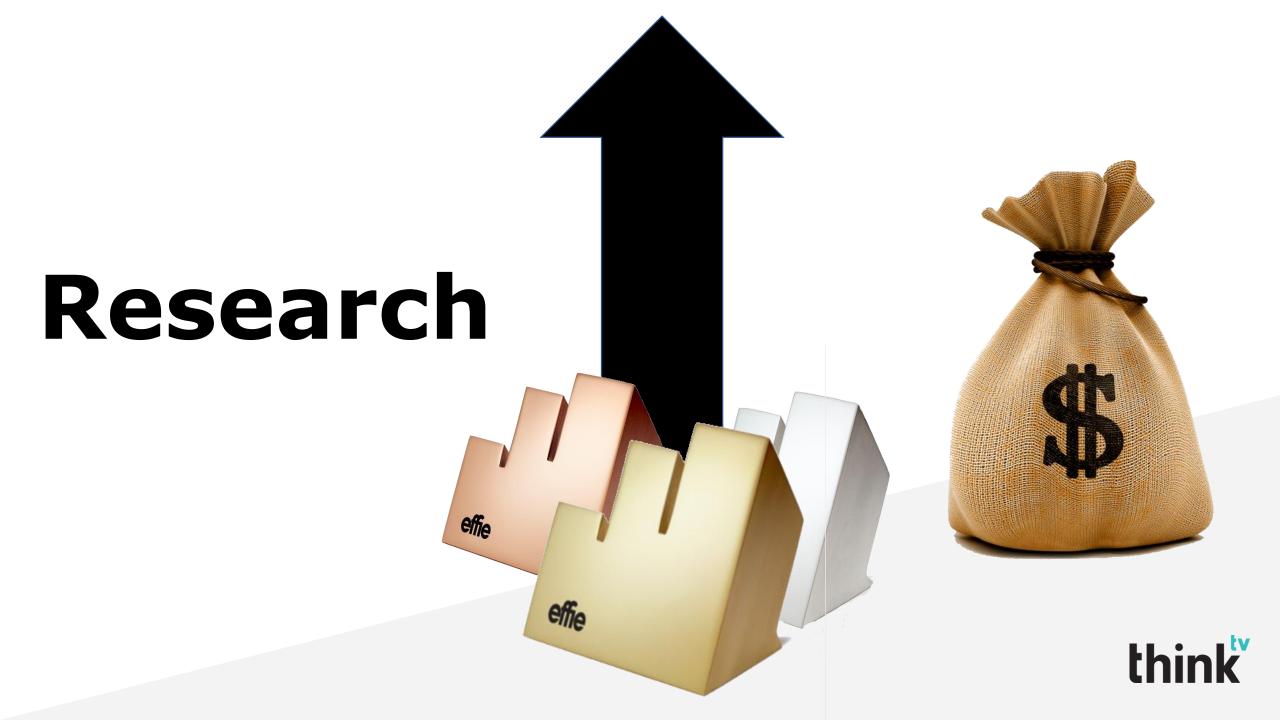
In Reverse Order...



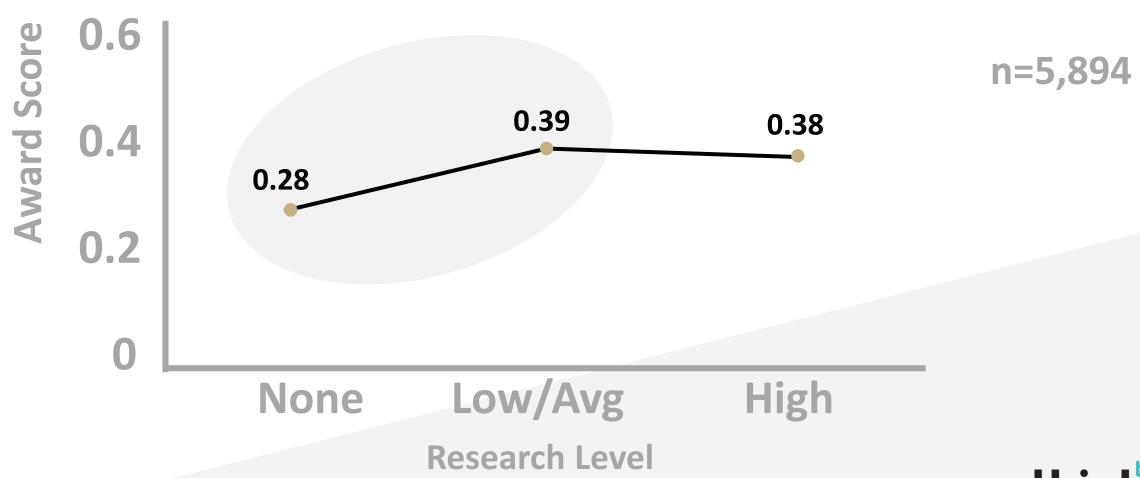


#10 Research





Does Research Increase Effectiveness?





#9 Strategic Objectives



Objectives – The Signal of Strategy

Business Aspirations

Reverse sales decline

Marketing or Brand Objectives

Increase Consideration among

blue collar workers

from 15% to 65% by June 2016

Tactical Goals

Get 400,000 Social mentions



How Many Objectives?



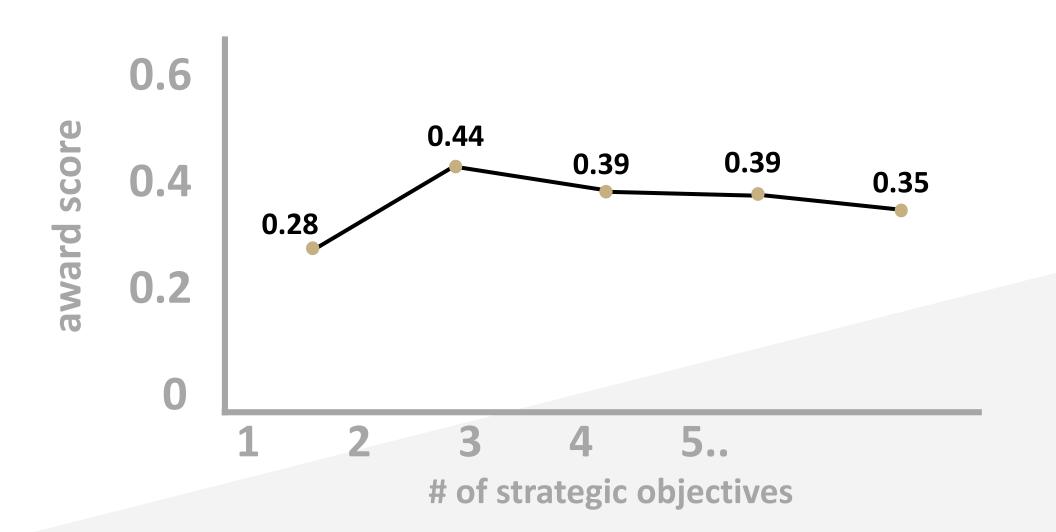
Increase Consideration among blue

collar workers

from 15% to 65% by June 2016



How Many Objectives?



n=5,645



#8 Differentiation



Relative Differentiation

- Different Names
- Here & Know
- Availability
- In my size
- In red

Simon Sinek



Purpose

Rosser Reeves



USP

Ries & Trout



Own a Single Idea



Relative



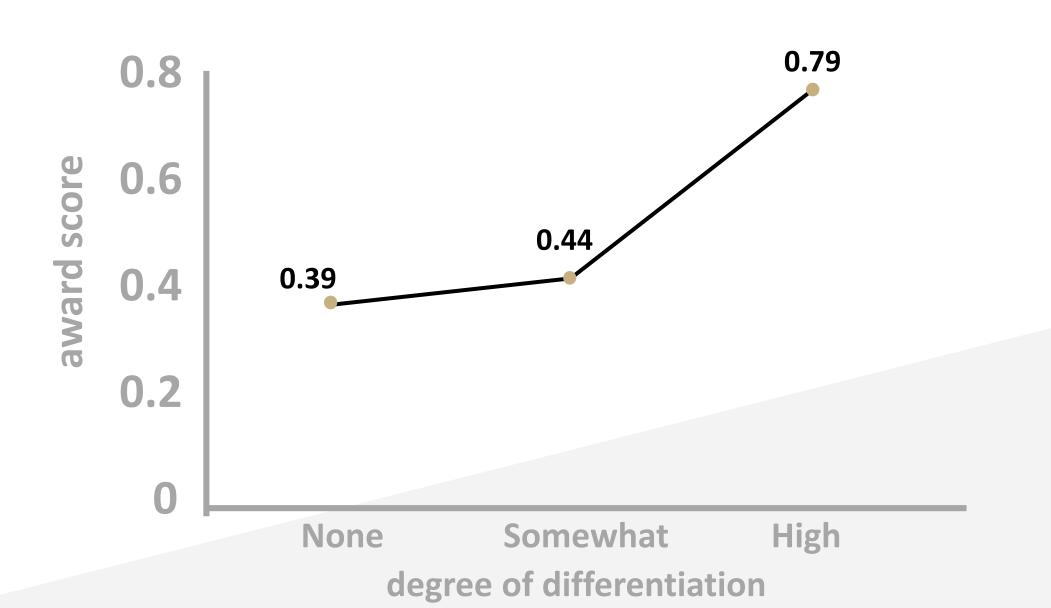
Differentiation?

to...

- Salience
- Competitors
- Other Brand Associations



Does Differentiation Pay?



n=4773



#7 Multi-Channel



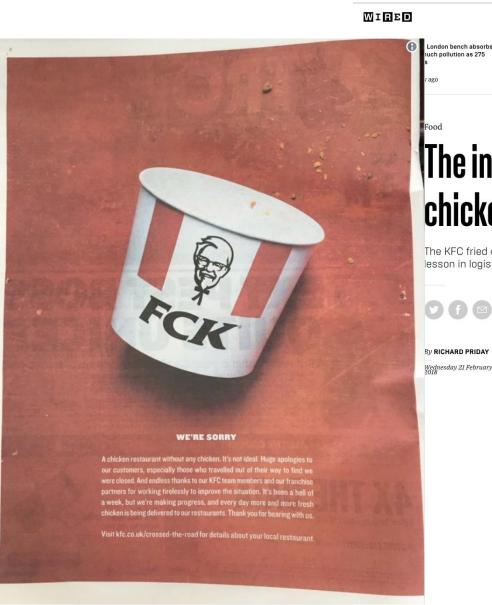
UK Campaign of 2018

#NoCapitulation: How one

hashtag saved the UK

university strike

Technology



The inside story of the great KFC chicken shortage of 2018

The KFC fried chicken shortage has rumbled on for almost a week. And it's a classic lesson in logistics management





By RICHARD PRIDAY Wednesday 21 February



Culture

Business

As Putin's reelection looms.

online propaganda wars rage

Against a torrent of digital

Credit Matt Cardy/Getty Images

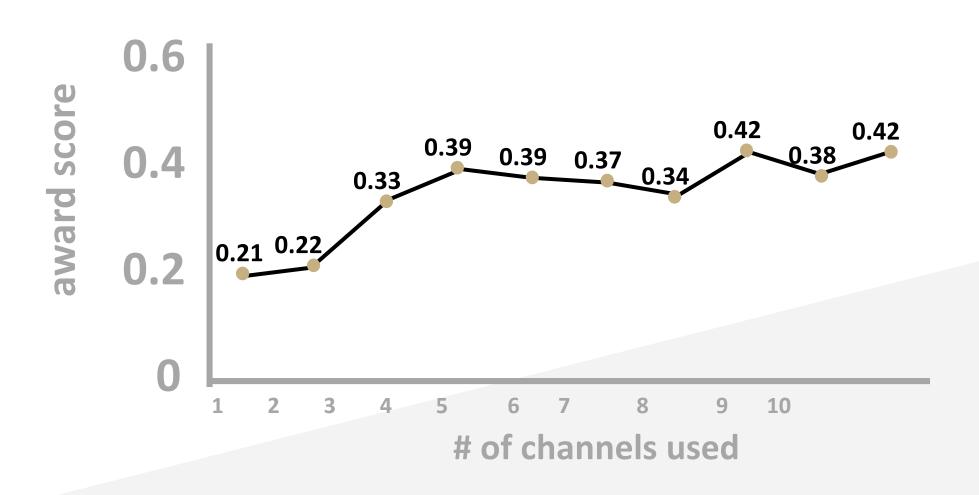
Why didn't the chicken cross the road? Because of a single point-of-failure in the chicken restaurant's supply chain and lack of contingency planning, that's why.

Marketing Week @MarketingWeekEd · Mar 3 .@markritson ponders, 'what's in three little letters? Well the short answer is that





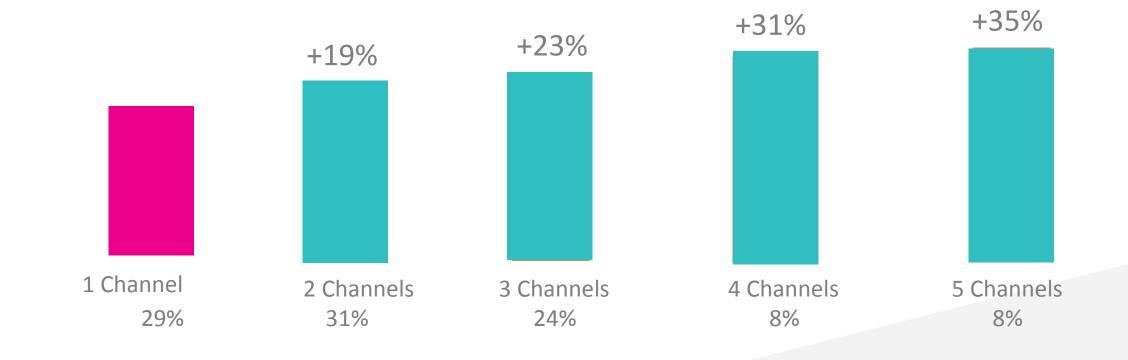
More Channels = More Effectiveness



n=4,855



Multi-Channel Communication

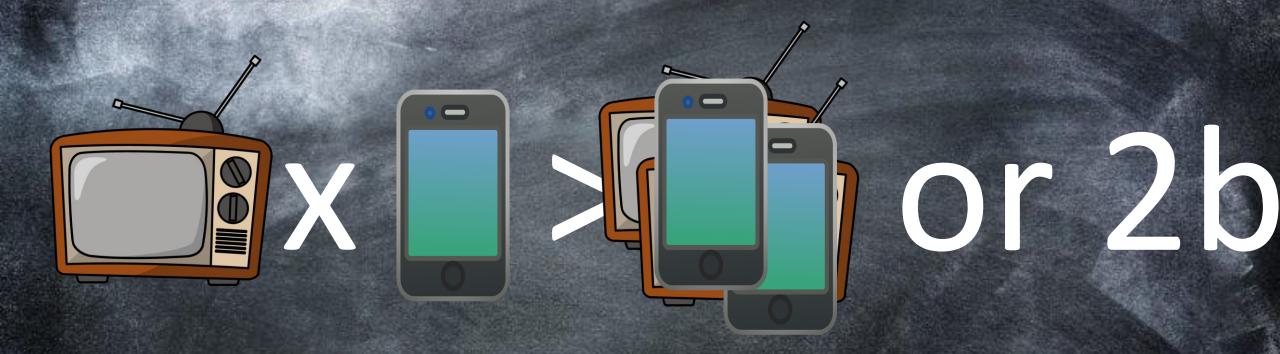




3,200 Campaigns 2010 - 2015

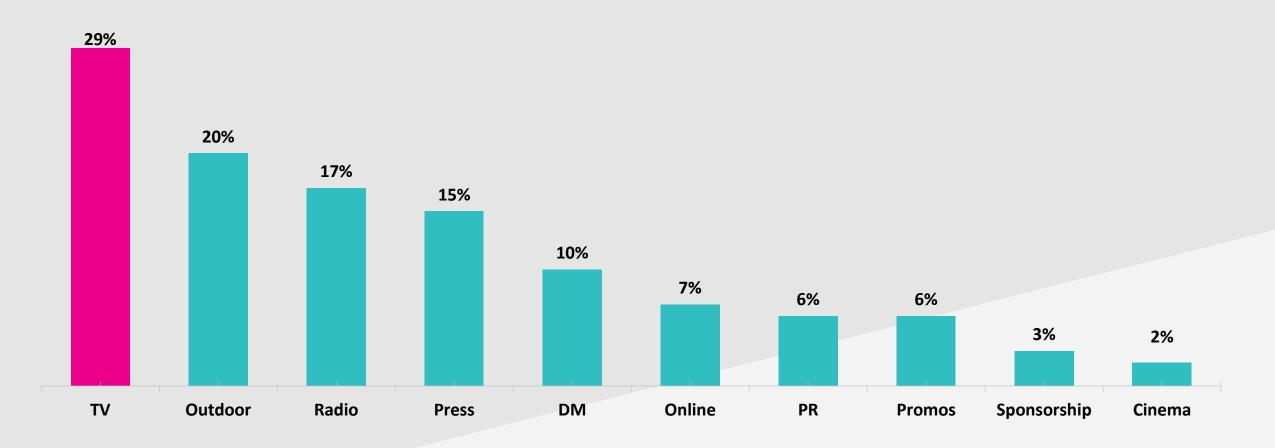


The Lost Secret Formula of Synergy



Different Catalytic Effects

% increase in average number of very large business effects from adding TV







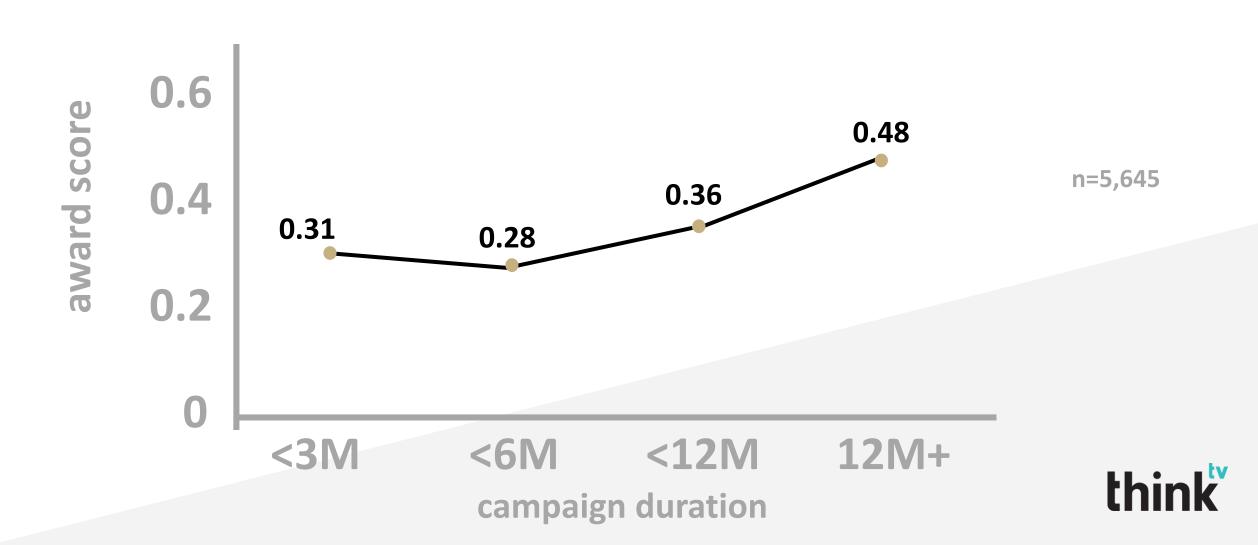
#6 Long & Short



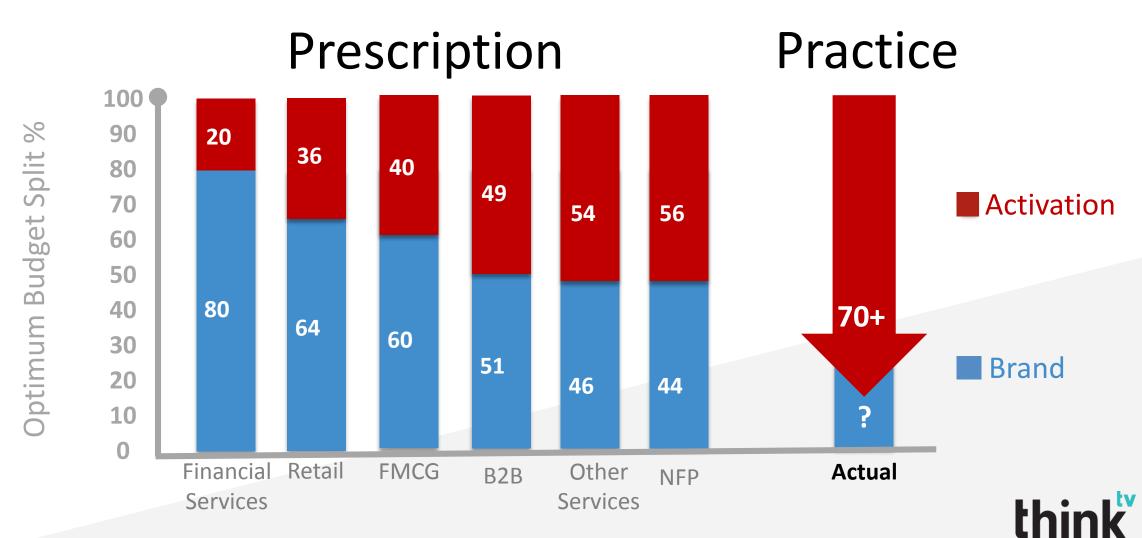




Is Long better than Short?



The Long & The Short of It



The Long & The Short of It



HOURS/ DAYS
(via Digital Attribution)

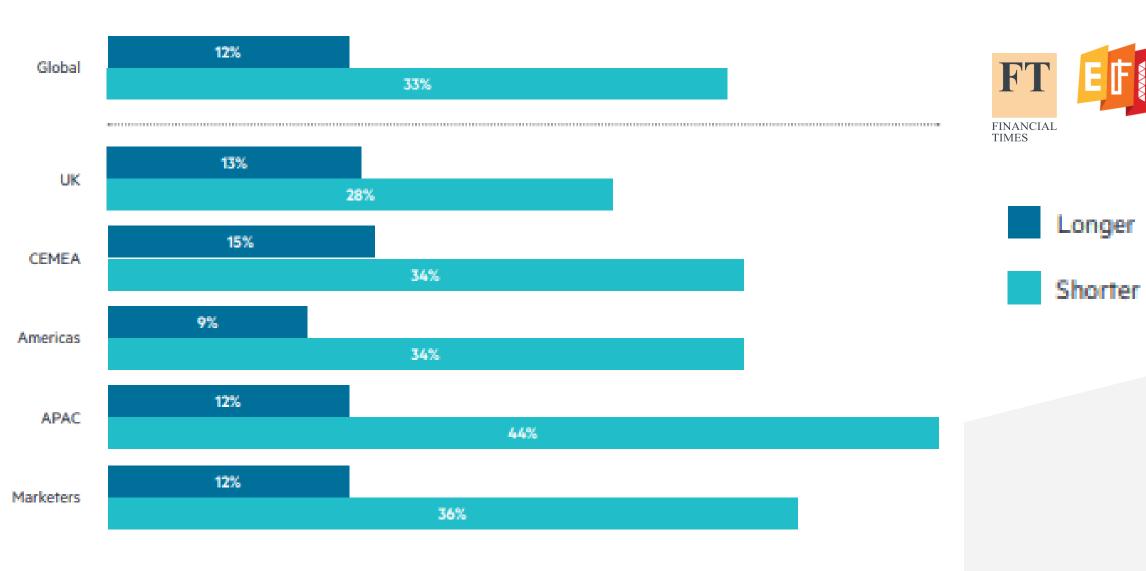
WEEKS/ MONTHS
(via Marketing Mix Modelling)

MONTHS/ YEARS
(via Brand Equity Modelling)





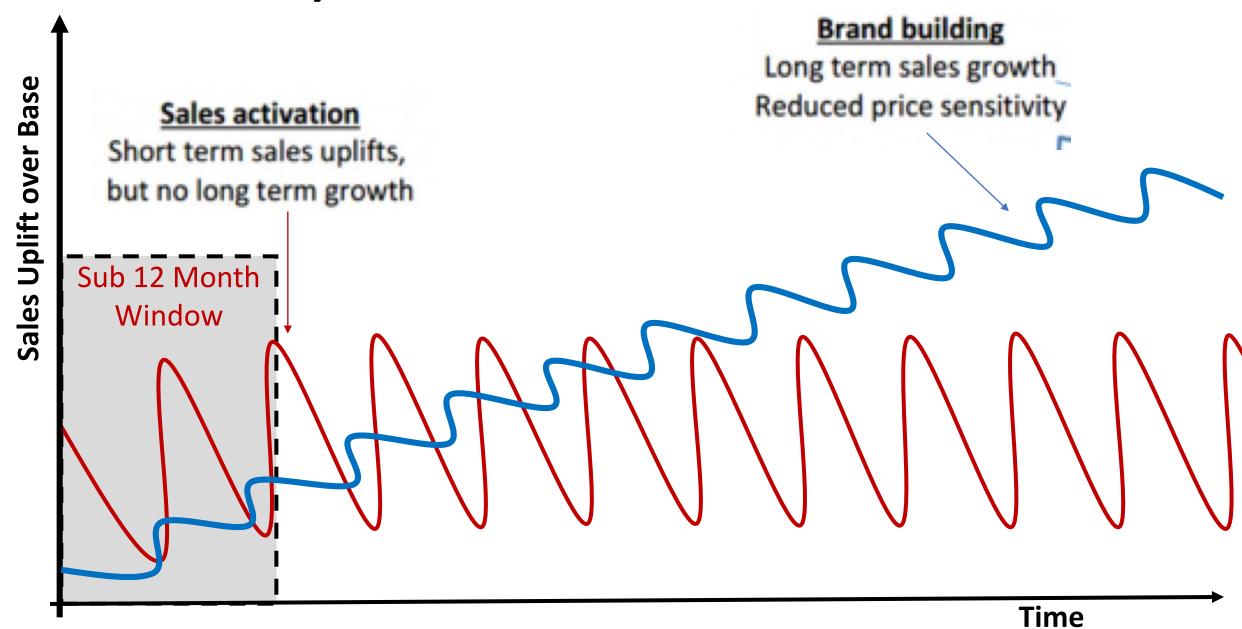
The Growth in Short Termism



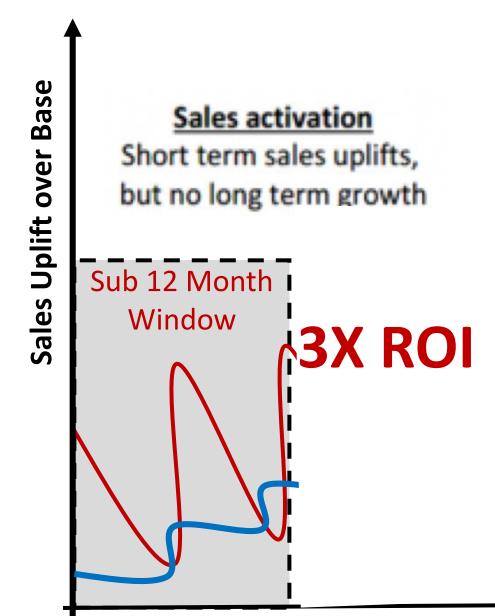
Would you say that your reporting cycles for marketing performance are getting longer or shorter in your organisation? Why is that?



Why is there Such a Difference?



Why is there Such a Difference?



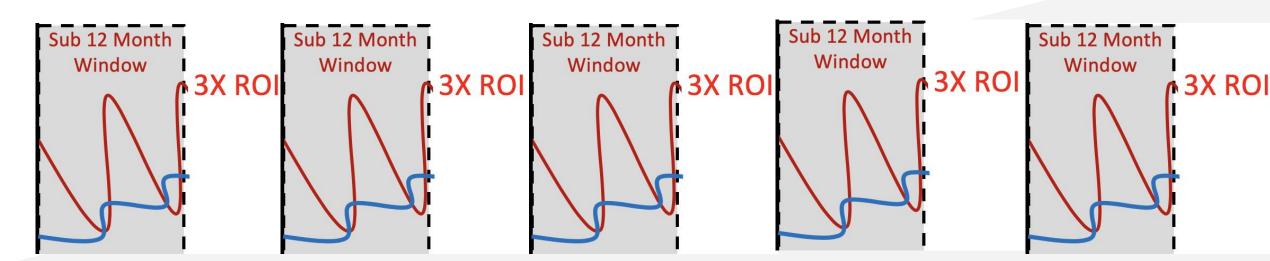
Brand building

Long term sales growth Reduced price sensitivity "You have to produce results in the short term. But you also have to produce results in the long term.

And the long term is not simply the adding up of short terms."



Peter Drucker



"Efficiency is doing things right;

Effectiveness is doing the right things."



Peter Drucker





"Any idiot can do short term. Any idiot can do long term.

The trick is to do both."

Hugh Johnston, Pepsico CFO



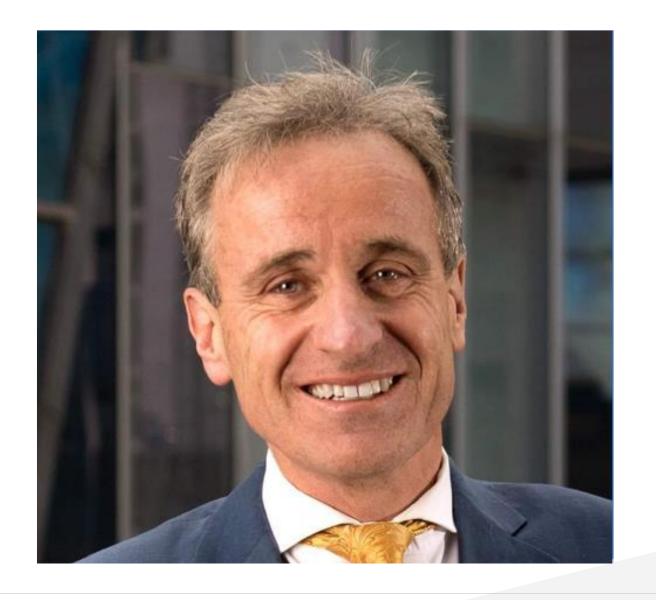
Three CMOs





#5 Targeting & Mass





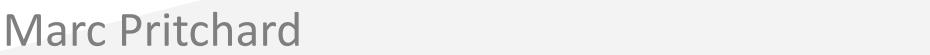
I'm not a great believer in targeting. Our target is about seven billion people sitting on this planet. Our task is to reach as many people as we can; to get them to notice us and remember us; to nudge them; and, hopefully, get them to buy us once more this year.





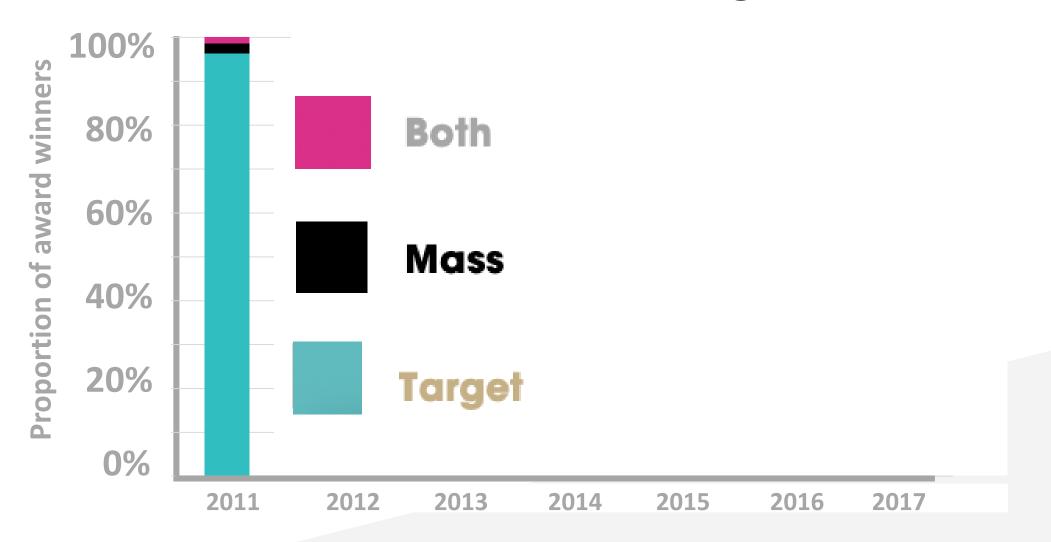


We targeted too much, and we went too narrow, and now we're looking at what is the best way to get the most reach but also the right precision?





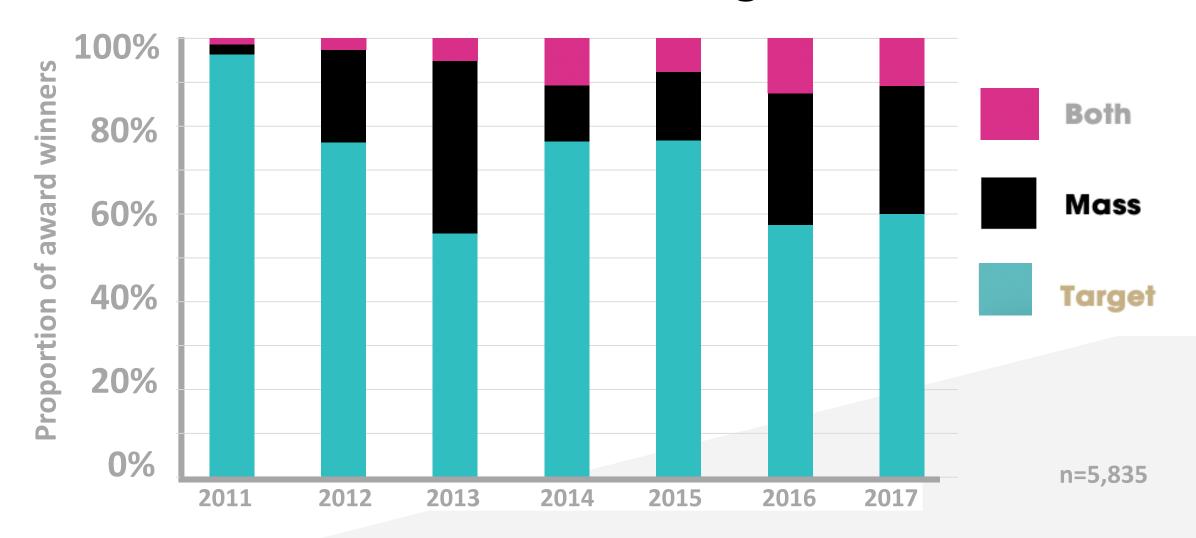
A Growth in Mass Marketing



n=5,835

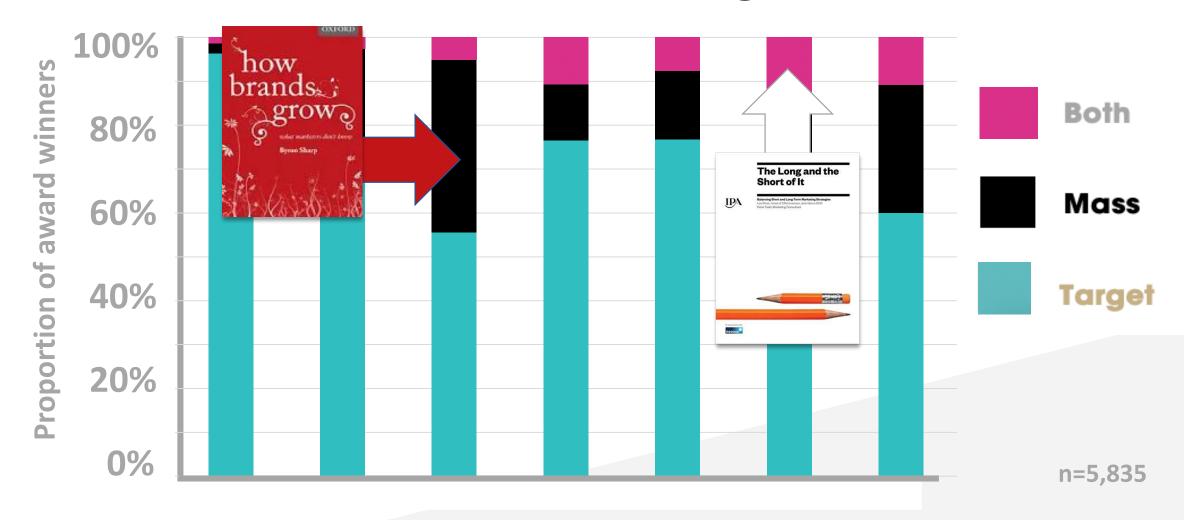


A Growth in Mass Marketing



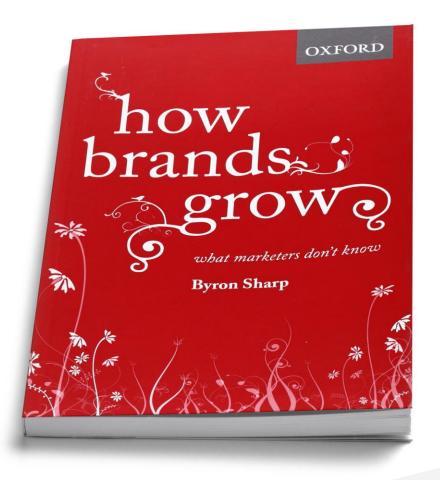


A Growth in Mass Marketing





Sophisticated Mass Marketing





Byron Sharp

- ..textbooks have condemned mass marketing to a premature grave
- "Rather than trying to hem their brands into niches, [brand managers] are always looking for broad reach





Attend

Agenda

Sponsor

Help

The Masters





11 Apr 2017



The Battling Professors: Byron Sharp and Mark Ritson Go Head to Head!

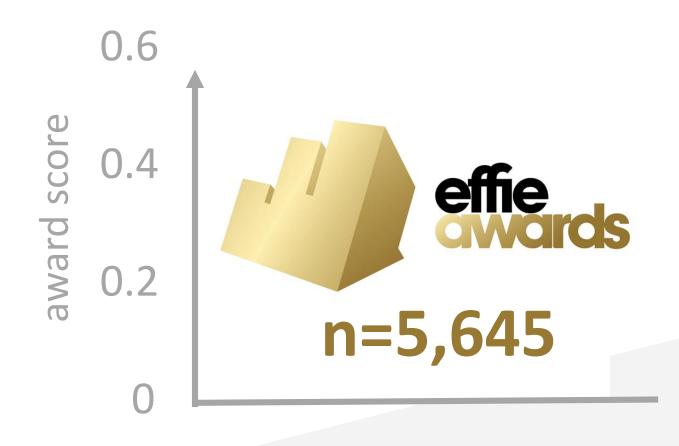
- Festival of Marketing

Festival

of Marketing



Mass Marketing versus Target Marketing

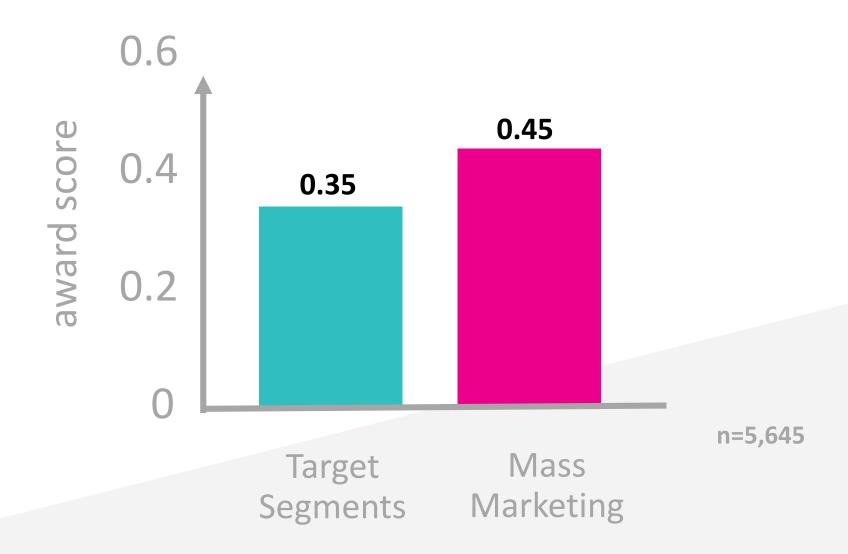


Target Segments

Mass Marketing

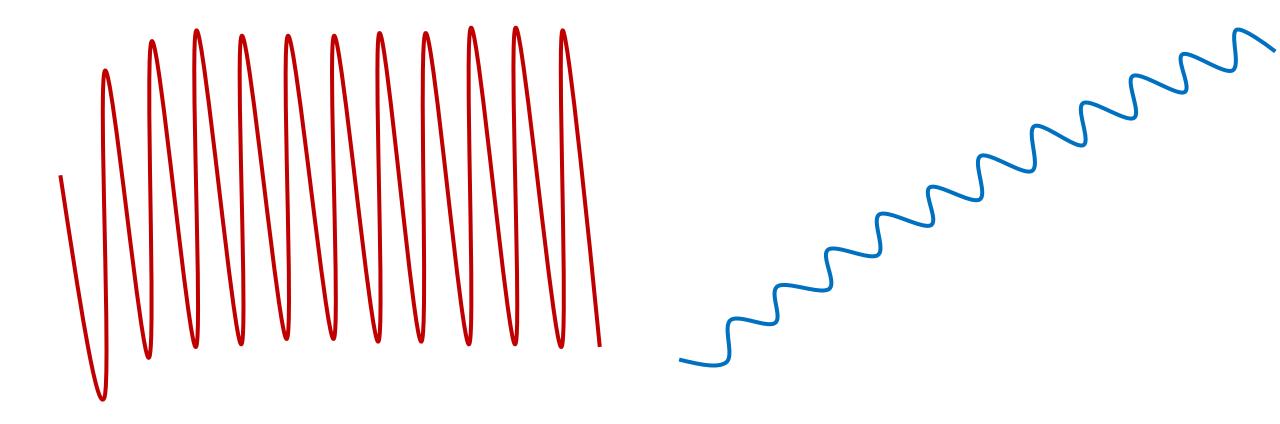


Mass Marketing versus Target Marketing

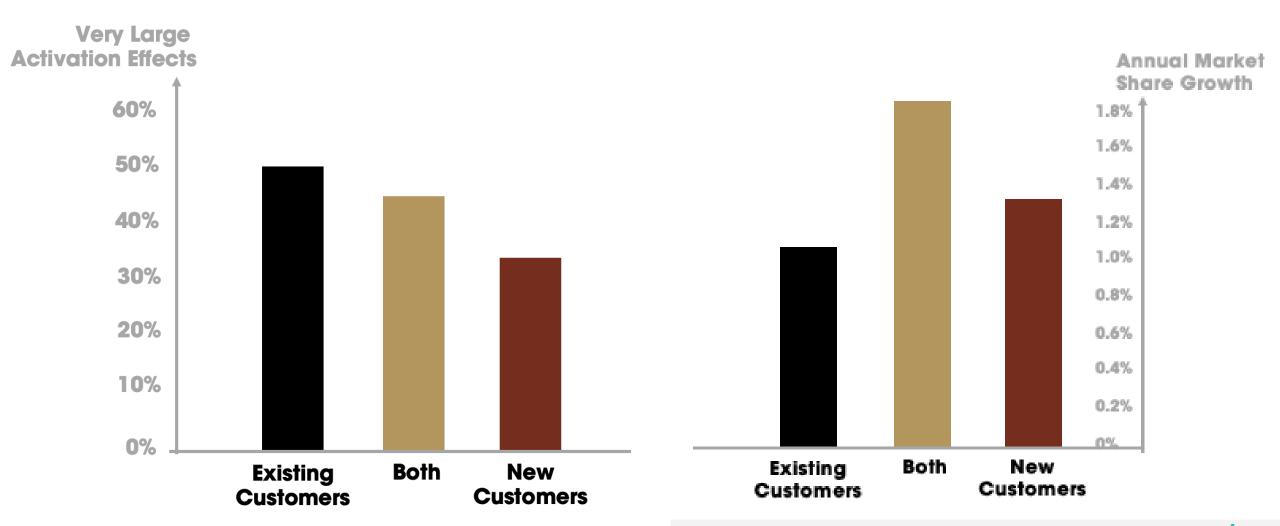




Long & Short Approaches to Targeting



Long & Short Approaches to Targeting











Category

Link the POV to Products

Persuasion

Mental Availability

Masterbrand

Make the POV Famous

Emotional Connection

Cultural Resonance







\$1 delivers \$4.42

nielsen

...aDility

Masterbrand

Make the POV Famous

Emotional Connection

Cultural Resonance



A Two Speed Brand Plan







#4 ESOV

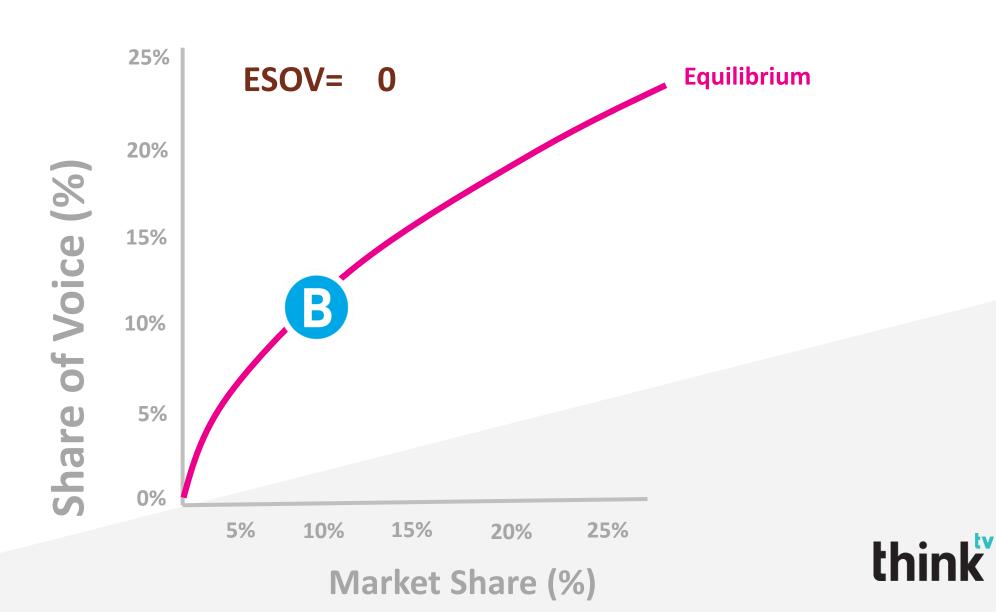


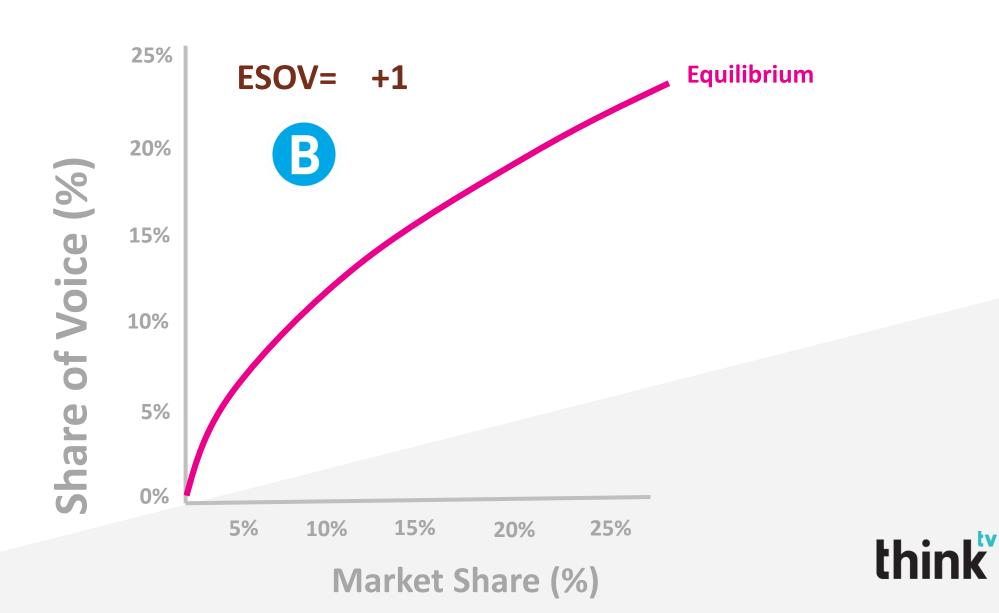


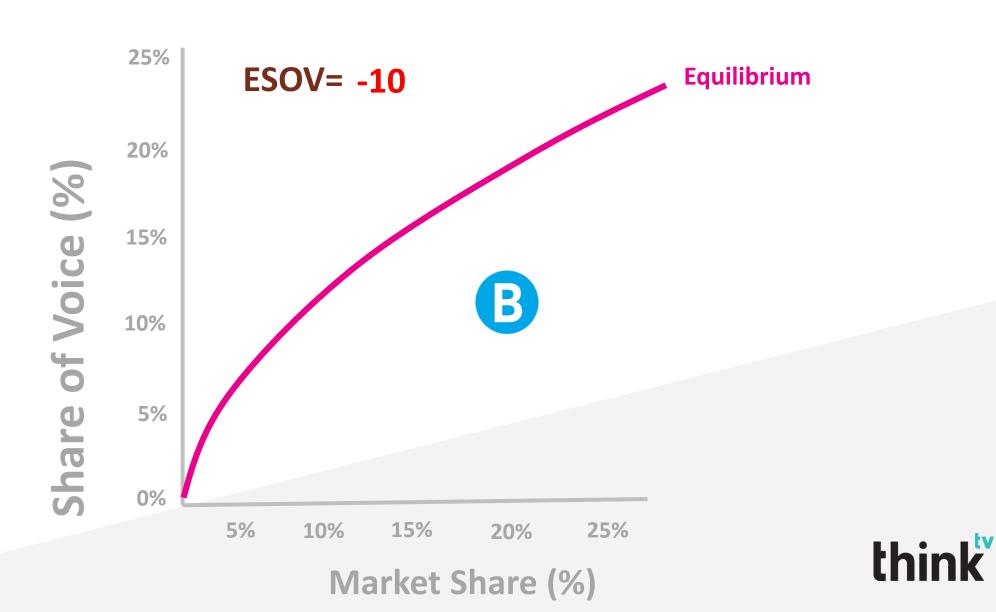
The Magazine of the Thoughtful Manager Harvard Business Review January-February 90 Number 1 ROBERT B. REICH Who Is Us? Robust Quality **GENICHI TAGUCHI and** DON CLAUSING HBR Folio-Evolution The State of American Management WALTER B. WRISTON The Value-Adding CFO: GERALDINE E. WILLIGAN An Interview with Disney's Gary Wilson The Staying Power of the Public Corporation ALFRED RAPPAPORT VINCENT P. BARABBA The Market Research Encyclopedia 105 Toxic Reckoning: Business Faces a New Kind of Fear **ELLIOTT JAQUES** In Praise of Hierarchy Elegant Design for Everyday Life 134 JOHN T. O'CONNOR B. CHARLES AMES and Vital Truths About Managing Your Costs JAMES D. HLAVACEK Global Finance and the Retreat to Managed Trade DAVID D. HALE 150 HBR Case Study
The Case of the Perplexing Promotion HARRY LEVINSON and NAN STONE For the Manager's Bookshelf
Debating George Gilder's Microcosm Special Report Ad Spending: Maintaining Market Share JOHN PHILIP JONES Ad Spending: Growing Market Share JAMES C. SCHROER Getting Things Done Five Ways to Keep Disputes Out of Court JOHN R. ALLISON How Hewlett-Packard Gets Numbers It Can Trust DEBBIE BERLANT, REESE BROWNING, Letters to the Editor Business and Family: The Facts Are Changing Entrepreneuring Eastern Europe p. 6 Executive Summaries p. 185 The Gray Area p. 212

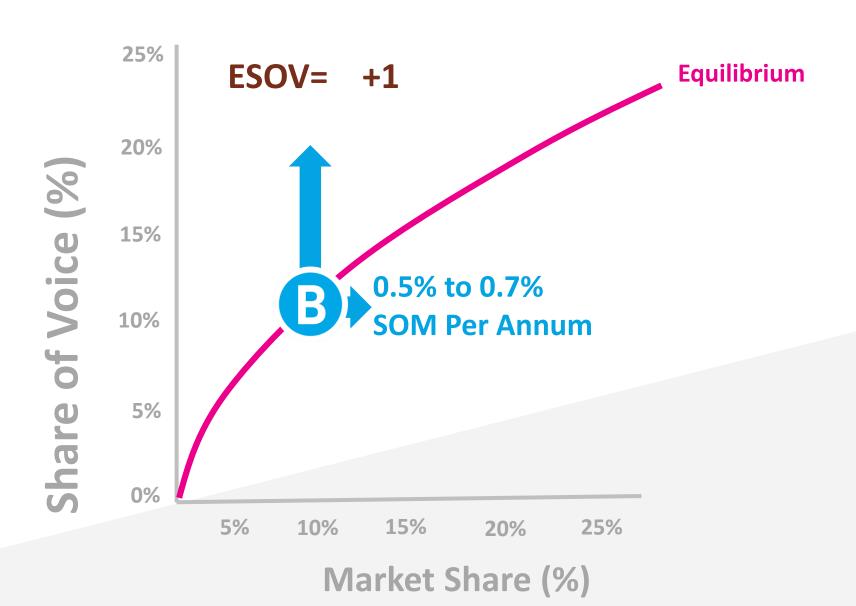
John Philip Jones



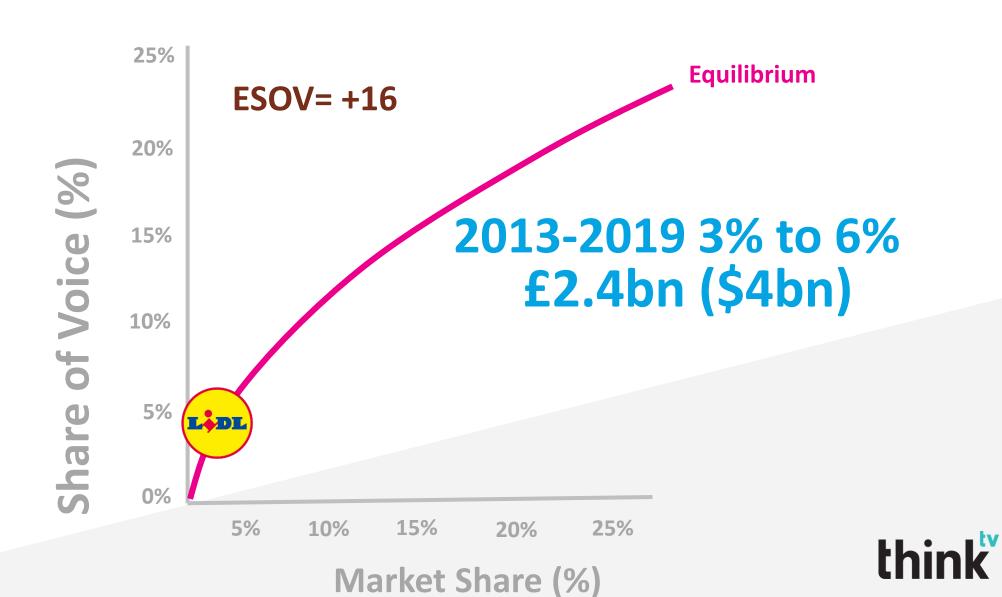












ESOV = SOV-SOM SOM growth % 60 40 99% confidence ESOV 100 60 -20 -40

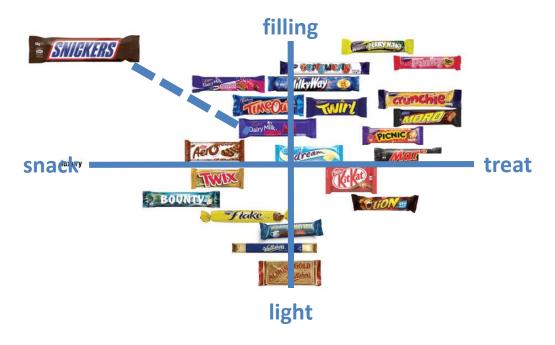


#3 Codification



The Two D's

Differentiation?



Distinctiveness?





Differentiation?





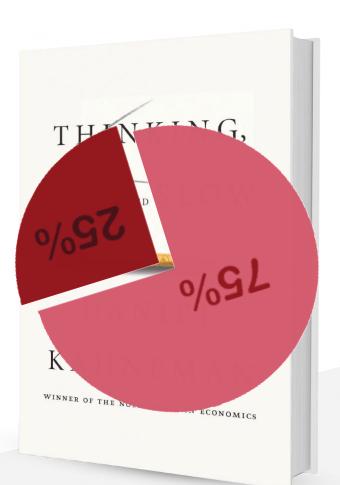
Distinctiveness?





Positioning Differentiation?





Codes Distinctiveness?





codes = distinctive brand assets = distinctive assets

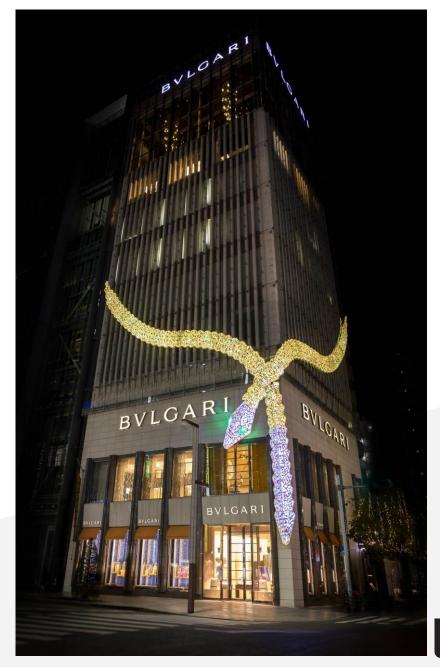
•	Logo	123
•	Shapes/Patterns	124
•	Colours	92
•	Founders	111
•	Font	110
•	Packaging	109
•	Characters	102
•	Product Cues	100
•	Locations	92
•	Celebrities	87





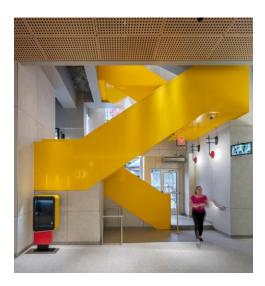
1. Maintain Salience







- 1. Maintain Salience
- 2. Shorten the last 2 feet









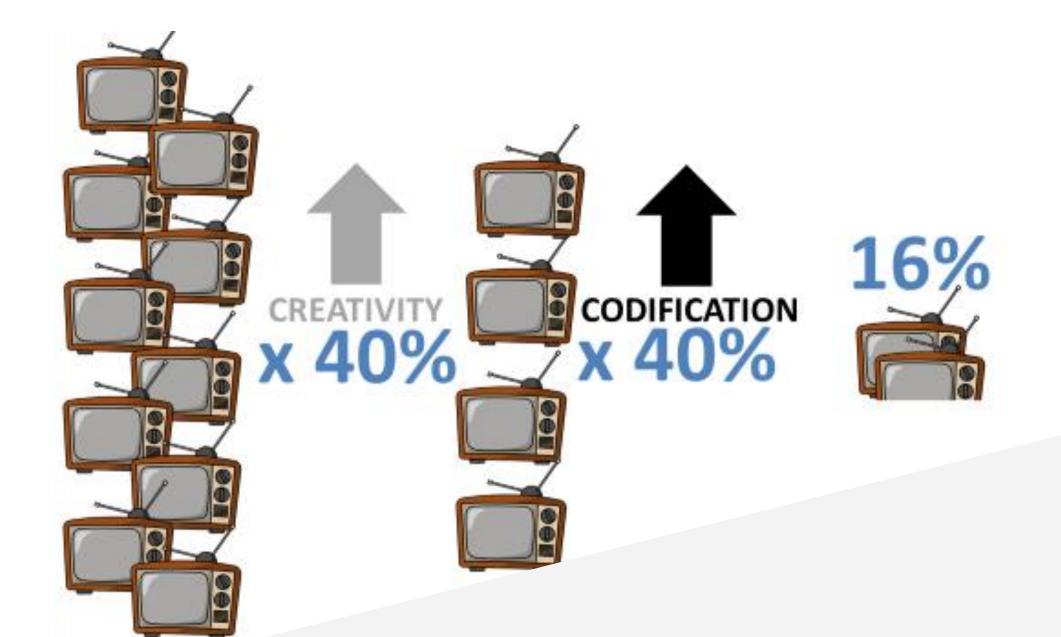






- 1. Maintain Salience
- 2. Shorten the last 2 feet
- 3. Advertising Linkage









- 1. Maintain Salience
- 2. Shorten the last 2 feet
- 3. Advertising Linkage
- 4. Bolster Brand Image





- 1. Maintain Salience
- 2. Shorten the last 2 feet
- 3. Advertising Linkage
- 4. Bolster Brand Image
- 5. Brand Revitalisation









- 1. Maintain Salience
- 2. Shorten the last 2 feet
- 3. Advertising Linkage
- 4. Bolster Brand Image
- 5. Brand Revitalisation
- 6. Bridge the Long & Short

Brand Building	Sales Activation
~~~	m
Long Term	Short Term
Influences Future Sales	Generates Sales Now
<b>Emotional Priming</b>	Persuasive Messages
Brand Focus	Product Focus
<b>Creates Brand Equity</b>	<b>Exploits Brand Equity</b>



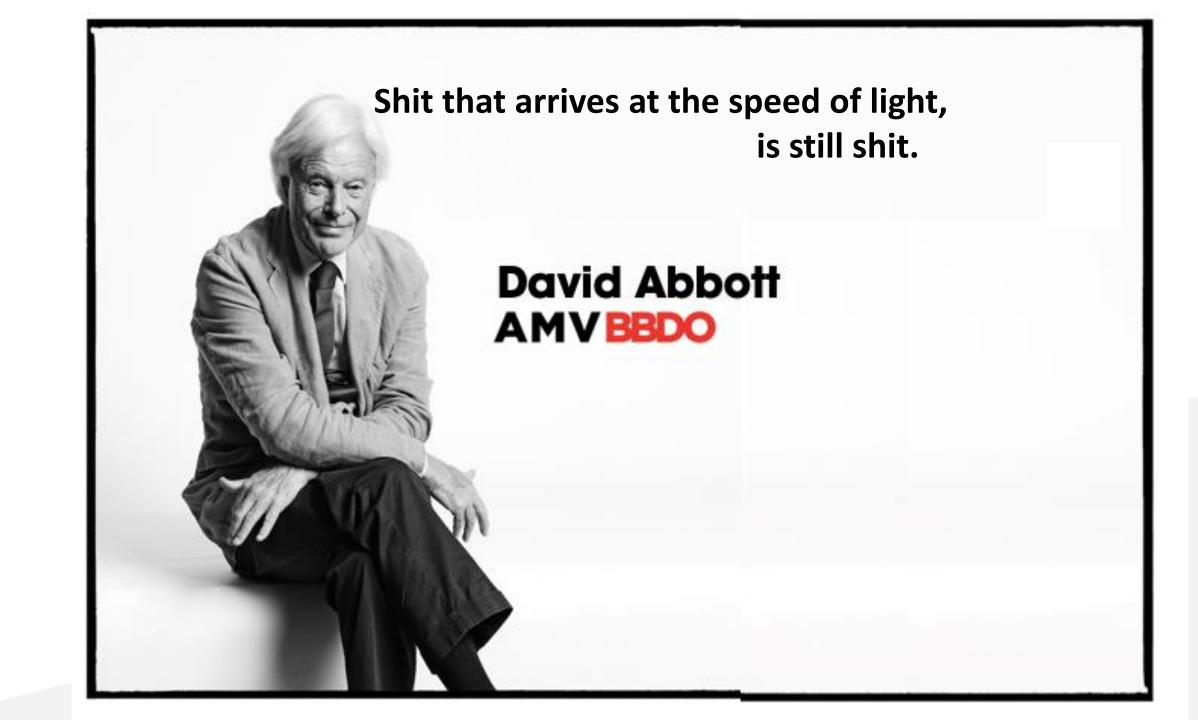


# **#2** Creativity



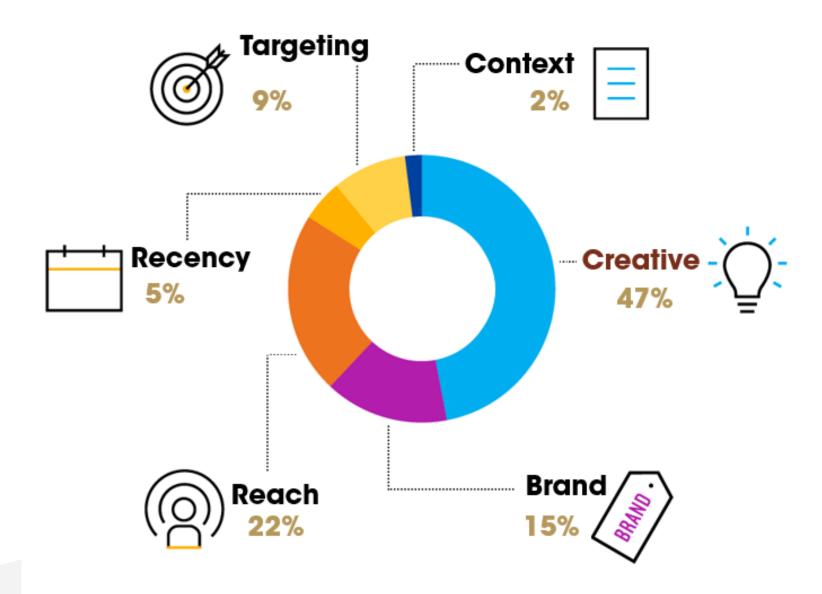
## **2011-2015 Media Focus**





#### The Effective Power of Creative







#### The Effective Power of Creative

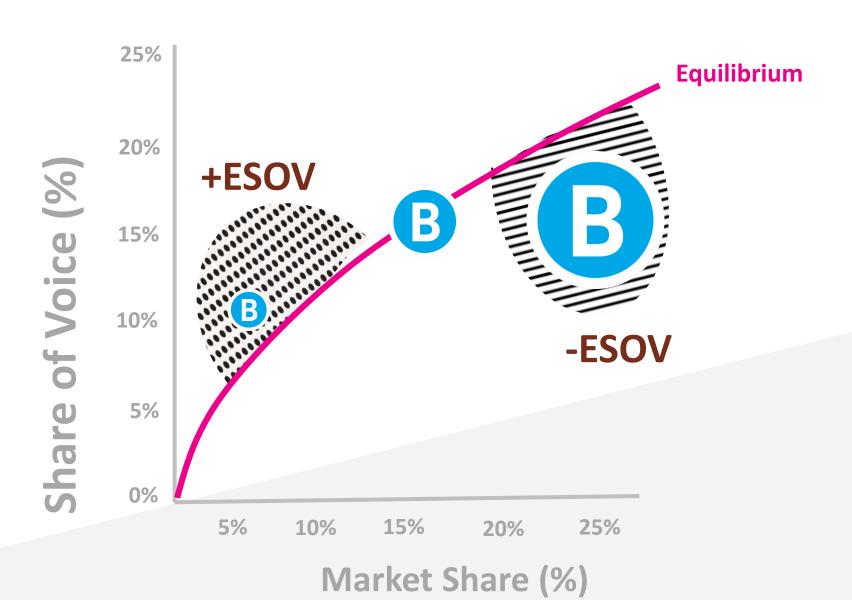




# #1 Brand Size

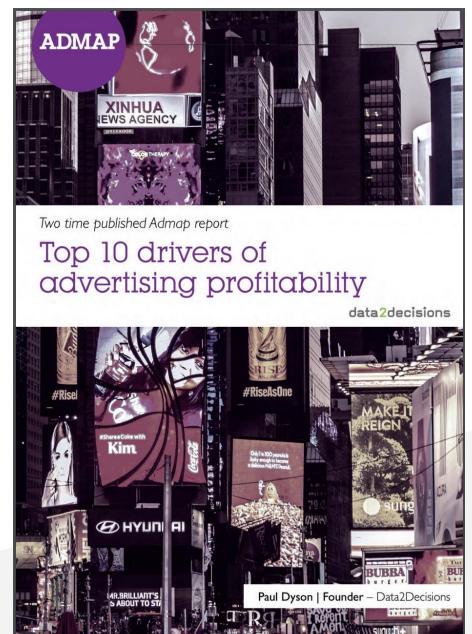


## A Twist in the ESOV





#### **Factors Driving Advertising Profitability**





#### **Factors Driving Advertising Profitability**

Ranking	Factor	Profit Multiplier
1	Brand Size & Share	18.00
2	Creative Execution	12.00
3	Geographic Budget Setting	5.00
4	Portfolio Budget Setting	3.00
5	Multi-Channel Campaigns	2.50
6	Budget Setting across Variants	1.70
7	Cost & Product Seasonability	1.60
8	Product vs Equity vs Season	1.40
9	Laydown of Spend over Time	1.15
10	Target Audience	1.10





the wrong fables









## **But I'm A Small Brand?**

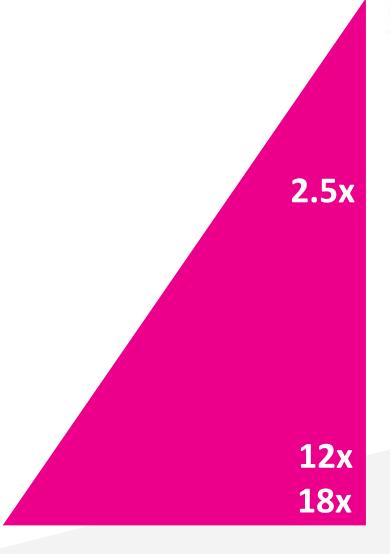


#### To be effective....

- 10. Enough Research
- 9. A Handful of Objectives
- 8. Realistic Differentiation
- 7. Multi-Channel Mix
- 6. Long & Short
- 5. Mass & Targeted
- 4. Sufficient ESOV
- 3. Codes, Applied, Ridiculously
- 2. Creativity
- 1. Brand Size



## It's Not a Collection



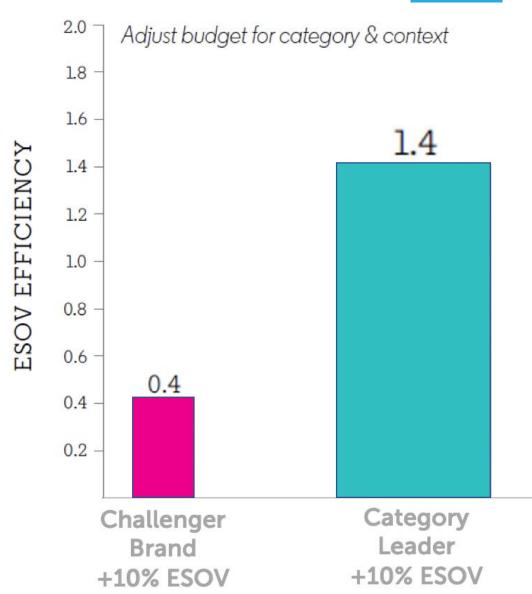
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## ..but they are not discrete



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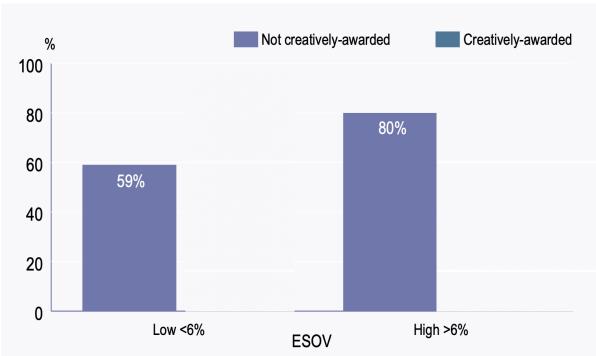




# ..but they are not discrete

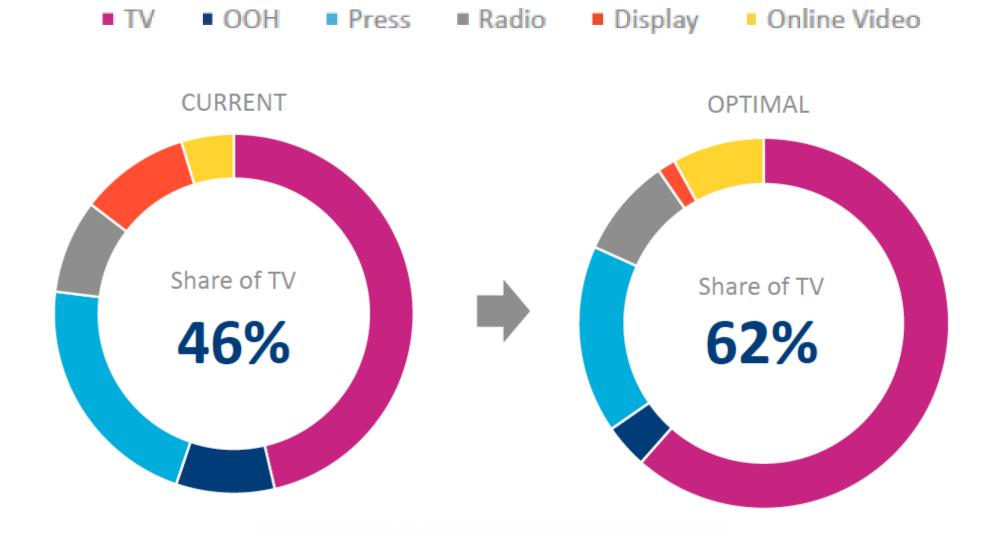


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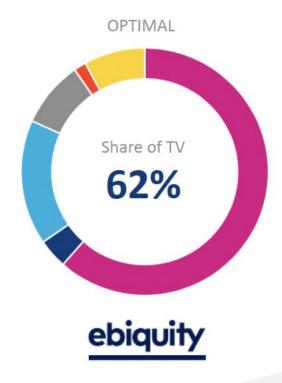
2500+campaign observations3+years



## **TV Advertising Effectiveness**

ebiquity

- 10. Enough Research
- 9. A Handful of Objectives
- 8. Realistic Differentiation
- 7. Multi-Channel Mix
- 6. Long & Short
- 5. Mass & Targeted
- 4. Sufficient ESOV
- 3. Codes, Applied, Ridiculously
- 2. Creativity
- 1. Brand Size





# Thank you

