

Definition

- Sales promotion is nonmedia and media marketing pressure which any seller/business applies for a limited or predetermined time to achieve any of the following goals:
 - Increase customer demand
 - Stimulate trial
 - Improve product/service availability.
- ~American Marketing Association~





Types or Forms of Sales Promotion

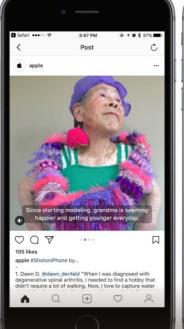


Competition & Challenges

This activity usually takes place on social media platforms, and it often follows a theme or campaign created by the seller.









Flash Sales

- These are activities that offer extreme discounts for a very short period. This sale involves creating a sense of urgency in the customer's mind by encouraging them to take advantage of the sale while it still exists.
- Most popular examples are Black Friday & Cyber Monday deals.





BOGO Specials



Sales Promotions as a Customer Focused Campaign

Sales promotion (or simply promotion) refers to all promotional activities (excluding advertising, public relations, personal selling, direct marketing, and online marketing/social media) that stimulate short-term behavioral responses from:

(1) consumers, (2) the trade (3) the company's sales force

- Effective sales promotions consider customer relevant themes and campaigns, assess and influence consumer behavior and successfully induce consumers to buy a brand.
 - Encourage buyers to shop online or in-store, encourages consumers to buy more, or to increase donations
 - Short term oriented, focused on influencing customer behavior, BUY NOW not later



Case Study#1: Chick-fil-L

- Free Item Promotions
- Location specific rewards
- Birthday Freebies
- Customer Loyalty and Appreciation









Burger King Whopper Sacrifice



Consummating the transaction

- Promotions serve to consummate the transactions while advertising promote brand awareness and shape brand image.
- Diverse sales promotions can be employed based on specific marketing motives for a corporation.

CONSUMER	BRAN GENERATING TRIAL AND RETRIAL	D MANAGEMENT OBJECTIVE ENCOURAGING REPEAT PURCHASES	REINFORCING BRAND
Immediate	 Cell 1 Samples (19*) Instant coupons (19) Shelf-delivered coupons (19) Mobile phone coupons and apps (19) 	Cell 3 Price-offs (20) Bonus packs (20) In-, on-, and near-pack premiums (20) Games (20)	Cell 5 (No promotions match cell 5's conditions)
Delayed	Cell 2 Scanner-delivered coupons (19) Media- and mail-delivered coupons (19) Online coupons (19) Social (group) coupons (19) Mail-in and online premiums (20) Bounce-back coupons (19) Free-with-purchase premiums (20)	Cell 4 In- and on-pack coupons (19) Rebates and refunds (20) Continuity programs (20)	Cell 6 • Self-liquidating premiums (20) • Sweepstakes and contests (20)





Case Study #3



- BOGO
- Discounts
- Reward Point System
- Limited Time Offers



Introduction to KPIs

"A Key Performance Indicator (KPI) is a measurable target that indicates how individuals or businesses are performing in terms of meeting their goals."

"Key Performance Indicators (KPIs) are the critical (key) quantifiable indicators of progress toward an intended result."

Hennigan, Laura. "What Is A KPI? Definition & Examples." Forbes, 24 April 2023, What Is A KPI? Definition & Examples – Forbes Advisor. Accessed 11 April 2024



How to choose your KPIs | SMART Framework

SMART criteria

- Specific
- Measurable
- o Relevant
- Achievable
- o Time-Bound

How to choose your KPIs Budgeting for Sales Promotions

Percentage of Last Years sales

Competitive parity

70/20/10 budget mix

KPIs in Action | PT1

- Altar'd State, a women's clothing store, has a BOGO sale (buy one jacket get one 50% off).
- Promote BOGO sale through Instagram, Facebook, email and SMS marketing.
- Goal: Increase engagement by 5% and sales by 10% within three weeks.



SMART Criteria of Previous Example



Specific

Increase sales by 10%

Increase engagement by 5%



Measurable

Increase sales by 10%

Increase engagement by 5%



Achievable

Promotional tactics: Instagram, Facebook, Email and SMS marketing



Relevant

The goal is relevant to the business's aim of selling more products and engaging with their customer base



Time-based

Within the next three weeks

KPIs in action | PT2



Conversion Rate: Tracks purchases made from the promotions.



Click-through Rate: Monitors clicks on promotional links.



Engagement Rate: Likes, comments, shares on social media posts.



Revenue Generated, Customer Acquisition Cost, Retention Rate, ROI

Few more example of KPIs



16 marketing KPIs to improve your business strategy (webflow.com)



Thank You