## **SEM Slides Exercise Solution**

## Slide #28

Broad match: formal shoes 1-9

Broad match modifier: formal +shoes 4-9

Broad match modifier: formal +shoes 6-9

Broad match modifier: -formal +shoes 4-5

Phrase match: "formal shoes" 7-9

Exact match: [formal shoes] 9

## Slide #52

Advertiser	Bid	Quality Score (QS)	AdRank (=Bid x QS)	Position	Price Per Click (=AdRank <sub>i+1</sub> /QS <sub>i</sub> )
A	\$.50	8	4.0	1	3.0/8 + 0.01 = \$.39
В	\$.50	6	3.0	2	1.5/6 + 0.01 = \$.26
C	\$.50	3	1.5	3	min price = \$.01

Advertiser	Bid	Quality Score (QS)	AdRank (=Bid x QS)	Position	Price Per Click (=AdRank <sub>i+1</sub> /QS <sub>i</sub> )
A	\$.50	8	4.0	1	3.5/8 + 0.01 = \$.45
В	\$.50	7	3.5	2	1.5/7 + 0.01 = \$.22
C	\$.50	3	1.5	3	min price = \$.01

Advertiser	Bid	Quality Score (QS)	AdRank (=Bid x QS)	Position	Price Per Click (=AdRank <sub>i+1</sub> /QS <sub>i</sub> )
A	\$.50	8	4.0	2	1.5/8 + 0.01 = \$.20
В	<b>S.60</b>	7	4.2	1	4.0/7 + 0.01 = \$.58
C	\$.50	3	1.5	3	min price = \$.01

Advertiser	Bid	Quality Score (QS)	AdRank (=Bid x QS)	Position	Price Per Click (=AdRank <sub>i+1</sub> /QS <sub>i</sub> )
A	\$.50	8	4.0	1	2.4/8 + 0.01 = \$.31
В	\$.60	4	2.4	2	1.5/4 + 0.01 = \$.39
C	\$.50	3	1.5	3	min price = \$.01

## Slide #63

- 1. \$1000/\$2.50 = 400 clicks
- 2. 20,000 \* 1.5% \* \$2 = \$600
- 3. 1/(\$10/\$2) = 20%
- 4. CPA = \$0.5 \* 1/5% = \$10;

\$3000/\$10 = 300 conversions.

- 5. \$50 \$10 \$5 \$20 = \$15
- 6. \$15/\$3 = 5 clicks

Target CPA = 1/5 = 20%.