MODULE 4

What are the main factors that can affect PPC bidding?

1. Your Bid Amount

- The maximum amount you're willing to pay for a click.
- Higher bids can improve your ad rank, but it's **not the only factor**.

2. Quality Score

A Google metric (scale 1–10) based on:

- CTR (Click-Through Rate): Expected user engagement.
- Ad Relevance: How closely your ad matches the keyword.
- Landing Page Experience: Page speed, content relevance, and mobile-friendliness.

A higher Quality Score often means lower CPC and better ad position.

3. Ad Relevance

- How well your ad matches the user's search intent.
- Relevant ads earn better positions at lower costs.

4. Landing Page Experience

- The quality and relevance of the landing page linked to the ad.
- Google rewards pages that are:
 - Relevant to the keyword/ad
 - Easy to navigate
 - Fast and mobile-friendly

5. Ad Rank

- Google calculates Ad Rank = Bid × Quality Score × Ad Extensions Impact
- Determines whether your ad shows and in what position.

6. Time & Day Scheduling

- Bids can vary by hour or day of the week based on audience behavior.
- Smart bidding tools adjust bids for peak performance hours.

7. Audience Targeting & Device Type

- Bid adjustments may differ for:
 - Desktop vs Mobile
 - Location-specific targeting
 - Audience demographics or behaviors

8. Geographic Location

- Competition and cost-per-click vary by region or city.
- Bidding higher in high-conversion locations can improve ROI.

9. Ad Extensions

 Adding extensions like sitelinks, callouts, or structured snippets can improve ad visibility and CTR—impacting Ad Rank positively.

10. Competition

- High competition keywords (like "digital marketing course") have higher CPCs.
- Seasonal trends and market saturation also affect bid cost.

Summary:

Your **PPC bidding performance** depends on a combination of:

- Smart budgeting
- High-quality, relevant ads
- Strong landing pages
- Understanding of your audience and competitors
 Actual CPC is the real amount you pay when someone clicks your ad. It is often
 less than your maximum bid because Google uses a second-price auction
 model.

• How does a search engine calculate actual CPC?

Formula to Calculate Actual CPC:

Actual CPC = (Ad Rank of the competitor below you ÷ Your Quality Score) + \$0.01

Example:

Let's say:

- Your Quality Score = 8
- The Ad Rank of the advertiser below you = 64
- Then:

Actual CPC =
$$(64 \div 8) + \$0.01 = \$8.01$$

Even if you set your max bid as \$10, you'll only pay \$8.01.

Key Terms Explained:

1. Ad Rank

- A value Google uses to decide your ad position.
- Calculated as:

Ad Rank = Bid × Quality Score × Other Factors (like ad extensions)

2. Quality Score (QS)

- A score from 1 to 10 based on:
 - Expected Click-Through Rate
 - o Ad relevance
 - Landing page experience

What is a quality score and why it is important for Ads?.

Quality Score is a metric used by Google Ads (on a scale of 1 to 10) that reflects the relevance and quality of your ads, keywords, and landing pages. It directly impacts your Ad Rank and Cost-Per-Click (CPC).

How Is Quality Score Calculated?

Google considers three key components:

1. Expected Click-Through Rate (CTR)

How likely users are to click your ad based on historical data.

2. Ad Relevance

How well your ad copy matches the user's search intent and keyword.

3. Landing Page Experience

Is your landing page relevant, useful, fast, and easy to navigate?

Why Is Quality Score Important?

1. Lower Cost-Per-Click (CPC)

- Higher Quality Score = Lower cost for each click.
- Google rewards high-quality ads with better pricing.

2. Better Ad Position (Ad Rank)

 Your ad can rank higher than competitors even with a lower bid—if your Quality Score is strong.

3. Higher Return on Investment (ROI)

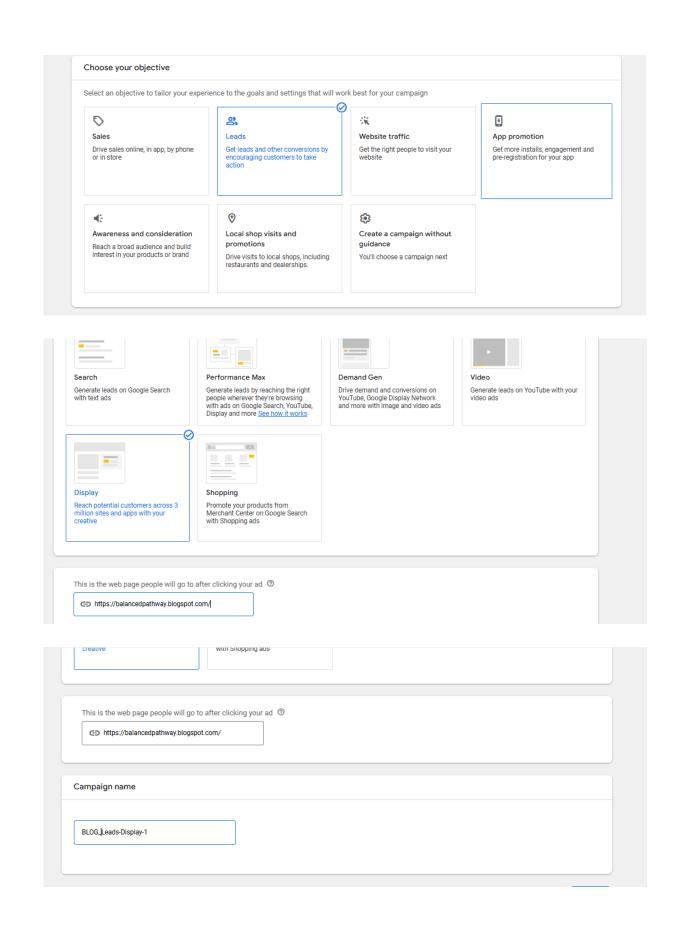
You get more clicks for less money, improving the efficiency of your ad budget.

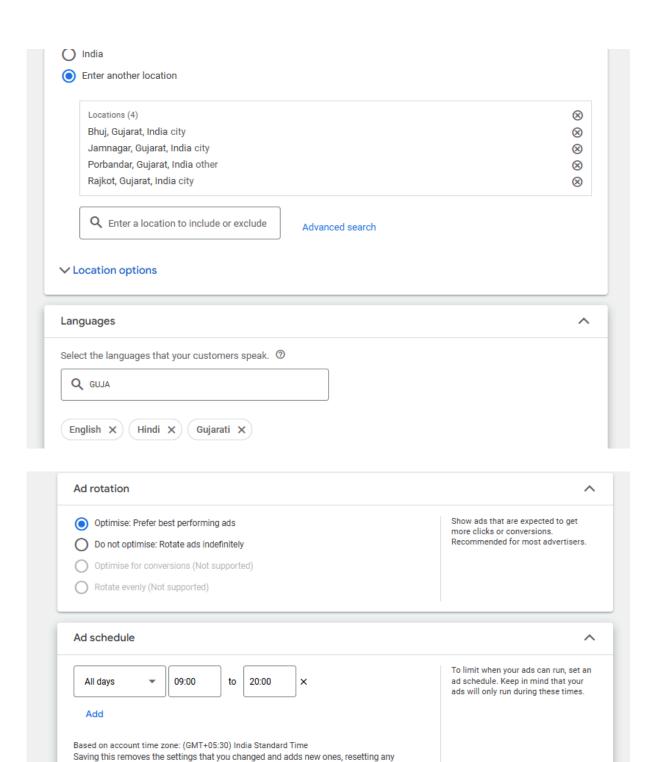
4. Improved User Experience

Google promotes ads that help users, not just pay the most.

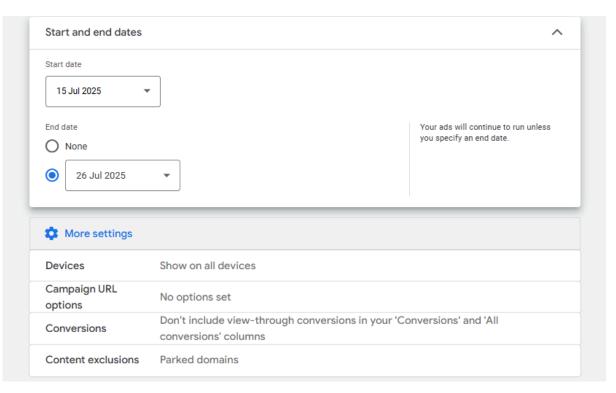
5. Campaign Performance Indicator

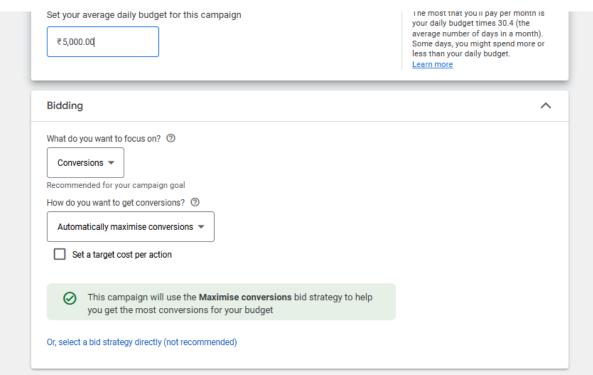
A low QS shows where you need to improve your ads, keywords, or landing pages.

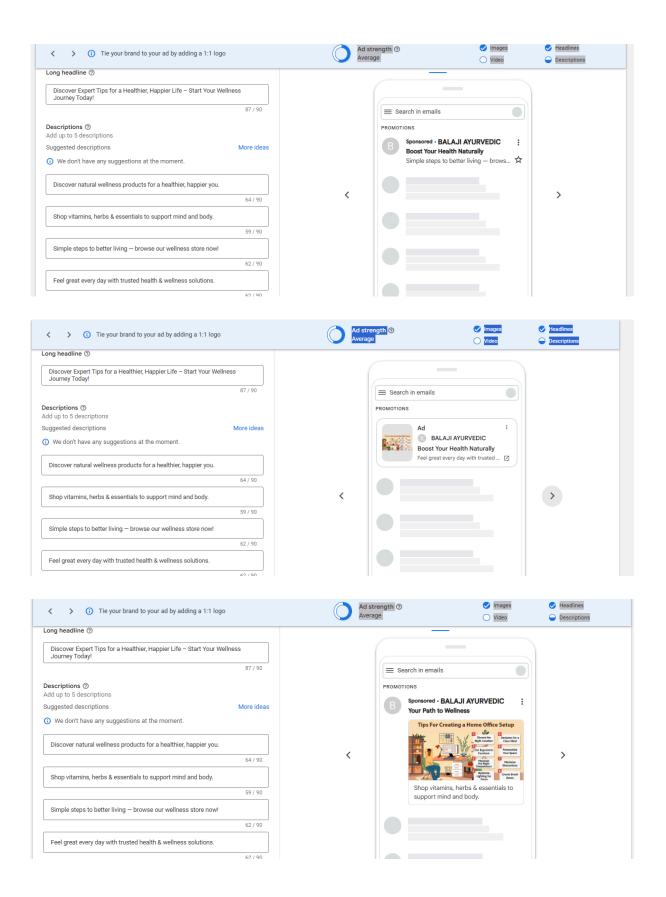




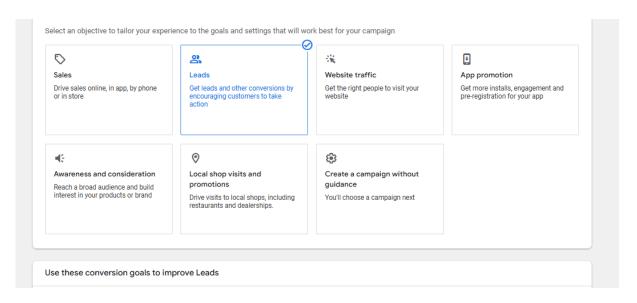
performance data

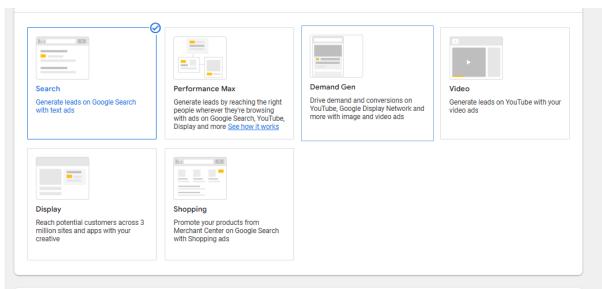


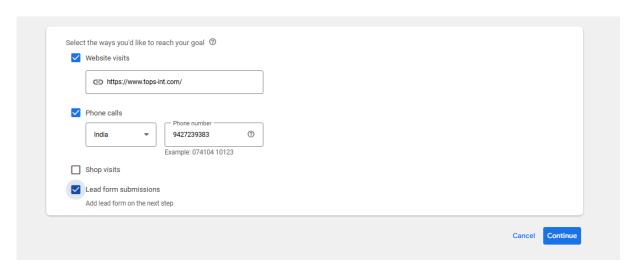


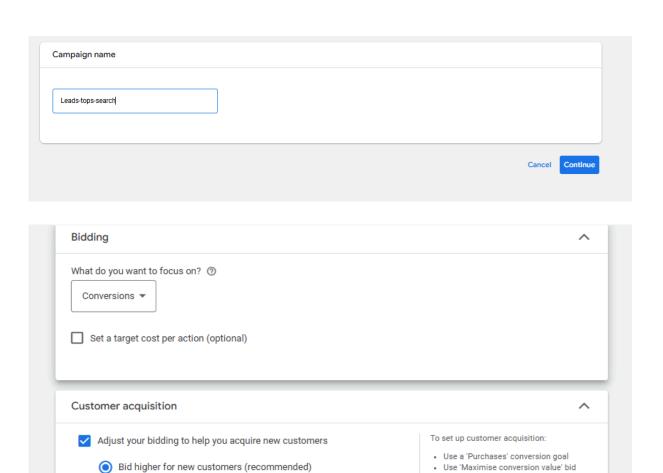


TOPS AD FOR SEARCH









Your campaign will help you acquire new customers, while driving overall

To use this customer acquisition option, enter

additional value for new customers. Learn more

purchases by reaching all customers

Edit value

Set up

strategy

settings

customers

Set up an 'Incremental conversion

than 1,000 members in at least one network in your customer acquisition

Learn more about how to acquire new

value from new customers'

• Add an audience segment with more

