

# Unit 4: Search Engine Marketing (SEM)

- Introduction to Search Engine Marketing
- Tools used for Search Engine Marketing

## Search Engine Marketing (SEM)

- Search engine marketing (SEM) is a digital marketing strategy that helps to increase a website's visibility on Search Engine through paid listing.
  - SEM is the act of marketing a website via search engines by purchasing paid listings.
  - Paid listings are those listings on search results that search engines sell to advertisers, usually through paid placement or paid inclusion programs.
  - In contrast, organic listings are not sold. Organic listing are exploited with SEOs.
- It's also known as paid search or pay-per-click (PPC).





### **SEM: Search Behavior**

- User Searches for
  - Informational Purpose want to learn about something (~40% / 65%) Low hemoglobin
  - Navigational Purpose want to go to that page (~25% / 15%) United Airlines
  - <u>Transactional</u> want to do something (webmediated) (~35% / 20%)
    - Access a service
    - Downloads
    - Shop
  - Gray areas
    - Find a good hub
      - Car rental Brazil

Seattle weather

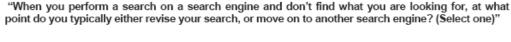
Mars surface images

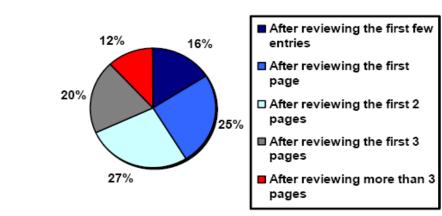
Canon S410

Exploratory search "see what's there"



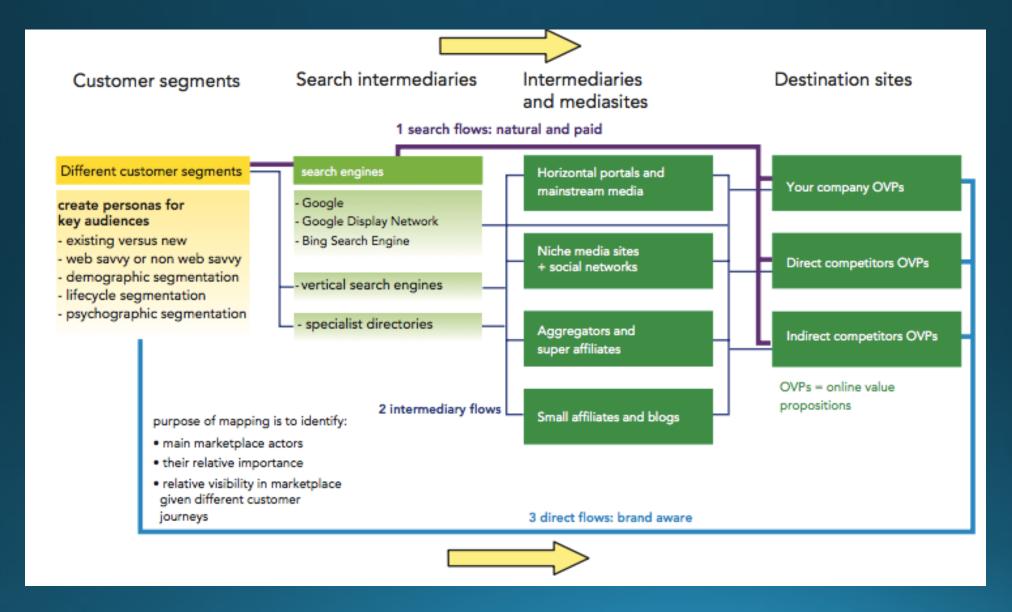






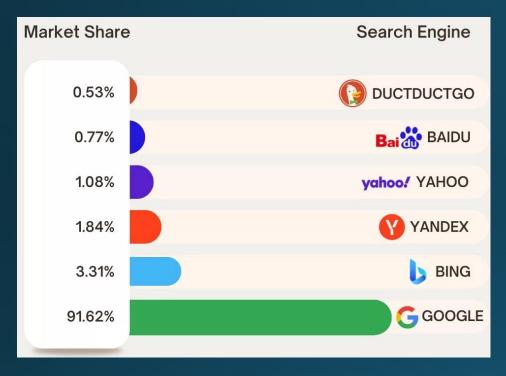
How far do people go for results?

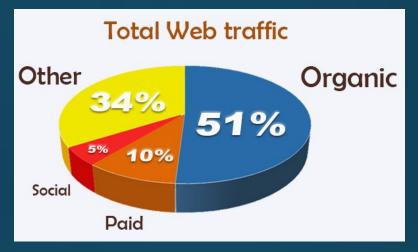
# SEM: Usage Pattern of Search Engines



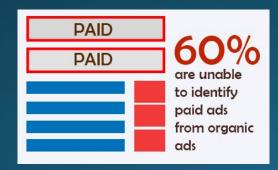
### **SEM: SE Economics**

The projected global SEM market size is 200 Billion USD in 2024

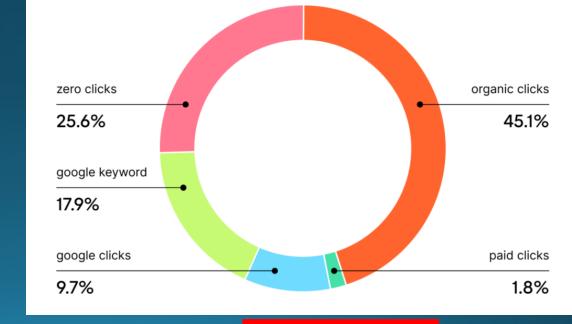








Out of which, 70% considers SEM as Top Lead Generation tactic.



Google Search CTR

## **SEM:** Paid Listing Types

### Paid inclusions

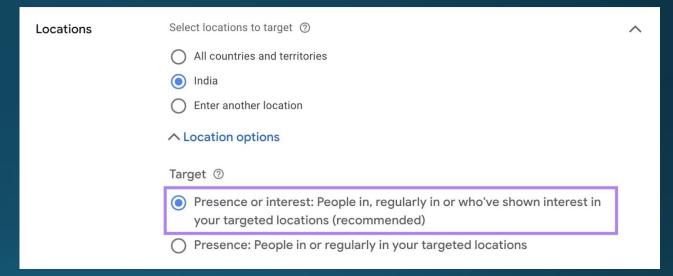
- Advertising programs where pages are guaranteed to be included in a search engine's index in exchange for payment.
- No guaranteed ranking
- Payment made on a Cost Per Click (CPC) basis: Advertisers pay to be included in the directory on a CPC basis or per-url fee basis with no guarantee of specific placement.

### Paid placements

- · Advertising programs where listings are guaranteed to appear in organic listings.
- Attracts the higher the fee, the higher the ranking: eg sponsored links and Google's Ad words
- Can be purchased from a portal or a search network
- Search networks are often set up in an auction environment where keywords and phrases are associated with a cost-per-click (CPC) fee.
- Google and Overture are the largest network

### SEM: Techniques of SEM

- Pay-Per-Click (PPC)
  - Paid advertisements on platforms like Google Ads.
- Ad Extensions:
  - Enhancing ads with additional information (eg, location, phone numbers)
- Geotargeting:
  - Customizing ads based on users geography.
- Remarketing:
  - Reengaging users who have previously visited the site.
- Split Testing (A/B Testing):
  - Testing variations of ad copy or landing pages to target ads.



### SEM: Approach for intervention

#### Target your search campaign

- Choose the target area of your site
- Pick your target keywords

#### Assess your current situation

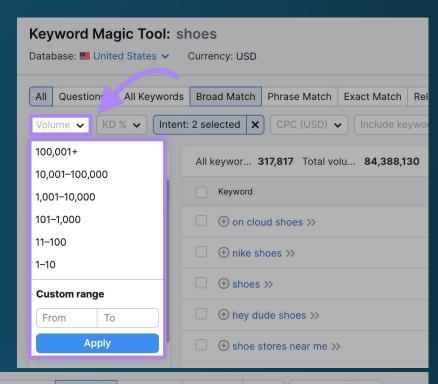
- Identify your search landing pages
- See if your existing landing pages are indexed
- Check your search rankings
- Check your competitors' search rankings
- See what traffic is currently coming

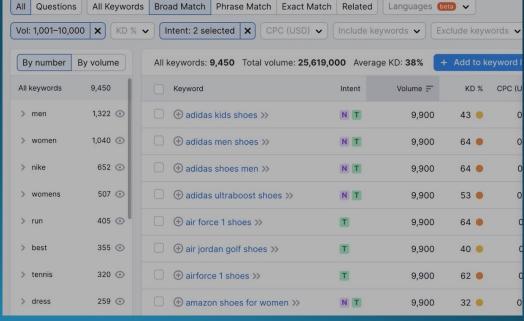
#### Calculate your opportunity

- Check your keyword demand
- Discover your missed opportunities
- Project your future traffic
- · Project your future conversions

### SEM: Keyword Research

- Start by conducting basic keyword research to discover relevant keywords using tools like Google's Keyword Planner, SEMrush, or Ahrefs.
- Focus on high-quality keywords that are relevant to your target audience.
- Trying to identify specific keywords, try to find ones that are within the sweet spot of search volume (not too high as they'll be too costly, and not too low as they may not have enough interest).
- Once found the right keywords, setting up ad campaigns can begin.

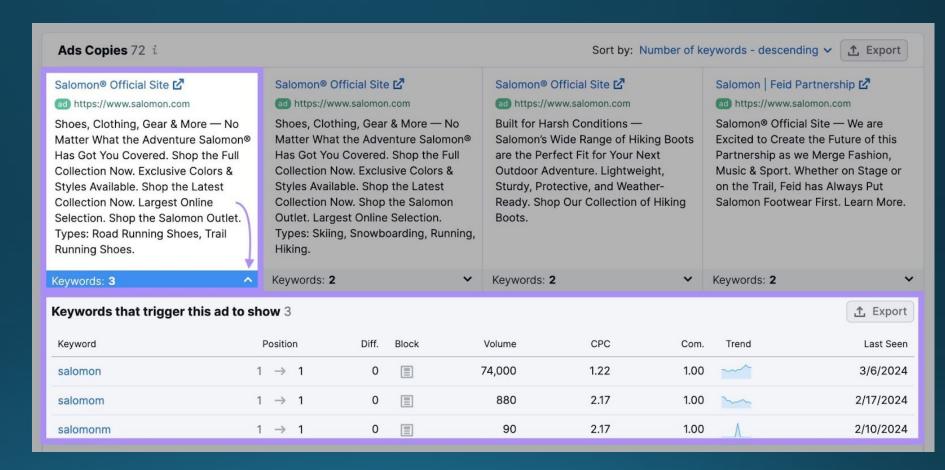




## **SEM: Analyze Competitors**

Reviewing
 your
 competitors'
 ad copy can
 give you
 ideas to use
 when writing
 your own ad
 copy.

 Use these ads as inspiration for your campaigns.



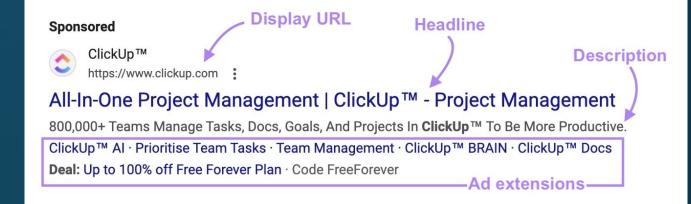
# SEM: Setting up PPC Campaign

- PPC campaigns are generally structured around central themes or topics that are tied to specific business outcomes.
- They are comprised of subsets of ad groups which are further broken down into individual ads.
- When it comes to paid ad spend, businesses are typically including multiple products they're selling with different objectives tied to each product, as ad targeting through paid search is much more granular.
- It's important to keep your campaigns and your ads organized for maximum efficiency.



## SEM: Creating Ad

- Ads shall have compelling headlines that really speak to the search intent behind the keywords you're targeting.
- Highlight unique selling points (USPs) in description so that searchers can get a sense of what they can expect when they click on ad.
- Ad extensions are an effective way to maximize ads with relevant content that enhances the user experience.
- Some examples of ad extensions are sitelinks, phone numbers, callouts, structured snippets, and in some cases, user ratings.



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## SEM: Optimize Landing Page

- Ensure landing pages are relevant to the ad copy that got users there in the first place.
- This will boost ad rank and quality score (potential to rank higher while paying less for target keywords), increase website traffic, and ultimately improve conversion rates.
- Some simple ways to improve landing pages is to include clear calls-to-action (CTA), implement responsive design for mobile users, optimize page speed, and quality content.



# SEM: Manage bid strategy

- Before getting into budget allocation, its advised to start running ads in order to ascertain which bidding strategy yields the best results on that ad scenario.
- Generally, most ad platforms will allow to either enter manual bids for the keywords being targeted, or allow platforms to set the bids for clients.
- Automated bidding can be quite resource intensive, so for small businesses, it's better to start with manual bidding to gather data.
- For larger companies with more resources, they may want to skip ahead to automated bidding since it's more likely to yield clicks at a higher cost.
- Once the ad platform has collected sufficient data over time, the bid strategy can be refined to account for different segments such as devices, locations, time of day, and even customer affinity.



HOW TO DETERMINE A FRUITFUL BIDDING STRATEGY?



The key to do it successfully:

MAKE GOOD

KEYWORD STRATEGY



Know your Competitors



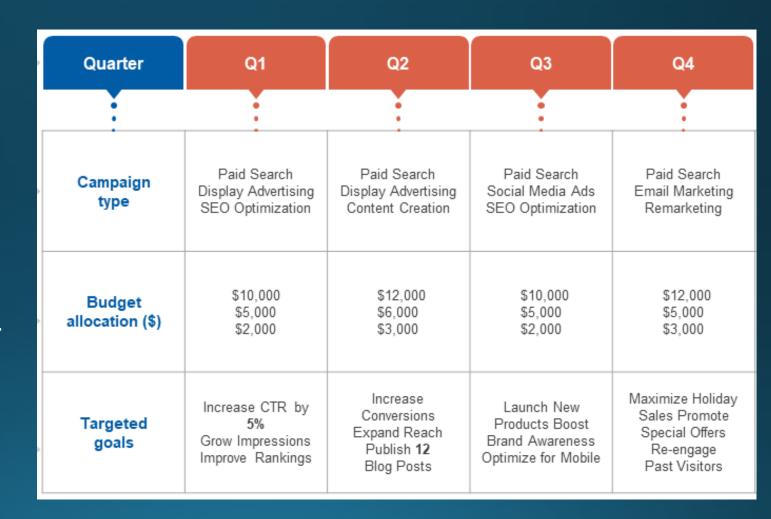
**Bid Simulator** 



### SEM: Allocate Budget

 Budget shall be focused on the highest performing ads and target them to your most relevant segments.

• For example, many B2B companies choose to allocate the majority of their budget to serving ads to desktops during working hours as there's a greater chance of conversion.



### **SEM:** Refine and Optimize

- Measure the performance of ads on regular periodic reviews.
- Improve quality score to lower the total cost of ads showing up.
- Add extensions like sitelinks to highlight specific web pages, callouts to highlight specific features, call extensions for phone numbers, or even customized URLs to improve clickthrough rates (CTR).
- Implement remarketing to reinforce brand awareness and ensure ads are staying top of mind as they continue browsing onto other apps or pages.

Search term	Match type	Added/Excluded	↓ Clicks	Impr.	CTR	Avg. CPC	Cost
	Broad match	None	11	473	2.33%	\$3.16	\$34.71
	Broad match	None	2	7	28.57%	\$1.99	\$3.98
	Broad match	None	2	6	33.33%	\$3.17	\$6.35
	Broad match	None	2	1	200.00%	\$1.37	\$2.74
	Broad match	None	2	2	100.00%	\$1.61	\$3.22

Keyword Phrase	Search Referrals
digital camera	1,412
snapshot digital camera	5,278
snap digital camera	4,044
digital camera reviews	0
compare digital cameras	0
best digital cameras	0
digital camera comparison	0
Total Search Referrals	10,734

# SEM: Refine and Optimize

v 101		D 1:		
Keyword Phrase	Current Rankings			Projected Rankings Snap
	Kodak	Canon	Snap	
digital camera	12	15	45	10
snap digital camera	_	_	_3	1
snapshot digital camera	_	_	3	1
digital camera reviews	_	10	_	15
best digital cameras	_	_	_	30
compare digital cameras	12	15	_	8
digital camera comparison	8	17	_	10

**Projected Ranking Matrix** 

Keyword Phrase	Keyword Demand	Actual Search Referrals	Share of Search Traffic	Missed Opportunities
digital camera	2,942,328	1,412	0.05%	2,940,916
snapshot digital camera	10,734	4,044	38%	6,690
snap digital camera	13,735	5,278	38%	8,457
digital camera reviews	157,533	_	0%	157,533
compare digital cameras	22,717	_	0%	22,717
best digital cameras	39,303	_	0%	39,303
digital camera comparison	26,099	_	0%	26,099
Totals	3,212,449	10,734	0.33%	3,201,715

**Missed Opportunity Matrix** 

## **SEM:** Refine and Optimize

Keyword Phrase	Yahoo! Searches	X 22=	Keyword Demand
digital camera	1,337,422		2,942,328
snapshot digital camera	4,879		10,734
snap digital camera	6,243		13,735
digital camera reviews	71,606		157,533
compare digital cameras	10,326		22,717
best digital cameras	17,865		39,303
digital camera comparison	11,863		26,099
Totals	1,460,204		3,212,449

#### **Keyword Demand Matrix**

Multiplying the Yahoo! total by 2.2 yields a relatively accurate number of total worldwide searches in the major search engines in 2023.

	Added Monthly Search Referrals	30,722
Multiply by:	Conversion rate	0.02
	Added monthly sales	614
Multiply by:	Average transaction price	\$348
	Added monthly revenue	\$213,672
Multiply by:	12 months	12
	Added yearly revenue	\$2,564,064

Referral Projection

Keyword Phrase	Monthly Keyword Demand	Current Monthly Visits		Current Rank	Projected Rank	Projec Month Search Referr	ily i	Added Search Referrals
digital camera	2,942,328	1,412	0.05%	45	10	0.50%	14,711	13,299
snapshot digital camera	10,734	4,044	38%	3	1	50%	5,367	1,323
snap digital camera	13,735	5,278	38%	3	1	50%	6,867	1,589
digital camera reviews	157,533	_	0.00%	_	15	0.25%	394	394
best digital cameras	22,717	_	0.00%	_	30	0.10%	23	23
compare digital cameras	39,303	-	0.00%	_	8	1.50%	590	590
digital camera comparison	26,099	-	0.00%	_	10	0.50%	130	130
Total	3,212,449	10,734	0.33%			0.87%	28,082	17,348

Performance & Projection

### SEM: Benefits and Issues

### **Benefits**

- Quick Results: Immediate visibility compared to SEO.
- Target Reach: Specific audiences based on demographics, keywords and location
- Measurable Results: Data driven ROI, CTR and CPC projections
- Cost Effective: If optimized, flexible budget allocation possible based on goals.

### Issues

- Costly for Competitive Keywords: High CPC for popular keywords.
- Time-consuming Optimization: Requires consistent monitoring, tweaking and adaptations.
- Dependency on Budget : Ads stop immediately as budget is exhausted
- Click Fraud Risks: Competitors or bots clicking ads to exhaust budgets

### Misconceptions

- SEM is same as SEO.
- SEM guarantees sales.
- The higher the ad spend, the better the results.
- SEM is only for big businesses.

### SEM: Tools used

- Keyword Research Tools: Google Keyword Planner, SEMrush, Ahrefs.
- Ad Management Platforms: Google Ads, Bing Ads, Amazon Advertising.
- Analytics and Reporting Tools: Google Analytics, HubSpot, Adobe Analytics.
- Competitor Analysis Tools: SpyFu, SimilarWeb.
- Campaign Optimization Tools: Optmyzr, Adzooma.

