

IS NEWSLETTER MARKETING EFFECTIVE IN PREVENTING CHURN?

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Agenda

- Why are eMail newsletters important?
- What to measure in newsletter marketing?
- Can we predict churn based on newsletter activity?
- Conclusion & outlook

Why are eMail newsletters important?



87%

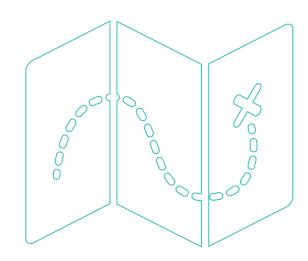
of Germans are using email



5x

It's more expensive to acquire new customers

- Quitting your subscription
 - a. of newspaper (or online)
 - b. eMail newsletter



We used newsletter and subscription data



General information



Customer information



Time information



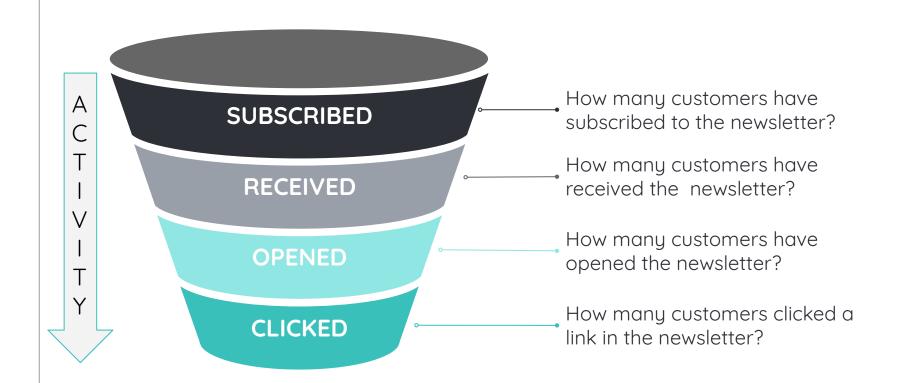
Subscription information



Newsletter information

What to measure in newsletter marketing?

eMail funnel



• What did we expect related to newsletter?

Customers

- ~ who have subscribed to a newsletter
- ~ with higher newsletter activity

churn less

Newsletter subscribers churn more

32 %

subscribers

26 %

non-subscribers

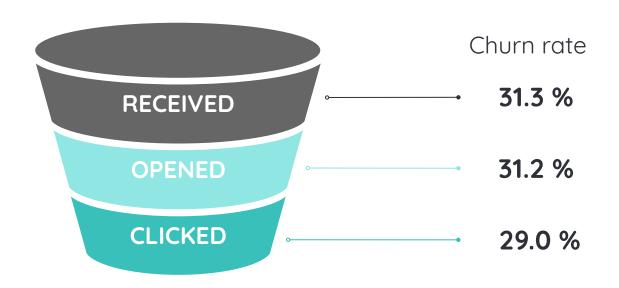
In contrast, customers with higher newsletter activity churn less

-11 %

Highly active newsletter subscribers

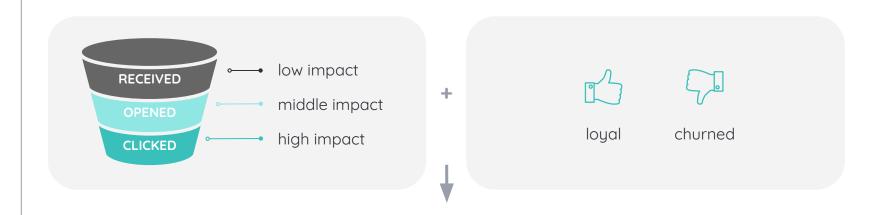
Customers with high newsletter activity are churning less

Newsletters in the last 6 Months



Can we predict churn based on newsletter activity?

We can predict churn based on newsletter activity





8 groups of newsletter activity with correlating churn rate

8 groups of newsletter activity and churn rate



Conclusion and outlook

Final thoughts

Conclusion

- We can't prove causation between newsletter activity and churn
- But we can use newsletter activity to group customers and predict churn

Outlook

- A/B testing to analyse causation between newsletter activity and churn
- Further score optimization

Project team



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