# Project 5: Evaluate a Google Ads Campaign







## Campaign Approach

Description and Marketing
Objective

## 1. Campaign Approach

- Udacity has launched a campaign to advertise for the Digital Marketing Nanodegree Program
- The campaign is divided into two <u>ad groups</u>, one targeting customers in the Awareness stage and one targeting customers in the Interest stage
- Each ad group uses responsive search ads, with multiple options for the ad headline and description
- When users click on an ad, they are taken to the <u>overview page</u> for the Digital Marketing Nanodegree Program, where they can click a button to download the program syllabus. This conversion has an estimated value of \$5.

## 2. Marketing Objective

 The campaign's marketing objective is to gather at least 200 conversions (syllabus downloads), with a conversion rate of at least 10% **Ad Groups** 

Ads and Keywords

## Ad Group #1: Ads

Interest Digital Marketing Ad Group - Ad #1	1	2	3	4	5
Headline	Digital Marketing online course for beginners	Digital Marketing for beginners	Learn to become a Digital Marketer	Digital Marketing online course	Digital Marketing online training
Description	Take your first steps towards becoming a Digital Marketer! Online beginner Digital Marketing course.	Online course on foundations of Digital Marketing taught by industry professionals.	Are you looking for a Digital Marketing course? Look no further: Udacity Digital Marketing class for beginners.	An easy way to learn Digital Marketing: online basic class for future best marketers	
Interest Digital Marketing Ad Group - Ad #2	1	2	3	4	5
Headline	Digital Marketing Basics	Digital Marketing online training	Digital Marketing for beginners	Udacity Digital Marketing Resources	Become a Digital Marketer with Udacity
Description	Digital Marketing Basics   Digital Marketing resources from Udacity	See how to become a Digital Marketer	Take Your First Steps towards Becoming a Digital Marketer	Get all the basic knowledge on Digital Marketing that you need	



## Ad Group #2: Ads

Awareness Digital Marketing Ad Group - Ad #1	1	2	3	4	5
Headline	Digital Marketing Basics, all you need	Digital Marketing class	Digital Marketing for beginners	Udacity Digital Marketing Resources	Become a Digital Marketer
Description	Digital Marketing resources from Udacity	See what Digital Marketing is for and how to become a Digital Marketer	Take Your First Steps towards Becoming a Digital Marketer	Get all the basic knowledge on Digital Marketing that you need	
Awareness Digital					
Marketing Ad Group - Ad #2	1	2	3	4	5
Headline	Digital Marketing online course	Digital Marketing for beginners	Learn to become a Digital Marketer online	Digital Marketing online training	Digital Marketing course with Udacity
	Take your first steps towards becoming a Digital Marketer! Online beginner Digital Marketing course.	Online course on foundations of Digital Marketing taught by industry professionals.	Are you looking for a Digital Marketing course? Look no further: Udacity Digital Marketing class for beginners.	An easy way to learn Digital Marketing: online basic class for future best marketers	



## Ad Group #1: Keywords

Search keyword	Status	Match Type	Campaign	Ad group	Keyword max CPC	Currency
Best website for learning +marketing	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Coursera digita marketing	Eligible	Phrase	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Marketing course Udacity	Eligible	Phrase	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Digital marketing certificate	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Best website to learn +digital marketing for free	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Digital marketing learn online	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Digital marketing online training	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Digital marketing for +beginners	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
How to +learn +marketing	Low search volume	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Udemy +digital marketing	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Social media marketing +course	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Online marketing +course	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Social media marketing classes	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Free +marketing courses	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Marketing online course	Eligible	Phrase	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Digital marketing course online free	Eligible	Phrase	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Marketing +online +tutorial	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Udacity +Digital Marketing	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
Marketing basics course online free	Low search volume	Phrase	Udacity_DMND	Interest Digital Marketing	\$1.45	USD
+Digital marketing +tutorial basics	Eligible	Broad	Udacity_DMND	Interest Digital Marketing	\$1.45	USD



## Ad Group #2: Keywords

Search keyword	Status	Match Type	Campaign	Ad group	Keyword max CPC	Currency
+Digital marketing basic	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Social media marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Marketing terms	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Marketing for +beginners	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Online marketing +basics	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
What is digital marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Udacity +marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
How to become a +digital marketer	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
How to do social media marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Digital marketing online class	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+How to do marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
Define +Digital marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
How to be a +social media marketer	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Digital Marketer	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Digital marketing terminology	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
What is marketing used for	Eligible	Phrase	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Online marketing for +students	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
+Digital marketing for +students	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
Study +digital marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD
Study +online marketing	Eligible	Broad	Udacity_DMND	Awareness Digital Marketing	\$1.45	USD



### **Campaign Evaluation**

Results, Analysis and

Recommendations

## Key Results (Campaign)

Expand the table below to identify and fill in any campaign-level KPIs/metrics you feel will be relevant to your evaluation of the campaign's performance

Campaign	Cost	Clicks	Impressions	Conversions	CPC	CTR	C/C	CR
Udacity_DMN D	\$1,314.00	2391	111256	221	\$0.55	2.15%	\$5.95	9.24%

Campaign data is also available in this spreadsheet

To add columns to your table, right-click where you want to add the column and select either "insert column left" or "insert column right"



## Key Results (Ad Groups)

Expand the table below to identify and fill in any ad group-level KPIs/metrics you feel will be relevant to your evaluation of the campaign's performance

Campaign	Cost	Clicks	Impressions	Conversions	CPC	CTR	C/C	CR
Ad Group 1: Interest Digital Marketing	\$819.05	1553	3 72497	132	2 \$0.53	2.14%	\$6.20	8.50%
Ad Group 2: Awareness Digital Marketing	\$494.95	838	38759	89	\$0.59	2.16%	\$5.56	10.62%
Total	\$1,314.00	2391	111256	221	\$0.55	2.15%	. DIGITAL I	MARKETING 9.24%

#### **Key Results** (Ads)

Expand the table below to identify and fill in any ad-level KPIs/metrics you feel will be relevant to your evaluation of the campaign's performance

Cost	Clicks	Impressions	Conversions	CPC	CTR	C/C	CR
\$458.25	991	40163	97	\$0.46	2.47%	\$4.72	9.79%
\$360.80	562	32334	36	\$0.64	1.74%	\$10.02	6.41%
\$335.60	619	28827	72	\$0.54	2.15%	\$4.66	11.63%
\$159.35	219	9932	16	\$0.73	2.20%		7.31%
	\$458.25 \$360.80 \$335.60	\$458.25 991 \$360.80 562 \$335.60 619	\$458.25 991 40163 \$360.80 562 32334 \$335.60 619 28827	\$458.25 991 40163 97 \$360.80 562 32334 36 \$335.60 619 28827 72	\$458.25 991 40163 97 \$0.46 \$360.80 562 32334 36 \$0.64 \$335.60 619 28827 72 \$0.54	\$458.25 991 40163 97 \$0.46 2.47% \$360.80 562 32334 36 \$0.64 1.74% \$335.60 619 28827 72 \$0.54 2.15%	\$458.25 991 40163 97 \$0.46 2.47% \$4.72 \$360.80 562 32334 36 \$0.64 1.74% \$10.02 \$335.60 619 28827 72 \$0.54 2.15% \$4.66 \$159.35 219 9932 16 \$0.73 2.20% \$9.96

## Key Results (Keywords)

Use the table below to present the three keywords you consider most successful based on the marketing objective, and include any metrics you used to determine which keywords performed best

Keyword	Cost	Clicks	Impressions	Conversions	Keyword max CPC	СРС	CR C	C/C
+Online marketing +course	\$317.10	534	26639	65	s \$1 <b>.</b> 45	\$0.59	12%	\$4.88
+Social media marketing +course	\$36.00	66	912	10	\$1.45	\$0.55	15%	\$3.60
+Digital marketing certificate	\$23.10	48	894	. 8	§ \$1.45	\$0.48	16%	\$3.08



## **Campaign Evaluation**

## Evaluate how successful the campaign was, based on the marketing objective

- Feel free to use "bullet points" for your analysis and add as many slides as you need.
- Include the following information in your answer (you can also review Lesson 6 in the SEM course for some additional guidance):
  - The campaign's return on investment (ROI), including identification of whether the campaign was ROI-positive or ROI-negative
    - ROI = (total conversion value total cost)/total cost
  - Identify and calculate at least three relevant KPIs at the campaign, ad group, ad, and keyword level
  - Based on your KPI calculations, identify which three keywords performed the best, and explain your reasoning for the ones you selected
  - Based on your KPI calculations, make an inference about which keywords are subject to higher competition in Google Ads. Explain your reasoning and which KPIs you used to make your hypothesis.
  - An overview statement of how well or not well the campaign performed relative to its marketing objective, supported with evidence

#### Campaign Evaluation

ROI = (Total conversion value – total cost)/ total cost = (221\*5 - \$1, 1314.00)/\$1,1314
 ROI = - \$0.16.

Base on the calculation above the ROI was negative as we had a return loss of \$0.16

Relevant KPI for campaign level

Campaign	Cost	Clicks	Impressions	Conversions	СРС	CTR	C/C	CR
Udacity_DMND	\$1,314.00	2391	111256	221	\$0.55	2.15%	\$5.95	9.24%

Cost per click (CPC) = Ad cost / number of clicks = \$1,314.00/2391 = \$0.55

Clink through rate (CTR) = (Number of clicks / Number of impressions) × 100%

 $= (2391/111256) \times 100\% = 2.15\%$ 

Cost per conversion (C/C) = Ad cost / Conversions = \$1,314.00/221 = \$5.95

Conversion rate (CR) = (Conversions/ clicks)  $\times 100\% = (221/2391) \times 100\% = 9.24\%$ 



#### Relevant KPI for Ad group

Campaign	Cost	Clicks	Impressions	Conversions	СРС	CTR	C/C	CR
Ad Group 1: Interest Digital Marketing	\$819.05	1553	72497	132	\$0.53	2.14%	\$6.20	8.50%
Ad Group 2: Awareness Digital Marketing	\$494.95	838	38759	89	\$0.59	2.16%	\$5.56	10.62%
Total	\$1,314.00	2391	111256	221	\$0.55	2.15%	\$5.95	9.24%

#### Ad group one

Cost per click (CPC) = Ad cost / number of clicks = \$819.05/ 1553 **=\$0.53** 

Clink through rate (CTR) = (Number of clicks / Number of impressions) × 100%

= (1553/72497) x100% = **2.14%** 

Cost per conversion (C/C) = Ad cost / Conversions = \$819.05/132 = \$6.20

Conversion rate (CR) = (Conversions/ clicks)  $\times$  100% = (132/1553)  $\times$  100% = **8.50%** 

#### Ad group two

Cost per click (CPC) = Ad cost / number of clicks = \$494.95/838 **=\$0.59** 

Clink through rate (CTR) = (Number of clicks / Number of impressions) × 100%

= (838/38759) x100% = **2.16%** 

Cost per conversion (C/C) = Ad cost / Conversions = \$494.95/89 = \$5.56

Conversion rate (CR) = (Conversions/ clicks) x 100% = (89/838) x 100% = 10.62%



#### Relevant KPI for Ad level

Conversion rate (CR) = (Conversions/clicks) x 100% = (36/562) x

100% = **6.41%** 

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Campaign	Cost	Clicks	Impressions	Conversion	ons	СРС	CTR	C/C	CR
Ad Group 1, Ad 1	\$458.25	991	991 40163			\$0.46	2.47%	\$4.72	9.79%
Ad Group 1, Ad 2	\$360.80	562	32334		36	\$0.64	1.74%	\$10.02	6.41%
Ad Group 2, Ad 1	\$335.60	619	28827		72	\$0.54	2.15%	\$4.66	11.63%
Ad Group 2, Ad 2	\$159.35	219	9932		16	\$0.73	2.20%	\$9.96	7.31%
• Ad group 1, A Cost per click (CP) =\$0.46		number of	clicks = \$458.02/ 9	991		group 2, Ad click (CPC)		ber of clicks = \$335.	80/ 619
Clink through rate × 100% = (991/40	, ,		s / Number of impr	essions)		•	ΓR) = (Number o ') x100% = <b>2.15</b>	of clicks / Number of	impressions)
Cost per conversion =\$4.72	on $(C/C) = Ad c$	cost / Conv	ersions = \$458.25/	97	Cost per <b>=\$6.20</b>	conversion (	C/C) = Ad cost	/ Conversions = \$335	5.80/ 619
Conversion rate (C 100% = <b>9.79%</b>	CR) =( Conver	sions/ click	s) x 100% = (97/99	91) x	Conversion 100% = 1	` ,	=( Conversion	s/ clicks) x 100% = (7	72/619) x
<ul> <li>Ad group 1, Ad 2</li> <li>Cost per click (CPC) = Ad cost / number of clicks = \$360.80 / 562</li> <li>=\$0.64</li> </ul>						group 2, Ad : click (CPC) :		ber of clicks = \$159.	35 /219
Clink through rate × 100%= (562/323	, ,		s / Number of impr	essions)		•	, ,	of clicks / Number of	impressions)
Cost per conversion (C/C) = Ad cost / Conversions = $$360.80/36$							9.35/ 16		

100% = **7.31%** 

Conversion rate (CR) = (Conversions/ clicks) x 100% = (16/1219) x

#### **Relevant KPI for Best performing keywords**

Keyword	Cost	Clicks	Impressions	Conversions	Keyword max CPC	CPC	CTR	CR	C/C
+Online marketing									
+course	\$317.10	534	26639	65	\$1.45	\$0.59	2.0%	12.2%	\$4.88
+Social media									
marketing +course	\$36.00	66	912	10	\$1.45	\$0.55	7.2%	15.2%	\$3.60
+Digital marketing									
certificate	\$23.10	48	894	8	\$1.45	\$0.48	5.4%	16.7%	\$3.08

#### Keyword one -= +Online marketing +course

Cost per click (CPC) = Ad cost / number of clicks = \$317.10/534 **=\$0.59 < than keyword max cpc** 

Clink through rate (CTR) = (Number of clicks / Number of impressions)  $\times$  100% = (534/26639)  $\times$ 100% = **2.0%** - High CTR

Cost per conversion (C/C) = Ad cost / Conversions = \$317.10/65 = \$4.88 < estimated conversion value of \$5

Conversion rate (CR) = (Conversions/ clicks) x 100% = (65/534) x 100% = 12.2% > Expected conversion rate of 10%

#### • Keyword two -= +Social media marketing +course Cost per click (CPC) = Ad cost / number of clicks = \$36.00/ 66 =\$0.55 < than keyword max cpc

Clink through rate (CTR) = (Number of clicks / Number of impressions)  $\times$  100% = (66/912)  $\times$  100% = **7.2% - High CTR** 

Cost per conversion (C/C) = Ad cost / Conversions = \$36.00/ 66 = \$3.60 < estimated conversion value of \$5

Conversion rate (CR) = (Conversions/ clicks)  $\times 100\% = (10/66) \times 100\% = 15.2\% > Expected conversion rate of 10%$ 

Keyword three -= +Digital marketing certificate
 Cost per click (CPC) = Ad cost / number of clicks = \$23.10/48 =\$0.48 < than keyword max cpc</li>

Clink through rate (CTR) = (Number of clicks / Number of impressions)  $\times$  100% = (48/894)  $\times$ 100% = **5% - High CTR** 

Cost per conversion (C/C) = Ad cost / Conversions = \$23.10/8 = \$3.08 < estimated conversion value of \$5

Conversion rate (CR) = (Conversions/ clicks) x 100% = (8/48) x 100% = 16.7% > Expected conversion rate of 10%

#### Keywords with Higher competitions

	Keyword max					
Ad group	CPC	Currency	Cost	Clicks	CTR	CPC
Awareness Digital Marketing	\$1.45	USD	\$110.10	78	, 4%	\$1.41
Interest Digital Marketing	\$1.45	USD	\$144.95	220	4%	\$0.66
Interest Digital Marketing	\$1.45	USD	\$147.30	222	. 4%	\$0.66
Awareness Digital Marketing	\$1.45	USD	\$58.80	60	4%	\$0.98
Interest Digital Marketing	\$1.45	USD	\$6.90	6	1%	\$1.15

Keywords subjected to higher competition in google ads are keywords being bid on by a lot of advertiser on google ads, hence the cost per clink is usually very high. Looking at the CPC for the following keywords above, the cost per clink for these keywords are higher than the others and are more closer to the keyword max CPC of \$1.45



#### overview statement of the performance of the Campaign

The campaign's marketing objective was to gather at least 200 conversions (syllabus downloads), with a conversion rate of at least 10%. The campaign had an estimated conversion value of \$5.

 After the campaign, the campaign had a conversion of 221, incurred a cost per conversion value of \$5.95(expected conversion value of \$5), and a conversion rate of 9.24% (< expected conversion rate of 10%). Therefore base on the objectives and result of the campaign, the campaign did not perform well as the objectives of the campaign was not fully achieved.



## Recommendations for future campaigns

Imagine you are tasked with running an improved version of this campaign, with the same marketing objective. What recommendations would you make to improve the campaign, based on your evaluation of its past performance?

- Provide at least three recommendations
- Feel free to use "bullet points" for your analysis and add as many slides as you need
- The following prompts can help you structure your answer, but feel free to think beyond these as well:
  - Would you focus on certain ad groups, ads, keywords, or keyword match types? If so, which ones and why?
  - Would you change any of your existing ad headlines or descriptions, or add any new ones? What would you change/add and why?
  - Would you change any of your existing keywords or match types, or add any new ones? What would you change/add and why?
  - Would you set up an A/B test, and if so, how would you go about it?

#### Recommendations

- I would focus on Ad Group 2: Awareness Digital Marketing, because it performed better as it had cost per conversion value of \$5.56 which is slightly above expected value of \$%5 and lesser than ad group one C/C of \$6.50. Ad group 2 also had the higher CTR of 2.16% and the higher CR of 10.62% > Expected CR of 10%. I would focus on Ad group 2, Ad 1 at the Ad level because it had a high CTR of 2.15% and C/C of \$4.66 < (expected C/C of \$5) and CR of 11.6% (>10%). At the keyword level, I would focus on the three best performing keywords of +Online marketing +course, +Social media marketing +course and +Digital marketing certificate cause they had CPC < keyword max CPC of \$1.45 and CR > expected Conversion rate of 10% and C/C < than Conversion value of \$5
- I would add a new headline to ad group one: The beginner complete guide to digital marketing with the description Get this complete guide that educates every novice on the foundations of digital marketing. This is because this guide and description gives a clearer description of what consumers are to expect about the product.

I would change the description of the headline of ad group 2 digital marketing basics to get the best guide on the basics of digital marketing as this would likely attract more consumers looking for the best guide to digital marketing.



#### Recommendations continue

- I would allocate more budget to Ad group two as it performed better than ad group one and allocate more of the budget to Ad group 2, ad one as this performed the overall best in all the Ad level.
- I would set up an A/b test on Ad group 2 and test if the change in Ad description affected the campaign

