



Improvisation of  
Spotify premium to  
**increase** the number of  
**premium users** and **user**  
**engagement.**

Virendra Kumar Verma  
IIT Guwahati





## What is Spotify?

Spotify is a platform: it could be expanded to other types of content – Daniel Ek

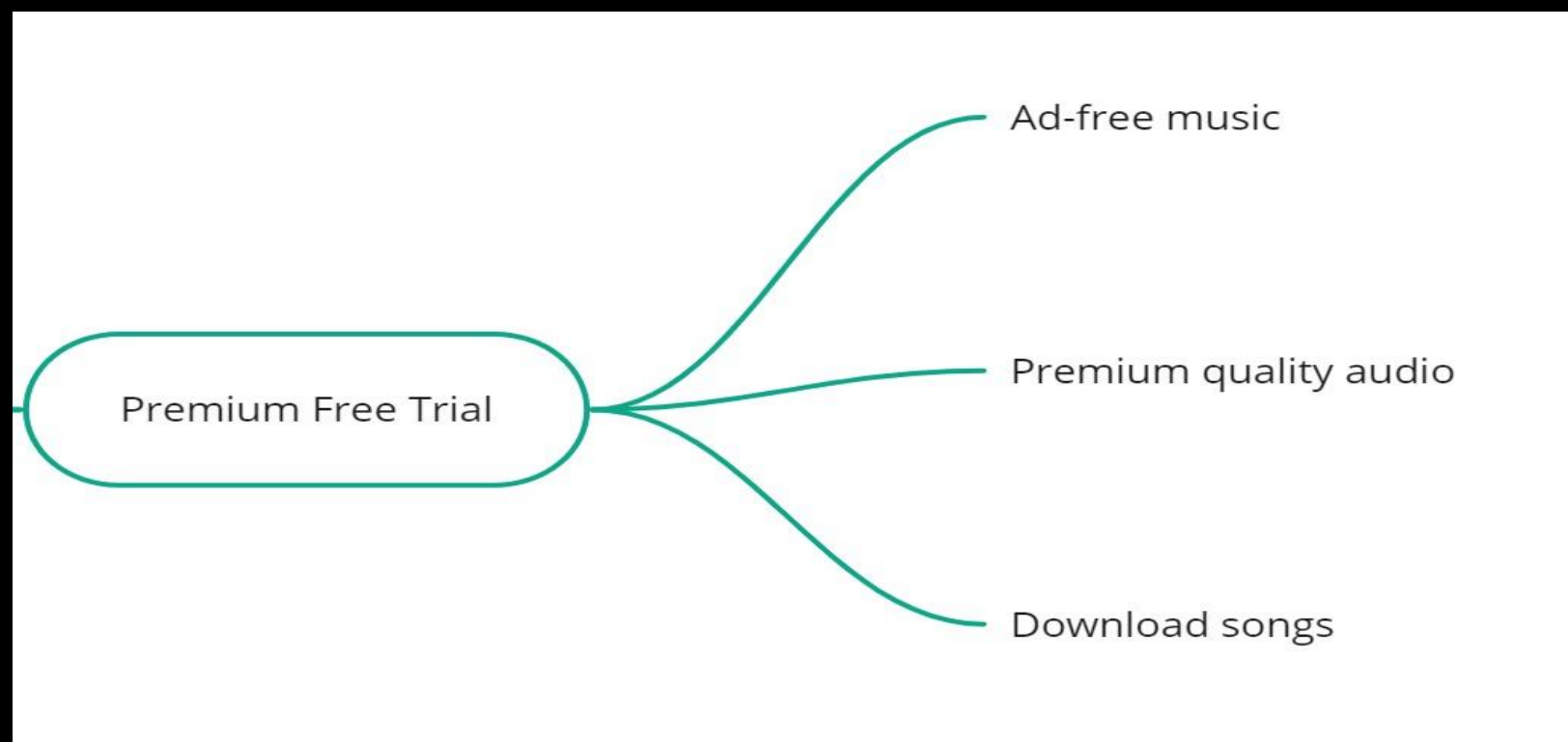
Spotify is a music streaming company founded in 2006.

largest music aggregator and distributor in the world with - **83.1M** monthly active users in US

**44.7M** paying subscribers in US as of now according to **eMarketer**.



**Recommendations** and **UI/UX** make it lucrative and easier for listeners to find and listen to new music or podcasts.



## Premium Services



## Goal

only **30%** of the users were **converting to paid membership** after the free trial ended i.e., 1-month trial membership.

**Improve user engagement** during the trial period and subsequent conversion to **paid users**.

## Competitors





## User Personas



Unnati, 21, Student

### Goal –

She listens to music all day long and loves to share the music with friends. Does not find any feature on Spotify to share on itself.

### Pain Points –

- Hate to switch to the different apps to share music .
- Want to tell people “why she choose to share with them and what so special about this song or anything.”



Rohit, 28, Product Manager

### Goal–

He loves to attend concerts but due to his hectic schedule and extra workload on weekends. So, he is not able to attend concerts.

### Pain Points -

- Due to hectic schedule do not get time to go to concerts.
- Looking online where he can watch the live concerts.



Shruti, 34, Businesswomen

### Goal –

She loves to listen to songs and read books, She does not like the recommendations by other apps as those are not of her interest subject.

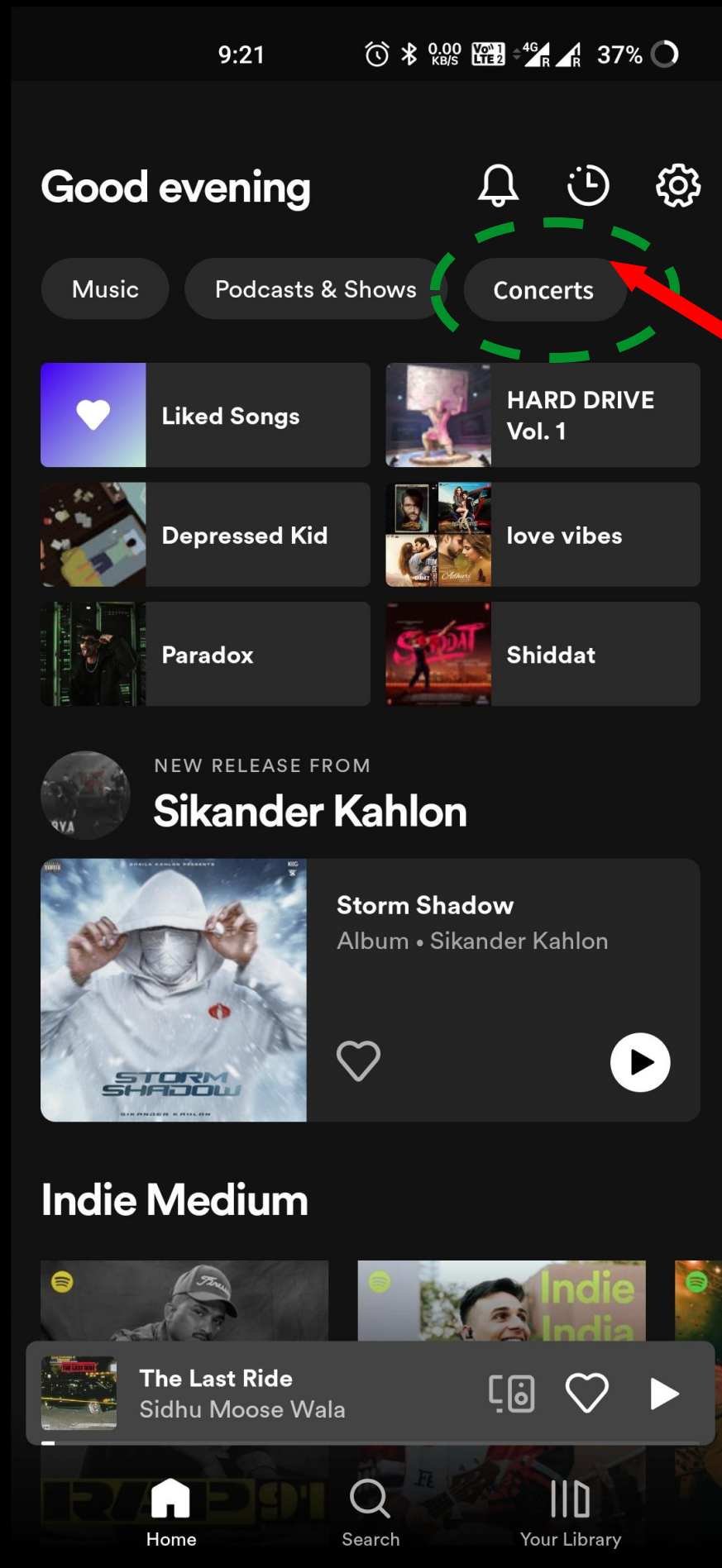
### Pain Points -

- Does not like the recommendations made to her by other book apps.
- Expecting Spotify to add the book feature as our recommendations are amazing and save time of people.

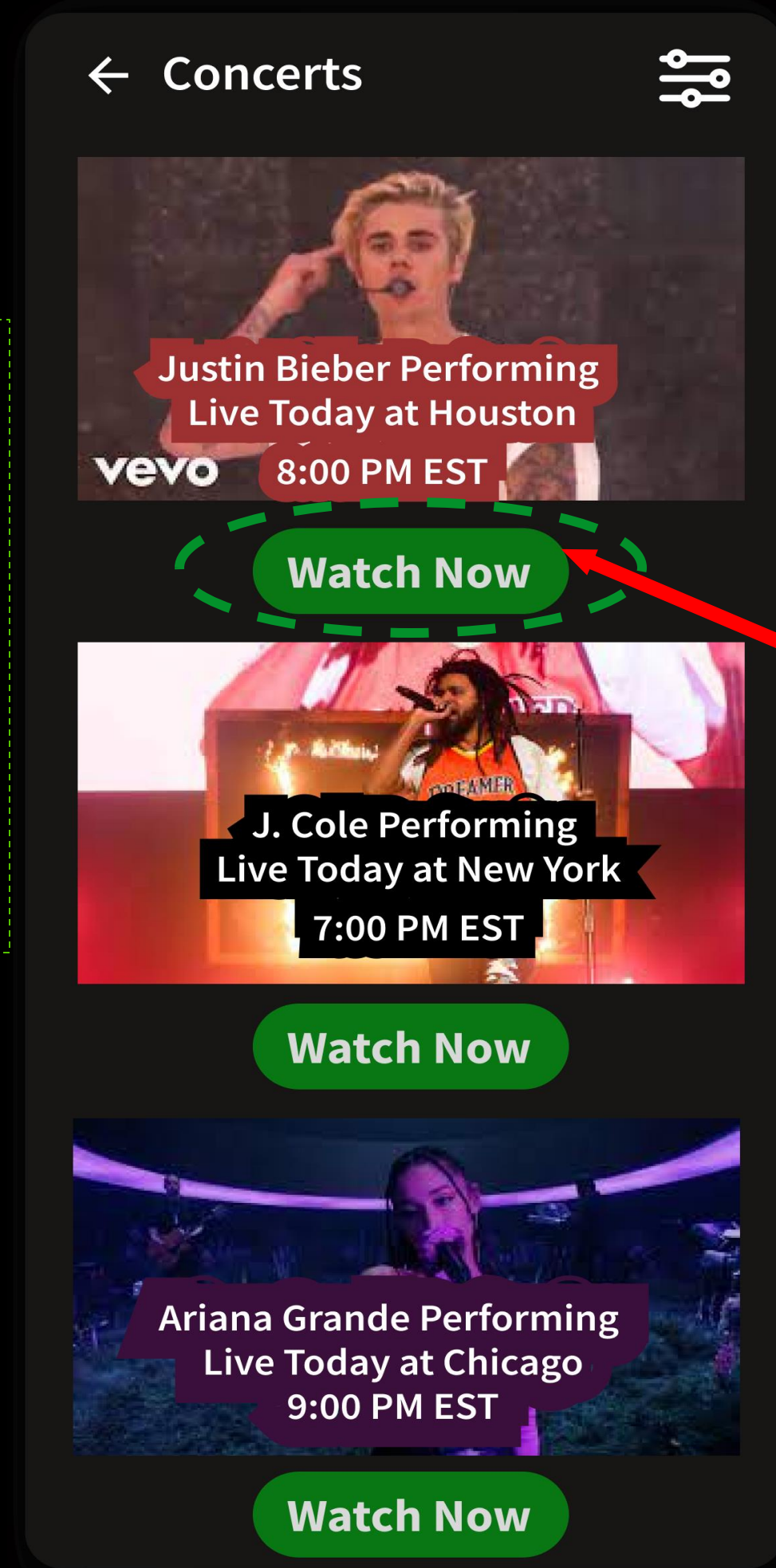




## Features 1: Live Concerts



- Allows users to **access the live shows** of artists nearby them or their favorites.
- **Filter option** will be there.



**Select the artist** and click on watch button to watch the live show.



## Features 2: Share Music With A Note



The Last Ride  
Sidhu Moose Wala



- Allowing users to **send the song on Spotify** to their friends or close one, etc.
- Sometimes **hearing great words** from close one trigger our emotions and **leads to happiness**. Keeping that thing in mind, now,
- Users can even **write short note** about "why they are sharing this song with them."

### ← Community

Search



John

Send



Leo

Send



Anjali

Send



Lilly

Send



Chris

Send

Clicking on **send a short note** with send button will pop-up.

optional  
let them know why you are sharing this song

Note: type here.....

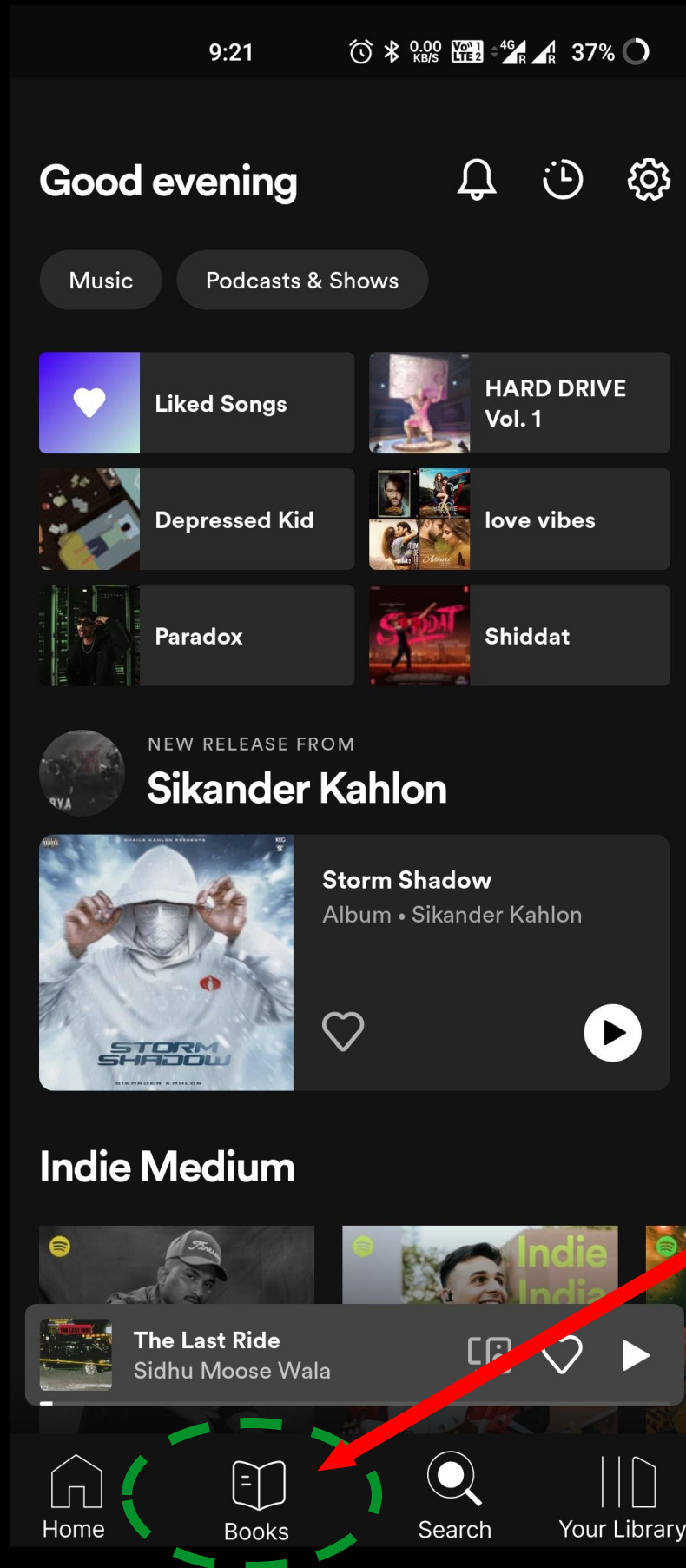


Here they can write short note and by clicking on send button it will be send to their friend on Spotify.





## Features 3: Books



- Just like podcasts users now can find all the **books** in a **particular section**.
- They will be able to **search** their book or **filter option** will also be available by author, rating, most played, etc.



By click on play they can **listen** to the books and if they want **there will be animations** which will make the books more enjoyable to users.



## Free vs Premium Users

Features	Free	Premium
Live Concerts	<ul style="list-style-type: none"><li>• Only 10 minutes of access</li><li>• Can run ads between the live shows</li><li>• Up to medium-quality video and audio</li></ul>	<ul style="list-style-type: none"><li>• Unlimited Full live show access</li><li>• No ads</li><li>• Premium audio and video quality</li></ul>
Community	<ul style="list-style-type: none"><li>• Can send up to 7 times only</li><li>• Only 2 times access to short note about “why they want to share this song with them”</li></ul>	<ul style="list-style-type: none"><li>• No limitation</li><li>• Access to short notes</li></ul>
Books	<ul style="list-style-type: none"><li>• Ads will run</li><li>• 5 minutes limited animations</li><li>• No access to downloading the books</li></ul>	<ul style="list-style-type: none"><li>• No ads</li><li>• Access to animation</li><li>• Can download unlimited number of books</li></ul>





## Features Comparision

Books	Concerts	Community
<ul style="list-style-type: none"><li>• People started listening to books while doing some other job and utilising their time.</li><li>• Recommendation of they have interest in would increase User Engagement.</li><li>• Less efforts with more reach and less impact.</li></ul>	<ul style="list-style-type: none"><li>• People wants to enjoy life but sometimes they do not find time to attend a concert.</li><li>• Availability of live shows streaming on Spotify.</li><li>• More efforts with an average reach but less impact.</li></ul>	<ul style="list-style-type: none"><li>• Users often share the songs with their close ones or friends.</li><li>• Reduced the requirement to switch to different apps and allowing ease of sharing song with short notes.</li><li>• Less efforts and more reach and Impact.</li></ul>



Prioritization

RICE Metric

Features	Reach	Impact	Confidence	Effort	Score	Prioritize
Live Concerts	9	7	85%	9	595	3rd
Community	9	8	90%	8	810	1st
Books	8	7	75%	8	525	2nd



## Success Metrics

### 1 Conversion rate (bought/total)

% Increase in the number of premium buyers will increase our % conversion rate

### 2 DAU/MAU

% Increase in daily active users (DAU) and monthly active users (MAU) would represent higher user engagement.

Expected growth: 100.6M users by 2025, with just over half (52.2M) of them paying users in US according to eMarketer.





## GTM Strategy

Exploring all the features available on Spotify app. Understanding user **pain points, preferences, and behavior**. Conducting surveys and personal interviews along with Competitor analysis.

Developed a Beta version of the features which will be released to a small sample of user stories collect initial performance data and user feedback ensuring **remarkable Listening and buying frequency** journey.

Release of the final version of all the features. Improvements will be advertised and communicated to users through notifications and app update information.

### Feature Development

### Feedback

### Market Research

### Beta Launch

### Final Release

Design and Technical development of the features like the addition of **Live Concerts, Community, and Books**. Feature development will be based on user stories.

Based on the feedback collected beta version will be improved and final version of the features will be developed for the final release.



♪ Thank You ♪