

# 10

## The Internet and Interactive Media

## Rapid Adoption of the Internet



Speed/convenience of information access

Control over what & how much is received

E-commerce

Extensive product and service offers

# Marketers' Adoption of the Internet

Better targeting

Direct feedback

ROI tracking

High-speed connections

Users online longer

New media technologies

Interest and purchase tracking

More potential buyers

### The Web Site



# Web Design & Customer Interface Issues

#### Context

Site's layout and design, look and feel

#### Commerce

Site's capabilities to enable commercial transactions/ scheduling

#### Connection

Degree site is linked to other sites



#### **Communication**

The ways site-to-user or two-way communication is enabled

#### Content

Text, pictures, sound and video that web pages contain

#### Community

The ways sites enable user-to-user communication

#### **Customization**

Site's ability to self-tailor to users or allow users to personalize the site

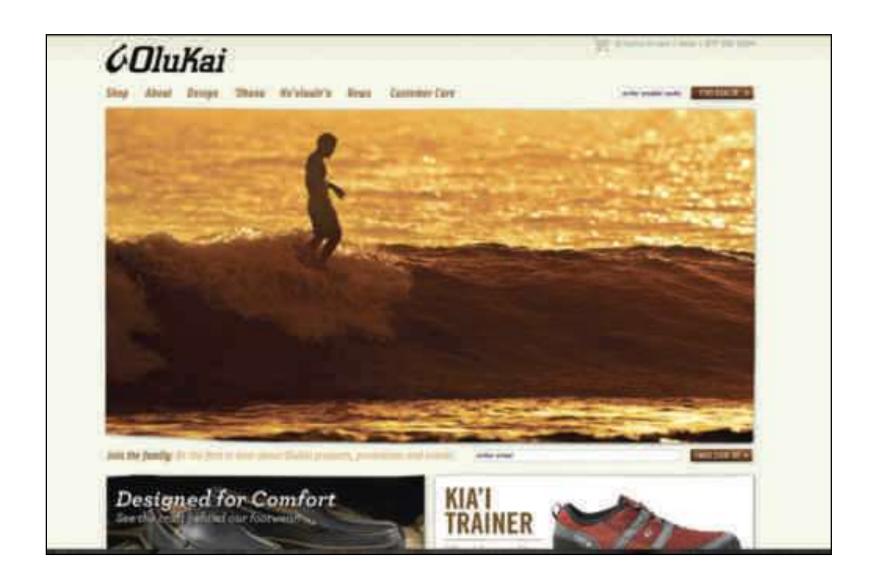
## Internet Communications Objectives



## **Huggies Goes Beyond Providing Information**



# Using Web Sites to Build Image and Brand



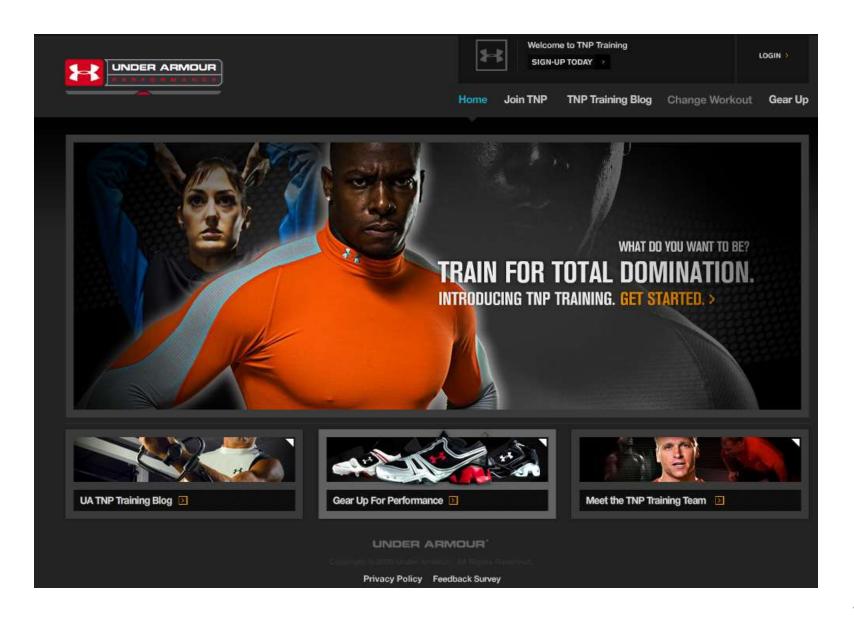
# Meeting Other Communications Objectives

Stimulate Trial

Create Buzz

Gain Consideration

#### Under Armour Launches Protype Shoes via Internet



## E-Commerce



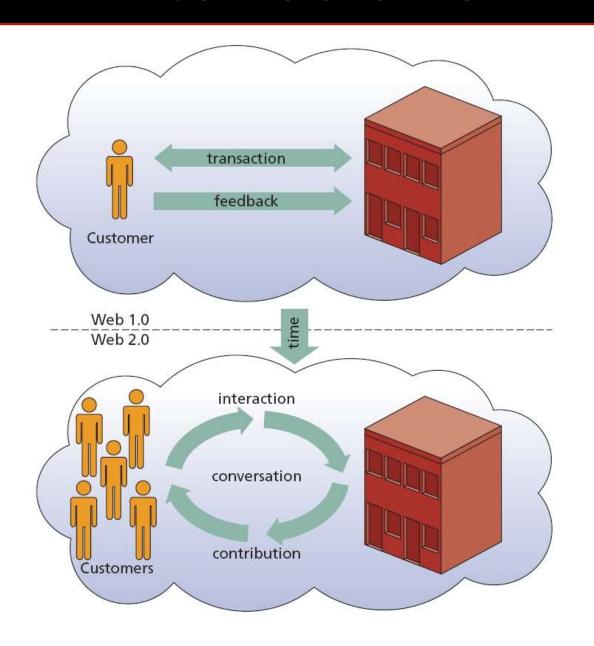
Direct selling of goods and services through the Internet

May be primary or secondary objective

## Ebay is a Popular E-Commerce Site



# Web 1.0 and 2.0



# Advertising on the Internet (Part 1)

#### **Forms of Internet Advertising**

**Banners** 

**Sponsorships** 

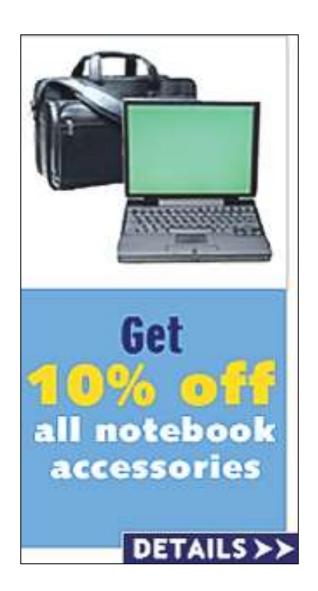
Pop-ups/ Pop-unders **Interstitials** 

Push Technologies

Links

# Typical Banner Ads





# Advertising on the Internet (Part 2)

#### **Forms of Internet Advertising**

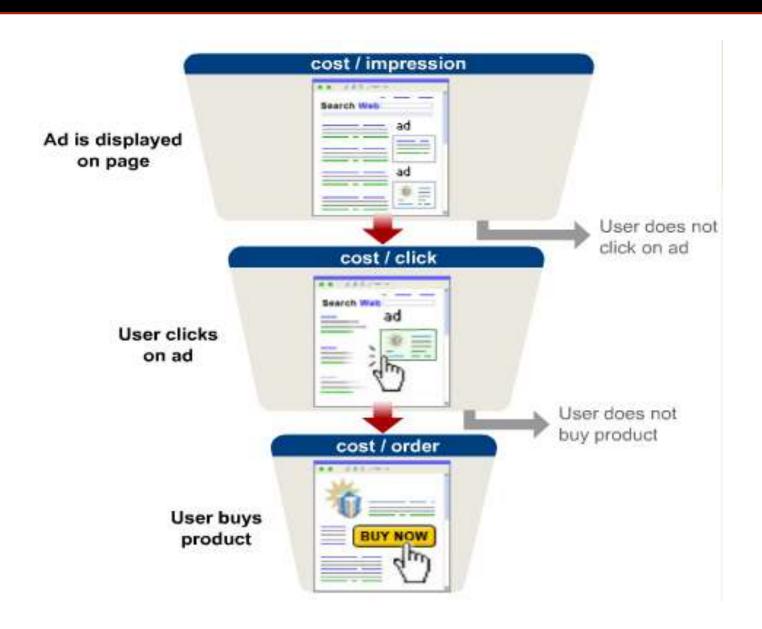
- Paid Search
- Behavioral targeting
- Rich media

Online commercials
Video on demand
Webisodes

Contextual Ads Additional Forms

> Podcasting RSS feeds Blogs

# Internet Advertising Models



## Internet Search Advertising

# Search Engine Marketing

 The entire set of techniques and strategies used to direct visitors from search engines to marketing web sites

#### Paid Placement

- Text-only ads targeted to keyword search results on search engines
- Offered through programs such as Google AdWords, Yahoo Search, or Microsoft Bing
  - Sometimes referred to as paid placement, pay-per-click, cost-per-click advertising

# Internet Search Advertising

### Behavioral Targeting

 Targeting online ads to consumers based on their Web searching behavior

### Contextually Targeted Ads

- Text ads targeted to the content of web pages using programs such as Google AdSense and Yahoo Search Content
- Placement of ads determined by content of the web page where they are shown

## Organic Search Optimization

 Using a range of techniques to improve how well a site or page is listed in search engines for specific topics

#### Paid Search

- Online search-based advertising
  - Advertiser pays only when a Web surfer clicks on their link from a search engine page
  - Search ads appear in a specified, sponsors-only area near the search results for that phrase
- Advertisers bid on search keywords
  - Prices for popular search terms
    - Background check \$1.18 per click
    - Car loan \$1.34 per click
    - Refinance \$4.46 per click
    - Mesothelioma \$50 per click

#### Rich Media

A broad range of interactive digital media that exhibit dynamic motion, taking advantage of enhanced sensory features such as video, audio, and animation

Online Commercials

Video on Demand

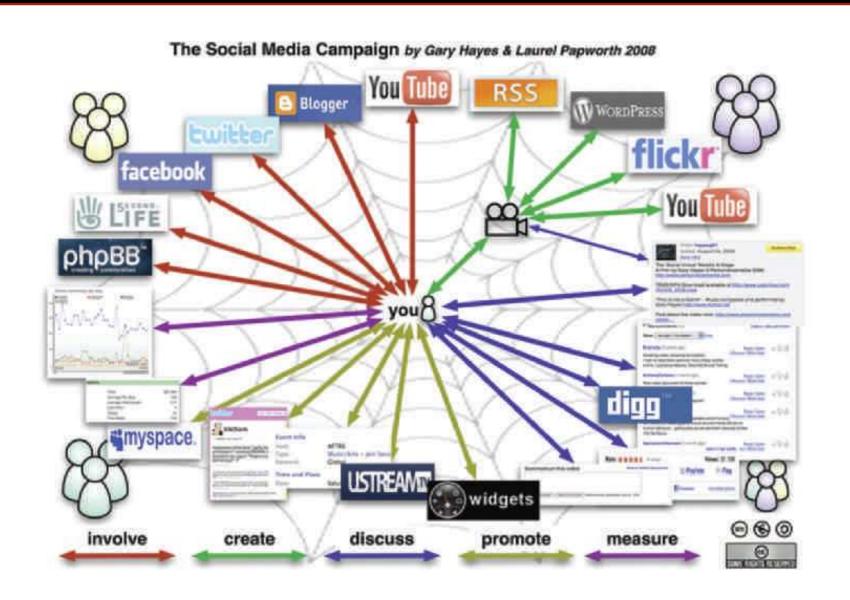
Webisodes

Other Forms

# PodCasting, RSS, Blogs, and More



# Web 2.0 - The Social Media Landscape



### Social Media

#### Internet Social Media

- Online technologies and practices that people use to share content, opinions, insights, experiences, perspectives and media themselves
- Created, initiated, circulated and used by consumers intent on educating one another about products, brands, services, people and other topics of interest

# Examples of Social Media

Social networking	MySpace, Facebook, Twitter
Creativity work	•Video (youtube)
sharing	<ul><li>Photos (Flickr)</li></ul>
	●Music (Jamendo)
User-sponsored blogs	Cnet.com
Company-sponsored	•Blogs
sites	•Cause/help sites ( <i>Dove</i>
	Campaign for Real Beauty)
Business networking	LinkedIn
Collaborative	Wikipedia
Commerce	Ebay, Amazon
communities	

# Popular Social Media Sites

# Social Sites – Big Players





























### Uses of Social Media in IMC Mix

- Enable companies to interact with their customers
  - Way to engage customers (contests, online voting, online games, submit ideas (Frito Lay)
  - Enables consumers to see others using product (Swiffer contest)
  - Provides information to customers
- Enable customers to interact with one another as well as companies
  - Word-of-mouth
- Support causes important to consumers

#### Sales Promotions are Done on Web Sites



# Personal Selling on the Internet

May *Replace*Personal Selling

Cheaper than personal selling

Greater potential reach

May *Enhance*Personal Selling
Efforts

Primary source of information

Stimulates trial

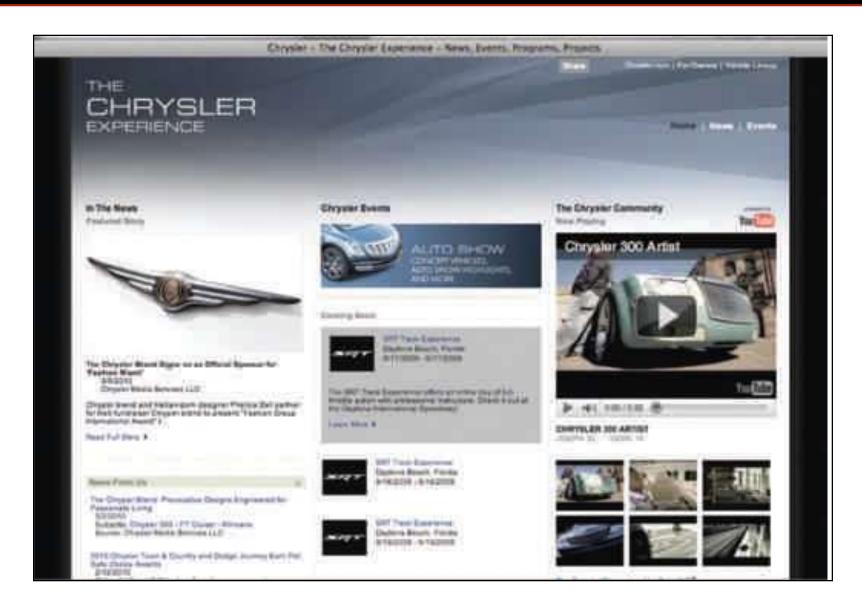
Valuable source of leads

Cross-selling

Improves 1-on-1 relationships

Prospects request sales calls

### Public Relations on the Internet



# Direct Mail (Email)



Electronic version of regular mail

Tries to reach those w/specific needs

Highly targeted

Relies on email lists

# Infomercials and Home-Shopping



#### **Infomercials**

Program content similar to television, cable or satellite

Web allows greater audience interaction

Online retailers include QVC, HSN, ShopNBC

### Measures of Internet Effectiveness

Frequency to Conversion Radios

Clicks

Post-click conversions

Cost per conversion

Unique visitors

Average frequency

Ad exposure time

Ad interaction rate

View-through rate

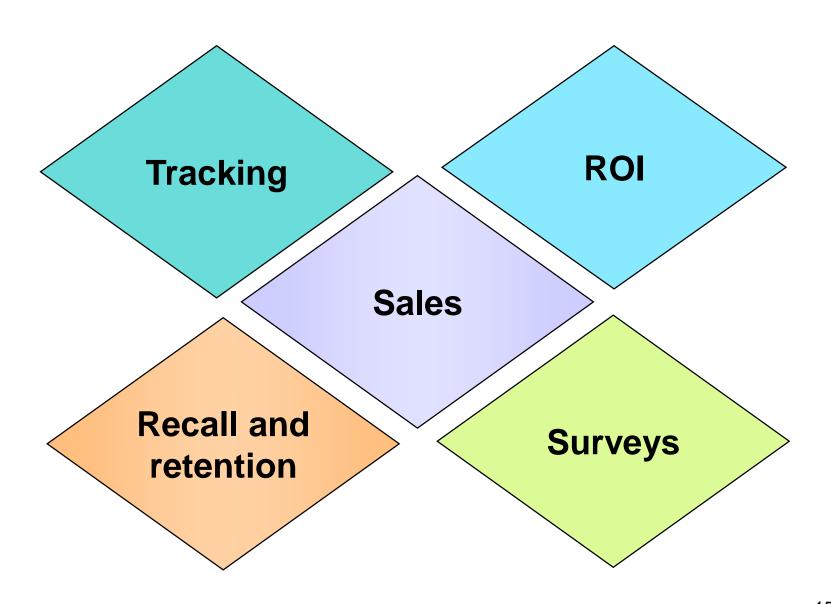
Visits

Webpage eye tracking

Offline sales lift

Cross-media models

# Traditional Measures of Effectiveness



# Internet Marketing Pros and Cons

### **Advantages**

Target Marketing

Sales Potential

Message Tailoring

Creativity

Interactive Capabilities

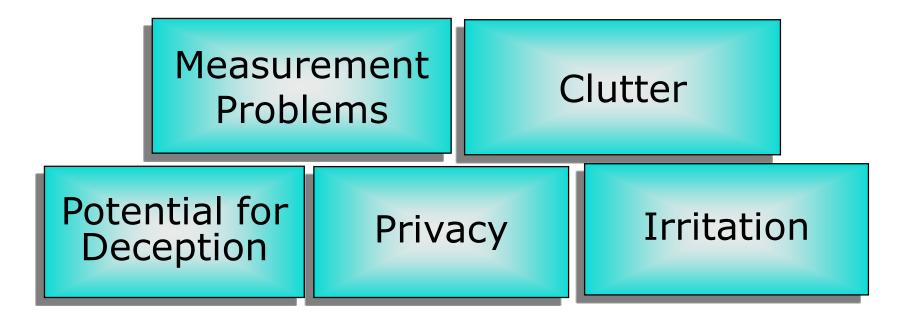
Exposure/Speed

**Information Access** 

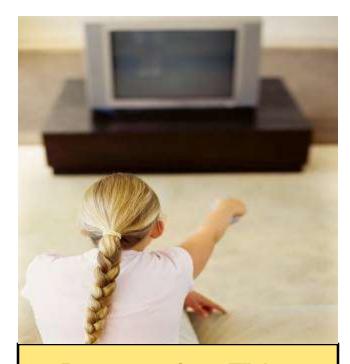
Complement to IMC

# Internet Marketing Pros and Cons

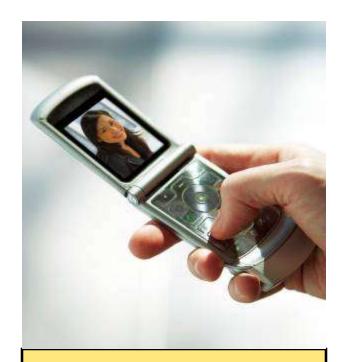
### **Disadvantages**



### Additional Interactive Media



Interactive TV—
allows viewers to
interact with the
program and
advertising



Mobile—
communications
through satellite
broadcast systems
or cellular phones

# Test Your Knowledge

Interactive TV, interactive CD-ROMs, kiosks, and interactive phones:

- A) Are viewed by businesses as breeches of consumer rights to privacy
- B) Can be contributors to an IMC program
- C) Cannot be linked with traditional advertising media
- D) Replace the Internet in most IMC programs
- E) Are not viewed as viable elements within a well-designed IMC program