

HYPER PERSONALIZATION CREATES LOYALTY

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EXPERIENCE ECONOMY

Consumption habits have changed radically and differently

No stereotyping

Meet demands at individual level

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CUSTOMER EMANCIPATION

Given the constant need of customers to be recognized as being unique, hyper personalization has taken root

Consumers transformed into "prosumers"

Demand for tailor made products and personalized CX

Feel unique, want to be recognized and to customize offering themselves



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Hyper Personalization

fulfilling the customers demand for individual and unique recognition, receiving personalized attention as well as customized offerings

Hyper Personalization outlook...

CURRENT BOUNDARIES

Ethical and legal - e.g. the use of personal data

Ability to process and understand vast amounts of data and data models

Economic restrictions in adapting product, services, content, channels, messaging etc.



SERVICE FIRST

66 make customers FEEL that they offer was specially made for them even if the service or products have been predefined

Focus on non-purchase related interactions between a brand and a customer

This takes precedence over the time spent on the actual transaction itself



1/3

of consumers will walk away from a brand forever after having just **one** bad experience

41%

of consumers are willing to pay as much as **20% more** for an impressive customer experience



Willing to Pay as Much as 20% More



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Attraction to Novel Experiences



58%

Of Gen Zers and Millennials are more likely to buy from a company that offers novel experiences



Loyalty rewards



*Loyal customers spend more on each transaction. Data suggests an average of 67% more

*It costs 5x-7x more to attract a new customer than it does to retain an existing customer

*Forbes



*Engaged loyalty members increase visit frequency by an average of 35%

The Opportunity – Personalization can:



- Lift Revenues by 5-15%
- Increase Marketing Efficiency 10-30%
- Reduce Acquisition costs up to 50%



Source: "<u>A Technology Blueprint for Personalization at Scale</u>" Sean Flavin and Jason Heller – McKinsey Article May 2019

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Get the right data

INSIDE YOUR ORGANIZATION



Customer profile

Sales history



Service history

OUTSIDE YOUR ORGANIZATION









Resellers

Distributors

Suppliers

Credit Rating

Commerce

Financials



Digital Sites



3rd party

websites

Social



Sensors



MAKE THE CONNECTION

Connect big DATA, data ANALYSIS and INTELLIGENCE and make hyper personalization a reality

Volume, variety, velocity

Know about identities, behaviors, habits, preferences

Predict future decisions



Long term loyalty strategies require innovations to shorten the distance to trustworthy 1st party data **Innovating** for new business models









Customer Intelligence Strategy





SEGMENT OF ONE

It is all about experience.Meeting the demands and needs of the individual real time



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