

Influence of Digital Media on Car Purchases

Understanding Media ROI for Fiat 500 Spain







About this project

Fiat España wanted to identify the key marketing drivers to purchase, and to quantify the effect and efficiency of each:

- With focus on both direct and indirect effect
- •With focus on the role of online and offline advertising



The Fiat Brand

More than a sign of recognition.

Since 1899, the Fiat logo has been a veritable sign of distinction, the "calling card" for all our models.



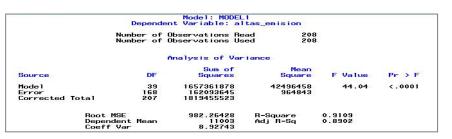
Methodology





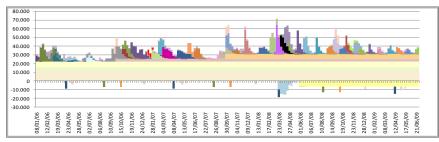
1. Need to collect all the variables that may influence sales





2. Analysts use judgement and SAS to produce different regression models until best combination is identified





3. So they are able to identify each variable's influence on sales





4. Final check: the blue line is the reality (sales); the red line is the model (how it fits the sales)

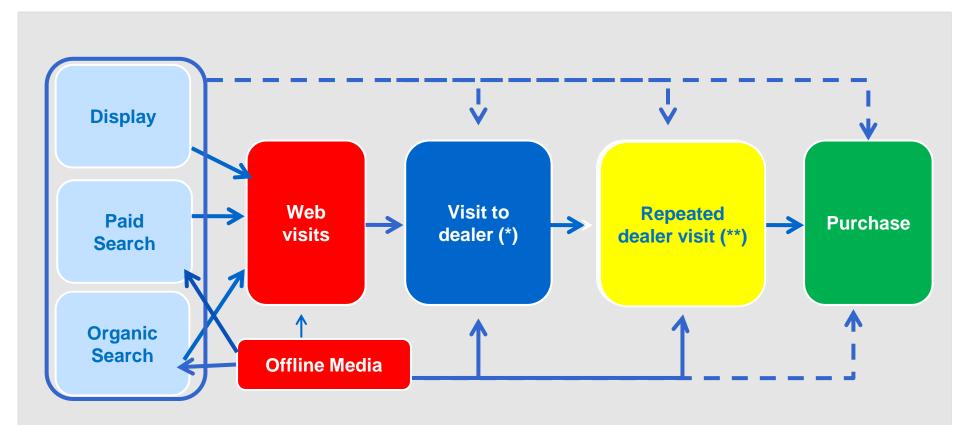




Understanding Drivers of Car Purchases

The Car Purchase Funnel was identified and sized

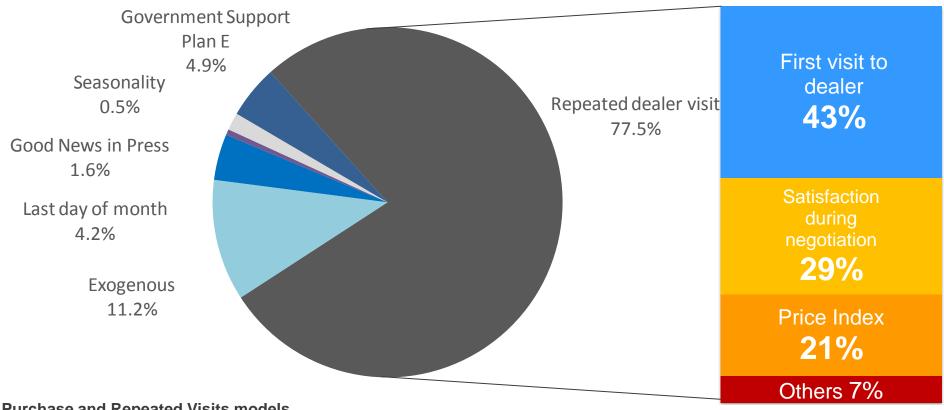
18 econometric models were built - 6 models for each of the 3 cars included in the research



- (*) Visit to dealer = Persona que visita el concesionario por primera vez.
- (**) Repeated dealer visit= Persona que ha estado en el concesionario durante los 4 meses anteriores y vuelve a realizar otra visita.
- ------ Indirect impact. The model doesn't show a direct impact on that variable.



Dealer visit and price are key direct purchase drivers

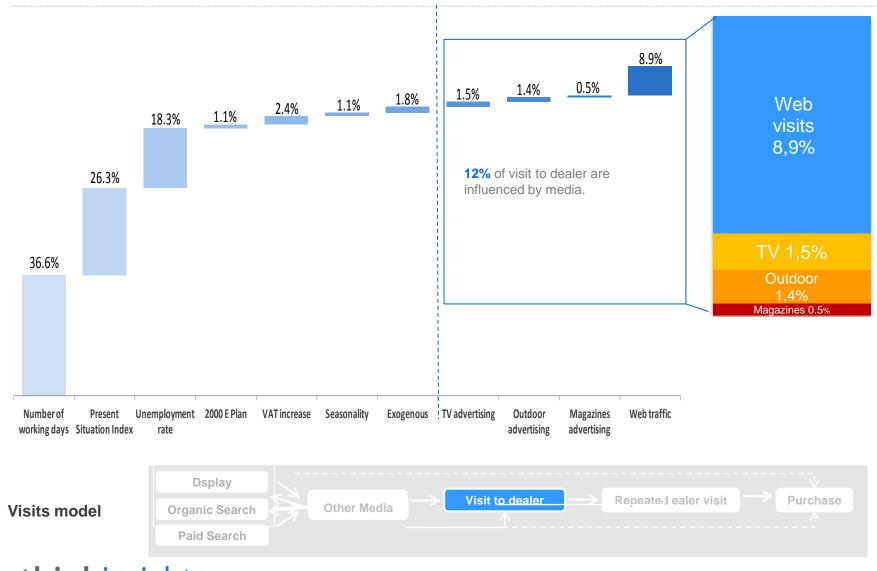


Purchase and Repeated Visits models



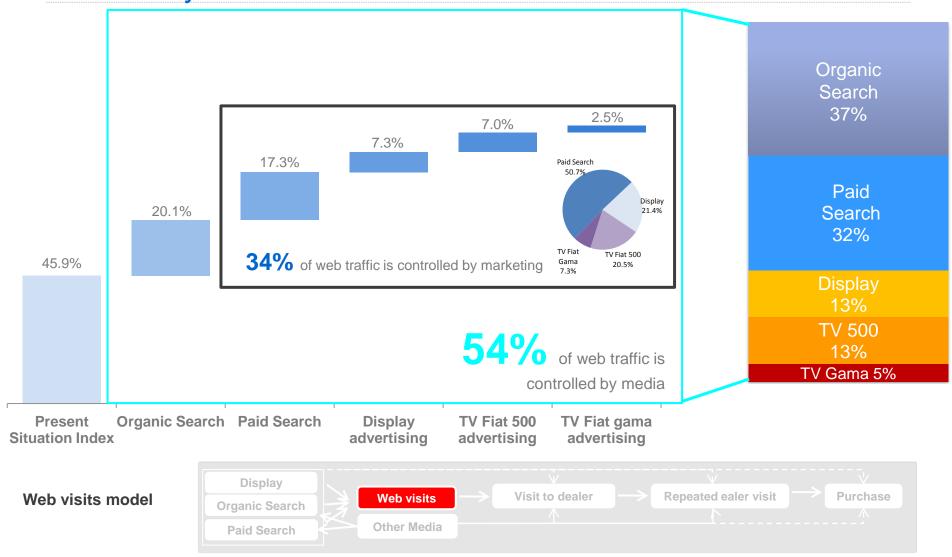


Web visits drive majority of media-influenced dealer visits



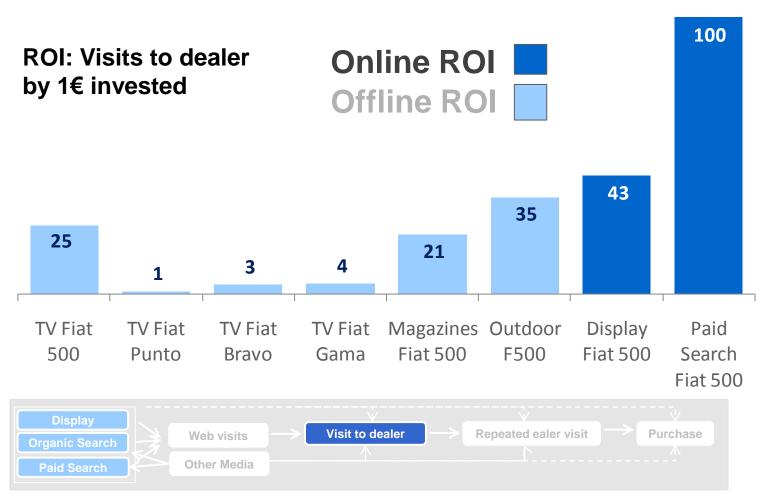


SEM, Organic Search and Display drive 82% of web visits controlled by media





SEM & Display are most efficient paid media to generate dealer visits



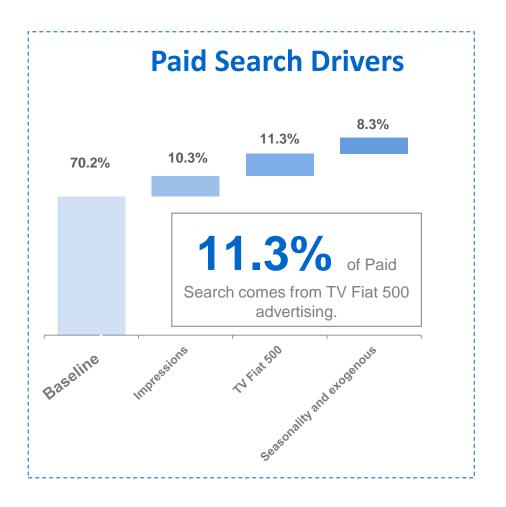


Monetary value of an application and actual returns not shown due to client confidentiality - ROI data indexed

thinkinsights with Google

Optimizing SEM

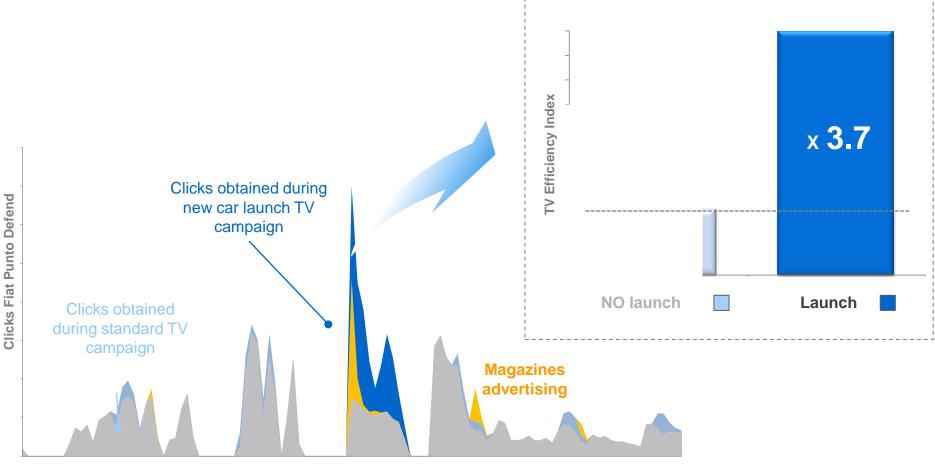
TV has a significant effect in Paid Search





Paid Search becomes critical in TV campaigns for new launches

Clicks are multiplied by 3.7 during the TV campaign of a new car launch:



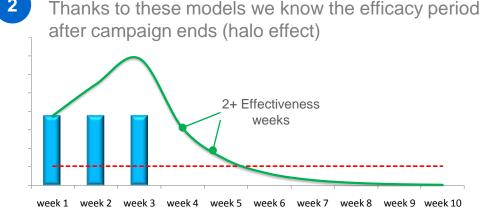




Paid search optimal timing requires 2 additional weeks

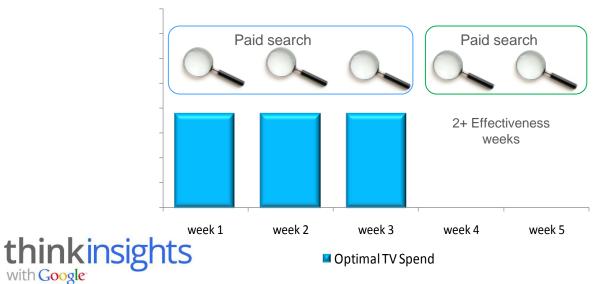
Econometric models demonstrate that TV ads increase SEM clicks



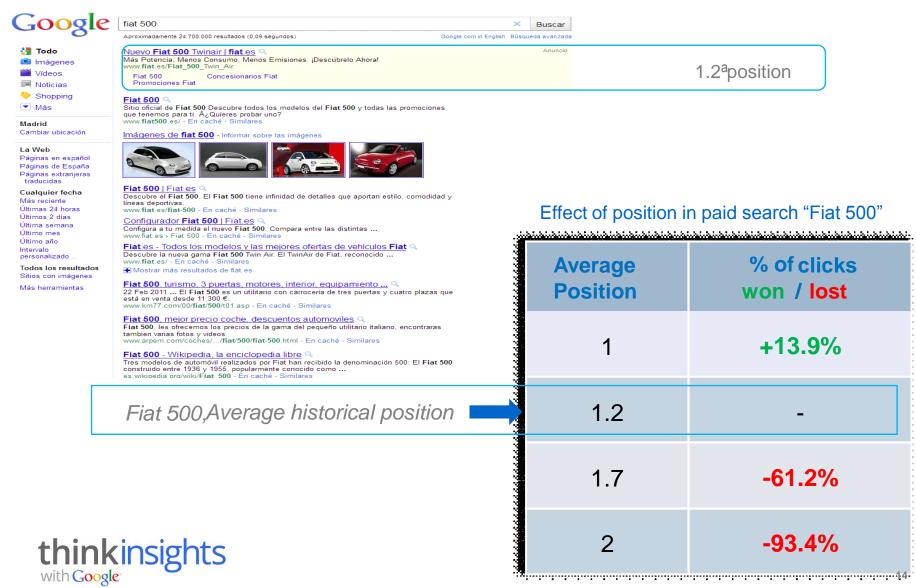


Optimal TV Spend ---- minimum to get visit to dealer —— Effectiveness TV

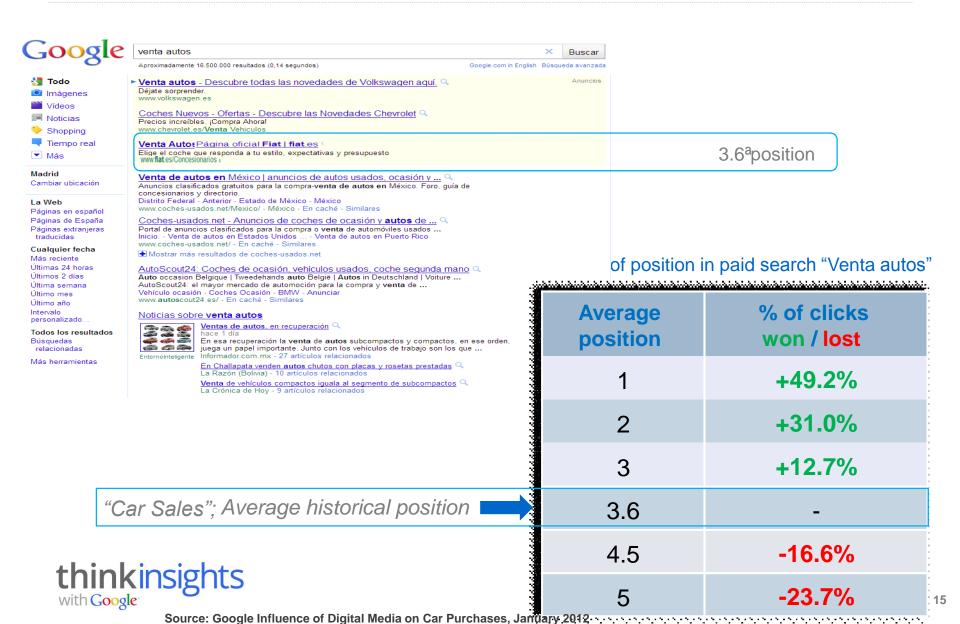
To maximize the TV efficacy, it is recommended to do SEM across all TV campaign weeks, and reinforce SEM 2 weeks after it finishes with same creative.

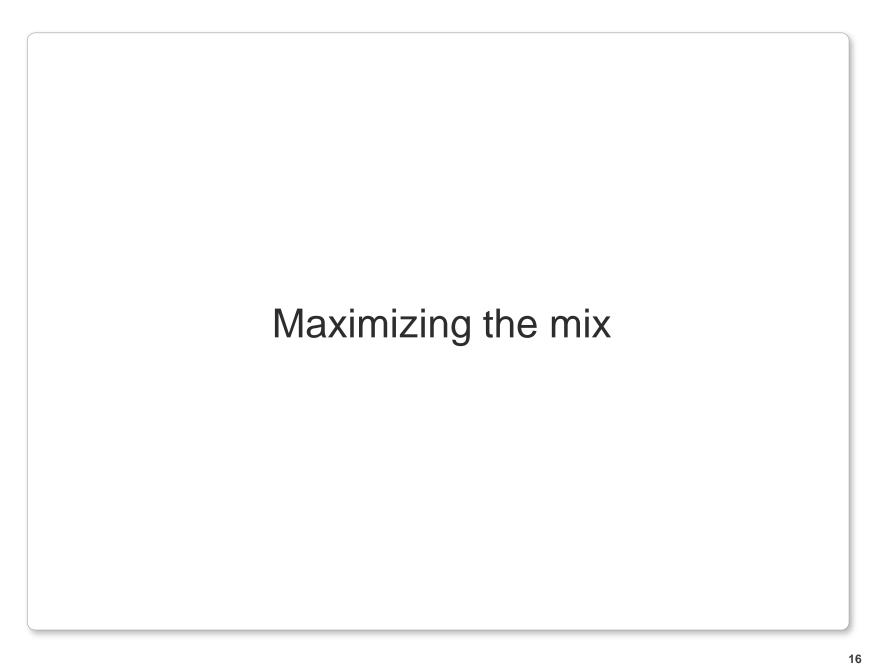


Improving position in paid search results in an increase in clicks

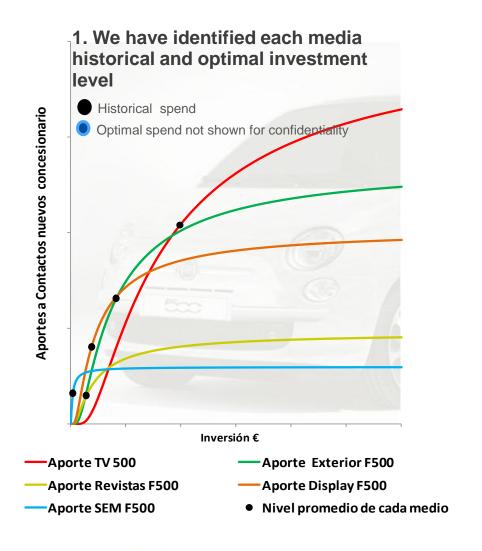


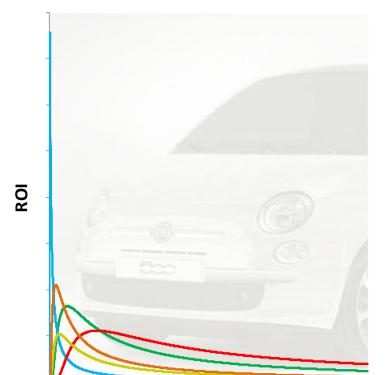
Improving position in paid search results in an increase in clicks





We can optimize our media budget because...





Inversión €

ROI SEM 500

-ROI Display 500

ROI Exterior 500

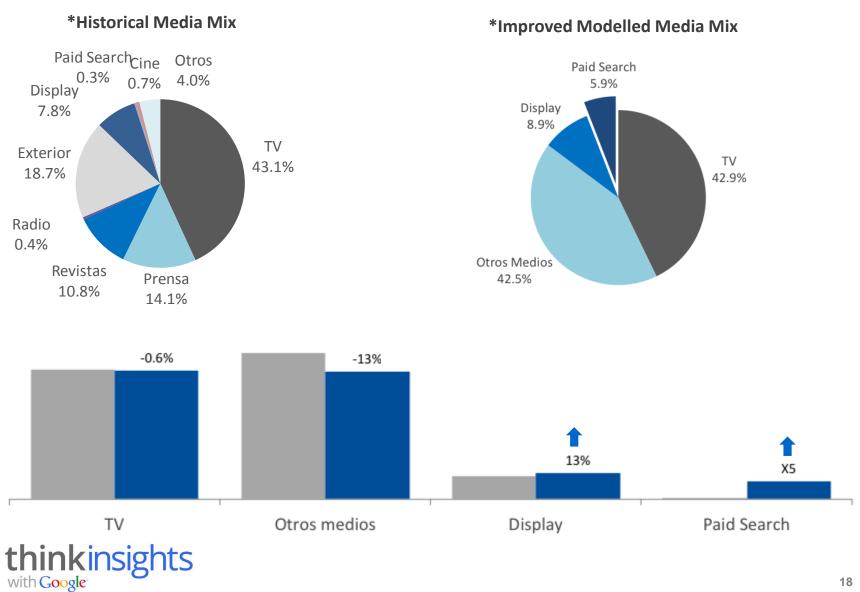
ROI Revistas 500 —

We have calculated each media ROI



ROITV 500

Improved media mix scenario



Summary and conclusions

Paid Search is the **most efficient media** for Fiat purchase

Paid Search represents 51% of total marketing contribution to Web visits which are the main marketing driver for dealer visits (72%)

Leverage Paid Search investments:

- Reinforce SEM investment whenever you have a TV campaign.
- Maintain this SEM reinforcement at least 2 weeks after the campaign ends to maximize the effectiveness.
 - Improve the average position in search: your clicks can grow by +49%
- Take the most of your **media mix**: For Fiat, an increase in display (from 8% to 9%) and paid search (from 0,3% to 5,9%) is recommended.

