LIFETIME VALUE

To understand the value of marketing and engaging the customer, you must first understand the lifetime value of a customer.

ADVERTISING

A typical "Shotgun" Print ad costs about \$7,000 for a print of 50,000 brochures inserted in your local newspaper.

1) COSTS

2) ANALYZING THE RESULTS

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For Example: Holiday Brochures

Mailers

10,000

Print cost - 15¢ ea. = \$1,500 Postage - 30¢ ea. = \$3,000 Campaign Total \$4,500

Newspaper Inserts

50,000

Print cost - 8¢ ea. = \$4,000 Insert cost - 4¢ ea. = \$2,000 Campaign Total \$6,000

Analyzing The Results

At an average of \$60 per order

Mailers

10,000 (\$4,500)

.25% = 25 orders = \$ 1,500 .50% = 50 orders = \$ 3,000 1% = 100 orders = \$ 6,000

Newspaper Inserts

50,000 (\$6,000)

.25% = 125 orders = \$ 7,500 .50% = 250 orders = \$15,000 1% = 500 orders = \$30,000

Whichever you choose, remember the LTV should always be considered. (between \$240 and \$720)

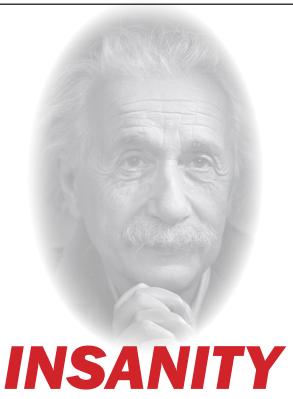
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Turn 2 Script:

"Thank you for your order (Mrs. Jones) and by the way, your purchase to-day qualifies you for a \$10 discount on any order you place with us next month. With the holidays just around the corner, is there any additional shopping I may assist you with? Most of the bouquets on our website are available not only locally but across the USA as well." (You will find that most of the time people who order at Thanksgiving will send the same recipient a centerpiece for the holidays. Why not secure the future order while they are already placing an order?)



is doing the same thing, over and over again, but expecting different results.

-Albert Einstein

Arthur Conforti



