Webinar

How to Future-Proof Your eCommerce Brand for 2022

Expert Panel



Niall O'Gorman Head of Strategic Partnerships & Co-Founder ChannelSight



Jen Mbunga Customer Success Team Lead, Europe ROI Hunter



Enda Breslin General Manager of Europe ShipBob



Agenda

© ChannelSight 2021. All Rights Reserved

- What eCommerce brands can expect next year – challenges and opportunities
- Deep dive into fulfilment and supply chain challenges
- Increasing efficiency in digital marketing campaigns
- Embracing opportunities and overcoming challenges
- Conclusion

If anyone would like an impromptu 15-minute demo today, please reach out to <u>Hello@ChannelSight.Com</u> and our team will facilitate this immediately after the webinar.





We help the world's leading brands to boost their ecommerce and digital marketing presence

logitech PHILIPS SONY Coca Cola 65 P&G Perrigo **Markets** +120**Global Brands** PEPSICO +2000BOSCH **Retailer connections**

What eCommerce brands can expect next year – challenges and opportunities





Reasons to be optimistic

Continued eCommerce growth worldwide is projected to continue into next year and beyond.

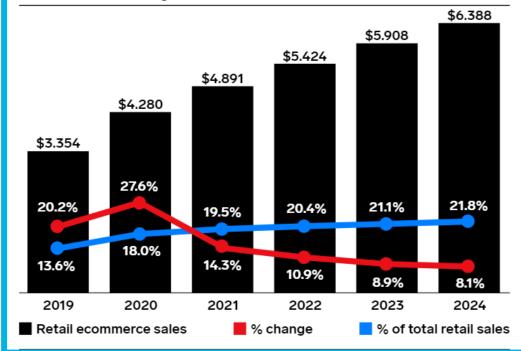
\$4.891 trillion

Projected eCommerce sales in 2021

\$5.424 trillion

Projected eCommerce sales in 2022

Retail Ecommerce Sales Worldwide, 2019-2024 *trillions, % change, and % of total retail sales*





h

11/2/2021

Reasons to be optimistic

New technology and consumer demand for subscription models open new doors. New **retail technology** will lead to more opportunities to understand customers through data and better meet their expectations

Increasing popularity in **subscription models** means more opportunities to onboard and retain customers





-

11/2/2021

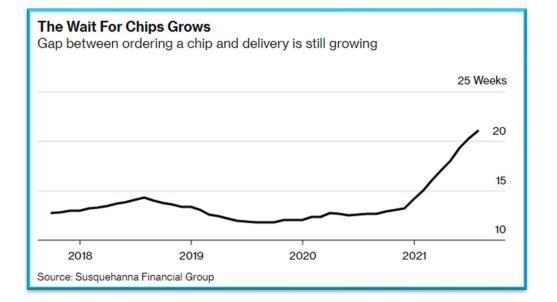
What are the challenges ahead?

Chip shortages are expected to continue into next year.

15 days

Chip lead time increase in August 2021



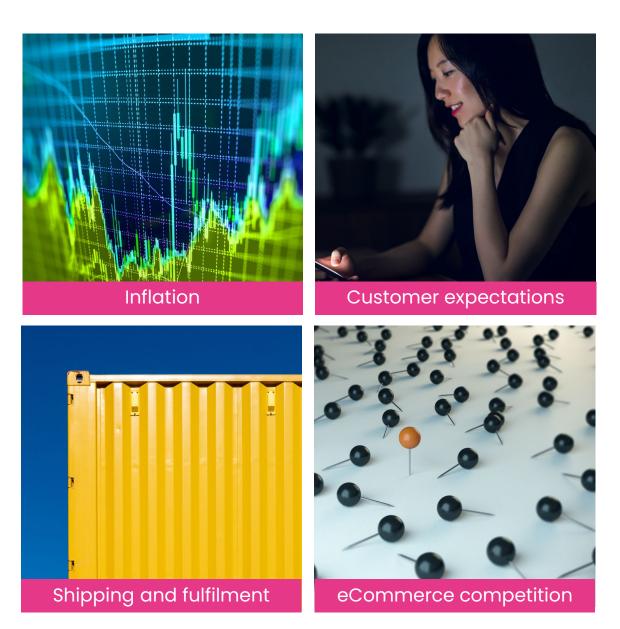


Some of the most affected industries include consumer electronics, automobiles and home appliances



What are the challenges ahead?

Further expected challenges are around the economy, supply chain, increased competition and changing consumer expectations.





8

Tackling fulfilment and supply chain challenges presented by ShipBob





About ShipBob

ShipBob is a global logistics platform that fulfill<mark>s</mark>

ecommerce orders for DTC brands.

- 🖺 25+ global fulfillment centers.
- Custom packaging, gift notes, and inserts.
- Carbon neutral fulfillment and B2B capabilities.
- (\$ 100% coverage for 2-day delivery across the US.

ShipBol

🗞 30+ direct integrations.

Warehouses available in:

GB US CA EU AU

How it works...

A 3PL manages a brand's inventory and order fulfillment operations.



1. Connect

Connect your store, import your products, then send us your inventory. We store your inventory in any combination of our fulfillment centers.

2. Store

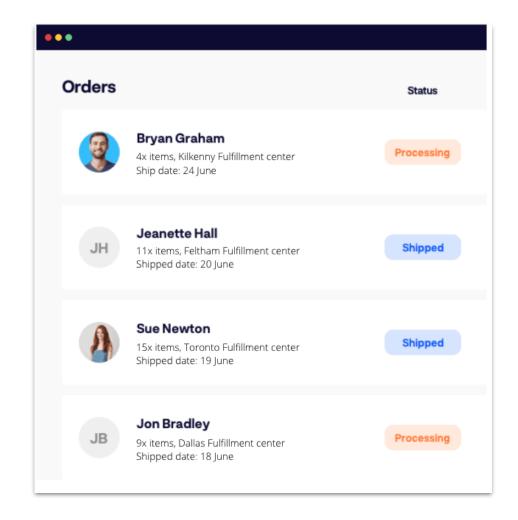
3. Ship

As soon as a customer places an order, we ship it from the nearest fulfillment center.

WMS: Your single source of truth

A WMS reduces multi-warehouse complexity and enables:

- Real-time, global fulfillment visibility.
- Accurate inventory levels across warehouses.
- Dynamic connections to local carriers.
- Expanded functionality through apps.
- 🕆 Customization at scale.
- $\overline{\mathbb{X}}$ Less time spent on orders and inventory.



Distributing Inventory

A big value of 3PLs is distribution.

Splitting inventory across multiple FCs allows you to deliver faster, and more affordably especially across borders.





Grow globally. Fulfill locally.

3PL networks that support distributed inventory can help:

- Reduce carrier costs, and transit times.
- S Prevent customs fees, and import taxes.
- Reduce cart abandonment.
- Trable expansion with lower costs, and less operational complexity.

ShipBob has warehouses in: GB US CA EU AU



Offer faster, reliable shipping options.

Thanks to distributed inventory, merchants can use ground shipping services to **offer 2-day delivery for less money than expedited shipping**.

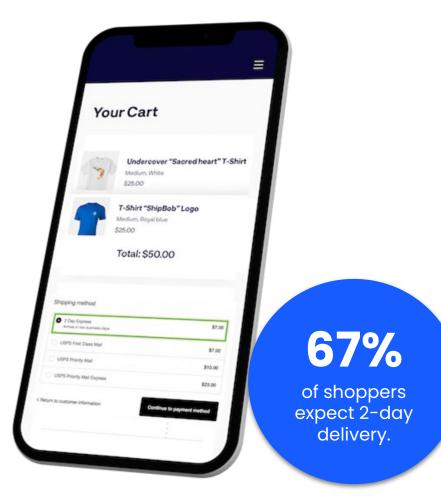
Fun Fact: ShipBob's proprietary algorithm uses a combination of all these options to provide cost-effective rates and on-time delivery.





The value of more shipping options.

- Encourage repeat purchases by meeting expectations with fast, on-time delivery.
- **Convert more shoppers** by offering 2-day shipping to **reduce cart abandonment.**
- Entice shoppers to spend more to unlock free shipping or free 2-day shipping by using minimum spend thresholds greater than your current AOV.



Increasing efficiency in digital marketing campaigns







Jen Mbunga **Customer Success Lead**

: *jennifer.mbunga@roihunter.com* in : jennifermbunga

Marketing Partner





Google Partner Instagram Google Analytics Partners



boohoo PRETTYLITTLETHING FARFETCH MISSGUIDED RIVER ISLAND s. Oliver Cartier M&S LPP Littlewoods HOUSE OF FRASER

The Future is Dynamic

But we lack the visibility to see it

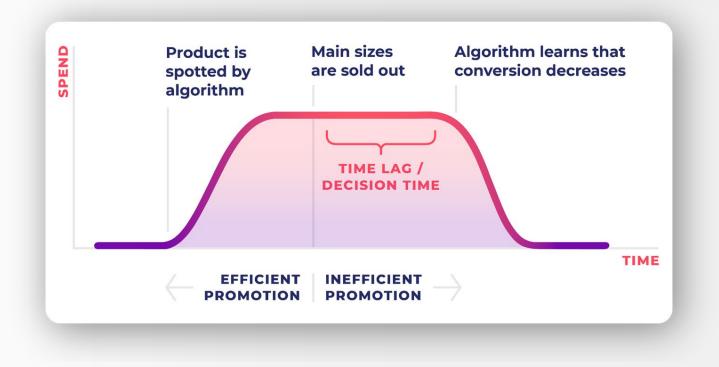




How much visibility do you have into that 80% of your online spend? How do you know you're promoting the right products?



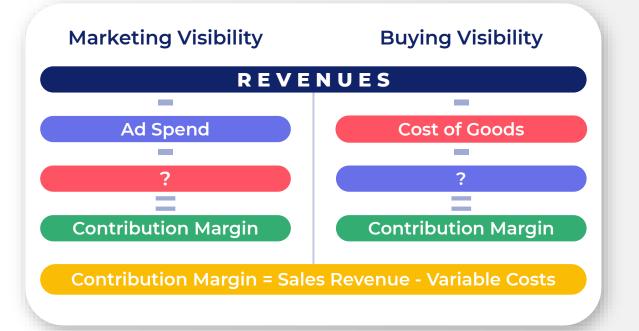
Machine Learning is Powerful



But without control and visibility, feedback loops can't emerge

Product data is siloed





Marketing and purchasing can't collaborate

FLANNELS

What did they do?

Challenge

Scale their dynamic campaigns, exclude products that wouldn't add value, and become more granularly data-driven

Solution

- Created product set of top 10% bestsellers
- Identified products with low Facebook impressions, but high transactions on Google Analytics
- Used first-party margin data to exclude low margin products
- Scaled creation of imagebased promos







Key Takeaways

1. De-silo your data and make it actionable across departments

2. Consider your products part of your creative

3. Shift your focus from **ROAS to POAS**

Marketing Partner



Google Partner Instagram Google Analytics Partners



Thank you!





Key areas to focus in 2022

Synergy and technology are two areas where eCommerce brands should be focusing their attention.



Synergy within the organisation



Meeting customer expectations



Staying on top of inventory

"Whatever you spend on digital tech this year, don't promise the board that spend will go down. Every year the bar will go up, and retailers need to stay competitive, so every year, look for room in your profit and loss to fund that. We're in an era with constant spend on technology."

- Christiana Shi, Former president of Nike's D2C business



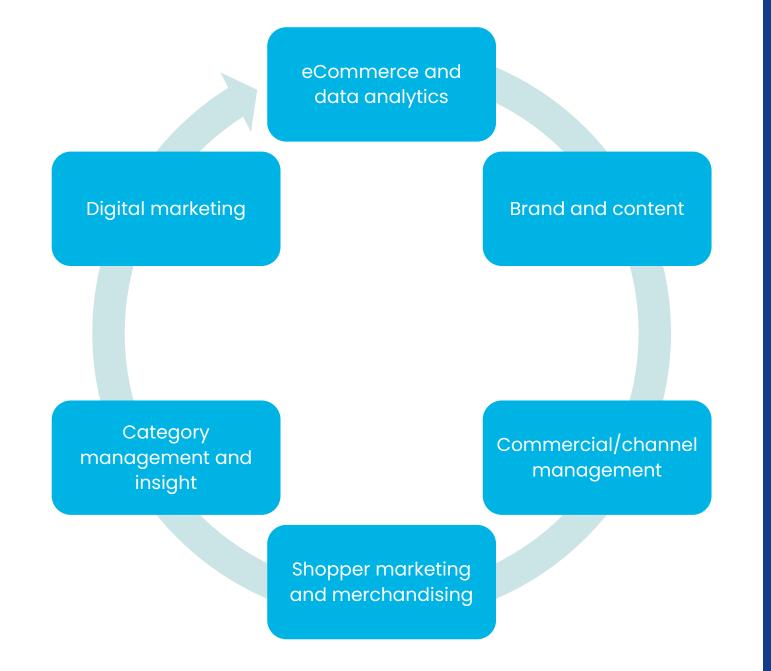
25

Optimise Synergy

"The whole is greater than the sum of its parts".

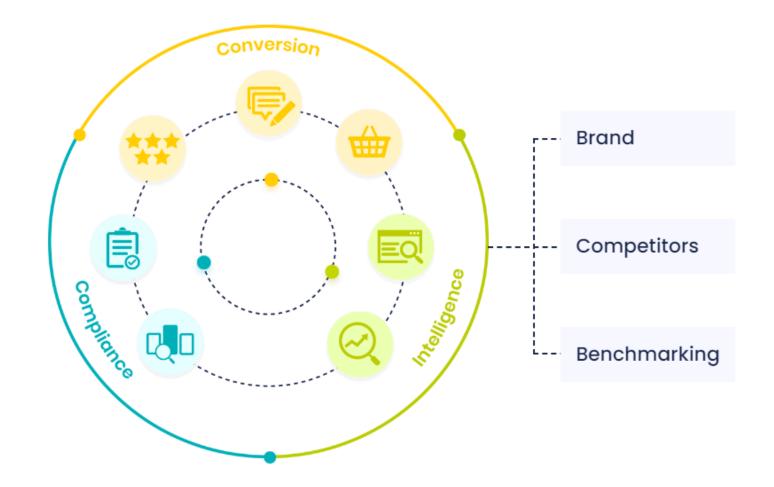
eCommerce brands that embrace synergy across all technology and sales channels will be the ones who come out on top.





Meeting customer expectations

Analyse data from the whole path to purchase - so you can compare and optimise your performance and customer experience on every site.





© ChannelSight 2021. All Rights Reserved.

27



Meeting customer expectations

Winning the digital shelf and the eventual sale is a collaborated effort with all elements of the shelf working in harmony.



Meeting customer expectations

Optimising your digital shelf to ensure content is consistent across platforms will be key to meeting customer expectations.

© ChannelSight 2021. All Rights Reserved.

Why are accurate and consistent product listings important to customers?

53%

Respondents who say that having ample

product information is what defines a positive

experience with digital

brands/retailers

- Consumers expect a consistent brand experience across all retailers
- Inaccurate product listings lead to higher returns and reduced brand trust





Staying on top of inventory

Staying on top of inventory should always be priority – but particularly during periods of supply chain disruption.

© ChannelSight 2020. All Rights Reserved.

How do stockouts negatively impact sales?

37%

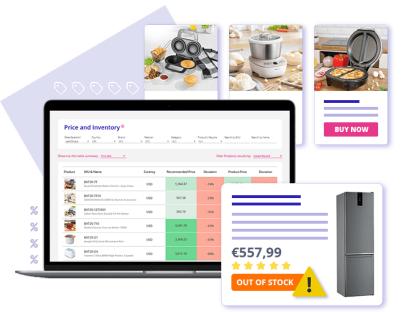
Consumers who buy a different brand during stockout 9%

Consumers who buy nothing during stockout

What you can do:

✓ Use a price and inventory monitoring solution to keep an overview of stock levels

✓ If shortages are unavoidable, focus on advertising inventory that is currently in stock





11/2/2021

Conclusion Monday morning playbook





Dublin (HQ), Ireland

42 Pearse Street, Dublin 2, D02 YX88, Ireland Email: <u>info@channelsight.com</u> Call: (01) 902 2822

