

BIG IDEAS

## Make Your Sales Promotion More Profitable

## Sampling:

1. If you can afford to, do it, put a free sample of the product in the home. On the average you can expect 75 percent of the homes to try your product and 25 percent to buy it.
2. Slip a coupon info your sample. An impact coupon produces up to 20 percent more users than the sample alone.

## 3. In advertisements be sure to make the offer of a free sample prominent.

## Couponing:

1. When you have to stretch your dollar use couponing to produce trial.

the rate of redemption.
2. Peg the value of your coupon about one third the value of the product.
3. When you identify your prospects and want a maximum penetration use mail coupons. With direct mail you can reach $95 \%$ of the homes versus $60 \%$ with magazines
4. Use the smallest possible advertisements for your newspaper coupons. More coupons are delivered through daily newspapers than all other media combined. Consumers actually comb the paper for them. So conserve your media dollars. Studies prove that size of a coupon has no influence on
5. Consider adding coupons to your advertisements in magazines. Magazines afford the opportunity to deliver a powerful message to a demographically precise audience.
6. Add a second promotion device to your coupon. The effect is synergistic. Redemptions jump. But costs don't. Look at the rate of increase when you combine promotion with your coupon.

Percent Increase In Coupons Redeemed

| Free Premium Offers | $+10 \%$ |
| :--- | :--- |
| Refund Offers | $+10 \%$ |
| Self-Liquidating Premiums | $+3 \%$ |
| Sweepstakes | $+2 \%$ |
| Source: Simmons Market Research Bureau |  |

7. When couponing in magazines and supplements always buy full color. Color pays its way in coupon advertisements.
8. Use free standing coupon-inserts in newspapers in preference to other types. Preprinted inserts provide the highest redemption rates: They are among the most efficient of all couponing techniques when you use them on a co-op basis.
9. Play it straight with coupon advertising. A cute headline does not produce higher coupon than a straight one.

## Trade Coupons:

1. Put your coupon in the local retailers advertisement. You'll get double the redemption at a quarter the cost when you tie-in your coupon with the local retailers overall advertising.

## Price-Offs:

1. Put your price-off reductions in the 15 to 20 percent range. The Larger the reduction the faster the sell-through. Below $\mathbf{7 \%}$, you only get your own customers.
2. Don't advertise price-off deals. No amount of advertising price-offs seems to affect the rate of sell through.


## Refund Offers:

1. Use refund offers to perk-up your advertising, your packaging or your salesman.

## Contests and Sweepstakes:

1. Create contests to stimulate in-store displays- not entries.

## "Send for Premiums"

1. Offers of free-premiums to people who write in are overrated.

## Self-Liquidating Premiums:

1. Pick premiums on the basis of their ability to create trade interest and off-shelf display. Choose a showy premium that will get the retailer excited, so he'll offer off-shelf display that can increase your sales 20 to So percent.
2. Make sure the premium encourages use of the product. At least 80 percent of today's premiums are not related to the product. They do nothing to encourage brand loyalty.

## Premium Packs:

1. Select your premiums with great care.

## 2. Try to force off-shelf display.

## Retailer Promotions:

1. Offer on-the-spot premiums to build traffic. A strong "free" offer can produce 15 percent increases in traffic within a few weeks-in banks gasoline stations, fast food outlets.
