amazonadvertising

SOCIAL VALUES
BUILDING
MEANINGFUL
BRANDS

GUIDE FOR CANADIAN BRAND MARKETERS 2020 / 2021 ENVIRONICS RESEARCH







Customer trust is hard to win and easy to lose. When you let customers make your business what it is, then they will be loyal to you—right up to the second that someone else offers them better service.

JEFF BEZOS

FOUNDER, CEO & PRESIDENT OF AMAZON

57%

of Canadians believe advertising is useful in helping them make a choice when buying.



DATA CREDIT: ENVIRONICS RESEARCH SOCIAL VALUES, CONFIDENCE IN ADVERTISING IMAGE CREDITS: GETTY IMAGES

Social values set the context for consumer choice.

Brands that understand the "why" behind consumer decisions are better positioned to differentiate themselves from the competition at every stage of the customer journey.



Brands that meet customer needs earn customer loyalty

82%

of Canadians say they are more likely to purchase products or services from brands whose values align with their own.



We uncovered four needs that are shaping Canadian consumer behaviour today:

- Purpose
- **2** Curation
- **3** Convenience
- 4 Confidence



Purpose

Brand purpose statements need to be backed up with action and evidence - and marketers should expect that consumers are going to hold your brand accountable.

72%

of Canadians consumers say they: do not trust businesses that make public statements about an issue – at the end of the day they know profit comes first.





I think a lot of these [brands] could do a lot better and they just don't ... for me, as a consumer, that's an easy choice then to not support them.

Consumer, Age 29 **QUALITATIVE RESEARCH**







of Canadians are more likely to: purchase an item from a brand that is willing to take a stand on social issues.



Why consumers will pay more for purposeful brands Purpose | Social Values









What causes matter most to Canadian consumers?

52%



45% **HUMAN RIGHTS**

31% **HEALTH & SAFETY**

PURPOSE KEY-TAKEAWAY:

Brand purpose statements need to be backed up with action and evidence - and marketers should expect that consumers are going to hold your brand accountable.

HOW DOES **AMAZON ADVERTISING** ACTIVATE BRAND PURPOSE?

"At Amazon, we take purpose seriously. We're committed to using our size and scale to make a difference, and that's why we co-founded **The Climate Pledge.** The goal of The Climate Pledge is to meet the Paris Agreement 10 years early and become net-zero carbon by 2040. Climate change is a serious problem, and action is needed now to build towards a safe and healthy planet for future generations."



Curation

Brands build loyalty when they demonstrate that they understand a customer's individual needs to alleviate unnecessary pain-points.

63%

of Canadians agree:
"I like to put my own spin on things I buy, altering or adapting things to meet my unique needs."



Why do consumers like curated experiences? Curation | Social Values









What does curation look like for Canadian consumers?

72%

I expect services to have all my information ready when I call 71%

I love receiving personalized messages or discounts

50%

I pay attention to content recommendations

Brands must effectively use customer information to improve the customer experience.



68%

"I find it frustrating when I continue to see digital ads for a product I've already purchased."



CURATION KEY-TAKEAWAY:

Brands build loyalty when they demonstrate that they understand a customer's needs to alleviate unnecessary pain-points.



HOW DOES AMAZON ADVERTISING ACTIVATE CURATION?

"Customers regularly come to Amazon to find new things. Each experience is personalized to their browsing and shopping preferences displaying product, services, and content they'd be most interested in. Amazon's full-funnel marketing solutions help brands achieve what we call a "surround sound effect." Amazon Advertising offers brands a diversified creative canvas of **OTT and video ads, Stores, Sponsored Brands, and on-box advertising** to bring your brand to life."

Convenience

Tapping into ritual presents opportunities for brands to capture the attention of time-starved consumers.



83%

of Canadians agree:
"I really enjoy life's rituals, whether it is celebrating holidays, or drinking my daily cup of coffee."



Tapping into ritual

64%

ANTICIPATION

Buying something online and waiting for it to come in the mail can be fun

66%

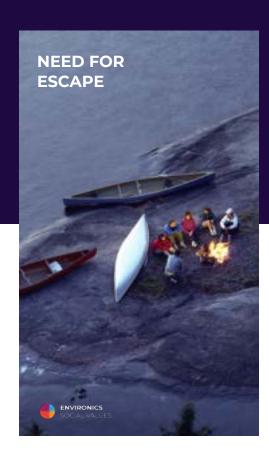
SEASONALITY

I look forward to when my favourite brand launches a special seasonal offering 64%

GAMIFICATION

When I'm doing routine tasks I like to have fun and make a game of it

Why do consumers seek out rituals? Convenience | Social Values









CONVENIENCE KEY-TAKEAWAY:

Tapping into ritual and rewards present opportunities for brands to capture the attention of time-starved consumers.

HOW DOES **AMAZON ADVERTISING** ACTIVATE CONVENIENCE?

"At Amazon, we believe it all starts with the customer. Focusing on things that matter most to customers is our #1 priority. We believe that across almost any industry, audience segment, or business, what people want boils down to three core things: value, selection, and convenience.

Amazon Prime is one example of how we have innovated on behalf of a customer pain point (paying for shipping) and delivered on what our customers wanted."



Confidence

Brands need to leverage social proof when marketing their products - in a way that establishes trust between the brand and the consumer.

87%

Canadian
Consumers are
doing more research
before making an
important purchase.



Why do consumers research a big purchase? Confidence | Social Values









When purchasing a laptop, consumers are 30% more likely to say that purchaser reviews are more trustworthy than product descriptions on a brand manufacturer's website.





I shop specifically for the brand that I am comfortable with and I know would actually work for my body, skin tone and texture. [For new products], I want to do my homework. I want to know who they are, what are the reviews, and whether the ratings [are positive] before I purchase it.

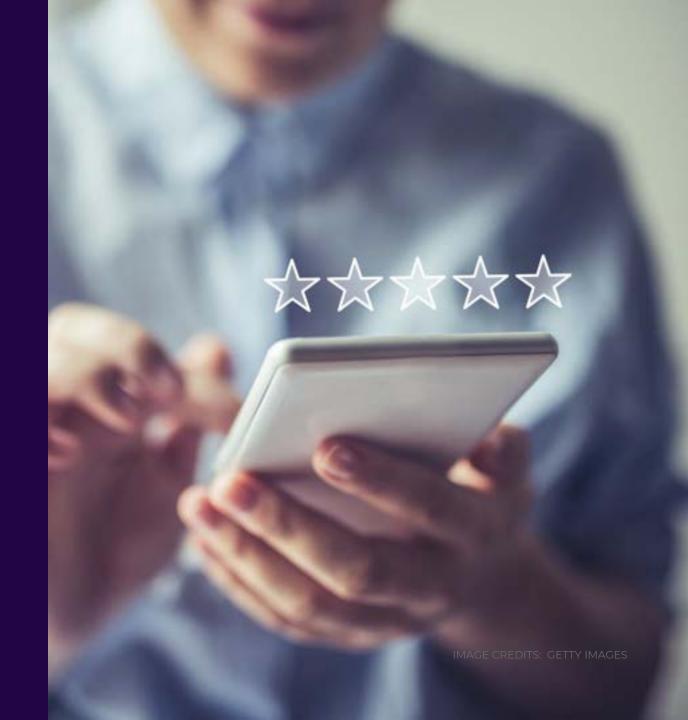
Consumer, Age 38 **QUALITATIVE RESEARCH**





7x more

Consumers are more likely to say purchaser reviews are more trustworthy than recommendations from a social media influencer when buying a skincare product.



CONFIDENCE KEY-TAKEAWAY:

Brands need to leverage social proof when marketing their products - in a way that establishes trust between the brand and the consumer.



HOW DOES AMAZON ADVERTISING ACTIVATE CONSUMER CONFIDENCE?

"At Amazon, we proudly display **customer reviews** – both positive and negative – to help customers make purchase decisions with confidence. Whether its helping customers make purchase decisions, finding a new movie to watch, or selecting a book to indulge in, we want to help customers make these purchase decisions."

IN CONCLUSION, CONSUMERS WANT:

- 1. To align themselves with brands with purpose.
- 2. To have experiences that are **curated** for them.
- 3. To be delighted with **convenient** solutions.
- 4. To make purchase decisions with confidence.

MEANINGFUL BRANDS MUST:

Activate **Purpose.** Be authentic, make long-term commitments, and drive action. Activate **Curation.** Identify customer needs, understand the customer journey, and meet your customers where they are. Activate **Convenience.** Understand customer pain points, and deliver on ease, simplicity, & utility. Activate **Confidence.** Engage customers and be transparent.

ENVIRONICS