What Amazon Shoppers Want

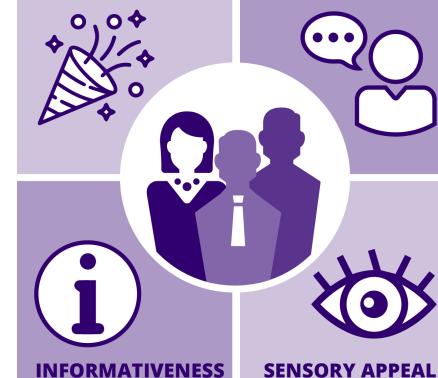
The University of Washington study identified and ranked four aspects of the online experience that motivate a shopper to make a purchase.

Entertainment – This aspect drives purchase intent more than any other. Shoppers are more likely to click the "buy" button if they get pleasure out of interacting with a brand's content.

Social Presence – A good product page makes shoppers feel like they're interacting with a human instead of a machine. Surprisingly, this aspect is the second most critical driver of online sales.

SOCIAL PRESENCE

ENTERTAINMENT



Informativeness -Helpful information increases a shopper's sense of control. Creating an informative experience is key to success for established, well-known brands.

Sensory Appeal – A vivid experience appeals to a shopper's senses. Content that creates this experience (think video) can help sell products that are hard to evaluate without direct experience.

How to Create Your Amazon Shopping Experience



Creating a Social Shopping Experience on Amazon



What does research show Amazon shoppers want from brands? The answer: the "just right" shopping experience.

Brands often treat Amazon product page content as an afterthought. But new research shows carefully crafted Amazon content holds the key to boosting shopper engagement and sales.

Traditionally, best-selling products have required eye-catching packaging, prominent shelf placement, and engaging in-store promotions to catch shoppers' attention.

Showcasing products on Amazon's digital shelf requires just as much attention to detail, according to new research from the University of Washington's Sales and Marketing Strategy Institute (<u>SAMSinstitute.com</u>). Getting everything just right –image type, tone, text length – determines whether a product will succeed or flop online. The study results will be published in the March 2019 edition of the Journal of Marketing¹.

Analysis of 10,470 shoppers found that "just right" content can increase purchase intent by 15 to 20%, a finding that was validated by randomized field experiments.

But it's not a one size fits all fix. This research demonstrated that brand and product factors play a critical role in determining the type of content that will drive sales.

"Brands that create an effective shopping experience on Amazon have a huge advantage over their competitors," said Robert Palmatier, Research Director for the Sales & Marketing Strategy Institute at the university's Foster School of Business. "It's a matter of tailoring content for the brand and product that's being sold."

Amazon: Too Big to Ignore

All indicators point to the increasing importance of online retail to consumer brands big and small. By 2020, US retail ecommerce sales are expected to pass \$460 billion, with Amazon leading the pack.

"Amazon has become the de facto place where shoppers go to search for products," says content26 President Mark White. "Shoppers might end up buying a product at Walmart. But chances are they've researched it on Amazon first."

Studies show over half of all product searches start on Amazon, making it a hugely important touchpoint for shoppers to learn about products. Academic researchers from multiple universities looked at products across consumer packaged goods, consumer electronics, industrial electronics, and consumables, to find out what type of content converted visitors to buyers.

Brands that create effective "storefronts" (product pages) can expect boosts in shopper satisfaction and sales.

So what makes for effective Amazon storefronts? It depends. But never fear, here are some research-based recommendations for creating a great Amazon shopping experience.

RECOMMENDATION 1

Know Your Brand

How do Amazon shoppers respond to your brand?

University researchers found that strong brands (those with favorable reputations and high levels of consumer trust) benefit from building informative shopping experiences. Well-known brands can't afford to skimp on detail. Shoppers expect product pages with enhanced content (what Amazon refers to as A+ content) that is informative rather than gimmicky. They also want extras like charts that allow them to compare related products.

For these beloved consumer brands, researchers found that adding informative content to product pages boosted purchase intent by over 20%.

"This research shows how important it is for brands big and small to re-think their Amazon content," says content26's Mark White. "Shoppers expect different content from well-known and upstart brands. And brands that refuse to give shoppers the content they want risk being ignored."

Unknown brands need to take a somewhat different approach to Amazon product pages. Upstart brands need to focus on creating vivid experiences that appeal to consumers' senses. Consider, for instance, adding a video that depicts real people using a product in an engaging setting. This can help Amazon shoppers connect emotionally to the product while creating a sense of trust that the product will do what the brand says it will do.

But there's more to content than brand strength. How shoppers view different products also plays an essential role in the type of content that needs to be created.

RECOMMENDATION 2

Know your products

Researchers found that Amazon shoppers want different content if they're shopping for a \$450 baby stroller as opposed to a \$5 bottle of shampoo.

Complex products benefit from "vivid experiences" including product videos.

"Our research found that adding vivid content such as a product video can boost purchase intent by up to 6%," said Professor Palmatier.

Additionally, Amazon recommendation agents (the carrousels that tout "Compare to similar items" or "Customers who bought this item also bought...") help shoppers navigate complex products by reducing information overload and simplifying search.

While brands can't control Amazon's recommendation agents, brands are increasingly using Amazon Advertising, a pay-per-click service, to help them show up on the sponsored product carrousel on product pages.

For more utilitarian products such as toilet paper, vivid language can be a distraction. In addition, adding video and offering product alternatives on the page will be less effective and potentially detrimental. In cases of more utilitarian products, brands should look at placing ads on competitors' pages.

Product Factors that Affect Content Requirements:

Utilitarian – Seen as a necessity. Provides a functional value (i.e., diapers, shampoo). **Favor** an informative experience.

Hedonic – Provides pleasure, activates the senses (i.e., stylish headphones, iPhone). **Favor** a social experience.

Search – A product with easy-to-evaluate features (i.e., hammer, notebook). **Favor an** informative experience.

Experience – The quality or price of the product is difficult to determine in advance (i.e., lipstick,

book, wine). Favor a vivid experience. **Complex** – A product with many features or configurations (i.e., window blinds, laptop computer). Favor an informative, vivid experience.

RECOMMENDATION 3

Identify the content and design elements that would create the best possible customer experience

Once market research into brand strength and product characteristics has been completed, it's time to begin assembling effective content.

While this research found that no single approach to a product page will work for every brand, creating an enjoyable and social experience is a good bet for most products. Shoppers who derived pleasure out of interacting with a brand's content were much more likely to click the "buy" button. Effective product pages also helped Amazon shoppers feel personal connections to brands and made them forget they were interacting with a machine, which made them more likely to buy.

The ideal content configuration depends on the product attributes and the brand strength. Here are a few examples:

- An internationally known toilet paper manufacturer should create content rich on descriptive detail, have essential content with five bullets, but should avoid adding a comparison matrix.
- An internationally known brand selling perfume should focus on a conversational linguistic style, include lifestyle pictures, and keep content concise.

Brands that want to keep up with the competition need to begin paying as much attention to their Amazon shelves as they do to their brick-and-mortar offerings. Effective content holds the key to connecting with Amazon shoppers and providing a branded experience within Amazon.

Questions Brands Should Ask Before Creating Amazon Content

- 1. Is a conversational tone required?
- 2. What level of descriptive detail would be
- 3. How many bulleted features should I add?
- 4. Should I include a comparison matrix? 5. Does the enhanced content need to "activate the senses"?

Research Partnership Brings Academic Insight to Businesses

SAMS Institute and UW-affiliated researchers partnered with content26, a Seattle-based digital agency that develops Amazon advertising and content strategies for many of the world's most recognizable brands.

As part of the study, content26 created 256 "Amazon look-alike" product pages which allowed UW-affiliated researchers to test 13 product page elements.

¹ See original research paper titled "Creating Effective Customer Online Experiences" that can be downloaded from <u>SAMSinstitute.com</u> and will published in the Journal of Marketing in March 2019.

About SAMS

The University of Washington's Center for Sales and Marketing Strategy Institute (SAMS) links business and academics for knowledge. The institute works with firms on interesting sales and marketing problems to improve business performance as well as generate academic research. Interested businesses can contact the SAMS Institute to discuss joint research projects at SAMSinstitute.com.

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About Content26

Content26 is a Seattle-based digital agency that develops Amazon advertising and ecommerce content strategies for many of the world's most recognizable brands. To learn more visit content26.com.

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