

Customer Experience Strategy

Bad News is Good News

Do the Whole Job



www.ClearActionCX.com

Good news is no news

No news is bad news

Bad news is good news!

-Jim Morgan, Chairman, Applied Materials



Higher ROI by Acting on Constructive Feedback

0.41% Revenue Growth

1%
Reduction
of Negative
Word-of-Mouth

0.14% Revenue Growth

1%
Increase
of Positive
Word-of-Mouth

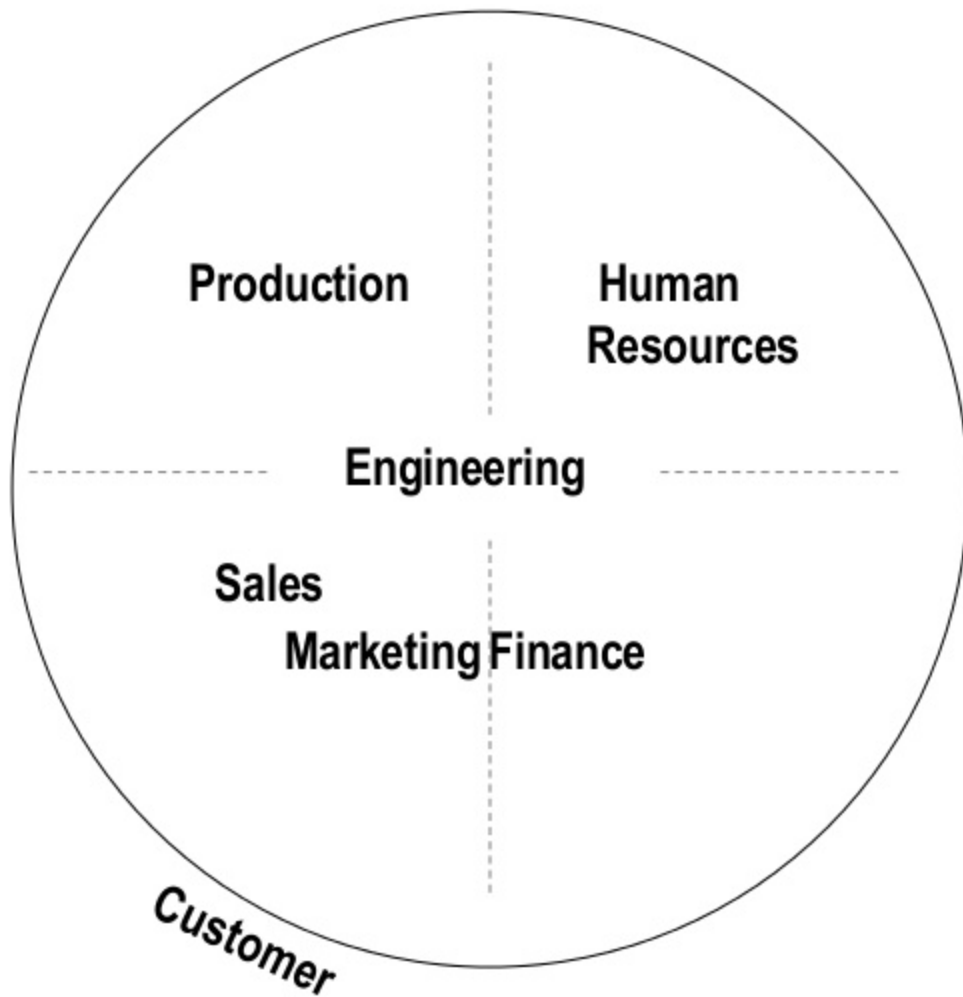


300% ROI on reducing negative buzz
compared to increasing positive buzz

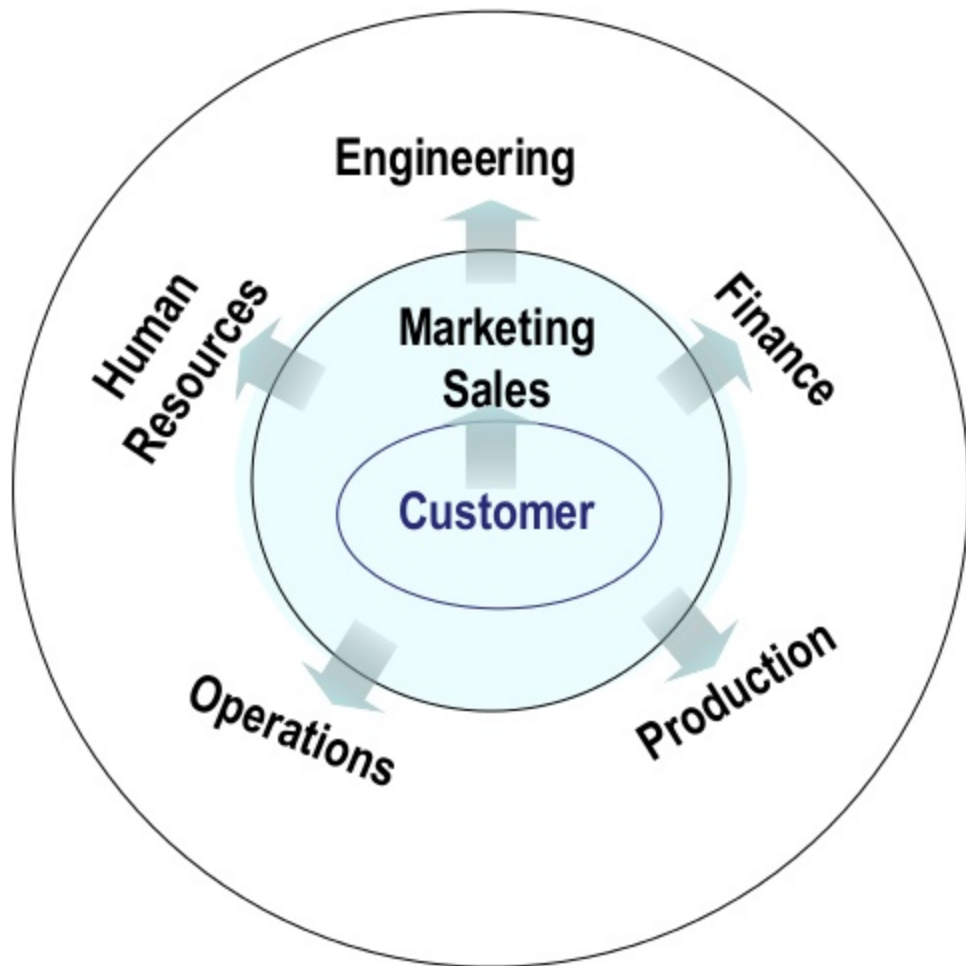
*-London School of Economics
Advocacy Drives Growth study*

Key #1: Plan Full Use of Customer Feedback

Traditional View



Customer-Centric View



Key #2: Listen to Right Customers in Right Way

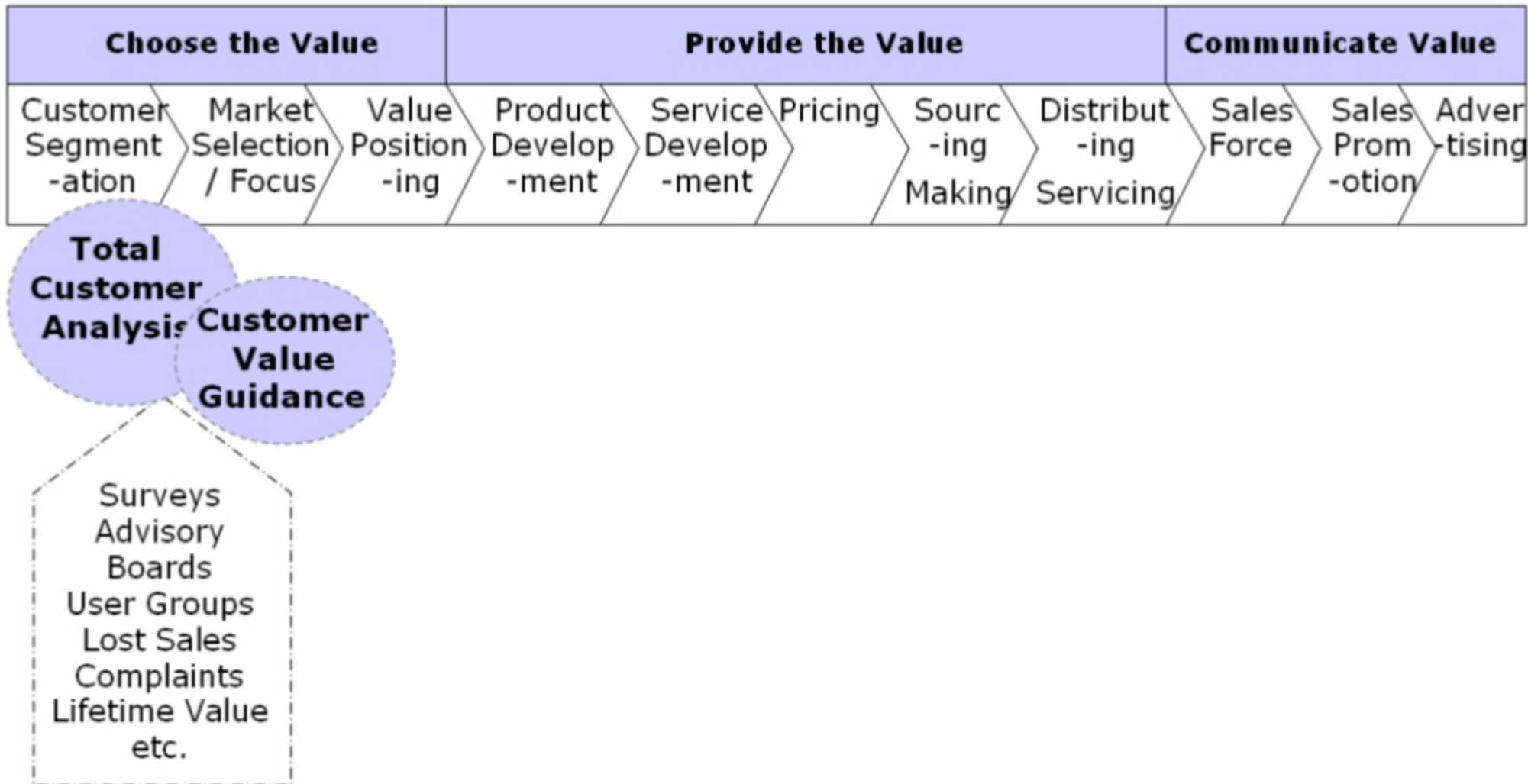
	Customer A	Customer B	Customer C	
Product A	+	+	+	High Profit Product
Product B	+			Profitable Product
Product C		-	-	Losing Product
Product D	+		-	Mixed-Bag Product
	High-Profit Customer	Mixed-Bag Customer	Losing Customer	

SOURCE: Thomas N. Petro – “Profitability: The Fifth ‘P’ of Marketing”, [Bank Marketing](#)

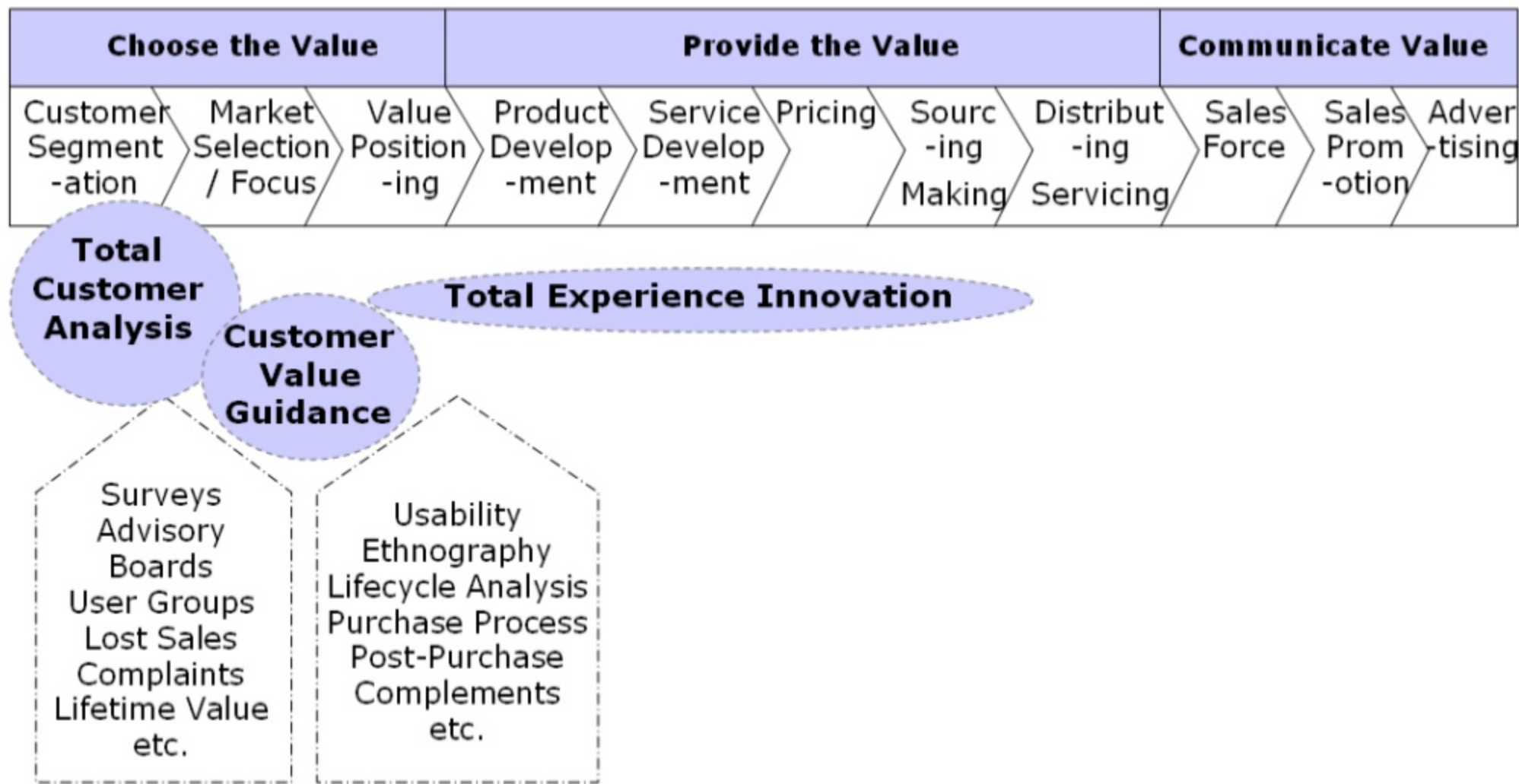
Customers	High Margin	Medium Margin	Low Margin
Many	Accountable	Reactive	Basic or Reactive
Medium #	Proactive	Accountable	Reactive
Few	Partnership	Proactive	Accountable

SOURCE: Kotler & Keller – [Marketing Management](#), 12th Edition

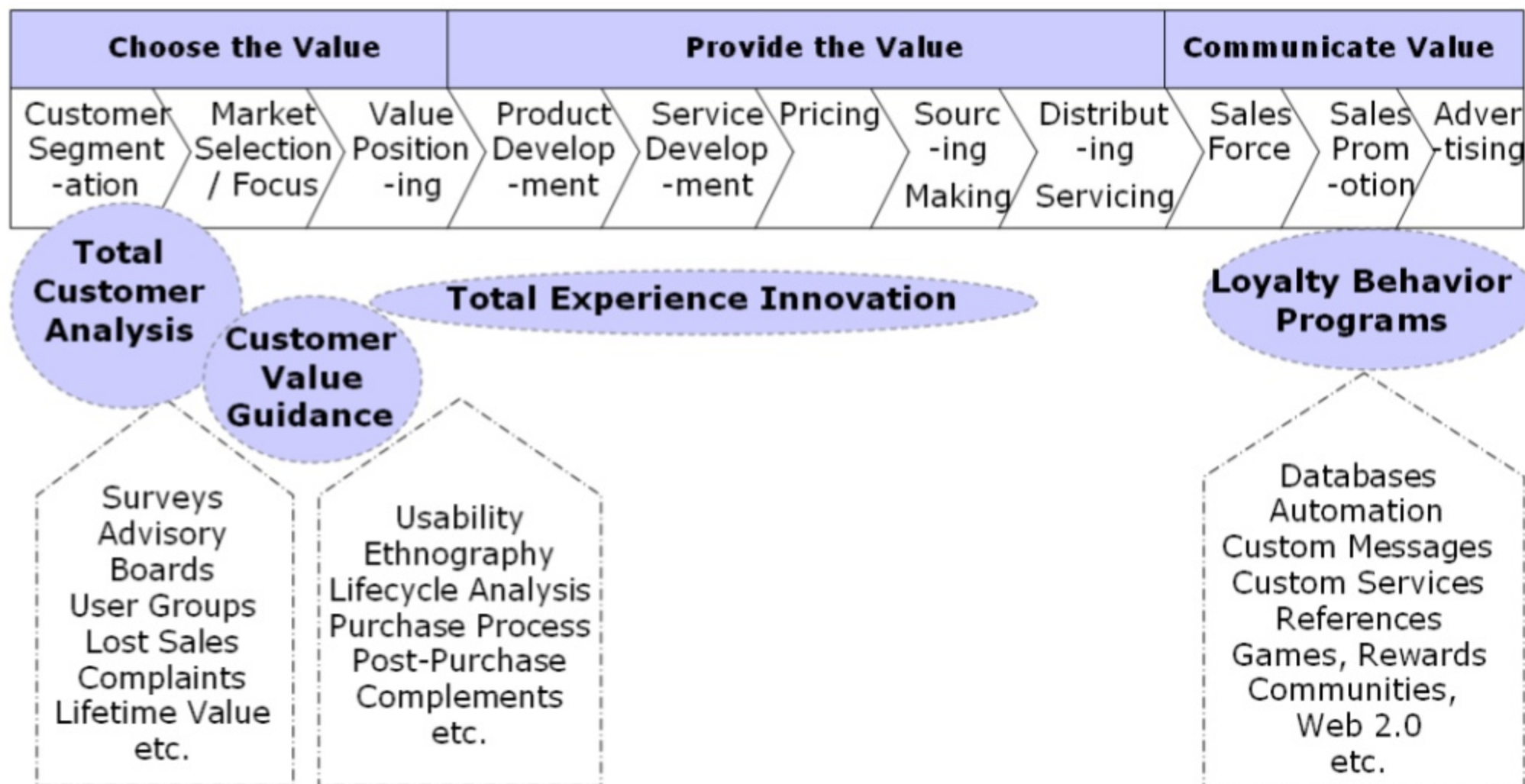
Key #3: Integrate Intelligence Sources & Actions



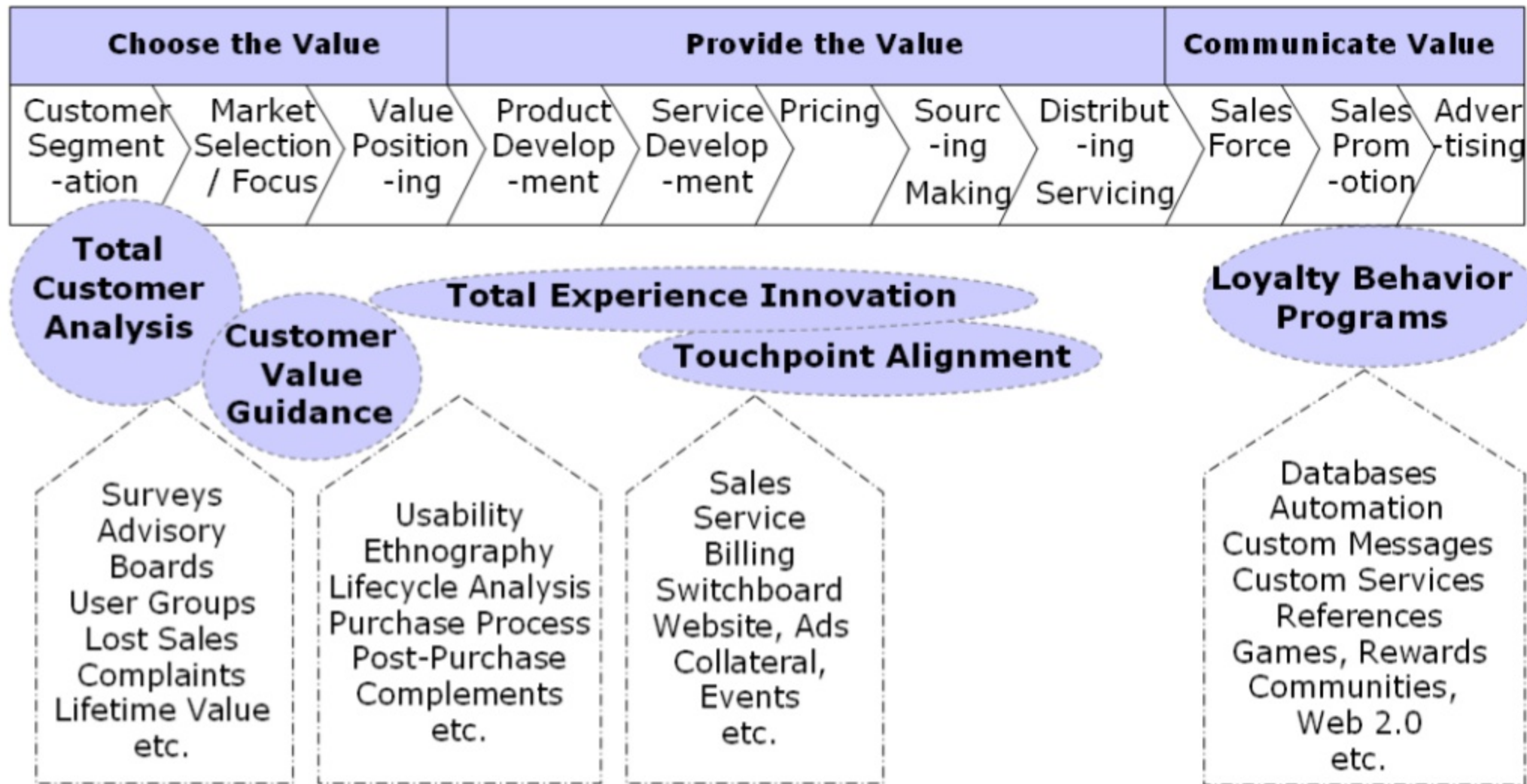
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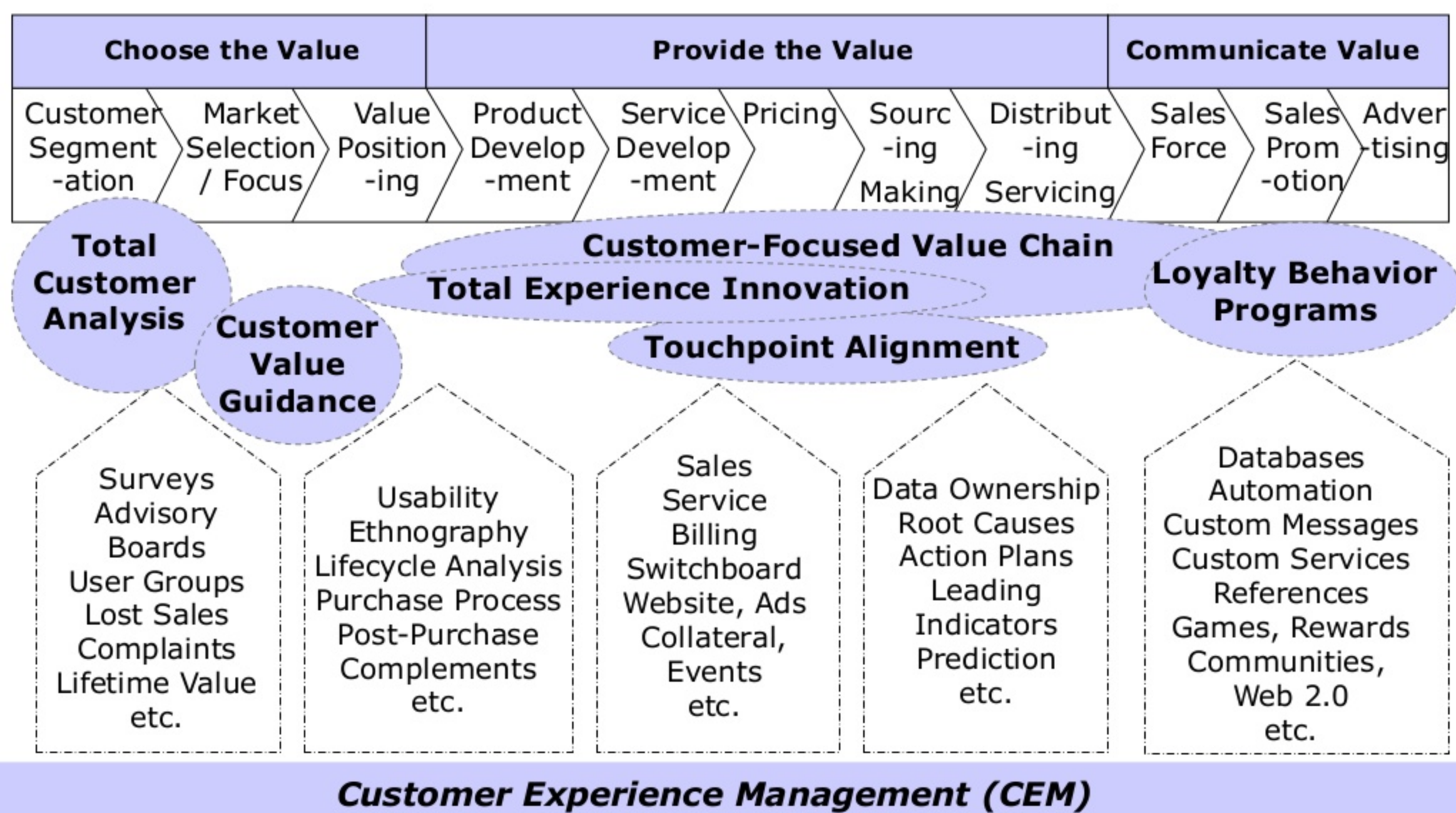
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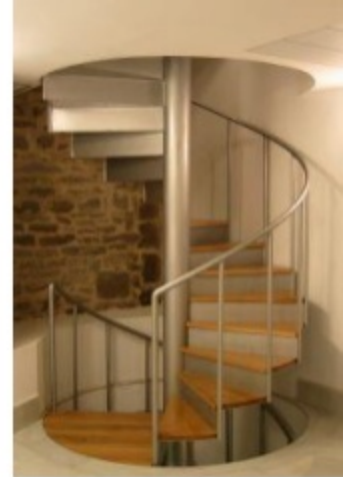
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CEM: Take Advocacy To The Next Step



Traditional Advocacy

Expedite issues for big customers

Rewards, Communities, Experiential marketing, CRM

Advisory boards, Reference programs, Surveys

Product user groups, Usability testing

Customer service

Advantage

Retain large accounts

Increase revenue

Become customer-centric

Improve product performance

Maintain use of product

Go To The Next Level

Prevent issues systematically & Align effort with lifetime value

Ensure seamless touch-points & Prevent hassles

Embrace negative feedback via value-chain involvement

Expand inputs to include the customer's full experience with brand

Add customer-focus to value chain behind service functions

What Is The Difference?

Customer
Engagement

Customer
Satisfaction

Customer
Relationship
Management

Experiential
Marketing

Customer
Loyalty

Customer
Experience
Management

User
Experience

Customer
Advocacy

Customer
Retention

CEM: Do The Whole Job



Typical Customer Programs – Not Connected!

CEM: Do The Whole Job



Subset: Experiential Marketing

CEM: Do The Whole Job



Subset: Loyalty Behavior Programs

CEM: Do The Whole Job



Subset: CRM

CEM: Do The Whole Job



Subset: Customer Profiles
CLV, Customer Analysis

CEM: Do The Whole Job



Subset: Customer Touchpoints

CEM: Do The Whole Job



Subset: Experience Innovation

CEM: Do The Whole Job



Subset: Internal Branding & Customer-Centricity