Vans

Marketing Web Analytics Project Spring 2021

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Vans Company Description



FOUNDED 1966

DESCRIPTION Manufacturer of Surf, Street and Skateboard Culture Inspired Footwear, Apparel, and Accessories. Vans Mission is to enable creative expression and inspire youth culture by celebrating and encouraging the "Off the Wall" attitude that comes from expressing your true self.

- Retail network of 370+ owned stores and outlets
- June 1999 Vans e-commerce site launched
- Strong online presence with its own website and other e-commerce marketplaces

Vans Company Marketing Objectives



BUSINESS OBJECTIVES

- Drive direct-to-consumer (Van's website) sales in the U.S. and other International Countries
- Increase Revenue from online store

KEY PERFORMANCE INDICATORS

- Increase eCommerce Conversion Rate
- Increasing AOV
- Improve Session Quality

2010 VS. 2020



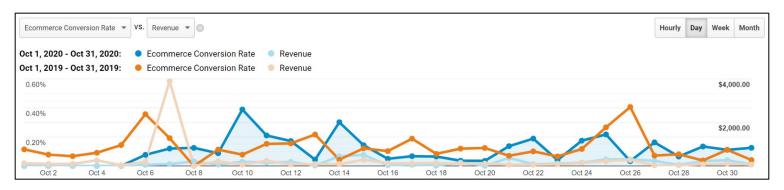


BUILT TOUGH expression of our brands to drive even more powerful and authentic connections with our consumers. We appointed VF's first Chief Digital Officer, and we're investing to modernize our Digital and Technology infrastructure and enhance our overall capabilities with new talent and tools. In partnership with our Insights and Analytics team, the Vans® brand launched the Vans® Family Loyalty program in the U.S. – leveraging data to deliver customized experiences to the more than 7 million consumers who've joined.

KPI: Ecommerce Conversion Rate

Goal: Turnover Visitors to Customers/Revenue

Vans is a for-profit company which focuses on the retail of their footwear. Out of all eCommerce metrics it was determined that conversion rate has been performing as one of the lowest. Thus, the focus needs to be on converting visitors (sessions) into customers and their fulfilling orders (transactions).

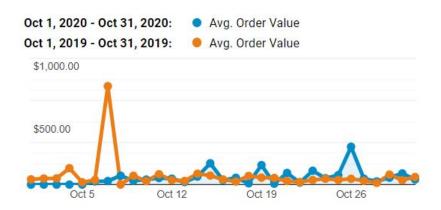


Typically, as conversion rate increases, so does revenue which is the determinant of Vans' success.

KPI: Average Order Value (AOV)

Goal: Increase Average Order Value, resulting in revenue and profit growth. This can allow for increased ad spend to acquire new customers when transactions are up. When transactions are down, this can help maintain revenues.

AOV is an important metric for Vans because it offers insights into existing customer trends, the price of products, website layout and ad spend. AOV can be used to help plan segmented marketing strategies. Customers with high AOVs can be targeted with loyalty/rewards programs, whereas customers who spend less per order can be targeted with coupons and offers.

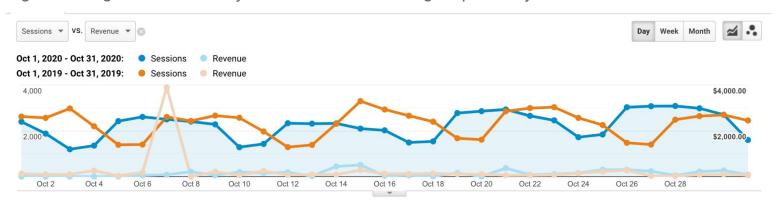


Performance: From Oct 1- Oct 5, 2020 there were **0 sales**, but it picked up mid month. Note: 5 sessions with an AOV of \$779.22 on Oct 7, 2019 may have skewed the AOV for October 2019.

KPI: Avg. Session Quality

Goal: Increase Average Session Quality to result in more sessions being closer to transacting.

Average Session Quality depends on machine learning to identify and calculate, and is reported on a scale of 1-100. Higher Average Session Quality scores translate into higher proximity to convert.



Improved Session Quality can lead to a higher source of revenue.

Summary of Vans' Ecommerce Performance

Metric	October 2019	October 2020	% Change	# Change
Ecommerce Conversion Rate	0.11569%	0.10353%	-10.51%	-0.01%
Average Order Value	\$89.70	\$60.11	-32.99%	-\$29.59
Session Quality	4.6	6	30.43%	1.4

Date	Transactions	Sessions	Ecommerce Conversion Rate
October 2019	83	71746	0.11569%
October 2020	72	69547	0.10353%

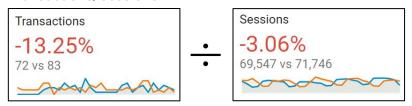
Factors Impacting Ecommerce Conversion Rate

Metrics

In October 2020 "Ecommerce Conversion Rate" decreased by 10.51% since October 2019.



In Google Analytics, Ecommerce Conversion Rate is defined Transactions/Sessions.



A decrease of transactions in the numerator decreases conversion rate. A decrease of sessions in the denominator increases conversion rate. However, the decrease of transactions is stronger than sessions, therefore the overall effect of conversion rate is negative.

Factors Impacting Ecommerce Conversion Rate

Dimensions

Dimensions that negatively affect Ecommerce Conversion Rate:

Language

- o en-us: [.18% -> .09%] = -51.94%
 - Due to 51.28% decrease in transactions
 - And a 1.37% increase in sessions
 - en-ca: [.14% -> .11%] = -20.33%
 - Due to 25.52% increase in sessions

Countries

- United States: [.26% -> .2%] = -25.06%
 - Due to 14.81% decrease in transactions.
 - And a 13.68% increase in sessions
- o Canada: [.04% -> .03%] = -22.31%
 - Due to 28.72% increase in sessions.

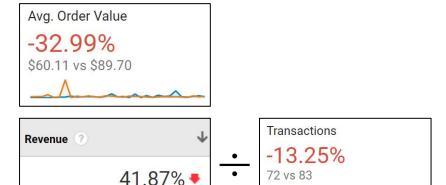
Device Category

- o Desktop: [.06% -> .04%]= -34.12%
 - Due to a 32.14% decrease in transactions
 - And a 3% increase in sessions

Factors Impacting AOV

Metrics

In October 2020 "Average Order Value" decreased by **32.99**% since October 2019.



Transactions and Revenue: The number of transactions decreased slightly vs Oct 2019, but total revenue decreased by **41.87%**. If AOV would have stayed the same or slightly increased, the drop in transactions would have impacted revenues less..

\$4,328.13 vs \$7,445.20

AOV **\$89.70** at 72 transactions: **\$6,458.40** in Revenue **(-13.25%)**

AOV **\$98.67** at 72 transactions: **\$7,104.24** in Revenue **(-4.58%)**

Factors Impacting AOV

Dimensions

Dimensions that negatively impact Average Order Value:

- Device Category
 - Desktop: [\$189.56 -> \$93.19]= -50.84%
 - Due to a 66.64% decrease in revenue
 - And a 32.14% decrease in transactions
- Day of the Week
 - Monday (1): [\$406.51 -> \$106.70] = -73.75%
 - Due to a 84.25% decrease in revenue
 - And a 40.00% decrease in transactions
 - Tuesday (2): [\$49.67 -> \$30.27] = -30.27%
 - Due to a 42.94% decrease in revenue
 - And a 18.18% decrease in transactions
- Country
 - United States: [\$90.98 -> \$61.57] = -32.33%
 - Due to a 42.35% decrease in revenue
 - And a 14.81% decrease in transactions

Factors Impacting Avg. Session Quality

Metrics

Session Quality is not determined by transactions but rather how close a visitor got to making a transaction.

In Google Analytics, Avg. Session Quality is organized by different categories, which is why you need machine learning. While the exact formula is not revealed by Google, an example could include:

- 1-5: First Page
- 5.1-20: Second+ Page
- 20.1-50: Viewed Product Description Pages
- 50.1-70: Cart Additions
- 70.1-80: Cart Review
- 80.1-99: Information Input
- 100: Transaction Complete

In this instance, a session quality of 4.6 in Oct 2019 means that that average visitor viewed the first page and left the site. In Oct 2020, the average visitor viewed at least a second page and then left the site.

In other words, while the session quality is this small, the main factors affecting the value include Bounce Rate and Pages/Session. Since both of these improved, the Session Quality also improved.

Behavior				
Bounce Rate	Pages / Session	Avg. Session Quality		
1.90% ▼ 44.49% vs 45.35%	30.42% • 4.98 vs 3.82	30.92% a 6.0 vs 4.6		

It is only later where other metrics come become more important such as Cart Additions and Transactions.

Factors Impacting Avg. Session Quality

Dimensions

While Average Session Quality went up, there are certain factors from preventing it from being higher.

Dimensions that Impact Average Session Quality:

- Country
 - United States: [7.4 -> 9.3] = 25.53%
 - Due to 20.14% increase in pages/session
 - And a 11.17% increase in bounce rate
 - Canada: [6.9 -> 7.4] = 6.57%
 - Due to 7.14% increase in pages/session
 - And a 28.76% increase in bounce rate

Landing Page

- There are 155+ landing pages that lost 100% session quality due to the fact that they received no views (hence no pages/session) in Oct 2020 compared to Oct 2019
- /google+redesign/brands/youtube/you+tube+socks.axd: [1.3 -> 1.1] = -15.73%
 - Due to 66.67% increase in bounce rate
 - And 44.44% decrease in pages/session
- /google+redesign/apparel/stan+and+friends+onesie+green: [7.4 -> 1.1] = -84.65%
 - Due to 75% decrease in sessions
- /google+redesign/shop+by+brand/youtube/mayttevc86@:[3.6 -> 1.1] = -68.19%
 - Due to an infinite increase in bounce rate
 - And a 85.71% decrease in pages/session

Actionable Recommendations for Business Improvement

Based on the dimensions affecting our metrics, Vans should:

- Create a sales promotions (free shipping, discounts, coupons, rebates, etc.) on the website to increase transactions
- 2. Focus on the United States and Canada
- 3. Focus on Desktop
- 4. Higher Promotion on Monday and Tuesday for minimum orders of \$100
- 5. Reducing the number of landing pages that provide no value
- 6. Running UX tests on landing pages with high bounce rate and create improvement