### Pay Per Click Strategies

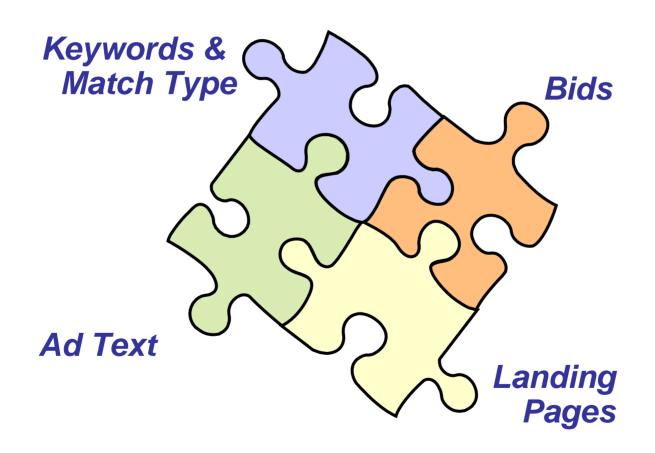
**GOPESA 2006** 

Alex Bäcker, Ph.D.
Founder and CEO, 10 THESE COM
Founder and President, The SEM Expert
Founder and Director, \( \triangle \tri

### Not all Optimizations Were Born Equal

- Search Engines optimize for clicks.
- Marketers care about conversions and profits.
- Not all clicks are born equal, some have higher conversion rates than others.
- So...careful with Search Engine's Budget Optimizers.

### Search Engine Marketing requires attention to a variety of factors



#### Track conversions!

- Google Adwords and Yahoo Search Marketing provide free tracking code.
- Google Analytics provides additional tracking –you need to install it in addition to Adwords tracking code.
- Third party tools provide paid solutions.

# Measure your conversion baseline before you start making any change!

- SEM is an empirical science.
- You need to know where you were to know which direction you are going!

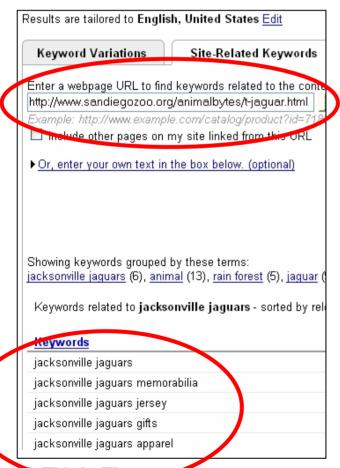
# Search Engines ask *you* to tell them what searches your site is relevant to

- Who's the search engine, after all?
- There is a long tail of words, each of which has small traffic, which in aggregate account for a large fraction of clicks.
- Multi-term keywords carry more intent information, higher conversion rates.
- To find them, use keyword tools.

### Recommended KW Tool Features

- To generate most effective and relevant lists, use 1+ tools which...
  - 1. Ideally, recommends keywords based on a site URL
  - 2. Should not only look at metatag data
  - 3. Should *not* only look at your website's words
  - 4. Evaluates relevance with respect to your site

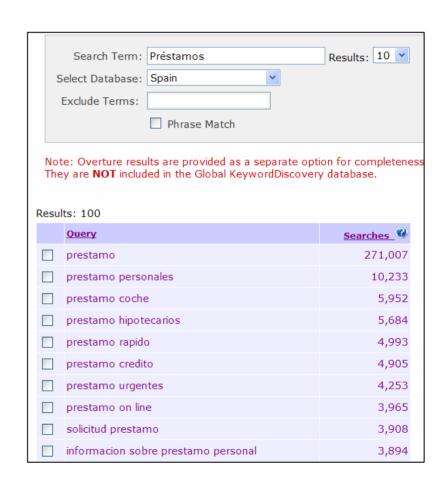
# Google and Overture keyword tools measure relevance to keywords, not to your website





## KeywordDiscovery Tool by Trellian (Paid)

- 8 European languages
- 21 billion keywords in database uses dictionary approach
- Constrained by Overture's matching rules
  - Suggestions are depluralized
  - Results must contain KW from original query; ignores all queries that don't (e.g. hipoteca)
- Subscription starts at \$49.95/mo.
- Dictionary-based tools (e.g. database driven) not as dynamic, but use for volume if needed



## WebConfs Website Keyword Sugg. Tool (Free)

- Reads metatags, then delivers kw suggestions that contain metatag keywords using Overture inventory tool
- Limited by that tool; results are only in English

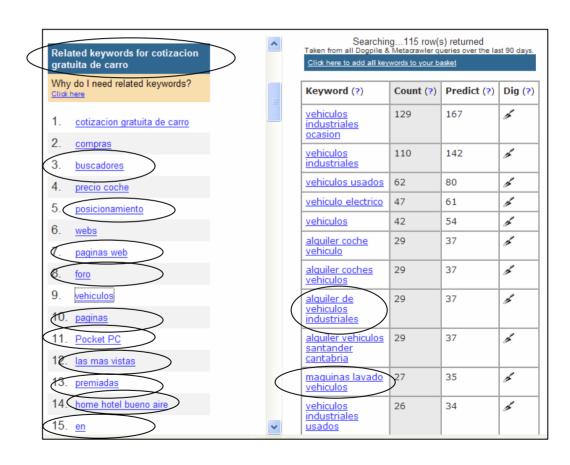


Keyword Suggestion	Searches / month
make and model	3,592
leupold tactical model make it a hit	1,384
model make up	990
how to make a model volcano	949
make and model magazine	490
how to make a dna model	481
make a virtual model of yourself	464
car make and model	391
how to make a model of the solar system	369
automobile make model	325
how to make a model of the heart	217
how to make a model clay volcano	200
make your own model	195
model prefer make up	175
how to make airplane model	174
how to make a model of an atom	171
how to make model rocket	165
model without make up	152
how to make a model castle	145
eye make up model	142

http://www.webconfs.com/website-keyword-suggestions.php

## WordTracker Metasearch Tool (paid)

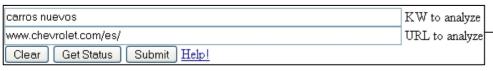
- Compiles keywords from meta search engines, not just Overture
- 322MM keywords in database
- Tool takes learning; must drill in for related keywords



### Adapt's KeywordFinder Tool (free)

- Interprets all content of page, delivers suggestions based on real-time analysis of original & similar sites
- Evaluates relevance to marketer's website
- Works for all languages

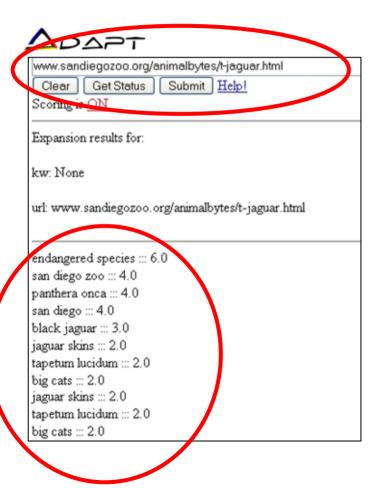




Keywordfinder.adapt.com

Konword	Relevance to URL:
Keyword:	
Compra venta de autos usados	17%
automoviles	17%
Precios de autos	16%
De carros nuevos	12%
Coches nuevos	11%
Compra venta de autos	11%
Autos nuevos mexico	11%
Clasificados de autos	11%
Nuevos y	11%
Compra de autos usados	11%
Carros nuevos	11%
Ofertas de autos	11%
Fotos de autos	10%
De coches	10%
Coches en	10%
Precios de autos nuevos	10%
De autos nuevos	10%
Venta de coches	10%
Venta autos nuevos	10%
Venta de carros nuevos	6%
Venta de autos	6%
autos nuevos o usados	6%
Los carros nuevos	6%
Usados en	6%
compra y venta de autos	6%
Autos usados venta	6%
Venta de carros usados	6%
venta de autos usados	6%

### The Jacksonville Jaguars don't belong in the Zoo!





### Keyword Discovery must be Continuous

- Keyword generation is ongoing, not a one-time event
  - Constantly expand lists to find relevant words based on performers, prune nonperformers

#### Ads

- Search Engines select ads according to CTR, not profits for you.
- After you have a statistically significant difference in performance, select the most profitable ads & discard the rest
- Do not act too soon.
- Do not wait too much.

#### **Bids**

- Enable content bids in campaign settings.
- Estimate the conversion rate (CR) for the group whose bid you want to set (keyword, adgroup, content, search, etc.).
- If you have had no conversions to date for that group, estimate CR as 1/(clicks x 2).
- Compute the average click value (ACV). For example, one way to compute this is: AVC = Conversion rate x Monthly gross profits / monthly number of conversions
- Set each bid to no higher than your ACV for the corresponding group. Start at your ACV, and lower if you find that the loss in conversion volume is more than offset by the cost savings.
- For campaigns which don't have many clicks yet and thus no good conversion rate estimate, use the account aggregate numbers. You can obtain separate account conversion rates for search and content by generating an account report.

#### Match type

- Starting with broad match type gives you the most data fastest.
- Once you start getting enough clicks, bidding differentially for each match type will allow you to bid more accurately the value of each keyword: replicate all your keywords from broad to phrase ("first\_keyword second\_keyword") and exact ([keywords]), and start bidding each individually.

### Landing Pages

 Make sure your landing pages have a clear and salient call to action to your desired conversion event and are as few links removed from the ultimate conversion event as possible.