

MARRIOTT BONVOY EMAIL PROGRAM

May 2019 Review

June 27, 2019



TODAY'S AGENDA

- 1. Performance Summary
- 2. Key Initiatives & Campaigns
- 3. Tests and Optimizations
- 4. Actionable Insights

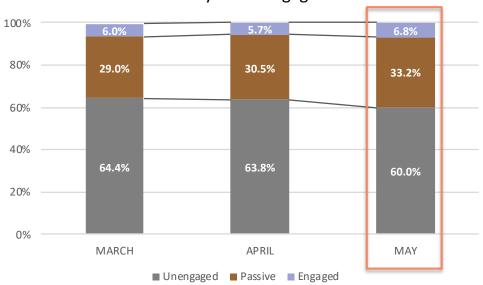


PERFORMANCE SUMMARY



40% OF MEMBERS ENGAGED IN MAY '19 EMAILS





40% of members are opening and clicking on emails; up 4 pts. MoM

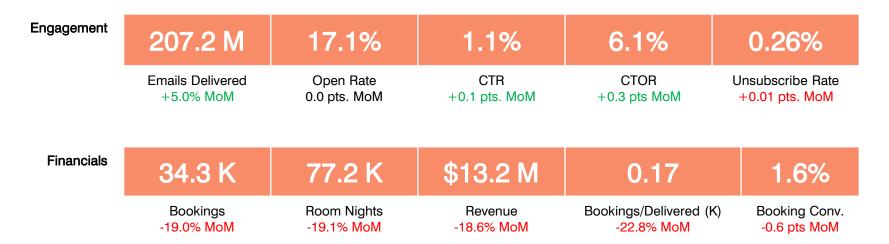
Increase in delivered emails (+5%) led to increased engagement

Engaged: Opened and clicked 1+ emails Passive: Opened, but did not click Unengaged: Did not open and did not click



MAY 2019 PERFORMANCE SUMMARY

- Increase in MoM Delivered counts from Solos and LPM triggers (Welcome and Achievement)
- Engagement consistent MoM, but visible financial declines from fewer revenue driving emails
 - Solos and MAU combined drove over 53% of financials, but not enough to drive MoM lifts
 - Relaunch of other targeted triggers and revenue boosting campaigns like Offers & Packages will support financial goals





MAY 2019 HIGHLIGHTS

- Launched LPM triggers targeting new members and Elites; plan to monitor engagement trends and look for optimization opportunities
 - Welcome series emails 2, 3, and 4
 - Achievers (English)
 - Renewers (English)
- Solos made up 26% of May program financials, but not enough to drive MoM increase
 - Europe Flash Sale Solo on 5/3 and 5/4 generated 38% of total Solo revenue, followed by Homes & Villas at 36% of total
- Partnering with Cobrand team to optimize acquisition email performance main driver of category KPIs; kick-off meeting scheduled the last week of June '19

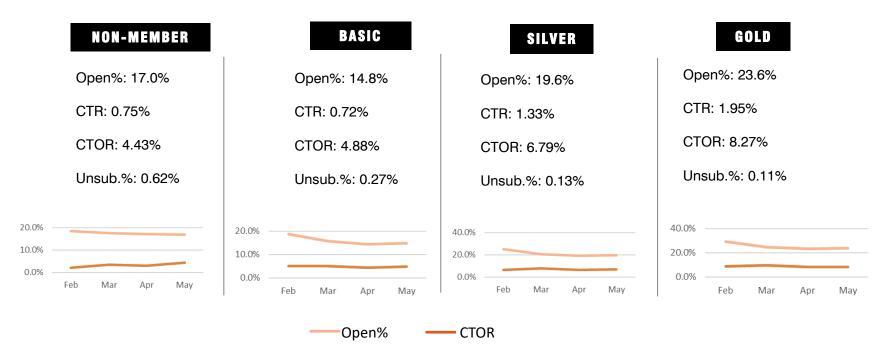


MAY 2019 EXECUTIVE DASHBOARD (vs. APRIL)

Metrics	Total	MAU	LPM	Solo	Promotions	ATM	Cobrand	Moments	METT	Brand BPP
Sent	212.0 M	31.8 M	4.1 M	55.4 M	23.1 M	3.6 M	61.5 M	6.8 M	19.2 M	6.4 M
	+5.5%	-0.1%	+662.6%	+106.5%	+1.0%	+32.1%	-24.1%	-39.4%	+40.5%	-37.0%
Delivered	207.2 M	30.7 M	3.9 M	54.0 M	22.5 M	3.6 M	61.2 M	6.8 M	18.3 M	6.2 M
	+5.0%	+0.1%	+732.3%	+103.9%	+1.1%	+32.3%	-24.0%	-39.2%	+39.6%	-37.5%
Delivery Rate	97.7%	96.6%	95.2%	97.5%	97.5%	98.8%	99.4%	99.7%	95.1%	97.8%
0,,,,,,	-0.5 pts	+0.2 pts	+8.0 pts	-1.2 pts	+0.2 pts	+0.2 pts	+0.1 pts	+0.2 pts	-0.7 pts	-0.9 pts
Opens	35.4 M +4.9%	5.6 M -6.9%	664.0 K +433.2%	9.9 M +130.3%	4.2 M -6.7%	655.4 K +25.3%	8.7 M -25.1%	1.6 M -39.0%	2.9 M +21.2%	1.2 M -27.7%
Open Rate	17.1%	18.3%	17.0%	18.4%	18.7%	18.3%	14.2%	24.1%	15.9%	18.8%
Open Nate	-0.01 pts	-1.4 pts	-9.6 pts	+2.1 pts	-1.6 pts	-1.0 pts	-0.2 pts	+0.1 pts	-2.4 pts	+2.6 pts
Clicks	2.2 M	501.1 K	87.2 K	679.1 K	302.5 K	138.4 K	220.5 K	103.8 K	92.0 K	44.4 K
Circus	+11.0%	-7.0%	+179.6%	+132.7%	-3.0%	+48.9%	-37.2%	-43.0%	+46.9%	-51.9%
CTR	1.05%	1.63%	2.24%	1.26%	1.34%	3.87%	0.36%	1.53%	0.50%	0.71%
	+0.1 pts	-0.1 pts	-4.4 pts	+0.2 pts	-0.1 pts	+0.43 pts	-0.08 pts	-0.1 pts	+0.03 pts	-0.2 pts
CTOR	6.12%	8.90%	13.13%	6.85%	7.17%	21.12%	2.55%	6.33%	3.17%	3.80%
	+0.3 pts	-0.01 pts	-11.9 pts	+0.1 pts	+0.3 pts	+3.3 pts	-0.5 pts	-0.4 pts	+0.6 pts	-1.9 pts
Unsubs	530.3 K	80.3 K	23.6 K	149.1 K	70.0 K	7.5 K	125.7 K	6.2 K	52.1 K	15.9 K
	+10.9%	+7.2%	+773.0%	+163.5%	+21.1%	-18.7%	-39.6%	-57.1%	+69.7%	-33.6%
Unsub Rate	0.26%	0.26%	0.61%	0.28%	0.31%	0.21%	0.21%	0.09%	0.29%	0.25%
Daral Comme	+0.01 pts	+0.02 pts	+0.03 pts	+0.06 pts	+0.05 pts	-0.13 pts	-0.05 pts	-0.04 pts	+0.05 pts	+0.02 pts
Bookings	34.3 K -19.0%	9.3 K -7.7%	1.2 K +152.7%	8.3 K +26.6%	5.4 K -12.2%	1.9 K +56.2%	3.9 K -58.8%	2.8 K -28.8%	1.0 K	462 -82.8%
Room Nights	77.2 K	20.7 K	2.9 K	19.5 K	11.9 K	4.3 K	8.2 K	6.4 K	2.4 K	1.0 K
ROUIII MIGIICS	77.2 K -19.1%	20.7 K -7.5%	2.9 K +49.4%	19.5 K +34.4%	-15.1%	4.5 K +47.0%	O.∠ N -59.2%	-28.5%	2.4 K -40.0%	-84.6%
Revenue	\$13.2 M	\$3.6 M	\$486.6 K	\$3.4 M	\$1.9 M	\$718.3 K	\$1.3 M	\$1.1 M	\$424.9 K	\$182.2 K
nerenae	-18.6%	-5.9%	+65.3%	+46.9%	-18.1%	+48.7%	-59.2%	-31.5%	-38.5%	-86.5%
Conversion	1.58%	1.86%	1.39%	1.22%	1.80%	1.34%	1.76%	2.71%	1.11%	1.04%
	-0.6 pts	-0.01 pts	-0.1 pts	-1.0 pts	-0.2 pts	+0.1 pts	-0.9 pts	+0.5 pts	-1.7 pts	-1.9 pts
ВРК	\$0.17	\$0.30	\$0.31	\$0.15	\$0.24	\$0.52	\$0.06	\$0.41	\$0.06	\$0.07
	-22.8%	-7.8%	-69.6%	-37.9%	-13.1%	+18.1%	-45.8%	+17.2%	-58.6%	-72.5%

MEMBER LEVEL ENGAGEMENT TRENDS: MAY '19

Open and CTO rates remain steady with slight increases for some levels; continue to monitor with the relaunch of BAU and targeted triggers





MEMBER LEVEL ENGAGEMENT TRENDS: MAY '19

Upper Elite engagement rates are starting to rebound; continue to monitor with the relaunch of BAU and targeted triggers

PLATINUM

Open Rate: 27.9%

CTR: 2.93%

CTOR: 10.50%

Unsub. Rate: 0.05%



TITANIUM

Open Rate: 30.0%

CTR: 3.39%

CTOR: 11.28%

Unsub. Rate: 0.04%



Open% — CTOR

AMBASSADOR

Open Rate: 30.9%

CTR: 3.66%

CTOR: 11.86%

Unsub. Rate: 0.04%





KEY INITIATIVES & CAMPAIGN HIGHLIGHTS



MEMBER ACCOUNT UPDATE (MAU) MAY '19

Metrics/ Comparisons	30.7 M	18.3%	1.6%	8.9%	0.26%	20.7 K	\$3.6 M
vs. April MAU	Delivered -3.5%	Open Rate -1.4 pts.	CTR -0.2 pts.	CTOR 0.0 pts.	Unsub. Rate +0.02 pts.	Room Nights -7.5% (-1.6K nts)	Revenue -5.9% (-\$224K)
vs. May Program Avg.		+1.2 pts	+0.5 pts	+2.8 pts.	+0.01 pts.		

Performance Overview:

- May engagement slightly below April MAU, but open and clicks rates are higher than the monthly program avg.
- Consistent engagement in email content MoM for Basic members; look for quick wins to lift clicks (i.e. use section headers to educate on program more and personalize)

LEVEL	MONTH	OPEN RATE	CTR	CTOR	UNSUB. RATE
Basic Member	May	16.1%	1.3%	8.0%	0.30%
Basic Member	April	17.9%	1.3%	7.4%	0.28%

Recommend brand trial for next or first stay

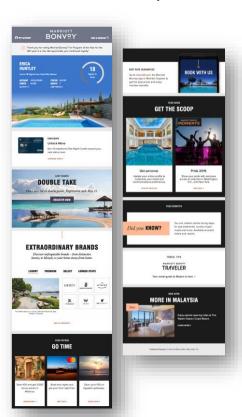
Show local point earning Activities to boost balance

Make 'Did you know?' clickable

- Campaign optimization work session planned for early July
 - Develop plans on how to improve campaign performance and make it work harder for program

SL = Your Marriott Bonvoy Account Update: Special Offers, Benefits and More

PH = See What's New in May



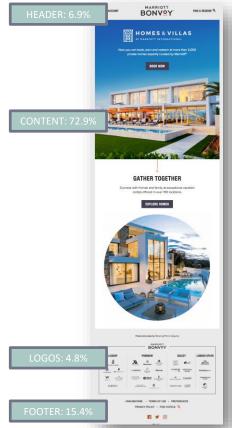
HOMES & VILLAS LAUNCH SOLO – MAY 16

29.5 M	18.0%	8.2%	0.32%	7.4 K	\$1.2 M
Delivered	Open Rate +0.9 pts.	CTOR +2.1 pts.	Unsub. Rate +0.06 pts.	Room Nights	Revenue

*vs. May Program Avg.

- Launch campaign for the new Homes & Villas by Marriott International
- Successfully generated 5.1M opens/impressions driving awareness among our member base
- Above average open rate from subject line & pre-header combo that drove interest & fascination with words like "Introducing", "Discover", and "New"
 - Continue approach for future launch messages
- Consider using secondary module for personalized message while still showcasing products
 - Encourage vacation from those with high points & show earning potential for those with a lower balance

SL: Introducing Homes & Villas by Marriott International PH: Discover our new premium vacation rental homes.





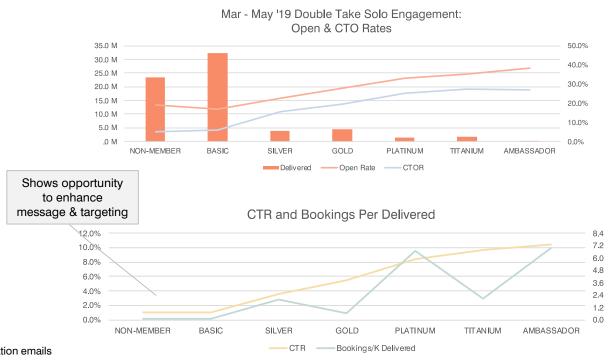




\$11.9M FROM DOUBLE TAKE PROMOTION SOLO EMAILS

- Promotional solo emails generated over 13M impressions and \$12M in revenue
- Basic and non-member activity was closely aligned; consider deeper targeting (i.e. seasonal stayers) and greater emphasis on what to do with points to boost engagement from segments
- Q2 promo totaled 2M registrations & 9% reg. rate (up 0.88 pts vs. Q1' 18); incrementality pending

Mar-May 2019 Solo Email Engagement			
Emails Delivered	67.5 M		
Opens/ Impressions	13.2 M		
Clicks/Traffic	1.2 M		
Registrations*	1.1 M		
Bookings	31.1 K		
Room Nights	70.7 K		
Revenue	\$11.9 M		



^{*}Registrations are projected based on the # of registration confirmation emails

HIGH ENGAGEMENT FROM LAST CHANCE PROMO EMAILS

May 2019 Email Engagement (Reg. Confirm & Last Chance)				
Delivered	22.5 M			
Opens	4.2 M			
Open Rate	18.7%			
Clicks	302.5 K			
CTOR	7.2%			
Unsub. Rate	0.31%			
Registrations*	195.7 K			
Bookings	5.4 K			
Room Nights	11.9 K			
Revenue	\$1.9 M			

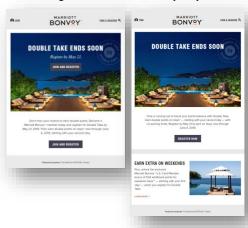
- Open & CTO rates overall were higher than May program avg.
- Targeted booking reminders are successfully engaging registrants
 - 38% open rate from 5/13 send and drove \$750K; boost from subject line optimization
 - Winning SL used on 5/24 remail; 18% open rate and an additional \$161K in revenue

Registration Last Chance: 5/13

SL: Erica, Last Chance for Double Points!

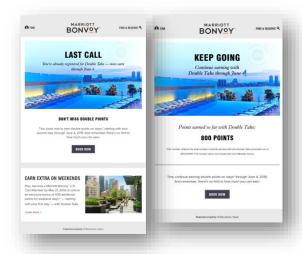
SL: Erica, Last Chance to Join and Earn Double Points

PH: Register for Double Take by May 21.



Booking Last Chance: 5/13 and 5/24

SL: Erica, Don't Miss Double Points PH: Earn with Double Take through June 4.



^{*}Projected registrations = # of deployed reg. confirmation emails

DOUBLE TAKE PROMOTION: MAY '19 LAST CHANCE EMAILS

Registration Reminder 5/13



Booking Reminder 5/13



- Cobrand module received higher engagement in Booking Reminder email than Reg. Reminder
 - Same finding with April reminders
- Consider keeping message in Booking Reminder, as well as exploring a more prominent feature on reg. confirmation landing page



ENTIRE WELCOME SERIES NOW IN-MARKET

- Successfully launched the remaining Welcome series email campaigns (#2 4) in Orchestration
- Content optimization plans are in development, i.e. subject line tests, additional earn/redeem content
- Partnering with CX to create monthly dashboard

Email 1 - Welcome

SL: Discover Marriott Bonvoy PH: Earn, redeem, and explore at more than 6,700 hotels around the world.



467 K	26.4%	29.2%	1.2 K
Delivered	Open Rate	CTOR	Room Nights

Email 2 - Book Direct

SL: The Secret to the Best Rates PH: Unlock exclusive Member Rates on every stay



1.2 M	16.8%	10.1%	726
Delivered	Open Rate	CTOR	Room Nights

Email 3 – Earn

SL: So Many Ways to Earn PH: Watch your points balance soar.



1.1 M	14.5%	8.7%	242
Delivered	Open Rate	CTOR	Room Nights

Email 4 - Redeem

SL: Turn Points into Memories PH: Redeem for stays, experiences and so much more.



1.1 M	14.0%	7.6%	289
Delivered	Open Rate	CTOR	Room Nights

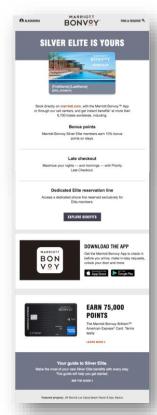
SUCCESSFULLY LAUNCHED ACHIEVERS & RENEWERS TRIGGERS

- Successfully launched English versions of Achievers and Renewers emails in Orchestration
- Next phase includes getting content in mobile and launching LT Achievers
- Establishing baseline and goals after 3 months in market
- Partnering with CX to create monthly dashboard

Achievers

SL: [Silver] Elite Is Yours

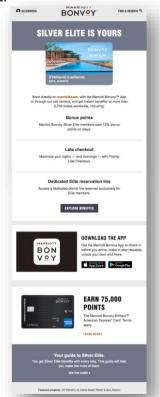
PH: Bring on the elevated benefits.



29.0 K	45.4%	28.4%	250
Delivered	Open Rate	CTOR	Room Nts.

Renewers

SL: Make the Most of [Silver] Elite PH: Your [Silver] Elite benefits have arrived.



52.9 K	37.7%	10.9%	187
Delivered	Open Rate	CTOR	Room Nts.

TESTING AND OPTIMIZATION



Amex Brilliant Acquisition (5/8)	WINNERS	DESCRIPTION OF WINNER
 Members How Will You Redeem 75,000 Bonus Points? Get Ready to Earn 75,000 Bonus Points Earn 75,000 Bonus Points to Take On the World PH: Get the Marriott Bonvoy Brilliant American Express Card. 	Winner -1.3 pts -2.0 pts	Question format, with personalization drove intrigue for both members and non-members
Non-Members • How Will You Redeem 75,000 Bonus Points? • Get Ready to Earn 75,000 Bonus Points • Earn 75,000 Bonus Points to Take On the World PH: Get the Marriott Bonvoy Brilliant American Express Card.	Winner* -1.2 pts -1.7 pts	Continue using personalization that stirs up a sense of ownership



^{*}Not statistically significant

Amex Business Acquisition (5/10)	WINNERS	DESCRIPTION OF WINNER	
 Members Turn Business Expenses into 75,000 Bonus Points Where Will 75,000 Bonus Points Take You? Earn 75,000 Bonus Points to Take Your Business Further 	Winner -0.7 pts -0.5 pts	Direct, business focused subject line	
PH: Apply for the Marriott Bonvoy Business Amex Card.		Consider retesting on an audience that	
Non-Members • Turn Business Expenses into 75,000 Bonus Points • Where Will 75,000 Bonus Points Take You? • Earn 75,000 Bonus Points to Take Your Business Further	Winner* 0.0 pts 0.0 pts	opened SL 1 & 3 until further targeting for small business becomes available	
PH: Apply for the Marriott Bonvoy Business Amex Card.			



^{*}Not statistically significant

Chase Boundless Acquisition W2 (5/14)	WINNERS	DESCRIPTION OF WINNER		
Members • Last Call: Earn 100,000 Bonus Points • Last Chance to Earn 100,000 Bonus Points PH: Apply for the Marriott Bonvoy Boundless Credit Card from Chase >	Winner* -0.1 pts	Sense of urgency highlighting points offer Similar approach for		
Non-Members • Last Chance to Earn 100,000 Bonus Points • Last Call: Earn 100,000 Bonus Points PH: Apply for the Marriott Bonvoy Boundless Credit Card from Chase >	Winner* 0.0 pts	both subject lines led to equal response Consider retesting with a stronger variation		



^{*}Not statistically significant

Double Take Registration Reminder (5/13)	WINNERS	DESCRIPTION OF WINNER	
Members • Double Take Ends Soon • Last Chance for Double Points!	Winner* +0.3 pts	Branded, sense of urgency style was initial winner	
Don't Miss Double Take PH: Register for Double Take by May 21.	-0.1 pts	#2 with stronger sense of urgency & offer won after a while; retest tactics	
Non-Members • Last Chance to Join and Earn Double Points • Last Chance: Join and Earn Double Points • Earn Double Points with Marriott Bonvoy PH: Register for Double Take by May 21.	Winner -1.1 pts -1.6 pts	Softer urgency appeal, with promo offer performed better	



^{*}Not statistically significant

Double Take Booking Reminder (5/13)	WINNERS	DESCRIPTION OF WINNER
 Members (Earned) How many points will you earn with Double Take? Double Take Ends Soon Double Points Ends Soon PH: Earn with Double Take through June 4. 	Winner* -1.2 pts -1.4 pts	Personalized and question format with promo offer Retest tactics for consistency
 Members (Not Earned) Don't Miss Double Points There's Still Time to Earn Double Points Stay Just Twice to Earn Double Points PH: Earn with Double Take through June 4. 	Winner -3.0 pts -1.6 pts	Utilizes FOMO, short with promo offer Consider testing against a question



^{*}Not statistically significant

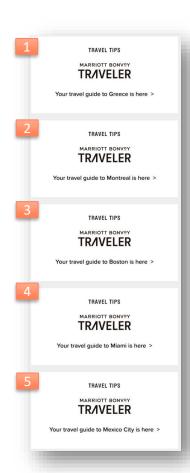
11% CTOR LIFT IN TRAVELER CONTENT

MAY '19 MAU – WYLEI SMART IMAGE

Campaign Overall Results

	Total Opens		Unique Opens	Unique Clicks	CTOR%	Lift	ss
Control	469,629	298	469,588	295	0.063%	-	-
Optimized	4,216,730	2,970	4,203,828	2,943	0.070%	11.440%	96%

- Used Wylei Smart Image to optimize 5 Traveler destination articles in real-time: Boston, Greece, Mexico City, Miami, and Montreal
- Boston had the highest CTOR and a 25% lift over all articles;
 Greece came in second place with a 19% CTOR lift
- Module clicks more than double MoM for both control and optimized groups; general travel guide approach may have driven more interest then specific articles
- Partnered with Traveler team on creative layout, content & segmentation recommendations for June deployment





ACTIONABLE INSIGHTS



ACTIONABLE INSIGHTS

- Look for opportunities to educate Non-Members and Basics on program benefits and show or answer WIIFM (What's In It For Me)
 - Promotions and Cobrand messages: look for ways to <u>show me</u> what I can you do with the points I will earn? Share how other members use their points: Free stays, experiences, Instant Redemptions, gift cards, etc.
- Develop optimization plans for MAU that will grow campaign engagement while supporting program goals
 - Identify ways the campaign can work harder for the program and members
 - Establish baselines and set campaign, content, and segment level goals & objectives
 - Build optimization and test roadmap



ACTIONABLE INSIGHTS

- Continue testing question style subject lines to confirm the winning 'recipe'; vary personalization approaches
 - Use pre-headers to answer questions and/or email content
 - Look for ways to evoke ownership/inclusion and show value
 - May winners:
 - Double Take Member = "How many points will you earn with Double Take?"
 - Cobrand Member = "How Will You Redeem 75,000 Bonus Points?"
 - Good opportunity to highlight top 3 ways members use their earned points
 - Cobrand Non-member = Where Will 75,000 Bonus Points Take You?
 - Good time to highlight vacation opportunity for new members and non-stayers or next vacation for active members





MARRIOTT BONVOY EMAIL ENGAGEMENT TRENDS

