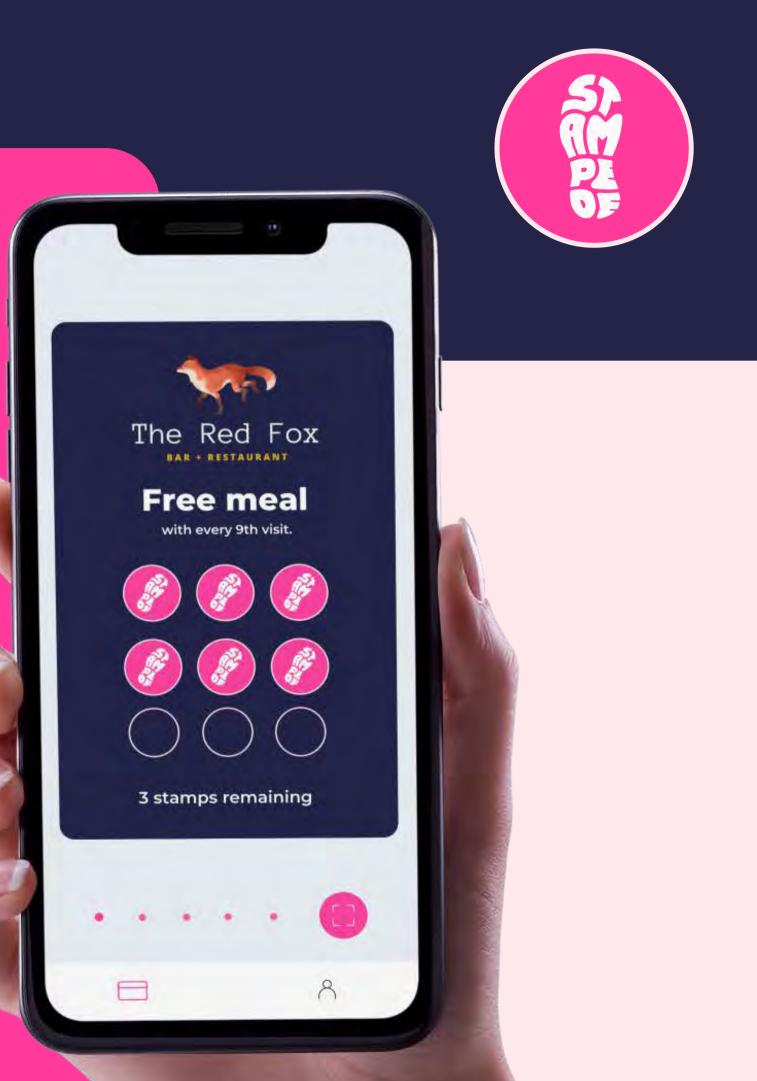
STAMPEDE

8 Tactics to Increase Customer Spend

For Hospitality Operators







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Why Boost Customer Loyalty?

Loyalty Program Types & Examples

Why Choose Stamp Cards?

Benefits of Digital Stamp Cards

6 Hot Tips To Get Stamp Cards Right 10

Stamp Card Campaign Ideas

Loyal Customers Spend 67% More **Than New Customers**

Get more customers for less

- Increasing customer retention by just 5% boosts profits by 25 95%
- Acquiring a new customer costs 25x more than retaining a current one
- Loyal customers spend 67% more than new customers
- Satisfied customers will share their positive experience with 11 different people
- An average of 68% of new customers come from current customers
- Restaurant loyalty programs increase visits by 35%

*HubSpot - Customer Loyalty Statistics *Smallbizgenius - Customer Loyalty Statistics





Loyalty Program Types

Point-based

- Most common program type
- Earn points per £ spent revenue based
- Points translate into rewards/freebies or special offers
- Encourages frequent, short-term purchases

Tier-based

- Ranking based i.e. Silver, Gold, Platinum
- Small rewards as base offering, increased value for higher tiers
- Makes it attractive for customers to move up the ladder
- No instant reward
- Used for high commitment, higher-priced businesses, e.g. airlines, hotels

Stamp / Punch Card

- Get a stamp for every purchase frequency based
- Rewards/freebies in exchange for full stamp cards
- Visual goal to achieve how many stamps to go?

Cashback

- Gives % back of amount spent
- Cash as reward is impersonal
- Cashback money can be spend outside business

Paid Program

- VIP membership programs
- Pay monthly/annual fee
- Common in service industry or entertainment

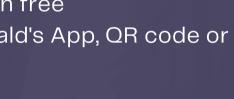


What big brands are doing

McCafé

stamp-based

- Digital stamp card
- Buy 5 hot drinks and get 6th free
- Get stamp through McDonald's App, QR code or digit code for drive-through



<u>Pizza Hut</u>

point-based

- Get 1 slice for every £10 spent
- No maximum number of slices
- 3 reward types (5, 7, 10 slices)
- Get free garlic bread for signing
- Rewards free sides, pizzas etc.



FREE McCafe

1-2-3-4-5

Dunkin' Donuts point-based

- 5 points per £ spent

Nando's Card point-program

- third for full card



- Mix of Mobile Payment, On-the-Go Ordering (skip the queue) and Loyalty (earn points for free beverage)
- 200 points needed to redeem
- Regular offers and discounts for DD perks
- Sharable discounts and coupons



• Earn chilli points for 1 visit (Min. spend £7) • 10 stamps required for full card, 3 food rewards • Get first reward after 3 stamps, second after 6 and

What big brands are doing

Advanced programs

Chick-fil-A





- 4 tier membership program
- \$1 = 10 pts get more points per dollar in the higher tiers
- Use points to redeem rewards
- Program includes bonus points challenges, birthday offers, exclusive rewards, gift to a friend, new menu insights
- Signature Member (highest tier) VIP experience and participate in voting opportunities
- Spend \$872.73/year to reach highest status
- App based, also includes order & pay solution

Fabio Trabocchi Restaurants paid-based

- Annual Membership Fee \$1,000

- course meal

Marriott tier-based

- App based

FABIO TRABOCCHI RESTAURANTS

• Earn 1:1 point on the post-discounted meal subtotal • Benefits – complimentary food/drink, discounts, get double points for slow times during day/week • Concierge services – personal reservasionist, preferred short notice reservations • Redeem rewards – 5,000 – 25,000 points for 3



REWARDS REIMAGINED

• Earn 10 points per \$1 – silver, gold, elite • Big partner network to collect and redeem points • Redeem for rooms, flights, rental cars, etc.

Loyalty Program - Success Story

Dunkin' Donuts

Engage with loyal and soon-to-be loyal customers

Why is DD Perks a success?

- Attainable and shareable rewards system
- Used in combination with personalised marketing based on individual customer profiles to encourage repeat visits
- Real-time personalised rewards
- Regular special offers for members to further boost sales and engagement e.g. Free for Fall offer, free drink reward each week



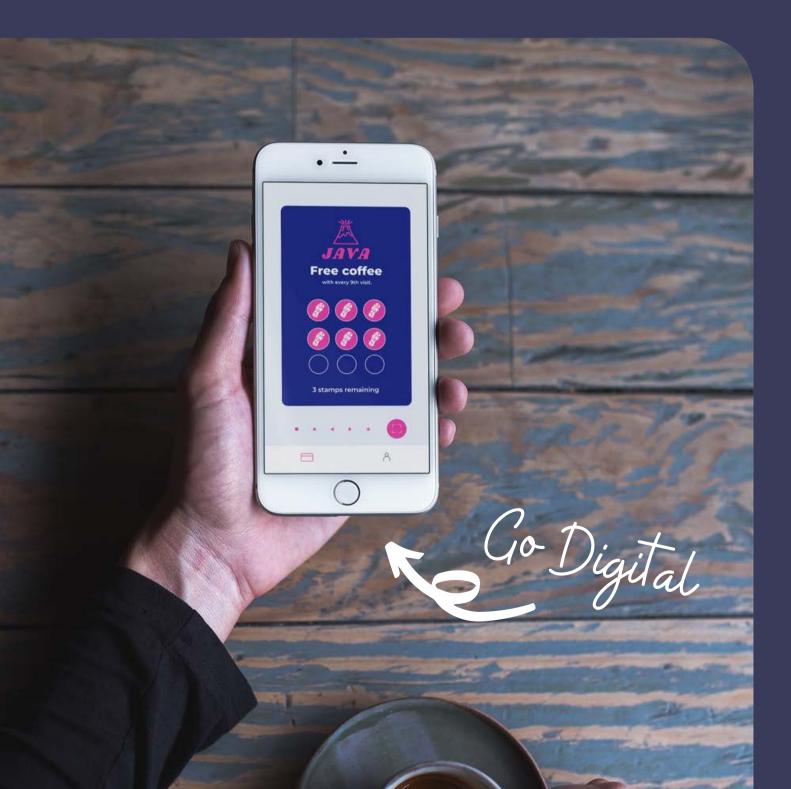
Success in numbers*

After launch of app:

- Over 12 million new sign-ups
- 40% increase in customer spending
- \$8m in transactions per day

*Epsilon – DD oerks case study

If you're not a big chain.... **Go for Stamp Cards**



Why choose Stamp Cards as your loyalty scheme?

It's about giving away something for free at low cost to make customers come back.



79% of customers are more likely to join a rewards program that doesn't require carrying a physical card.



78% of customers want a loyalty program that allows them to redeem their rewards more easily.

Suprise Benefits of Digital Stamp Cards

Drawbacks of Paper Stamps

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Can't update promotions in realtime



Can be easily damaged/lost



Don't know how often customers are actually coming back



VS



Benefits of Digital Stamps



Increase spend per head and spend per visit

Send offers and promotions

Get to know your customers and their preferences

Stamp Cards 6 Hot Tips For Getting It Right

1 Is it app based?

- Customers are on their phones all the time, so reach them where they are
- Customers spend on average
 4.2h* per day in apps
- 75%** would engage more with loyalty programs that can be accessed from a phone

*Tech Crunch - Consumer Trends **Forbes - Loyalty Program Stats How to manage rewards?

- Consider average visit frequency when determining amount of stamps needed to redeem
- Reward engagement/loyalty not just spending, such as extra stamps for social media interaction, or bringing friends



ee coffee



What rewards to offer?

- Which rewards would be valued most by your customers? Free meal or discount?
- Are your rewards relevant to your business?
- Offer bonus points new menu items, selected days, special promotions

Stamp Cards 6 Hot Tips For Getting It Right



Can you customise it to your brand?

- Design your own stamp card
- Be creative with naming, points, rewards
- Make it recognisable for your customers

Consider adding perks

- Combine it with a loyalty programme for special offers/deals
- Card holders are a special club, get priority access to new things
- Special treats on Birthdays for card holders



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- Email & SMS marketing campaigns
- Special sign-up offers
- Social media posts and competitions
- Pop-up on your website
- Turn loyal customers into referees refer a friend

Campaign Ideas Use your Email/SMS marketing to make customers come back more often.

Collect More Stamps

- "How many more stamps do you need? – a fresh batch of ... arrived today, and we know how much you love them. Come by to get yours."
- "Special weekday deal earn double the stamps when you buy ..."
- "Flash offer Buy 1, Get 1 free on all cocktails from 6pm– 9pm."

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Full Stamp Card?

- "Time to reap your rewards
 - redeem your stamps for a free coffee today."
- "Still haven't redeemed your stamps?"
- "You're owed a free ... come by
 - today and enjoy ..."
- "Special freebie for all
 - redeemed stamp cards this month."

STAMPEDE

Bring more customers back

Gain more loyal customers faster with reliable digital stamp cards. Rewarding for them, and your business.

Find out more

