

INCREASE YOUR CUSTOMERS' BASKET SIZE

JANUARY 2020



LEARNING OUTCOMES

- 1. Know how basket size affects your sales, and why it is important
- 2. Successfully create your Flexi Combo
- 3. Learn some tips on how to maximize Basket Building



CONTENT

- **1. Why Increase Customers' Basket Size?**
- 2. Create Your Flexi Combos
- 3. Tips & Next Steps



Increasing your customers basket size gives you a direct increase in sales revenue!







D Lazada South East Asia Pte Ltd, [2019]

INCREASE YOUR BASKET SIZE WITH FLEXI COMBO

Flexi Combo enables you to create promotions on item level & store level with flexible conditions and different tiering





VISIBILITY TO CUSTOMERS



Store



Cart



hipping) Buy \$200 in this store to get free shipping

Checkout

eye shadow eye shadow Color Spec Detail ~ (Fulfilled by LAZ)	
S\$ 6800.80	- 2 +
Mac tinashe eye shadow 9' eye shadow eye shadow	9 palette 8g
S\$ 6800.80	- 1 +
	ns, Total:S\$174.9 omo Saved: S\$ 12.69
	S\$ 140.00
	S\$ 10.00
	-S\$ 10.00
count	-S\$ 10.00
	-S\$ 10.00
	-S\$ 10.00
izuu Remove	-S\$ 20.00
	(Fulfilled by LAZ) \$\$ 6800.80 Mac tinashe eye shadow 9 eye shadow eye shadow \$\$ 6800.80 6 Iten Pro

Total: S\$119.21 GST Applied Where Applicable Place Order



Variations Purple Plus Nine

Specifications Brand, Color Group, Module, Product...

H

REWARD CUSTOMERS WITH A TIERED PRICING MODEL



QUANTITY



CONTENT

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CREATE A NEW FLEXI COMBO

- End Dat 3 III Anticent Create by Template Period(Start~End)	Promotion Setting	arch		
	Promotion Setting			
Period(Start~End)	Promotion Setting			
		Apply To	Eidt Promotion	Active
2021-02-19 00:00:00 ~ 2021-02-27 00:00:00	Any 1, Save 10%; Any 2, Save 11%; Any 3, Save 12%	Specific Products	Edit Criteria Manage Products	Deactivate
2021-02-01 00:00:00 ~ 2021-02-02 00:00:00	Any 1, Save 10%; Any 2, Save 11%	Specific Products	Edit Criteria Manage Products	Deactivate
2020-02-01 00:00:00 ~ 2020-02-03 00:00:00	Any 1, Save 10%; Any 2, Save 11%	Store-wide	Edit Criteria	Deactivate
				· č
	2021-02-02 00:00:00 ~	2021-02-02 00:00:00 11% 2020-02-01 00:00:00 ~ Any 1, Save 10%; Any 2, Save	2021-02-02 00:00:00 11% Specific Froducts	2021-02-02 00:00:00 11% Specific Products Edit Criteria 2020-02-01 00:00:00 ~ Any 1, Save 10%; Any 2, Save Store-wide Edit Criteria

- 1. Click on Promotions -> Flexi Combo
- 2. Select create New Promotion to create your own campaign **OR**
- 3. Select Create by Template to follow pre-defined settings (set by Lazada)

Why use template?

- Easy to use
- Use recommended platform settings
- Achieve a higher ROI



FLEXI COMBO INFORMATION & CRITERIA

Complete Promotion Info 8	& Criteria			
Promotion Name ii *				
Period(GMT+08:00)	Start date	-	End date	
Total number of Flexi		+		
Combo Orders i *	Entire Shop O Specific Product	ts		
	Entire Shop O Specific Product	ts	+ Add Pror	motion Tier
Promo Apply to 🥫 * 🛛 🦲	● Item QTY >= ①	ts	+ Add Pror	motion Tier
Promo Apply to i * (Tier 1 Deal Criteria Customer needs to fulfil thes	● Item QTY >= ①		+ Add Pror	motion Tier

- 1. Set your own promotion title to organize your different
- 2. Set the period of which you want your promotion to be active. Max duration: 120 days
- 3. Control for how many orders you want to offer flexi combo discounts. The usage limit helps you to controls your budget
- 4. Determine if your flexi combo applies to the whole store or to certain products
- Calculated the cost of your promotion by the following formula Usage limit x Cost of discount per order = Cost of promotion



FLEXI COMBO TIERING

Tier 1			
Deal Criteria Customer needs to fullfill these in order to get the offering	Item QTY >=	1 +	
Offering Benefits to the customer	Percentage Discount	10	%
Tier 2			(Maximum 3 tiers)
Deal Criteria	Item QTY >=	2 +	
Offering	Percentage Discount	11	%
Tier 3			(Maximum 3 tiers)
Deal Criteria	Item QTY >=	3 +	
Offering	Percentage Discount	12	%
			Cancel Confirm

Tiering allows you to create different levels of discount within the same Flexi Combo promotion.

Benefits

- Incentivize customers to increase
 basket size
- Reward customers with further discounts if they purchase more



All tiers follow the same initial promotion type e.g. Tier 1 is a percentage discount promotion, the other tiers (2&3) can only be percentage type



MANAGING PRODUCTS FOR YOUR FLEXI COMBO

Start Date	- End Date 👘	Promotion Name	Search				
Create New Promotion							
Promotion Id	Promotion Name	Period(Start~End)	Promotion Setting	Apply to	Edit Promotion	Action	
8562016675436	ххх	2019-04-27 00:00:00 ~ 2019-05-26 00:00:00	Any 1, Save 5%; Any 2, Save 6%	Specific Products	Edit Criteria Manage Products	Deactivate	
					1		
					1		
Home > Promoti	ion > Flexi Combo >	Manage Products			1		
Home > Promoti Manage Flexi	ion > Flexi Combo > i Combo Product	U U			2	3	,

- 1. Click on Manage Products
- 2. Select products by using the bulk upload function **OR**
- 3. Select your products by manually selecting from the interface

Option 1: Using the bulk upload

Manage Flexi Combo Pr	Home > Promotion > Flexi Combo > Manage Products Manage Flexi Combo Products tier 1 tier 2 the description about the promotion detail Upload by Excel ^ + Manual Add Product								
SKU ID	Product	Download Empty Emplate ⊥ Upload excel Errors report	Current Sale Price √t	Current Stock J↑	actions↓				
< Previous 1 2 3	4 10 Next >	1/10 Go to Page Go			Items per page: 10 V				

How does it work?

- Download the template
- Re-upload the filled-up template (select which SKUs you want to use for your campaign)
- Check the Errors Report incase there are issues

Option 2: Manually select your products

Sku N	lame	Brand	Select Category 🔨	Search			
834	items can be selecte	ed at a time	Brands & Sellers Shown Cameras	oom	>	forest au 1st Level	toTest first category Cat
	SKU ID	Product	Chinese New Year Chinese New Year Old		> >	Baby & T Brands &	oddler Sellers Showroom
	110568023	LIVE Official Discount Product	Computers & Laptops Digital Goods Effortless Shopping		> > >		New Year New Year Old
	110569041	LIVED Cofficial Product	Fashion Fashion(inactive) Groceries		>	Digital Ge	ers & Laptops oods s Shopping
	110569042	LIVE LiveUp 60 day Free tria	Health & Beauty 0	0	>	Fashian	100
	211627002	silvia sms digital	144	144			9993
	212021001	#lazada test item title#	12	10			1098



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STRATEGIC GROUPING OF FLEXI COMBOS PRODUCTS

Do not lose a potential combo!

- Each checkout can only have one Flexi Combo Promo ID per Store applied
- Highest tier will be applied if customers qualify for >1 tier
- If promotion was "Buy 2 save 10%" & customer buys 3 products, only 2 products will enjoy the 10% discount

SELECT ALL (28 ITEM(S))	III DELETE	MOVE TO WISHLIST	Correction LiveUp Rebate	START FREE TRIAL
✓ David Jones >		Get Voucher ➤ Estimate Time 26 Mar	Enjoy 5% rebate, FREE and fast de with LiveUp	livery and more
Any 1, Save \$3.00;Any 2, Save \$6.00 on specified goods	\$92.00 \$140.00 -34% ♡ Ш	EDIT	Order Summary Subtotal (3 items) Shipping Fee Promotion	\$146.00 Free -\$6.00
 DAVIDJONES women handbag pu leather female crossbody bag large lady plain shoulder bag girl David Jones, Yellow 	\$48.00 \$60.00 -20% ♡ Ⅲ	- 1 +	Enter Voucher Code Total	APPLY \$140.00 ST included, where applicable



- Observe your customers' buying pattern & better group products for a more effective combo
- Create combo that are applicable storewide, with minimum spend of 1.2
 1.5x of the basket size & different tiers



STACK PROMOTIONAL TOOLS



Customer purchase	Product A	Product A + B	Product A + B + C
Flexi Combo	-	Buy 2, RM5 off	Buy 2, RM5 off
Voucher	-	-	RM10 off, min spend RM70
Total	RM50	RM50 + RM15 = RM65	RM50 + RM15 + RM20 = RM85
Price paid by Customer	RM50	RM65 - <mark>RM5</mark> = RM60	RM85 - <mark>RM5</mark> - <mark>RM10</mark> = RM70



• Flexi Combo can stack with other tools such as Campaign, Voucher & Free Shipping in this order: Campaign > Flexi Combo > Voucher > Free Shipping

• Know your average basket size to set your min purchase orders for promo tools



TAKE CONTROL OF CUSTOMERS' RETURNS

Scenario:

- 1. Flexi Combo Mechanic: Buy 3 get RM10 off
- 2. Customer purchased: 6 products (2 sets of Flexi Combo) & wants to return 1 product due to defect

If you are not using Direct Return To Merchant

1. All products tied to the same Promo ID must be returned (i.e. Customer to return all 6 products)

If you are using Direct Return To Merchant

Seller may reach a consensus with Customer to...

- 1. Do a partial refund & customer to send product back
- 2. Do a partial refund & allow customer to keep product
- 3. Reject the return issue will escalate to Dispute team
- If Dispute team's conclusion is for customer to return, all 6 products must be returned



Ensure all your combo products are in good condition before sending them out



USE BUSINESS ADVISOR FOR AN EFFECTIVE COMBO

Check out Products with "Low Conversion Rate" or "Not Selling" to determine which products you can combine or offer free gifts. Go to Business Advisor > Product > Diagnosis

Itime Ranking	Price Uncompetitive (12)	Short of Stock (0)	Rever	nue Dropping (2)	
nosis	Low Conversion Rate (5)	Not Selling (47)	High Revenue Loss (0)		
	Low Conversion Rate Average Conversion Rate in last 7 days is 30% (or Tip: Use Bundles, Vouchers, Free Shipping to Impro		SKUs in the same category)	ory. CR in Last 7D	00.0
		CR in Last 7D(Same Category)	CR in Last 7D	CR Gaj
			3.39%	1.46%	1.939
	April 1000000000000000000000000000000000000		2.76%	0.89%	1.879
	Section Sector		2.65%	0.95%	1.709

Compare the performance of your combo (ROI, basket size, guided sales), to decide which combo to extend validity/ increase tiering/ apply storewide. Go to Business Advisor > Promotion > Flexi Combo

Home > Business Advisor								
Business Advisor								
Dashboard Product	Traffic	romotion Servic	0					
🕀 Market	Overall Performa	nce			March (2019-03-01 ~)			31) < >
Voucher Free Shipping Flexi Combo	Revenue 2,226,809 vs Previous Day	Buyers 4,310 21.37%	⊘ 0,897 s Day 21.37% *	ROI 34.3% vs Previous Day	21.37% 🕇	Orders 14,310,897 vs Previous Day 21.37%	Revenue per 34.22 vs Previous Day	
	Revenue Buyer	rs ROI					Selected 3/	5 Reset
	Performance by Pr	omotion				All Promotions 🗸	Promotion Name	
	Revenue	Buyers	ROI	☑ Orders	Revenue		Selected 4/5 Res	
	Unit Sold	Basket Size	Basket Size	Citaria			Selected 4/5 Kes	æt
	Name	Condition	Valid Period 🗘		Revenue 🗘	Buyers 🖕	ROI 🗘	Order 🗘
	Promomtion 111	Buy 3, 20% Off	2019-01-16 - 2019-0	1–18	123,123	123,123	123,123	123,123
	Promomtion 111	Buy 3, 20% Off	2019-01-16 - 2019-01	1–18	123,123	123,123	123,123	123,123
	Promomtion 111	Buy 3, 20% Off	2019-01-16 - 2019-01	1–18	123,123	123,123	123,123	123,123





NEXT STEPS

1. Decide which SKUs to be grouped together for Flexi Combo

2. Create your Flexi Combos

3. Check your Flexi Combo performance!

Click here to do it Now!

Click here to do it Now!

Click here to do it Now!











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