Designing a Successful Customer Loyalty Program

Inspire loyalty, inspire success.

Looking for better ways to maintain relationships with your current customers or create new relationships with prospective customers? A customer loyalty program can grow long-term brand loyalty, leveraging unique gamification techniques and tiered creative marketing programs. It's all a matter of asking the right questions.

Why do I need a Customer Loyalty Program?

- Maintain and strengthen relationships with current customers
- Build new relationships with prospective customers
- Grow long-term loyalty for your brand
- Promote repetitive purchasing behavior from customers
- Generate incremental sales
- Transform your company into a "preferred" supplier
- Build a robust and comprehensive customer database which can be utilized in future marketing efforts

How do I choose the right Customer Loyalty Program?

When choosing a program to implement, you must have a clear understanding of:

Your program objectives and goals What customer behavior(s) do you want to encourage and incentivize? Your audience Who are your customers and what will motivate them so that your program objectives/goals are achieved?

Your budget This can be a fixed amount or set as a percentage of

or set as a percentage of projected gross margin or sales

How does a Customer Loyalty Program work?



Identify the customer behavior(s) you want to reward: frequent purchases, specific purchases (by SKU, product line, etc.), providing feedback



Communicate regularly and with consistent messaging



Update participants regularly on their program status (i.e. point balance)



Incentivize participants with rewards that will resonate (surveys and redemption pattern analysis can provide this data)



Analyze results and modify the program on an on-going basis to ensure continued engagement and success



What are the necessary components for my Customer Loyalty Program success?

Communicate clearly and often

The most innovative program in the world will fail without effective marketing and communication Make it easy Your customers should feel that the program is rewarding them for behaviors they would be performing anyway

Keep your

program fresh

Rewards and messaging

should be updated often

Include unique gamification techniques And/or promotions to keep your program top-of-mind and build excitement.

Be in it for the long haul

Commit to your program for the long term. Gaining customer loyalty on a large scale can take a while – but it is well worth the wait!





Founded in 1980, **HMI Performance Incentives** is a global leader in designing and implementing effective incentive strategies. We partner with you to create programs that increase sales and market share, accelerate customers' purchase frequency, strengthen brand loyalty, support product launches, differentiate channel strategies, and drive customer/employee engagement.

Ready to go? We're here to help.

Visit us online at: www.hmiaward.com

Email us at: info@hmiaward.com Call us toll-free at: 800.343.4034