

FOUNDATION FOR FRATERNAL EXCELLENCE

Seminar

Donor Engagement

Eric Kerstetter Delta Chi, Auburn 00' Chief Revenue Officer – Drummond

Discussion Topics

- Introduction
- Consumer Insights
- Finding The Donors
- Trends in Direct Mail





About Drummond

Our Core Values: IREAD



About Drummond

We combine service excellence + innovation with capability + capacity.

Growth through 5 strategic acquisitions in the last 10 years.

Jacksonville, FL (HQ)

Jacksonville North

Atlanta, GA

Doraville, GA

Decatur, GA

Detroit, MI

Drummond

Certifications

- Data Security
 - ISO 27001
 - HIPAA Type 2
 - SOC 2 Type 2



Production Certification
ISO 9001



- Color Certification
 - G7 Master
 - Color Cert



- Mail Certification
 - Highest Designation outside USPS



Who We Serve Industry Verticals





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Consumer Insight

Consumer Insight

For this State of Direct Mail Consumer Insights Report, we partnered with Comperemedia to interview **2,111 US consumers** age 18+ to understand their usage of, attitudes toward, and preferences around direct mail. These insights are invaluable for marketers looking to breakthrough the digital marketing noise and engage customers with intelligent direct mail to drive revenue and ROI.

Read on to get all the key findings and actionable insights in this groundbreaking report.

62% of consumers say direct mail has inspired them to take action



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Methodology 2,111

US consumers age 18+ were interviewed.

Respondents were nationally representative of age, gender, income, ethnicity and region.



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Respondents answered a 15-minute online survey with **~50 questions** and open-ended follow-ups. Among other questions, respondents were asked a series of questions around their preferences and satisfaction related to direct mail and within four specific sectors:

Financial Services, Healthcare, Retail & Local Business

Key Findings & Actionable Insights010203

72% of consumers read direct mail **immediately** or the same day they bring it inside their residence

04

Half of consumers sometimes or often share direct mail with friends and family



FOUNDATION FOR FRATERNAL EXCELLENCE For brands consumers do not know, direct mail is the preferred channel of communication with 44% of respondents selecting this channel

05

Offers and promotions are key motivators for existing customers to take action 62% of consumers say direct mail has inspired them to take action

06

The majority of consumers **still opt to receive some paper statements** from brands

Key Finding 1

72%

of consumers read direct mail immediately or the same day they bring it inside their residence





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Q: What do you typically do with direct mail you receive from any brand? (Select one response.) / How long do you typically keep direct mail from any brand? (Select one response.)



Regularly read direct mail either **immediately**, the same day or at a later time



Keep direct mail for less than two days

ACTIONABLE INSIGHT

With the majority of consumers opening direct mail immediately, you should invest in triggered omnichannel campaigns based on mail delivery date. Coordinate emails to go out the day after the direct mail arrives or an email to look out for a promotion that's on the way.



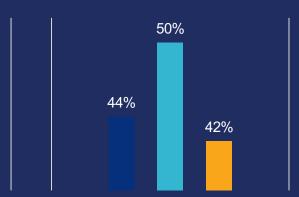
Key Finding 2 44% of respondents aged 18-34 agree direct mail is an important way for brands to build relationships with them

18-34

44%

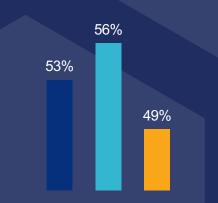
ACTIONABLE INSIGHT

Direct mail is an excellent channel for new customer acquisition to build awareness and loyalty. Invest in new customer acquisition campaigns and ongoing retention campaigns to grow CLTV and ROI.



Receiving direct mail from a brand feels more important than receiving an email from a brand

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Direct mail attitudes

I expect direct mail I receive from brands will be personalized for me in some way

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Base: n by Age = 545 | 68 Q: Take a moment to cons with each. (Select one per



51%

35-54

53%

55+

I am often introduced to new brands via direct mail

Direct mail is an important

51%

44%

50%

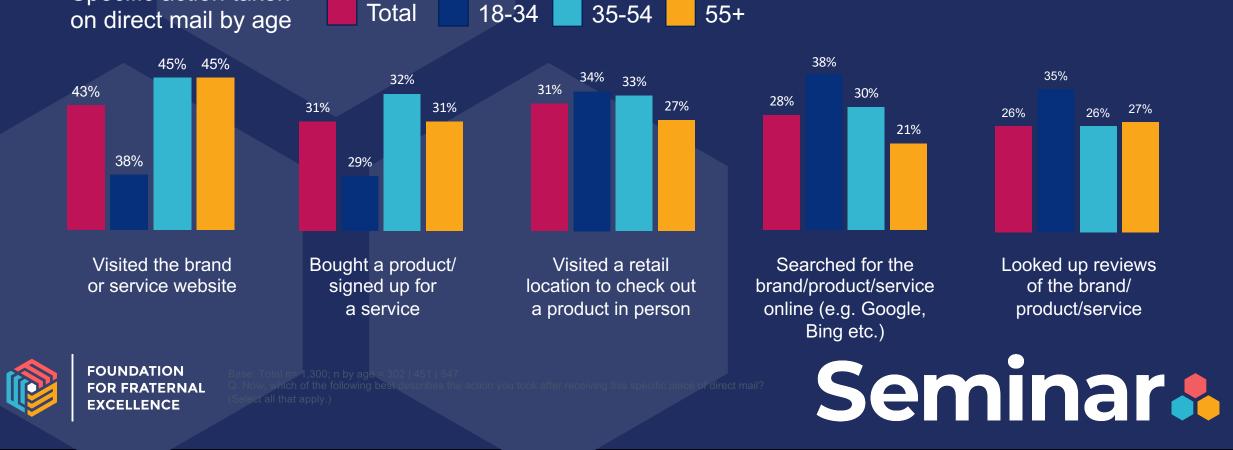
Direct mail is an important way for brands to build relationships with me

Key Finding 3 62% of consumers say direct mail has inspired them to take action

Specific action taken

ACTIONABLE INSIGHT

Because consumers most often visit a brand website after receiving a direct mail piece, ensure every touchpoint in your campaign has consistent visuals and message match to create an engaging customer experience optimized for conversion.



Key Finding 4 64% Offers and promotions are key motivators for all customers



Offer or promotion caught my eye

Was already interested in brand/product/service

Piece was personalized to me

Found the piece particularly creative

Someone I know recently purchased from brand and recommended me

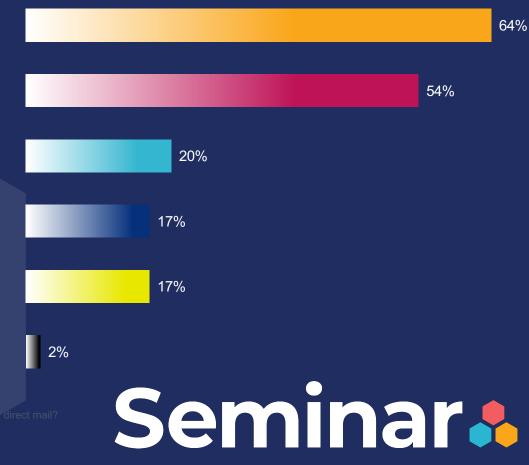
Other

describes the action you took after receiving this specific piece of direct mail?

ACTIONABLE INSIGHT

Create personalized offers based on purchase history to stand out from digital noise and motivate consumers to convert.

What part/aspect made you take action?





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Key Finding 5 51% of consumers sometimes or often share direct mail with friends and family

30% of consumers say they would take action on a direct Mail piece if someone I know had recently purchased from this brand and recommended them to me.

Frequency of sharing direct mail with friends and family

Sometimes 40%	
Rarely 28%	
Never 22%	
Often 11%	

Of the 78% who reported sharing direct mail with friends and family:



ACTIONABLE INSIGHT

Leverage the shareability and virality of direct mail by including additional promo codes or offers to share.



Base: Total n=2,111 Q: How often do you share direct mail pieces or offers with your friends or family? (Select one response.) Base: Total N=1,655 Q: You mentioned you share direct mail pieces or offers with your friends and family. What specific direct mail pieces or offers have you shared in the past? Please use specific examples when possible. (Please briefly describe.) Base: Total n=2,111 Q: Imagine you were bringing in a piece of direct mail into your residence. Which of the following elements of a direct mail piece would inspire you to take action? (Select all that apply.) Key Finding 6 70% of consumers opt to receive at least some paper statements from brands

30%

have opted into paperless statements for every brand that offers it. Offer the option to go paperless to support

ACTIONABLE INSIGHT

sustainability initiatives and be ecoconscious but give consumers options to provide the best customer experience.

Nearly three-fourths (72%) of 18-24 year olds report they still receive at least some paper statements from brands, with 17% reporting they have not opted in to paperless for any brand.



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Q: Which of the following statements best describes your relationship with paperless statements? (Select one response.)



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Demographic Insight

AGES 18-34

Consumers ages 18-34 are significantly more likely to prefer to receive letters and envelopes than those 35+

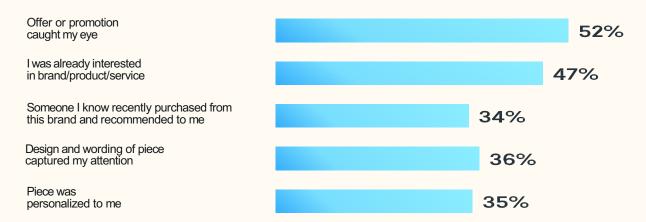
Those 18-34 are significantly more likely to prefer letters and envelopes than those 35+, potentially due to the information typically found in this format matching their life stage (e.g. credit card approvals, education information, etc.)





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Factors that inspire consumer action



Base: n by Age = 565 | 696 | 850 | Q: Which of the following direct mail formats do you prefer to receive from brands you already have a relationship with? (Select all that apply.) Base: Total n=2,111 | Q: Imagine you were brining in a piece of direct mail into your residence. Which of the following elements of a direct mail piece would inspire you to take action?

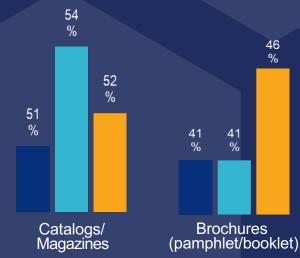


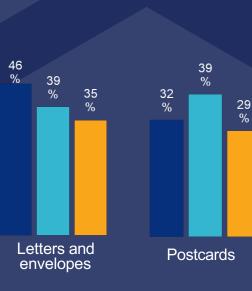
AGES 35-54

Those aged 35-54 are more interested in postcards than other age groups, likely due to being time-starved

Catalogs and magazines are of top interest among all age groups.

Direct mail formats from brands with relationship by age





35-54

18-34

55+



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Base: Total n= 565 | 696 | 850 Q: Which of the following direct mail formats do you prefer to receive from brands you already have a relationship with? (Select all that apply.)



AGES 35+

Consumers 35+ are more likely to engage with direct mailpieces from brands they have a relationship with than their younger counterparts

Consumers 35+ are significantly more likely to report that they are very or somewhat likely to engage with direct mailpieces from brands they have a relationship with compared to 18-34year old consumers.



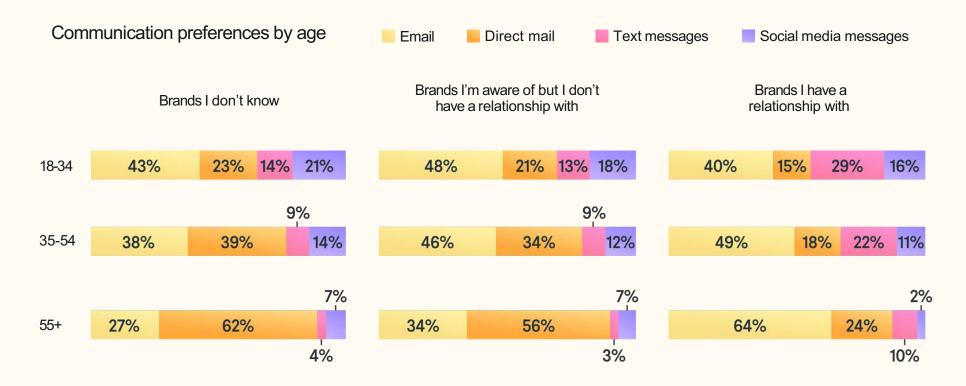
50%

of consumers age 35-54 agree that receiving direct mail from a brand feels more important than receiving an email from a brand.

Base: n by Age = 545 | 684 | 845 | Q: Take a moment to consider the statements listed below. Please state the extent to which you agree or disagree with each. (Select one per row.) Base: n by Age = 565 | 696 | 850 | Q: Please indicate how likely you are to engage with direct mail pieces from the following. (Select one for each row.)

AGES 55+

Older consumers (55+) are significantly more likely to prefer communications via direct mail from all brand types compared to younger consumers



Base: n by Age = 565 | 696 | 850 Q: Which of the following types of communication do you most prefer to receive from brands you don't know/brands you know, but don't have a relationship with/brands you have a relationship with? (Select one response.)

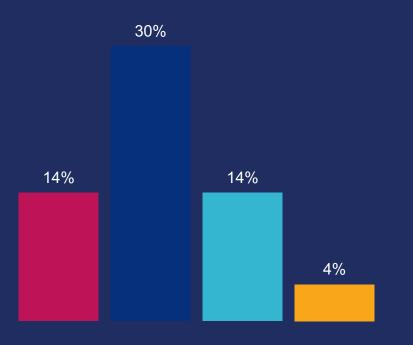
64%

of those 55+ report direct mail overall has inspired them to take action, with offers and promotions most important to this age segment



Direct mail has inspired action in...









Base: Total n = 2,111; n by Age = 565 | 696 | 8

Q: Has any piece of direct mail ever inspired you to take some kind of action? Action can include searching for the brand online, visiting a brand website, checking the brand's social media, looking up reviews of the brand/product, buying a product, or visiting a brand location. (Select one response.)



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How consumers act on direct mail

62% of consumers report direct mail has inspired them to take action

A majority of consumers visit the brand or service website directly and **50%** search for the brand/product/service online. This is true across the four sectors analyzed, with most consumers likely to visit the brand or service website.



Base: Total n=2,11'

Q: Has any piece of direct mail ever inspired you to take some kind of action? (Select one response.) / What do you typically do with direct mail you receive from any brand? (Select one response.) / How long do you typically keep direct mail from any brand? (Select one response.) / Q: Imagine you were bringing in a piece of direct mail into your residence. Which of the following elements of a direct mail piece would inspire you to take action?(Select all that apply.)



Regularly read their direct mail either immediately, the same day or at a later time

Only 15% of consumers rarely read direct mail and typically recycle or throw it away.



of consumers overall would be inspired by offers or promotions that catch their eye

Consumers are also inspired if they are already interested in a product/service. Images of an item/brand/service that consumers have previously purchased are most appealing, suggesting that while direct mail can be used at the beginning of the marketing funnel, it can also be used as a tool for re-contacting or re-engaging consumers.

Direct mail drives store visits when consumers are looking to learn more about brands

Method to learn more about a brand from direct mail



Visit store, if they have one

27%

Use a search engine

16% **Generic URL**

9% QR code





Personalized URL

9% Phone number

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Base: Total n = 2.111

Q: Imagine you received a piece of direct mail from a brand you are interested in and want to learn more. Which of the following methods would you be most likely to use to get more

Offers are the most important factor in consumers reading a direct mailpiece

Likelihood to open/read from brand interested if...

Your first and last name

51%

A local event or location

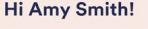
60%

Name of an item you recently purchased or viewed online

58%

Image of an item you recently purchased or viewed online

59%



Our New York City store is now open.

Scan for our 20% off deal

Glow.com/nycdeals22



Modern accent chair **\$200**





WITH **10%** OFF YOUR NEXT PURCHASE

summer, Sam!

+ summer promotion of free delivery and installation

Single offer or promotion

72%

QR code

Personalized URL

Your first name

Multiple offers or promotions

73%



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Q: Imagine you receive a piece of direct mail from a brand you open/read this piece of mail if it had the following included?

Glow 4

Beauty

Consumers most commonly visit a brand website after receiving a direct mailpiece

Specific action taken on direct mail by age

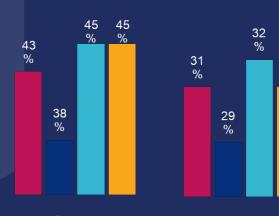
Total

18-34

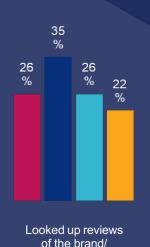
35-54

55+

Base: Total n = 1,300; n by Age = 302 | 451 | 547 Q: Now, which of the following best describes the action you took after receiving this specif piece of direct mail? (Select all that apply.)



Visited the brand or service website



product/service

Bought a product/ signed up for a service



31

%

Visited another website looking for the product or service advertised



34

%

Visited a retail

location to check out

a product in person

27

%

15

%

19

%

5%

31

%

33

%

27

%

Searched for the brar

38

%

28

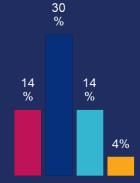
%

30

%

21 %

Searched for the brand/ product/service online (e.g. Google, Bing etc.)



Checked other social media to gauge others' thoughts on the brand/product /service

Half (52%) of consumers expect direct mail to be personalized

Direct mail attitudes

I expect direct mail I receive from brands will be personalized for me in some way

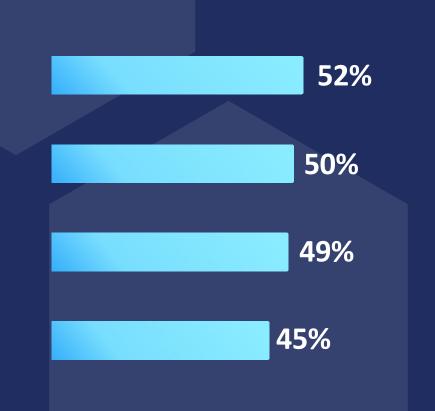
I am often introduced to new brands via direct mail

Direct mail is an important way for brands to build relationships with me

Receiving direct mail from a brand feels more important than receiving an email from a brand



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ents listed below. Please state the extent to which you ag



49% feel it's an important way for brands to build relationships

Half of consumers sometimes or often share direct mail with friends and family

Frequency of sharing direct mail with friends and family



Base: Total n=2,111 Q: How often do you share direct mail pieces or offers with your friends or family? (Select one response.)

Base: Total N=1,655

Q: You mentioned you share direct mail pieces or offers with your friends and family. What specific direct mail pieces or offers have you shared in the past? Please use specific examples when possible. (Please briefly describe.)



What pieces of direct mail were shared?

32%

13%

shared coupons

shared discounts/ promotions



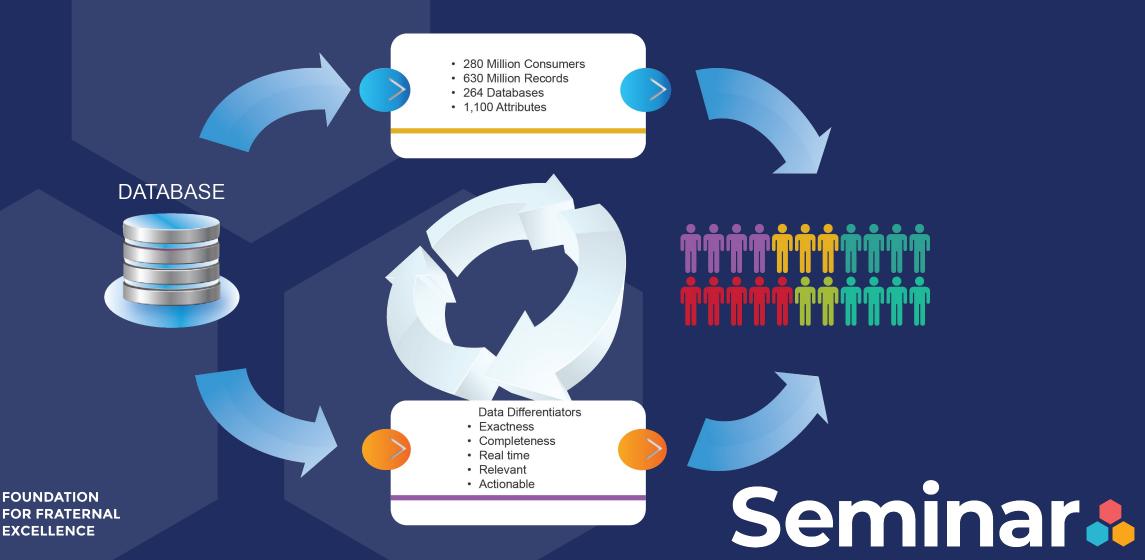
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Finding The Donors

Intelligent Data



Compiled vs Source Data





- Exact Income
- Exact Ethnicity Exact Address

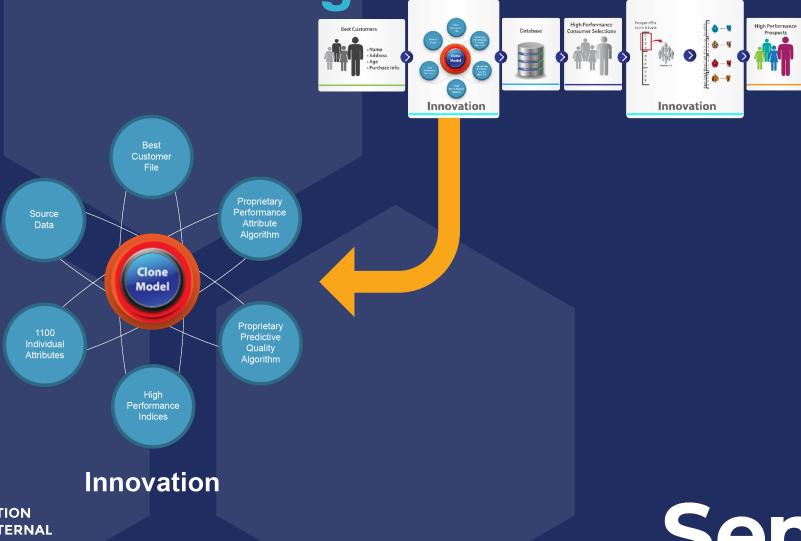
- 264 Databases Transactions
- County Records







Clone Modeling



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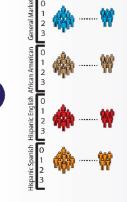
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Clone Modeling





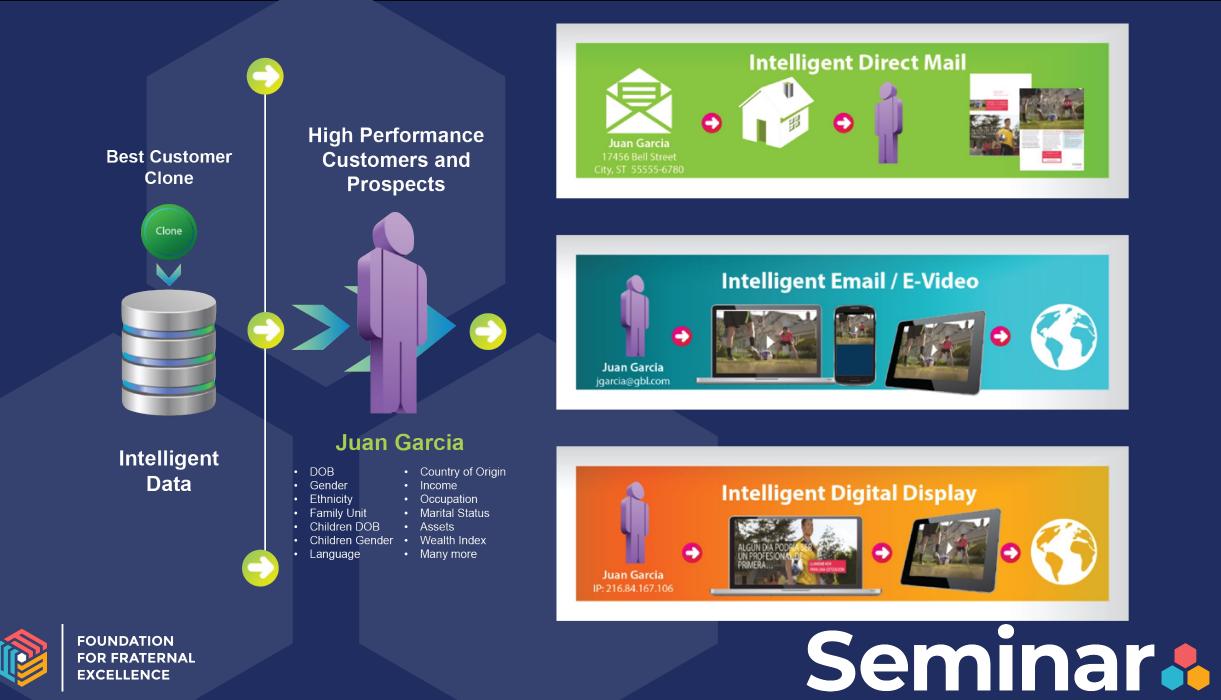




Innovation









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Trends in Print

Direct Mail Delivers

Sources: DMA, inkit.io, USPS Marketer's Guide, Data Targeting Solutions

- Direct mail household response rate is 9%
 - •Compared to .6% email, .6% paid search, .2% online display, .4% social media
- Direct mail median household return on investment is **29%**
 - Compared to 12% email, 23% paid search, 16% online display, 30% social media
- The average response rate for direct mail sent to previous customers is **18.4%**
- The response rate for direct mail among people aged 18-21 years old is 12.4%

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- 77% of Millennials pay attention to direct mail advertising
- 90% of Millennials think direct mail advertising is reliable
- 57% have made purchases based on direct mail offers
- 87% of Millennials like receiving direct mail



Direct Mail Delivers

- Integrated Campaigns Drive Better Results
 - Adding a person's name and full color in the direct mail campaign can increase response by 135%
 - Direct mail with digital ads yield **28%** higher conversion rate
 - Marketing campaigns that used direct mail and one or more digital media experienced 118% lift in response rate
 - 60% of Millennials expect consistent brand experiences across channels
 - Direct mail boosted ROI by 20% when it was part of an integrated campaign





Facts on Combining Digital & Print

The Goals for Coordinating Digital and Direct Mail According to marketing decision-makers

EXCELLENCE



— **1983** Near Field Communication

- **1990** Augmented Reality

1968

Virtual Reality

1994 QR Codes

- 2014 Retargeted Direct Mail

- 2016 Informed Delivery®

- 2017 Informed Delivery® 40% conversion rates when digital and direct mail are combined³

68% of marketing respondents said combining digital and direct mail increased website visits⁴

cof marketing respondents said combining digital and direct mail increases ROM



Digital & Direct Mail

Where Digital & Direct Mail Coordination Was Most Effective

According to Marketing Decision Makers





o deration

52% Transaction







FOUNDATION FOR FRATERNAL EXCELLENCE Myth Direct mail only penetrates the upper marketing funnel.

Fact

In our survey, marketing respondents found direct mail to be effective across the entire customer journey.



Increased website visits

63% Increased response rate



Increased ROI

53% Increased leads



39% Increased traffic to a physical store or business location



11% Increased downloads

Myth Direct mail is ineffective at driving digital actions.

Fact

Seminar.

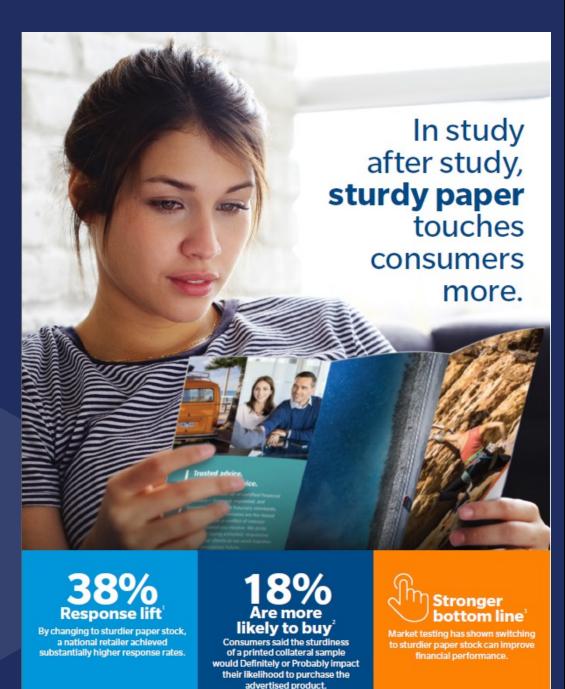
Direct mail that's more dynamic drives website visits, increases digital response rates, lead generation & ROI.

The Basics – Paper

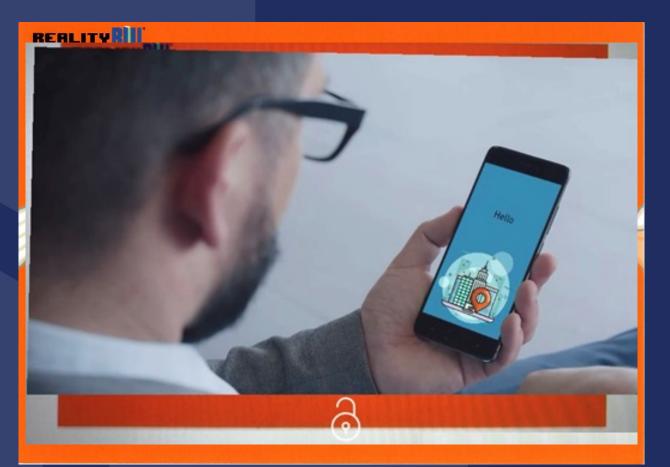
- Optional heavier weights, differentiates from similar mail pieces
 - 12, 14 & 16pt stocks available







Augmented Reality







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Static QR Code

- Enabling Cross Media Campaign
- Redirects to set URL
- Ability track engagement via Google Analytics





Access Highlights of Your Personal Giving History

Use the camera on your mobile device to capture this personalized QR code. It is a link to a personal page (PURL) showing some highlights of your giving history to the Delta Chi Educational Foundation.



DCEF Annual Membership Meeting -Just Brotherhood

> June 10-13, 2021 in Lexington, Kentucky @ The Lexington Marriott City Center Hotel

Register your attendance: https://bit.ly/DCEFevent

June 13 – Sunday: Depart • Sendoff Breakfast 7:30-9:00ar

All Donors are invited to attend the weekend

stivities, including Friday night's Donor Derby oting Members (\$200+ lifetime) should attend

the Membership Meeting on Saturday morning

mentary Trustee Society Experience in conjunct with the Donor Derby on Friday night.

The Dolta Chi Educational Foundation is housing its 2021 Armund Membership Meeting 6 Sammar A Manual Ramino In Location, Lacatacoy D Fan Locategoto Marriolt City Center this summer: Janes 10–13. Designed more as an alumni reunion, die weekend's festivities are designed to beio kery, full of opportunities to enhance your Brotherhood experience, and minimal structured programming. We will be offering the 3rd Annual Trates Society Experience on Friday night to all Trates.

If you haven't made plans yet to attend, there's still time and we hope you



KNIGHT ERRANT



Seminar.

Captain of Industry -Chip Merlin

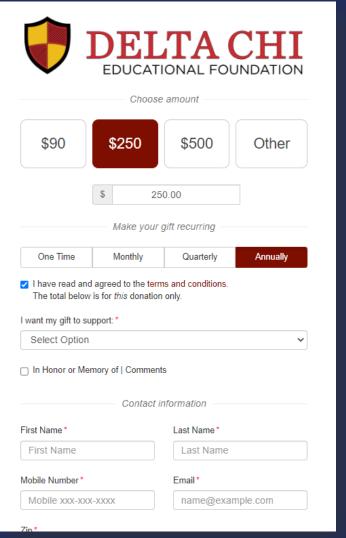
Virtual "A"s Academy

Foundation Annual Report



Static Microsite

- Able to initiate immediate action
- Ability to track the number of clicks to the site







Personalized QR Codes

- Enabling Cross Media Campaign
- Redirects to personalized microsite
- Ability track engagement via Google Analytics at the individual piece



DCEE International Headquarte 3845 N. Meridian St. Indianapolis, IN 46208

dcef com



STOP - LOOK! This isn't your ordinary QR code. THIS is your Personal URL (PURL) and it shows your personal giving history. This dynamic link has been customized just for you! Hold your phone camera over the corners, then follow the link that pops up. Enjoy! Thank you

In 2016, an ende

protect what they lo

will - it's an essenti:

and protect the peop

or less, at no personal cost.

about. Scan the QR code to the right to use this

free will-writing tool to get started in 20 minu

62nd International **Delta Chi Convention** July 27-31, 2022

Hvatt Regency St. Louis at the Arch - St. Louis, M

The Board of Directors of the Delta Chi Educationa Foundation proudly invites you and your family to attend the 62" International Delta Chi Fraternity Convention in St. Louis, Missouri, July 27-31, 2022 The Trustee Society Experience, Gateway to the West orting Clays Shoot & Reception at Strathalbyn Farms Club will be held Friday afternoon, July 29, and is open to all donors having given \$1,000+ annually to the General Fund. The Annual Membership Meetin will be held on Saturday, July 30, open to all; Donor having given \$200+ lifetime are Voting Members of the Foundation. Cap-off your experience at the forma Closing Banquet and awards ceremony on Saturday night

www.deltachi.org/conventi



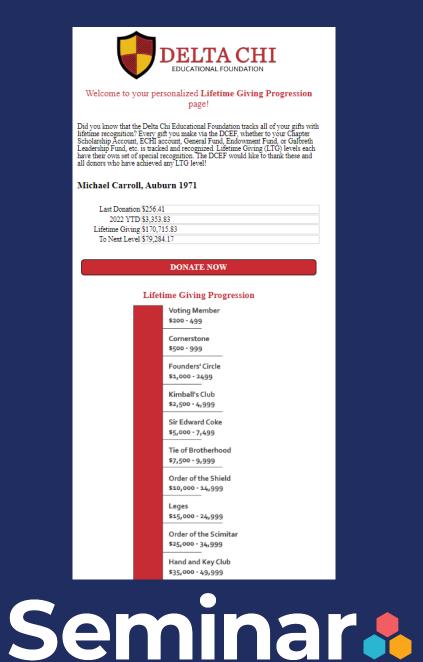
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pURL Landing Page

- Ability to target at the individual level
- Provide localized content, that is likely already available
- Track click through rates, provide individual donor information





Personal URL Microsites



Secure Each domain is secure and encrypted with our recapture pixel for audience



Responsive

Each site is responsive to all devices.



Personalized to Each Visitor Visitors will enjoy a personalized greeting and details specific to them.



Fully trackable

Every visitor is tracked once they hit the microsite to identify products of interest.



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Retargeted Direct Mail / Reverse Append

- Organizations install Pixel on sites to track business rules
 - Cart Abandonment
 - Track inquiries



Digital Interaction





Digital Interaction or In-store Action





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Surveys Says

DM Piece Sent



65% of marketing respondents reported an increase in **website traffic**⁴



47% of marketing respondents reported an increase in **conversions**⁴

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Campaign Alignment





Direct Mail – Enabling Personalization

- Leverage customer data to drive personalized messages:
 - Message
 - Images
 - Offer



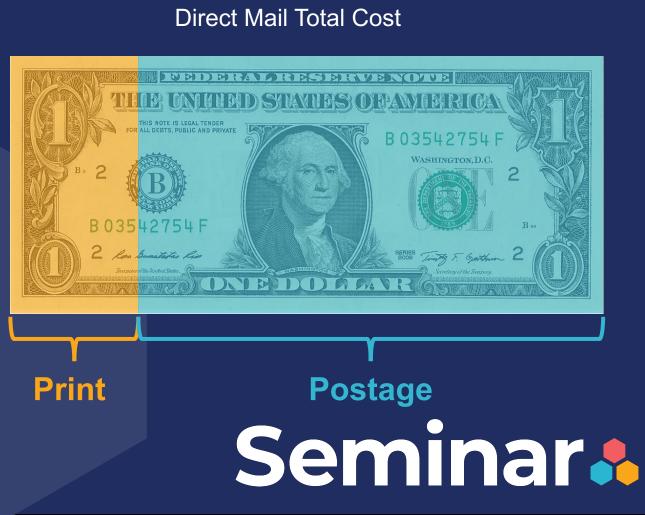
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Direct Mail – Total Cost

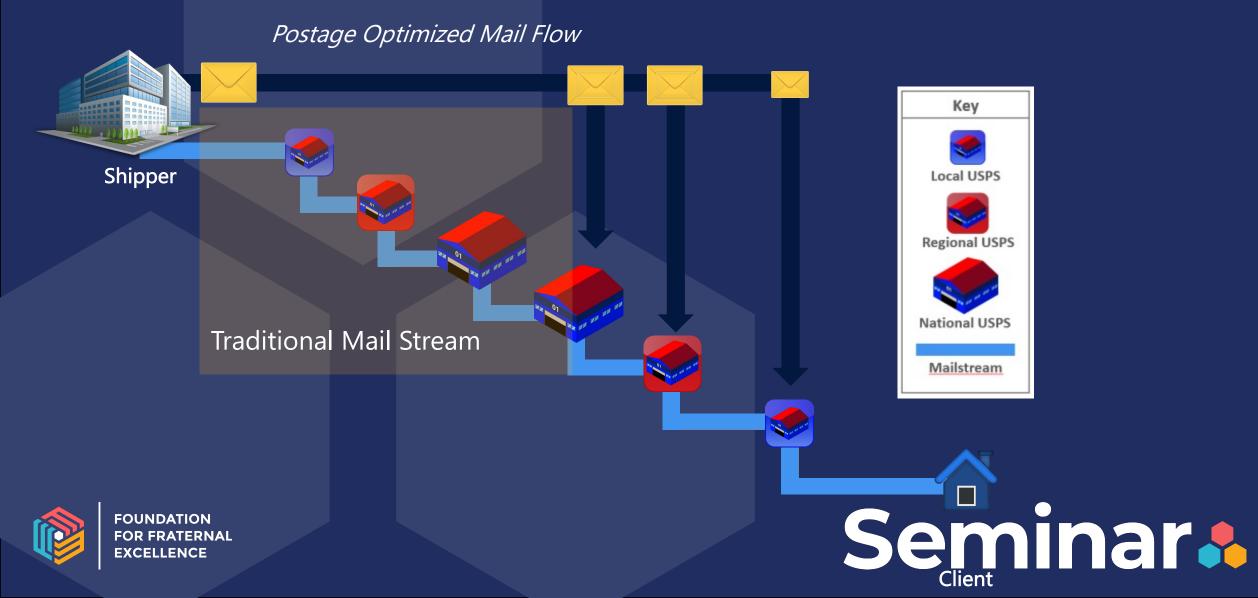
- Direct mail is broken down into two components:
 - Print

- Postage
- Print equates to ~20%
- Postage equates to ~80%





Direct Mail – Point of Entry



Informed Delivery by USPS

- Daily preview of their mail, showing exterior images of letter-size mail pieces
- In preview, customers also can access digital ride-along content associated with the direct mail campaign.



