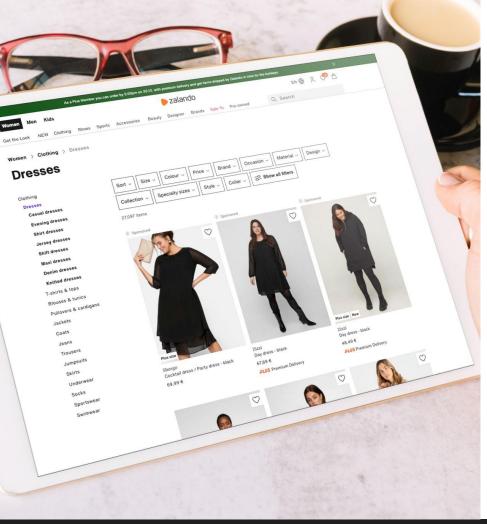
Zalando Marketing Services

ZMS Ad Manager

New: Budget Pacing BETA



Agenda

- 01 Introduction: Budget Pacing
- 02 Benefits
- 03 **Tips:** Best Practices & FAQs



01. Introduction New 'Budget Pacing' in ZMS Ad Manager



New: Budget Pacing Beta

Budget pacing allows you to adjust (i.e. increase or decrease) the daily amount of budget pushed by the campaign.

Oi budt		
Campaign budget —	Spent € 10	00.00 (i) Out of € 1,0
€ 1000		
Budget pacing (i)		
Accelerate or slow down your spending while you	our campaign is live to me	eet your campaign goals
Pacing factor ————————————————————————————————————	Estimated daily s	pend with pacing
	Estimated daily sp	
	+200%	
% 0	+200%	
	+200%	
% 0 Avg. daily +50% +100% +150% +200% Keep spending evenly throughout your	+200%	
-50% Avg dally +50% +100% +150% +200% Keep spending evenly throughout your campaign's duration.	+200%	
% 0 Avg. daily +50% +100% +150% +200% Keep spending evenly throughout your	+200%	

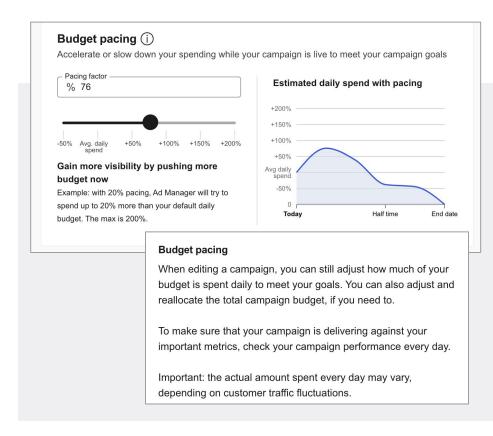
The budget pacing feature is available in **the Campaign Edit flow** for Sponsored Product campaigns for both **Country Budget & Global Budget** campaigns .



What are the benefits of Budget Pacing Beta?

✓ Greater control over your campaign, aligning towards your marketing objectives.

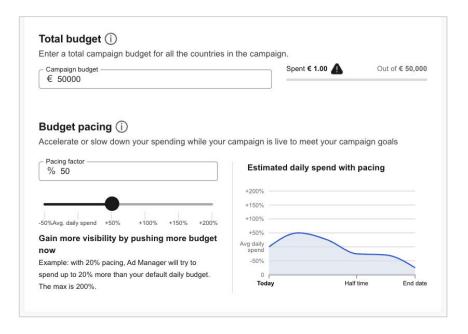
- ✓ Enhanced investment steering to effectively respond to changing market conditions and campaign goals.
- ✓ Streamline and optimise budget spending more efficiently across campaign lifetime.





How to leverage Budget Pacing Beta?

By default the budget is distributed uniformly across the campaign lifetime. With Budget Pacing feature, you gain the ability to adjust the campaign budget pushed on a daily basis.



Good to know:

- The pacing can be adjusted from -50% (i.e. half of the avg. daily spent) to +200% (i.e. 3x times of the avg. daily spent).
- Example: If on an average a campaign is pushing 100 Euros per day, on increasing the pacing to +50%, campaign will push 150 Euros per day, aiming to gain extra visibility.
- Also when applying decreased pacing, please ensure a minimum daily budget of 20 EUR per market, to avoid negative performance effects.



Getting started with Budget Pacing Beta

1. Assess your campaign goals and objectives

Are you primarily focused on maximizing visibility, increasing conversions, controlling costs, or achieving a specific RoAS?

2. Review past campaign data and performance

- Analyze reporting data focusing on how well your campaign align against your objective.
- Pay attention to performance fluctuations, peak periods, and any links between pacing adjustments and campaign results.

3. Increase or decrease the budget pacing

Gradually increase or decrease the budget pacing tuner input in either direction as per your requirement.

For instance, If you want to achieve a higher daily budget spend and raise visibility, elevate the budget pacing by the necessary percentage, thereby prompting the campaign to push more budget. Alternatively, if the campaign is currently experiencing a period of low seasonality and you intend to conserve budget for later, reduce the pacing to allocate less budget.

4. Continuously monitor the campaign's performance and make adjustments as necessary



When to apply Budget Pacing Beta?

Increase Budget Pacing sample use case:

- → Anticipated high seasonality/limited time offers opportunity to capture increase in demand
- → New product launch to gain more visibility initially
- → For campaigns with high RoAS but low spending

Decrease Budget Pacing sample use case:

- → Budget constraints
- → Catering for low performing periods
 - Low quality period like low CVRs or high CPCs



FAQs

Question	Answer
How to access this feature?	The budget pacing feature is available in Campaign Edit flow for Sponsored Product Ads campaigns for both Country Budget & Global Budget campaigns. The budget pacing will be applied to all the countries within that campaign.
What is referred by average daily spent?	It refers to how much budget (on average) is pushed at a daily level. By default, the total campaign budget is spent uniformly throughout the campaign lifetime, which is referred to as average daily spent, with certain variations accounting for customer traffic fluctuations e.g. higher budget over weekends.
Will using this feature affect the 'Total Budget'?	The total campaign budget remains unchanged. However, the campaign's spending rate throughout its duration will be adjusted from the default uniform distribution (avg. daily spent). i.e. If you increase budget pacing, the campaign will push more budget initially and slow down as campaign progresses, & vice versa. Independently, you still have the flexibility to modify the total campaign based on overall performance.
What is the timeframe required for the campaign to apply budget pacing changes?	The campaign adjusts the pacing/budget pushed in real-time. However it may take time for Sponsored Products Ads to drive further customer interactions & sales, therefore it is recommended to monitor the campaign performance for the next 2-3 days before implementing additional modifications.

