

The Effects of facebook Communication on Brand Perception

Case Study: Facebook Account Veltins



15 March 2011

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Objectives of our Case Study



The impact of facebook Communication on Brand Perception - Example Beer Brand

- Overall: How does this type of web-based communication affect the perception of a brand?
- Does a facebook account generate brand sympathy or brand affinity?
- Does it generate additional buying intention?
- Does it influence the perception of a brand's functional and emotional benefits?
- Does success (impact and influence) depend on the degree of affinity a customer already has?



Study Design

Research Design (2)



Before

Evaluation of 10 different beer brands incl. Veltins

General behaviour and habits concerning online

Contact with Stimulus

Here: Facebook Account "Veltins Design Bottle"

- Using "Like" Button for a period of 3 weeks
- ➤ Receiving 22 Posts within 3 weeks



After

Evaluation of 10 different beer brands incl. Veltins

Evaluation of Veltins' Facebook Account

First step

Second step

Third step

Details



Recruiting: via Online Access Panel

■ Fieldwork: 13.01. – 21.01. (Before)

04.02. – 22.02. (After)

Sample Size: n=160 (Before)

n=100 (After)

Length of questionnaire: 12 Minutes

Target Group 100% Consumer of beer or beer-mix

100% No reactance regarding Veltins

100% Own Facebook Account

Number of Posts22 in 3 weeks

Test Stimulus: FB Account - Veltins (Design Bottle)





Two examples for Veltins Posts During Our Test



Veltins does not talk too much about drinking beer...



VELTINS

WOW... Portraits von Jimi Hendrix, John Lennon & Co., gestaltet aus alten Kassettenbändern (Cassette Tape Art)! We Like!



Ghost in the Machine - a set on Flickr www.flickr.com

Flickr is almost certainly the best online photo management and sharing application in the world. Show off your favorite photos and videos to the world, securely and privately show content to your friends and family, or blog the photos and videos you take with a cameraphone.

16 February at 08:42 * Share

🖒 35 people like this.

View all 8 comments



Sebastian Libuda Ich kann viel...und nicht Alles ;)

16 February at 11:08



VELTINS

Und als kleine Valentins-Überraschung dürfen unsere Berliner und Hamburger Fans ihre(n) Liebste(n) heute Abend mit einem bloomsburys Dinner im Wert von 50 Euro beglücken! Bestellt werden kann bei den besten Restaurants der Stadt, geliefert wird frei Haus! Also, wer möchte seinem Schatz was Gutes tun? Wir verlosen jeweils einen Gutschein im Wert von 50 Euro pro Stadt unter allen Kommentaren bis 19.00 Uhr:)



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Lieferservice für die beliebtesten Restaurants in Berlin und Hamburg. Sie wählen aus Ihren Lieblingsrestaurants, wir liefern.

¶ 14 February at 17:25 ° Share

Veltins features: "Cassette Tape Art" on Flickr

Valentines-Surprise:
Win a dinner with
your sweetheart



Results Part I:

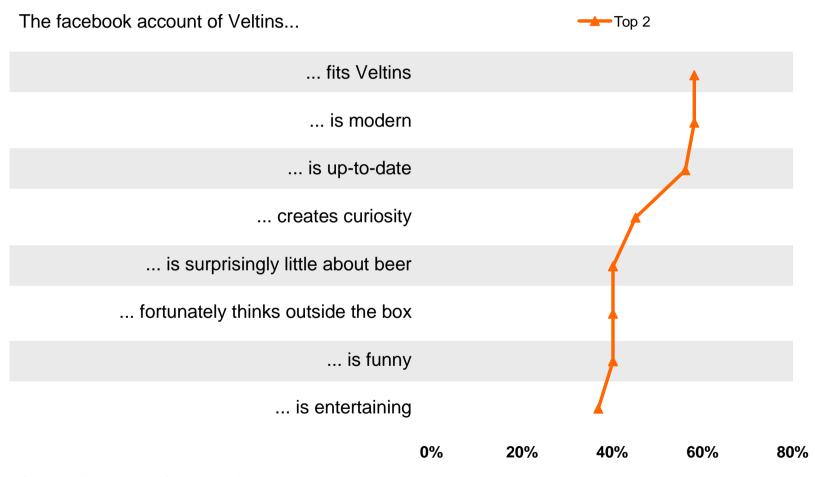
Evaluation of the facebook account

Functional profile of Veltins facebook account (1)



Account especially conveys up-to-dateness and fits to the brand Veltins





Question: Please think of the Veltins facebook account and tell us how much you agree with every statement. n=100

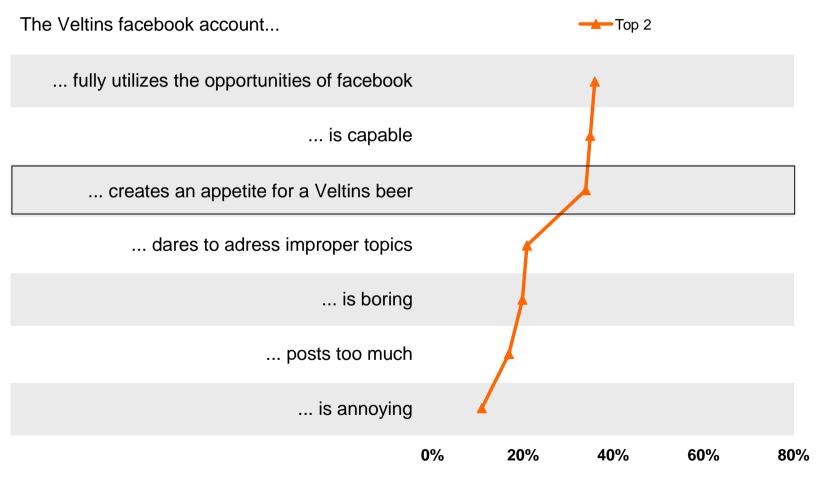
9 von 40

Functional profile of Veltins' facebook account (2)



Stimulating an appetite for the product itself is not top rated here...





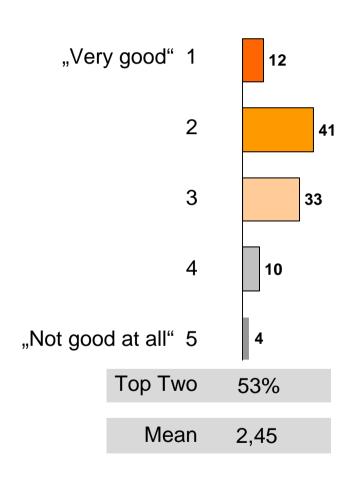
Question: Please think of the Veltins facebook account and tell us how much you agree with every statement. n=100

10 von 40

Evaluation of the facebook Account



53 Percent top two box means "acceptance". Respondents liked the account.



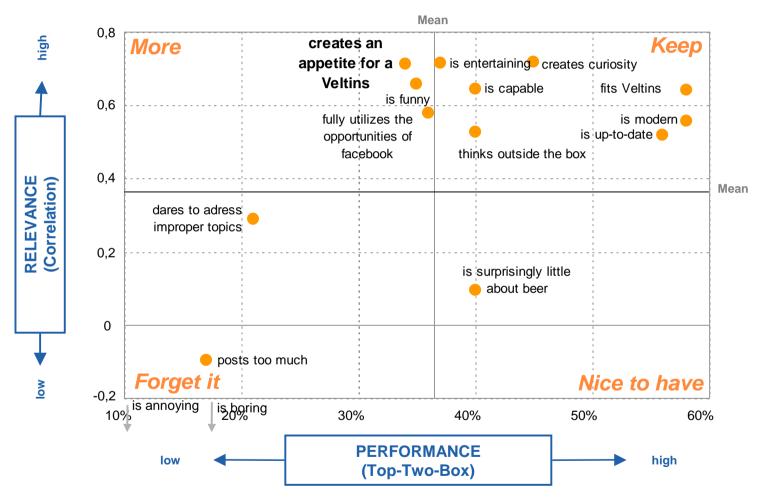


Question: Overall: How would you evaluate the facebook account as a whole? *n*=100

Strategic Portfolio – Functional Competence



It becomes apparent that "creates an appetite" is of highest importance



Questions: Please think of the facebook account of Veltins and tell us how much you approve every statement. X Which of the following beer-brands would you buy at your next 10 buying-opportunities? n=100



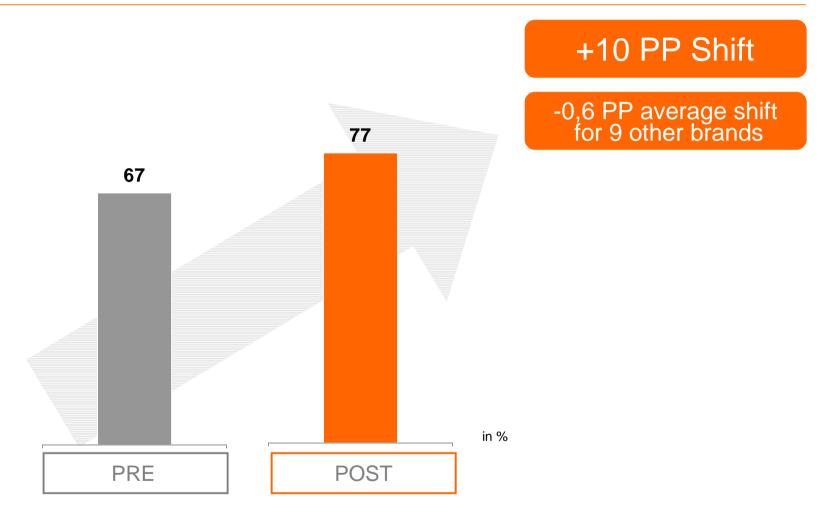
Results Part II:

The effect on the brand Veltins

Effect on Sympathy - Total





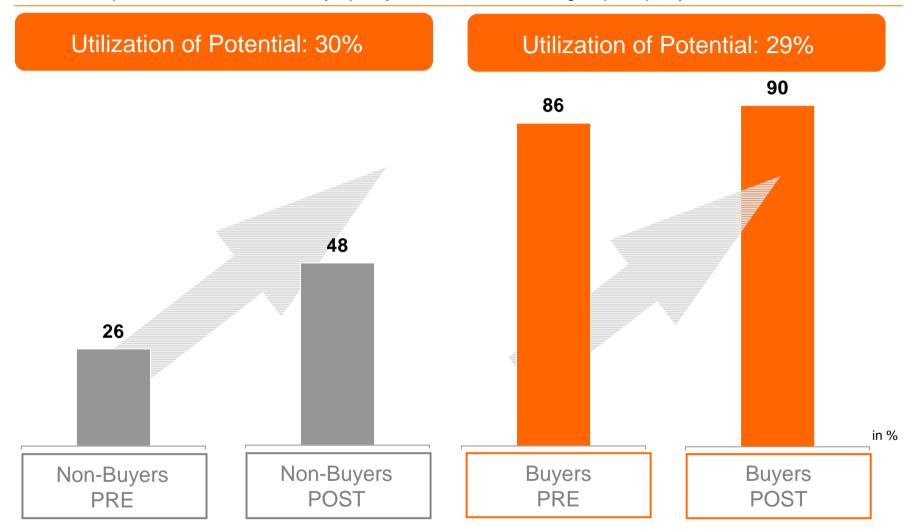


Question: Which of the following beer-brands are likeable to you?

Effect on Brand Sympathy – Non Buyers vs. Buyers



There is a positive effect on Brand Sympathy. It increases in both groups equally.



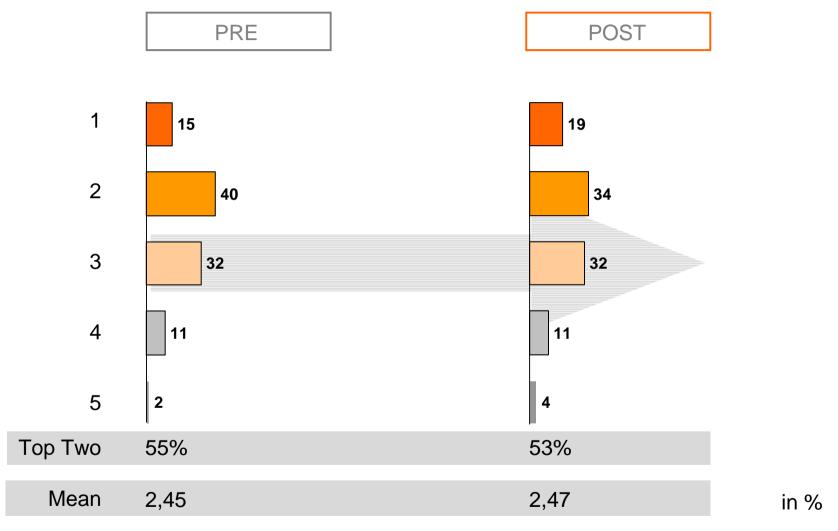
Question: Which of the following beer-brands are likeable to you?

Non-Buyers: n=31 / Buyers n=69

Effect on Brand Affinity - Total



No effect on Brand Affinity



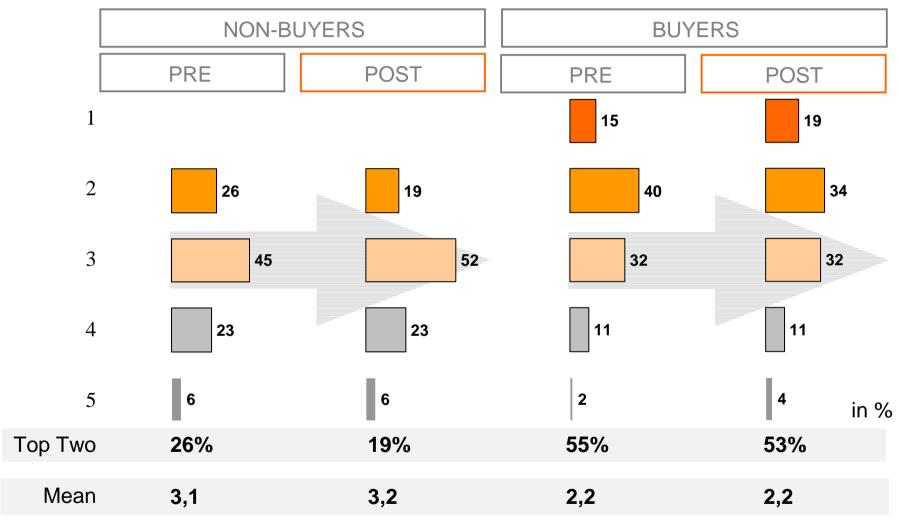
Question: Just like with people there are brands one feels personally close or distant towards. How close do you feel towards the following brands? Please answer on a scale from 1="very close" to 5="very distant" grading your opinion with the numbers in between.

Before (Pre): n=100 / After (Post) n=100

Effect on Brand Affinity – Non-Buyers vs. Buyers



No shifts concerning Brand Affinity in both groups



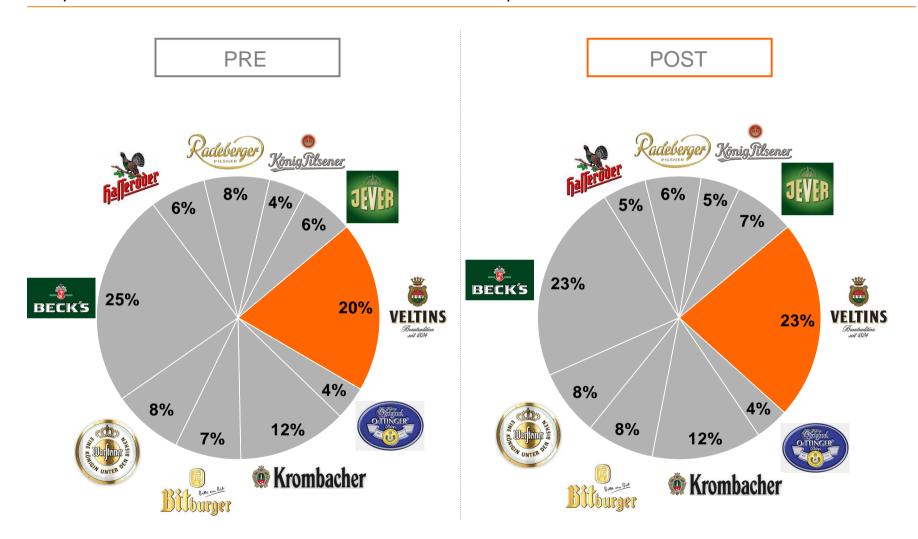
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Before (Pre): n=100 / After (Post) n=100

Impact on Brand Preference ("Choice of 10")



20 percent share before contact with the account and 23 percent after



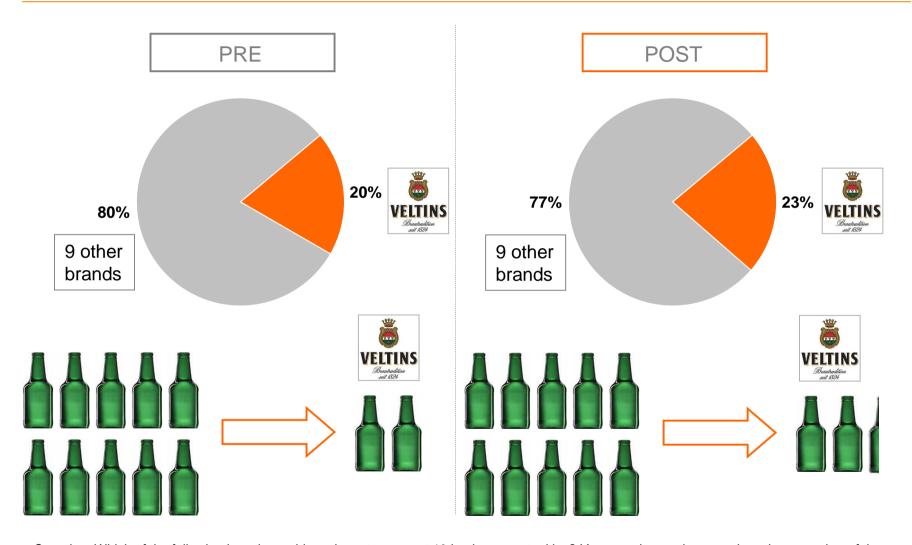
Question: Which of the following brands would you buy at your next 10 buying opportunities? You can choose the same brand any number of times or you can choose different brands.

PRE: n=100 / POST n=100

Impact on Brand Preference ("Choice of 10")



The Veltins account generates +3PP for Brand Preference. A small plus.



Question: Which of the following brands would you buy at your next 10 buying opportunities? You can choose the same brand any number of times or you can choose different brands.

Impact on Functional Brand Benefits



"Attractive bottle" and "is entertaining" are beeing pushed, but no powerful shift for "taste"



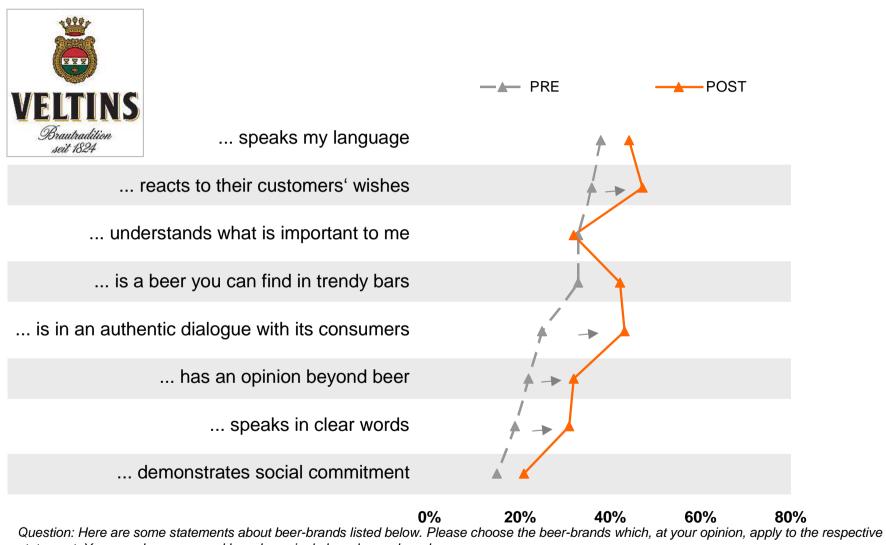


Question: Here are some statements about beer-brands listed below. Please choose the beer-brands which, at your opinion, apply to the respective statement. You can choose several brands, a single brand or no brand.

Impact on Functional Brand Benefits



Big shift for "authentic dialogue with its consumers"



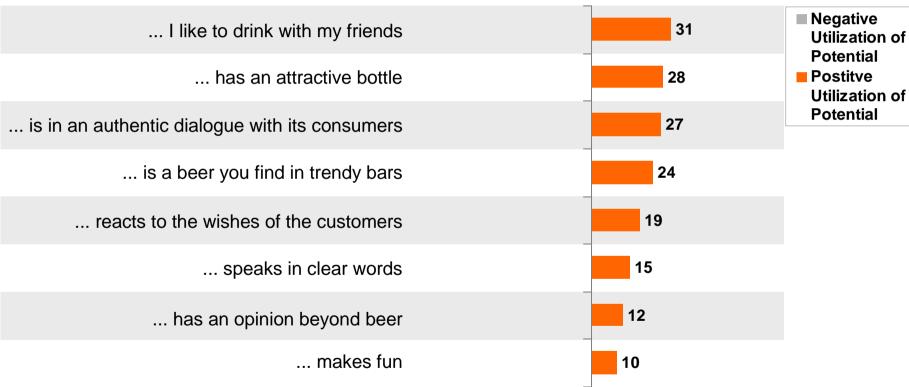
statement. You can choose several brands, a single brand or no brand.

Positive Utilization of Potential – Buyers



Many vital benefits have been improved!





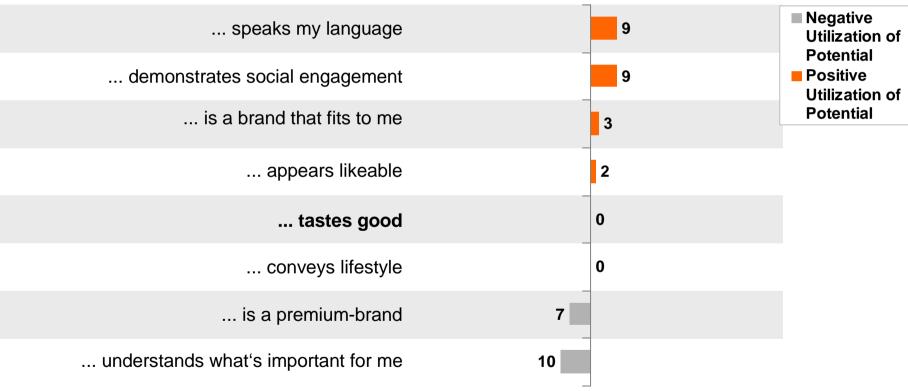
Question: Here are some statements about beer-brands listed below. Please choose the beer-brands which, at your opinion, apply to the respective statement. You can choose several brands, a single brand or no brand.

Utilization of Potential PRE/POST – Buyers



The most important benefit "tastes good" remains unaltered



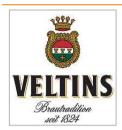


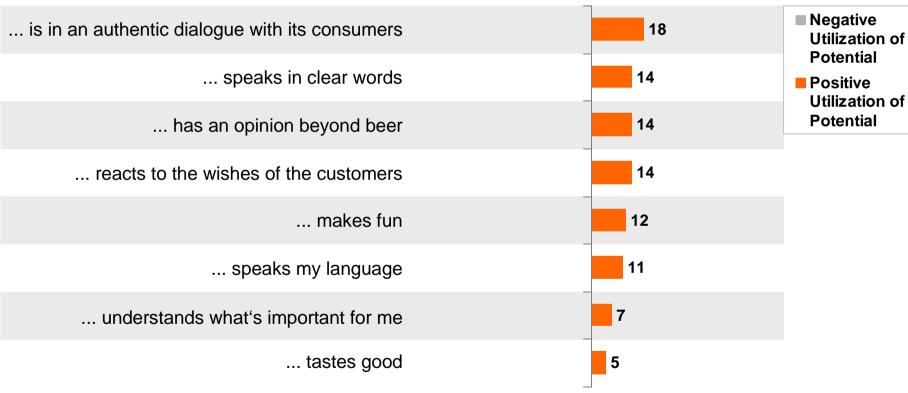
Question: Here are some statements about beer-brands listed below. Please choose the beer-brands which, at your opinion, apply to the respective statement. You can choose several brands, a single brand or no brand.

Positive Utilization of Potential – Non-Buyers



The account gives the brand "interaction" and an open tonality



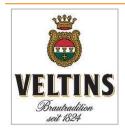


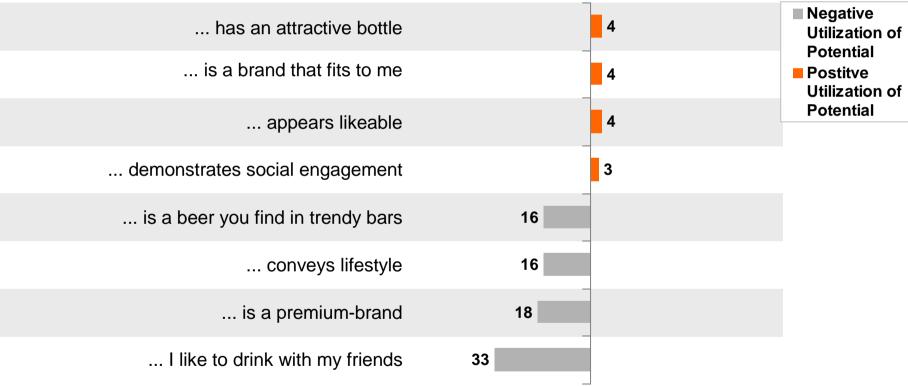
Question: Here are some statements about beer-brands listed below. Please choose the beer-brands which, at your opinion, apply to the respective statement. You can choose several brands, a single brand or no brand.

Utilization of Potential PRE/POST – Non-Buyers



From the Non-Buyers perspective the Veltins Account fails to create a fascinating lifestyle



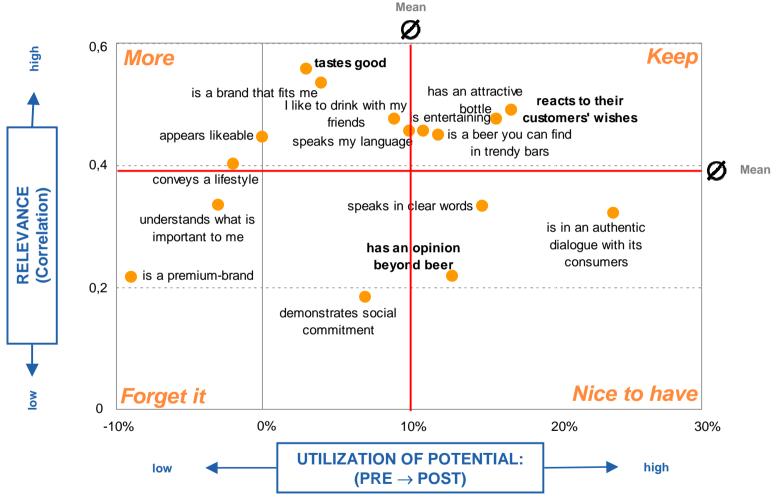


Question: Here are some statements about beer-brands listed below. Please choose the beer-brands which, at your opinion, apply to the respective statement. You can choose several brands, a single brand or no brand.

Strategic Portfolio – Functional Brand Benefits



Important and successfully improved: "reacts to the wishes...". Deficit regarding "tastes good".

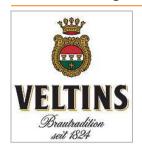


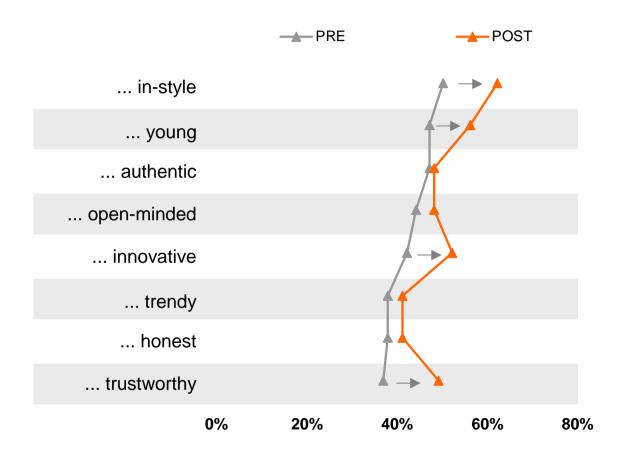
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Impact on Emotional Brand Benefits



The brand gets younger and more innovative





Question: Now we will talk about characteristics which to some extent apply to a beer-brand. Please select the brands, that in your opinion apply to the respective characteristics. You can choose several brands, a single brand or no brand.

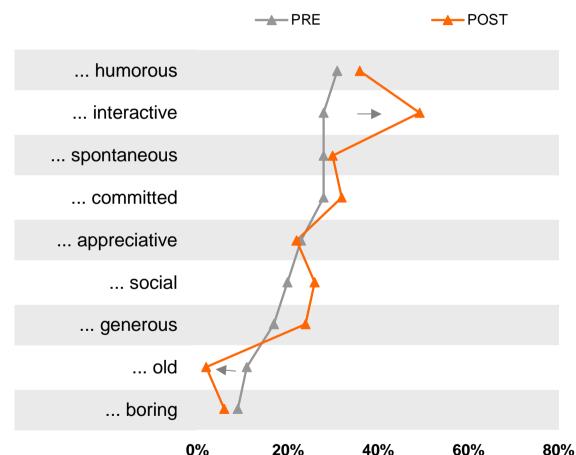
Before: n=100 / After n=100

Impact on Emotional Brand Benefits



Most improved emotional benefit is "interactive"





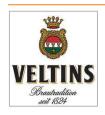
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Before: n=100 / After n=100

Willingness to Continue Following Veltins

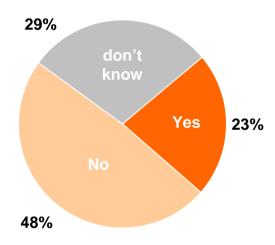


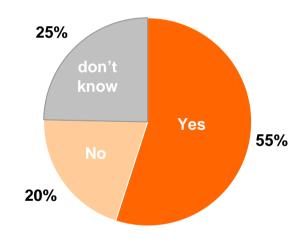
55% of Veltins buyers have been convinced to stay in touch with the Veltins FB account



NON-BUYERS

BUYERS





Question: Will you continue following the Facebook-account of <u>Veltins</u>?

Non-Buyers: n=31 / Buyers n=69



Summary

Key Results – Strengths



- The effect, the FB account has on Veltins' brand perception matches other means of advertising in as such as it has profound strengths as well as weaknesses.
- The account is perceived as suiting the brand and conveys a modern image of Veltins (Design Bottle).
- The FB account succeeds in making the brand sympathetic.
- There is no increase in affinity and only a slight increase in buying intention. But, whether FB accounts in general are actually suitable for improving these kind of KPI's has not been proved as yet.
- The FB account provides the brand with those attributes, the account itself as well as the medium from which it derives stand for: being modern, young and up to date.
- The account excels in conveying a general willingness for open dialogue with the "fan".
- According to our relevance analysis the willingness to "react to the consumers' wishes" is particularly important. The strong promotion of this functional benefit represents a brilliant feature of the account.

Key Results – Challenges



- The actual weakness of the account is its incapability to paint a fascinating picture of the *product's consumption*. The important statement "creates an appetite for Veltins" finds little consent.
- Obviously, a FB account cannot deliver the taste of a beer. However, it is apparent how important all consumption-oriented brand benefits are for the performance of a fast moving consumer good (like Veltins) on facebook.
- Presumably, consumption-oriented communication on facebook represents one of the greatest challenges for future FB accounts of many different FMCG brands.

Two different worlds?



World of FB Account



WOW... Portraits von Jimi Hendrix, John Lennon & Co., gestaltet aus alten Kassettenbändern (Cassette Tape Art)! We Like!



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Flickr is almost certainly the best online photo management and sharing application in the world. Show off your favorite photos and videos to the world, securely and privately show content to your friends and family, or blog the photos and videos you take with a

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Sebastian Libuda Ich kann viel...und nicht Alles ;) 16 February at 11:08



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Thank You!





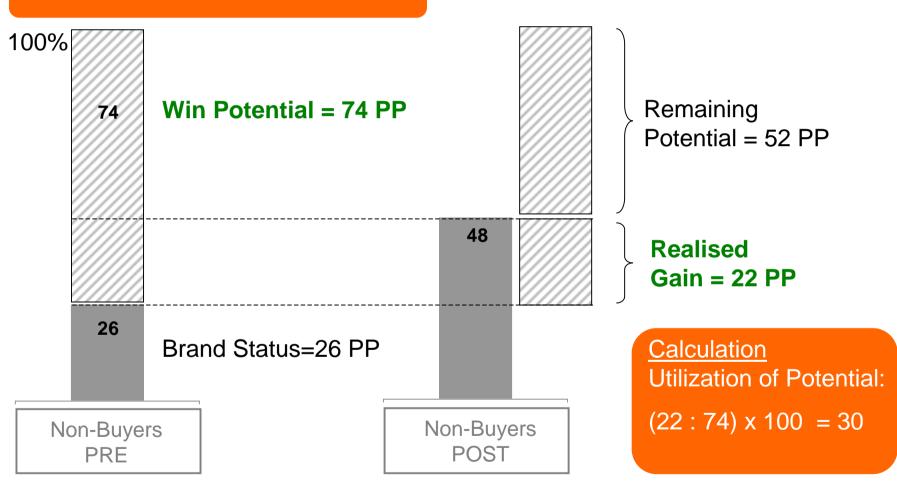
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 www.result.de

Explanation



Utilitzation of potential means: "Realised Gain" divided by "Win Potential"

Utilization of Potential: 30%



Question: Which of the following beer-brands are likeable to you?

Non-Buyers: n=31 / Buyers n=69