2011 Paper 8 Question 7

E-Commerce

- (a) What is meant by the abbreviations CPC, CTR, CPA, ARPU, CLV in relation to online marketing? [5 marks]
- (b) You decide to offer an online ecommerce course. The target sales price is £995.
 - (i) How will you market and promote the course online? [5 marks]
 - (ii) How will you monitor your marketing campaigns? [5 marks]
 - (iii) The table below gives Google estimates of typical keywords. Should you bid for any of these? Justify your answer. [5 marks]

| Keyword | Global | Local | Estimated | Estimated | Estimated | Estimated |
|--------------------|-----------|----------|-----------|---------------------|-----------|-----------|
| | Monthly | Monthly | Avg. | Ad | Daily | Daily |
| | Searches | Searches | CPC | Position | Clicks | Cost |
| ecommerce | 1,500,000 | 201,000 | £3.02 | 1.64 | 62 | £191.94 |
| business course | 110,000 | 18,100 | £2.63 | 1.32 | 8 | £21.95 |
| marketing course | 60,500 | 8,100 | £2.92 | 1.3 | 2 | £8.81 |