Radio planning and activation essentials

Radio stars in the theater of the mind, stimulates emotion-filled images within the listener's own mind – voices, music, sound effects, recall of video images. No matter how small or large the advertiser. Radio allows creativity to brand and create a unique identity that consumers will remember. The more information known about a product or consumer, the more effective a radio campaign is.



Planning essentials.

Understanding brand objectives, target behaviours and individual market dynamics is key



Planning factors

There are key factors that need to be considered when planning radio weight levels.

- What other media is planned in the market
- Individual market dynamics, English vs. French audio behaviours
- PPM vs. Diary market
- Target Demographics
- Advertising category
- Time of Year
- Product purchase cycle



Setting Frequency Levels

Frequency: How many times does the target market need to hear the message to take the required action, on a weekly and campaign level?

Frequency will **<u>build faster in Diary</u>** markets vs. PPM markets



Setting Reach Levels

Reach: What % of the target market audience needs to be reached to achieve objectives, on a weekly and campaign level?
Reach will build <u>faster in PPM</u> markets vs. diary markets.



Planning effective GRP levels

Must take into consideration the marketing insights (brand health, competitive landscape, SOV objectives, consumer target) which inform the individual market objectives.



Buying essentials.

A radio buy is put together based on the planning brief and buy objectives.



Criteria in the buy brief.

Key pieces in establishing the buying guidelines

- Demographic insights
- Timing
- Markets
- Commercial Length
- Estimated budget

Radio stations are typically selected based on:

- Station ranking on planned target how much reach the station delivers
- Format of the station
- Station skew does it deliver males or females?
- Station core does it deliver younger or older audience?
- Cost is it part of a combo buy? What are the implications to add or remove a station from the buy?
- Duplication are multiple stations delivering the same listener and therefore impacting reach?
- Time Spent listening (TSL) does this station have a dedicated listener, can't be reached through other stations?
- Turn Over how high is the turn over on this station, does it require more spots to reach listeners?

Building the buy:

Radio buys are built one station at a time:

- Ensure frequency targets are observed
- Ensure number of spots per week based on station format is adequate (i.e.: CHR format may require 60 spots per week vs. Country format that requires fewer 20 spots per week (more loyal listeners, less turnover/churn in audience)
- Ranking of station
- Station reach



Factors that are considered when adding stations:

- Ranking
- Format consider niche stations which will offer unduplicated reach
- Station audience does adding the station compliment the other stations i.e.: older / younger, male/female. Does adding the station bring balance to the total audience target or skew?
- Cost combo rates, deal rates and efficiencies when grouping vendor stations in a market for greater share of \$'s can improve efficiencies
- Added value being offered beyond GRP's (tags, announcer read liners, etc.)



Radio Connects | September 2018

Weight Levels – Possible Scenarios.

The general rule of thumb is a <u>minimum</u> of 150- 250 GRPS per week (50% R/ 3.0 F) 28-35 occ/wk in non measured markets





Radio Only: 300-450 GRPs/wk Radio and other media: 250-400 GRPs/wk Radio Only: 250 – 400 GRPs/wk Radio and other media: 200-300 GRPs/wk

Radio Only: 200 - 250 GRPs/wk Radio and other media: 150-200 GRPs/wk

SUBJECT TO BRAND BUSINESS OBJECTIVES AND COMPETITIVE CLIMATE



Weight Levels.

Things to keep in mind.

SRP weight levels can vary by execution type.

- Is it a launch?
- Is it daypart specific?
- Is it a spot buy vs. GRP buy?
- Is it a DJ endorsement campaign?

SRP weight can vary by market.

Some markets will require more stations to achieve reach levels, or conversely build reach quickly (ie.Montreal F) therefore requiring overall higher GRP levels. PPM markets vs. diary markets can have different reach objectives.

Frequency guidelines.

Typically a minimum of 3 frequency per station for diary and 2.0 – 2.1 in PPM markets: Helps set the benchmark on when to add stations to a campaign. Note, in some markets this may not be achievable on all stations



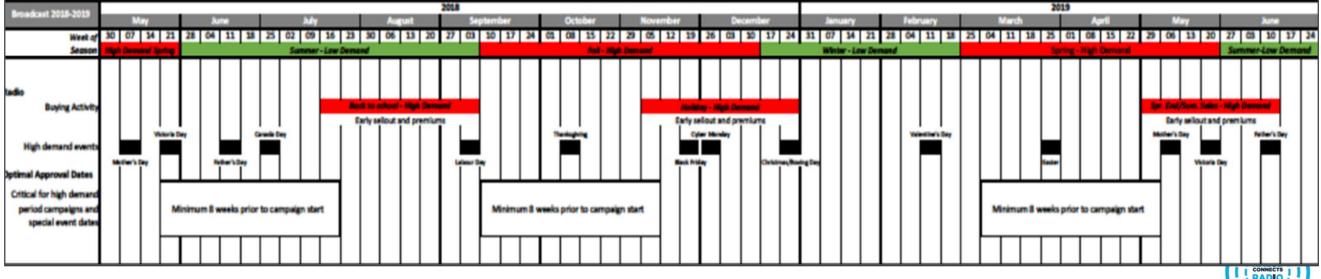


Radio Connects | September 2018

Lead times – following a critical path.

Fast, Cheap or Good – Pick 2.

- >> Major market top ranked stations can be sold out up to 2 months in advance.
- >> Longer lead times will result in better station inventory and better rates.
- >> Premium or top ranked stations may invoke minimum unit rates for high demand periods.
- Specific station requests and short lead times require communication between the client, planning and buying teams.
- Stations require at minimum 2 to 3 weeks for effective promotional ideation and development. To generate customized and targeted promotions, more lead time is needed.



Radio Connects | September 2018

Cost Implications.

The following will impact CPP's and pricing models.

Target Group

Smaller the demo or more specific the target, the higher the cost.



Commercial length

Not all lengths are costed the same. Commercial lengths outside of standard :30 second creative typically carry a premium. May vary by station.

Lead Times and Timing

Closer to airtime and 'tighter' the avails, the higher the cost. High demand or strong retail periods can impact pricing – back to school, pre Christmas, long weekends in the summer are all high demand periods.



Day part mix

Radio is typically bought on a reach plan – Monday to Sunday all dayparts. When days or dayparts are excluded or used exclusively, costs will be impacted.



Tightened rotations

Restricting airings to specific times can impact costs, i.e. 7a-830a vs 5a-10a.



Radio remotes

Like promotional events, radio remotes have hard costs outside of media costs. May require minimum media spend to have a remote.



Specific station selection

Higher ranked stations typically cost more, #1 ranked on Ad1849, vs # 6 ranked on Ad1849. Some formats can cost more for a perceived higher value audience ie Higher % of HHI \$100K+ etc.

