Luxury MAU Email Review November 2021

December 2021





Creative: Member Version

Luxury MAU: November 11, 2021

Subject Line:

Your Account Update: From Majestic

Mountain Retreats to Kitty the Bernese

Mountain Dog & More (test winner)

Pre-Header:

Plus, Announcing The Ritz-Carlton Yacht Collection and our newest opening in Reykjavik











Performance Summary: November 2021

- Positive MoM lifts with overall engagement metrics and total bookings
- In comparison to other luxury emails, Lux MAU saw a stronger CTR and total bookings
- Despite an increase in bookings MoM, campaign revenue and contribution to luxury brands saw significant declines; impact may be seasonal
- Majority of regions saw an uptick in CTR MoM
- Account box click engagement generated most of the click activity, followed by Majestic Mountain
 Retreat hero, and Yacht Announcement top 3 performers for all segments
 - Openers scrolled and engaged with content from top to bottom
- Subject Line that introduced Kitty the Bernese Mountain Dog was the test winner this month



Positive MoM Engagement and Bookings

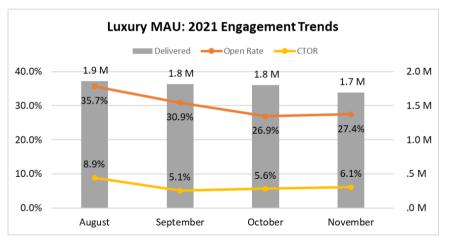
- Most KPIs saw MoM lifts, even with fewer deliveries
- More bookings and slightly longer stays MoM, but % of bookings at luxury brands was down 9 pts.
 - Decline in luxury brand booking contribution impacted Nov revenue total and share MoM
 - Continue to monitor; booking shift may be seasonal
- Recent data issues impacted opt-out counts; unsubscribe rate excluded from reporting until issues have been resolved

Metrics	November 2021	МоМ
Delivered	1,692,610	-6.0%
Open	464,589	-4.0%
*Open Rate	27.4%	+0.5 pts.
Click	28,374	+4.1%
CTR	1.68%	+0.16 pts.
*CTOR	6.1%	+0.5 pts.
*Unsub. Rate		
Bookings	266	+14.2%
Room Nts.	588	+4.1%
Revenue	\$116,270	-27.6%
% Bkgs to Lux Brands	6%	-9 pts.
% Rev to Lux Brands	10%	-31 pts.



Lux MAU Click Activity Remained Consistent MoM; Opens Impacted by Apple Update

- Lifts across all metrics
- October and November open rates impacted by Apple iOS update; engagement is understated
 - · An industry issue impacting all Bonvoy emails
- Next step: establish 2021 KPI benchmarks for 2022 monthly comparisons

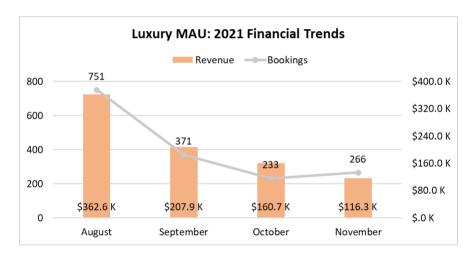


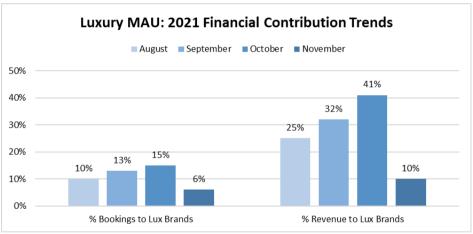




Bookings Increased MoM, But Less Luxury Brand Share Impacted Revenues

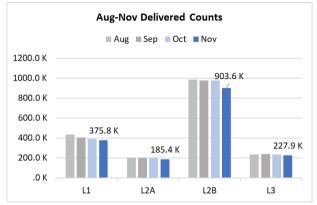
Continue to monitor engagement trends; decline in revenue share may be seasonal

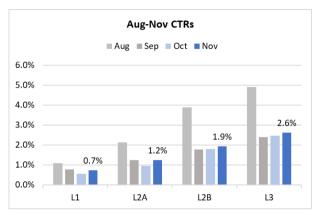


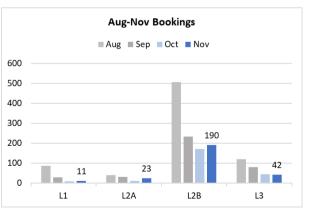


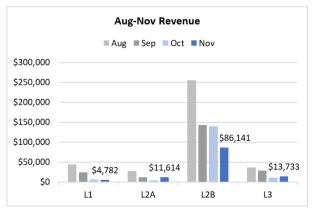


Engagement by Luxury Segment (Aug – Nov)









Segment Name	Segment Description
L1	All stays are luxury
L2A	>= 50% of stays are luxury
L28	< 50% of stays are luxury
L3	All luxury stays are paid by bonus points

- Delivered declines MoM for all
 - Stronger declines for L2A & L2B (-7% and -8% respectively)
- CTR improvements across all segments compared to October
- Bookings were up for all segments, but revenue declines from larger segments L1 and L2B impacted monthly financials
 - L1 revenue -27% and L2B -38% MoM
 - Other segments were up MoM, but lifts were not high enough to make up L2B declines



Engagement Outperformed Other Luxury Emails

- Lux MAU outperformed other luxury emails with higher open rate, CTR, and bookings
- · Rev/Delivered was slightly lower than Luxury Escapes; impact from decline in luxury brand share
- Issues with Core MAU control group set-up and tracking continued; data team looking into issues

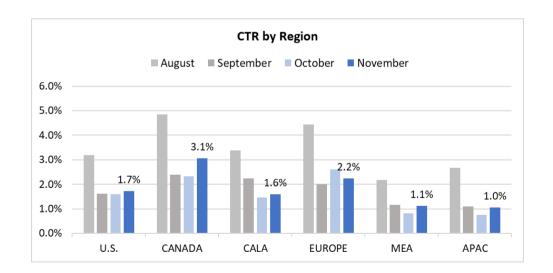
Engagement Data for Luxury Segments Only

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Metrics	Lux MAU Nov 11	Ritz eNews Nov 6	Luxury Escapes Nov 17
Delivered	1,692,610	2,281,833	1,692,487
Open Rate	27.4%	19.9%	25.7%
CTR	1.68%	1.22%	0.99%
CTOR	6.1%	6.2%	3.8%
Bookings	266	28	201
Revenue	\$116,270	\$78,712	\$153,630
Rev/Delivered	\$0.07	\$0.03	\$0.09
% Bkgs to Lux Brands	6%	32%	27%
% Rev to Lux Brands	10%	86%	40%



CTRs Increased In Most Regions

- All regions outside of Europe saw an increase in CTR MoM; Canada had largest increase of +0.7 pts.
- Expanding regional-specific content in Dec's secondary module will help lift click engagement
 - Insights will assist with future targeting efforts and planning 2022 content



Region	Nov. Delivered	MoM
US	1.3 M	-6%
CANADA	46.8 K	-4%
CALA	12.7 K	-10%
EUROPE	53.9 K	+95%
MEA	68.2 K	+85%
APAC	209.3 K	-7%
Total	1.8 M	+1%



Consistent Performance MoM

- Engagement was slightly up for all levels MoM
- Non-members had stronger open rate lift of 2.3 pts. MoM, followed by Ambassadors with a 1.2 pt. lift

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		Oct '21	Nov '21	Engagement Trends
	Deliv.	111.2 K	121.2 K	MoM +9.1% (+10.1 K)
Non-Member	Open%	19.3%	21.6%	
	CTOR	1.8%	2.0%	+ + + + + + + + + + + + + + + + + + + +
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	Deliv.	704.9 K	644.1 K	MoM -8.6% (-60.8 K)
Basic	Open%	19.9%	20.5%	• • • • • • • • • • • • • • • • • • • •
	CTOR	3.8%	4.7%	•
	Deliv.	214.0 K	199.0 K	MoM -7.0% (-15.0 K)
Silver	Open%	25.8%	25.9%	•
	CTOR	5.2%	5.9%	•
	Deliv.	374.2 K	350.2 K	MoM -6.4% (-24.1 K)
Gold	Open%	31.2%	31.4%	•
	CTOR	6.2%	6.6%	
			_	
	Deliv.	158.3 K	150.1 K	MoM -5.2% (-8.2 K)
Platinum	Open%	36.4%	36.6%	•
	CTOR	7.4%	7.8%	•
				•
	Deliv.	199.5 K	189.9 K	MoM -4.8% (-9.6 K)
Titanium	Open%	38.9%	39.1%	•
	CTOR	7.8%	7.9%	
				<u> </u>
	Deliv.	37.9 K	38.0 K	MoM +0.3% (+111)
Ambassador	Open%	40.1%	41.2%	•
	CTOR	7.3%	7.5%	•

Trends: Aug - Nov "21

All Segments Heat Map: November 2021

(Member Version)

- Account box had highest click activity returning to normal after drop-off last month;
 most likely a result of moving back to higher placement
- Hero and Yacht Announcement captured additional clicks
- Instagram had a 2pt. increase in click %; 2nd highest for this module to-date

Header: 7.8% clks. 47.2% bkgs.

Hero: 24.6% clks. 10.6% bkgs.

Account Box: 34.1% clks.

34.1% ciks. 37.0% bkgs.

Inspiration: 6.1% clks. 0.4% bkgs.



Offers: 3.7% clks. 4.5% bkgs.

Yacht Announcement: 9.7% clks. 0.0% bkgs.

Loyalty (Moments): 1.5% clks. 0.0% bkgs.

Boutiques: 1.9% clks. 0.4% bkgs.









New Opening:

4.7% clks. 0.0% bkgs.



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Culinary: 0.8% clks. 0.0% bkgs.

Instagram: 2.7% clks. 0.0% bkgs.



Footer (not shown): 2.4% clks. 0.0% bkgs.

Luxury Segment Heat Maps: November 2021

(Member Version)



- Top performing content consistent across all segments
- Escape to Luxury offer was #5 most clicked for L2B and L3, not including header/footer
- Boutique shops content piqued the interest of L1 and L2A more than other segments
- Yacht Announcement was a top performer for all, even higher for L2B and L3

		% of Clicks by Segment						
Modules	L1	L2A	L2B	L3				
Header	11.3%	10.6%	7.3%	6.5%				
Hero	17.3%	20.3%	26.1%	25.6%				
Account Box	36.7%	42.0%	32.7%	34.0%				
Inspiration	5.3%	5.3%	6.4%	6.0%				
TRC - A Master Class in Holiday Entertaining	2.5%	2.8%	3.6%	3.4%				
JW - Three Generations, One Trip	2.8%	2.5%	2.7%	2.6%				
Offers	0.0%	0.0%	4.5%	4.3%				
Escape to Luxury	0.0%	0.0%	4.0%	4.2%				
The World's Greatest Show (EMEA only)	0.0%	0.0%	0.5%	0.1%				
Yacht Announcement	6.7%	7.9%	10.0%	10.8%				
Loyalty (Moments)	1.0%	0.8%	1.6%	1.8%				
Boutiques	3.7%	2.4%	1.5%	1.7%				
Luxury Collection Store	2.0%	1.4%	0.8%	1.0%				
Shop Edition	1.7%	1.1%	0.7%	0.7%				
New Opening	3.6%	3.7%	5.1%	4.8%				
Culinary	1.1%	0.5%	0.8%	0.8%				
Instagram	2.1%	2.1%	2.9%	2.9%				
Footer	11.3%	4.4%	1.1%	0.7%				
Grand Total	100.0%	100.0%	100.0%	100.0%				

Subject Line Test Results

- Subject line that included pet feature, Kitty the Bernese Mountain Dog, outperformed the other two
- Open rate lift was slightly above SL2 and SL3, so recommend retesting whenever possible to confirm pet reference

Subject Line	Delivered	Opens	Open Rate	Lifts	Clicks	CTR	CTOR
1: Your Account Update: From Majestic Mountain Retreats to Kitty the Bernese Mountain Dog & More	169,241	44,400	26.2%		3,110	1.8%	7.0%
2: Your Account Update: Majestic Mountain Retreats, Multi-Generational Travel, Extraordinary Moments & More	169,232	43,244	25.6%	+0.7 pts.	3,236	1.9%	7.5%
3: Your Account Update: Mountain Getaways, Holiday Master Class, Gift Guide & More	169,281	42,821	25.3%	+0.9 pts.	3,092	1.8%	7.2%

Pre-header: Plus, Announcing The Ritz-Carlton Yacht Collection and our newest opening in Reykjavik



Recommendations

- Establish 2021 KPI benchmarks for 2022 monthly comparisons; continue to monitor seasonal impacts
 - Plan for ongoing review and refresh of benchmarks with the goal of evolving to a rolling 12-month average
- Continue expanding content that increases relevancy across all regions (see upcoming Dec mailing) and look for opportunities to geo-target modules
- Revisit testing offer content across all levels to establish engagement benchmarks; use learnings to inform future content and test opportunities
- Develop 2022 test & learn plan that includes a learning roadmap
 - Example learning areas: leveraging optimization technologies to improve engagement, using 3rd party data to help with versioning content, regular creative testing, and ongoing control group analysis







Luxury MAU Performance: Jan - Nov 2021

Metrics	Aug '21	Sep '21	Oct '21	Nov '21	YTD Totals
Delivered	1,860,485	1,817,902	1,800,035	1,692,610	7,171,032
Opens	663,607	561,492	484,176	464,589	2,173,864
Open Rate	35.7%	30.9%	26.9%	27.4%	30.3%
Clicks	58,855	28,653	27,246	28,374	143,128
CTR	3.16%	1.58%	1.51%	1.68%	2.00%
CTOR	8.9%	5.1%	5.6%	6.1%	6.6%
Unsub Rate	0.10%	0.15%			0.11%
Bookings	751	371	233	266	1,621
Room Nights	1,781	813	565	588	3,747
Revenue	\$362,648	\$207,865	\$160,666	\$116,270	\$847,449
% Bookings to Lux Brands	10%	13%	15%	6%	11%
% Revenue to Lux Brands	25%	32%	41%	10%	28%



Luxury MAU Performance: November 2021 By Luxury Segments

Segment Code	Delivered	Opens	Open Rate	Clicks	CTR	CTOR	Bookings	Room Nts	Revenue
L1 LUX ONLY	375,773	74,168	19.7%	2,716	0.72%	3.7%	11	23	\$4,782
L2A HIGH USER	185,383	42,404	22.9%	2,285	1.23%	5.4%	23	43	\$11,614
L2B LOW USER	903,575	268,326	29.7%	17,421	1.93%	6.5%	190	421	\$86,141
L3 REDEEM ONLY	227,879	79,691	35.0%	5,952	2.61%	7.5%	42	101	\$13,733
Total	1,692,610	464,589	27.4%	28,374	1.68%	6.1%	266	588	\$116,270
МоМ	-6.0%	-4.0%	+0.5 pts.	+4.1%	+0.2 pts.	+0.5 pts.	+14.2%	+4.1%	-27.6%



Luxury Segments by Region: November 2021

% of Total Delivered by Region

Region	L1	L2A	L2B	L3	TOTAL
US	17%	9%	58%	15%	100%
CANADA	19%	12%	54%	15%	100%
CALA	33%	15%	45%	7%	100%
EUROPE	29%	16%	46%	9%	100%
MEA	55%	19%	23%	3%	100%
APAC	43%	16%	36%	5%	100%
TOTAL	22%	11%	53%	13%	100%



Luxury Escapes Performance: November 17, 2021



Subject Line: Escape to Luxury

Preheader: Enhance your next stay with a credit of up to \$300.

Segment Code	Delivered	Opens	Open Rate	Clicks	CTR	CTOR	Unsub Rate
L1 LUX ONLY	272,596	62,624	23.0%	1,503	0.55%	2.4%	
L2A HIGH USER	155,782	36,872	23.7%	1,185	0.76%	3.2%	
L2B LOW USER	998,768	259,844	26.0%	10,579	1.06%	4.1%	
L3 REDEEM ONLY	265,341	76,290	28.8%	3,450	1.30%	4.5%	
Everyone Else	351,608	90,833	25.8%	3,331	0.95%	3.7%	
Total	2,044,095	526,463	25.8%	20,048	0.98%	3.8%	



The Ritz-Carlton eNews Performance: November 6, 2021

- THE RITZ-CARLTON INFINITE HOLIDAY MEMORIES ****JOURNEY WHERE WILL YOU GO NEXT,
 - A MASTER CLASS IN
 HOLIDAY ENTERTAINING
 Percey a strend spend, and a share the share than Condition as expended and a share that the share that the BE Contact to make you may you may be share than the BE Contact to make you may have and traking primaring unlengthable.

- Subject Line: INSIDE THE RITZ-CARLTON: 5 Types of Travel for One Perfect Holiday
- **Preheader:** Plus, explore our newly redesigned resort, The Ritz-Carlton Orlando, Grande Lakes

Segment Code	Delivered	Opens	Open Rate	Clicks	CTR	CTOR	Unsub Rate
L1 LUX ONLY	534.1 K	87.4 K	16.4%	5.1 K	0.96%	5.9%	
L2A HIGH USER	250.0 K	47.7 K	19.1%	3.3 K	1.32%	6.9%	
L2B LOW USER	1.2 M	250.6 K	20.9%	15.3 K	1.28%	6.1%	
L3 REDEEM ONLY	297.0 K	68.6 K	23.1%	4.2 K	1.41%	6.1%	
Everyone Else	1.8 M	457.1 K	25.1%	27.5 K	1.51%	6.0%	
Total	4.1 M	911.3 K	22.2%	55.5 K	1.35%	6.1%	



Luxury MAU Targeting Criteria

Segment Name	Segment Description
L1	All stays are luxury
L2A	>= 50% of stays are luxury
L2B	< 50% of stays are luxury
L3	All luxury stays are paid by bonus points

