# GILT

#### GILT CUSTOMER EXCITEMENT UPDATE

Version 0.6

March 12, 2012 8:12 AM

WORK IN PROGRESS

### CORE CUSTOMER EXCITEMENT / TEAM NINJA

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#### MISSION

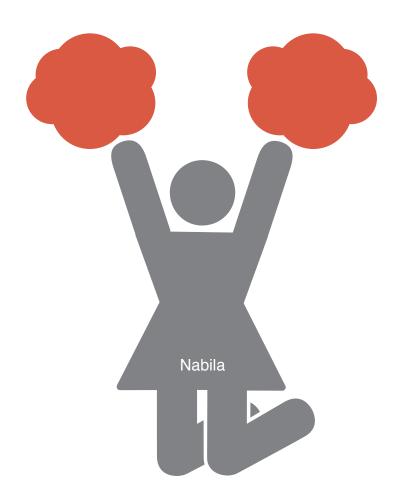
new
fun
arousing
unexpected
game-like
competitive
unique
compelling
winning

desirable attractive inspirational confident **elevated** hopeful luxurious

# Elevate the **excitement + aspiration** in our shopping experience to compel members to fall **deeper in love** with **Gilt**

hopeful caring affection **trusting** attentive loyal attachment passion

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#### DESIGN PRINCIPLES FOR CUSTOMER EXCITEMENT

- Flash is our foundation. New concepts must be viewed through this perspective.
- Reinvigorate the customer base Aim to introduce experiences that are potentially paradigm shifting
- Delight the customer by over-delivering or doing something out of the ordinary
- Align with customer's expectations. Highly coveted, new products everyday, great value, game mechanics, simple, fast, and fun

- Introduce new experience that are **confident**, aspiration + surprising
- Continue to build excitement through anticipation + urgency
- Make customers fall deeper in love with Gilt

PRIORITIZATION PROCESS

how do we determine the order?

## NOTEWORTHINESS

- Is this worth talking about?
- Will a member tell another member?
- Will Kevin or Susan mention this feature during a press interview?

## **STEP FUNCTION CHANGE**

- How big is the impact to the GILT customer experience?
- Will this distinguish us among other ecommerce or flash sites?
- Is this a jolt in the arm?

## SUSTAINABLE CUSTOMER VALUE

• Does this feature have the capability to be permanently embedded in the core experience?

## LEVEL OF EFFORT

• How hard is this to design, build and implement all around (including, tech, ops, production, CS, etc)?

## **REVENUE POTENTIAL**

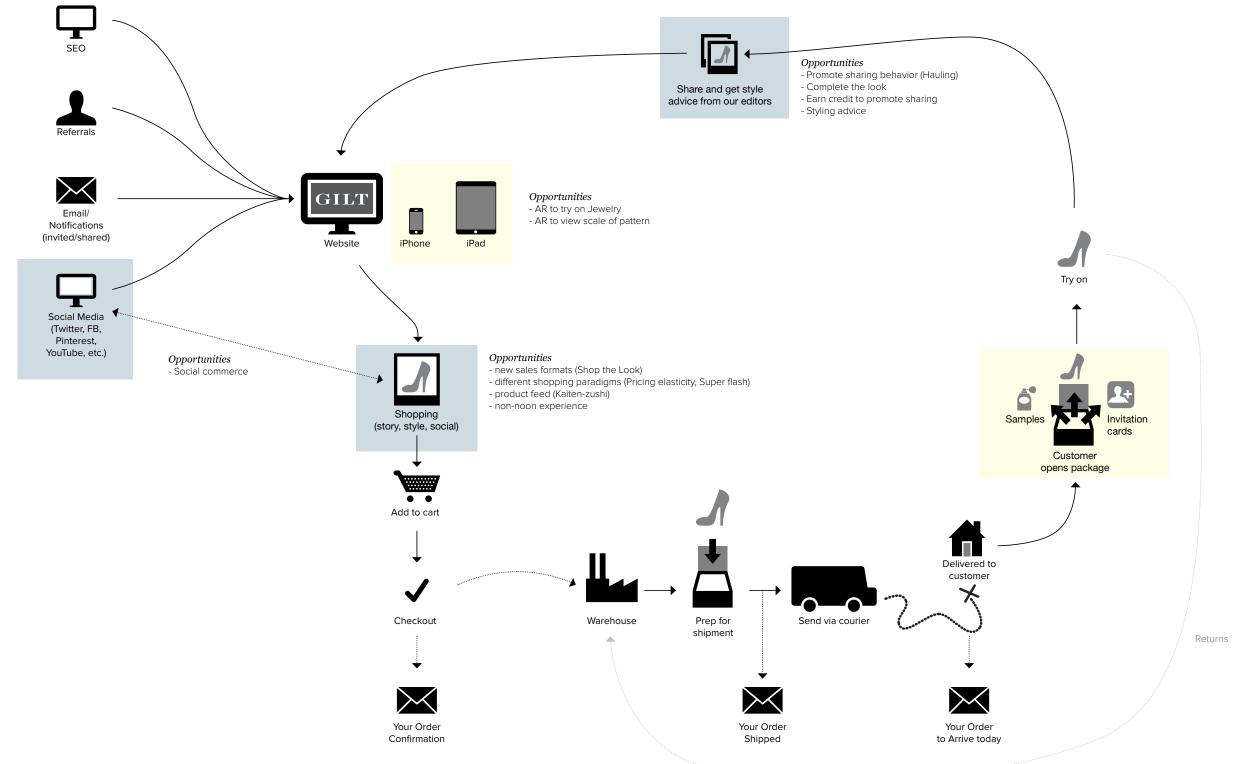
• Estimate margin \$ impact

KPIs how do we know whether we did a good or bad job?

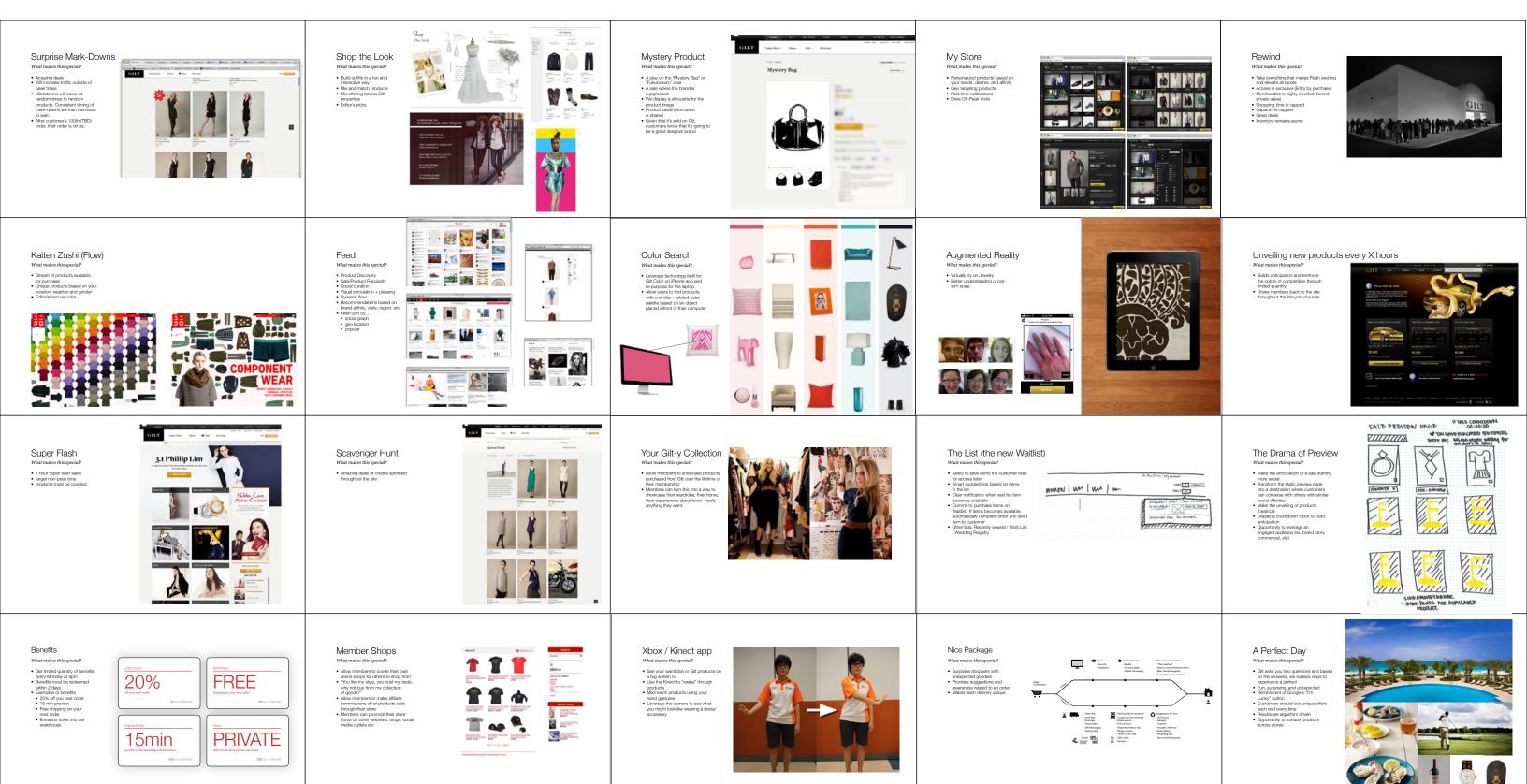
## PRIMARY

- Increase visits per visitor
- Increase unique visits
- Re-activation
- Monitor social media buzz
- Estimate margin \$ impact
- Increase customer lifetime value

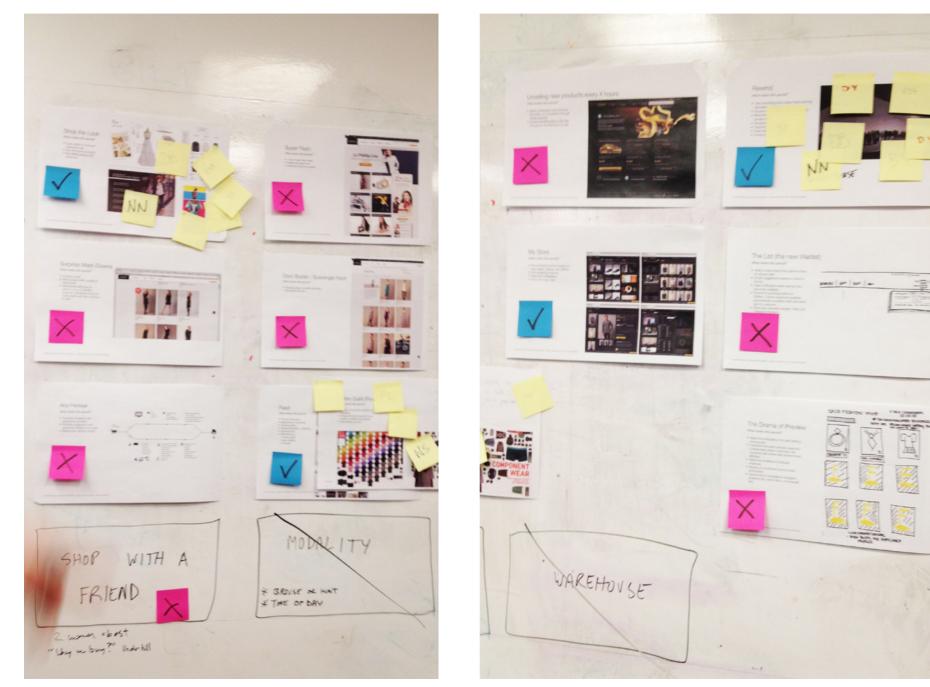
#### CUSTOMER ECO-SYSTEM INNOVATION OPPORTUNITIES



#### IDEATION PROCESS DEVELOPED ONE-PAGER CONCEPTS GENERATED BY CORE TEAM

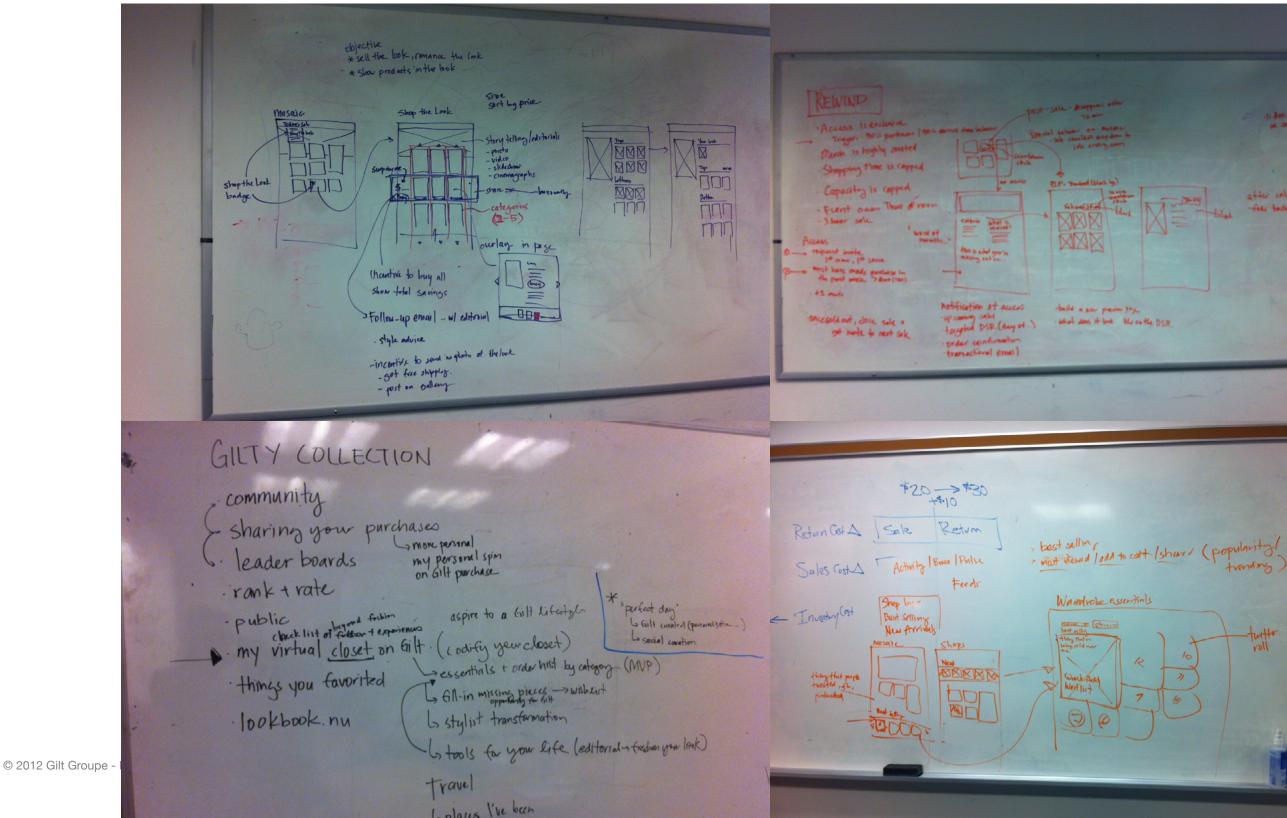


#### OFF-SITE IDEA BRAINSTORMING / PRIORITIZATION SESSION DEVELOPED + PRIORITIZED IDEAS





#### **DEFINE THE MVP** DESIGNED MVP EXPERIENCE FOR TOP IDEAS



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NEXT STEPS (looking one month ahead)

- Harden KPIs per idea. Estimate margin \$ impact. Prioritize ideas.
- Share direction via 1:1 meetings with senior execs
  - Kevin, Susan, Andy, Steve, Mike, Lizzie, GMs, Yon
- Define/Design/Prototype the customer experience (including marketing)
- Hack-a-thon with Mike Bryzek (3/26-29)
- Collect customer feedback and review analytics
- Decide to iterate or kill it

# IDEAS TO BUILD EXCITEMENT

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CUSTOMER EXCITEMENT. WHY NOW?

- . Traffic is generally flat
- New member is flat
- . Un-sub rate is high
- . Competitors are innovating faster than us
- . Core product experience hasn't changed in a while

WHAT IS EXCITEMENT? KANO MODEL AS A FRAMEWORK

## **Basic**

- "...represent features that are so basic to the product that your customers just expect them to work ... "
- Example: Transactions, Authentication, Account

## Performance

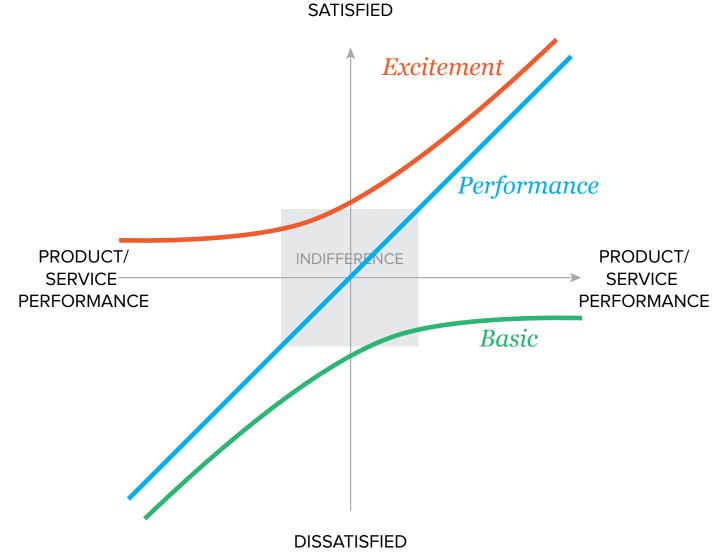
- "...performance attributes are metrics on which a company bases its business aspirations..."
- Example: Coveted brands, Optimizing the funnel, Great savings, CS

## **Excitement**

- "...unforeseen by the client but may yield paramount satisfaction ... "
- "...spur a potential consumers' imagination, these attributes are used to help the customer discover needs that they've never thought about before ... "

## **Ever-Increasing Customer Expectations**

• "...Customer satisfaction with a given feature will deteriorate over time as companies start compete on the feature and customers get accustomed to it ... "



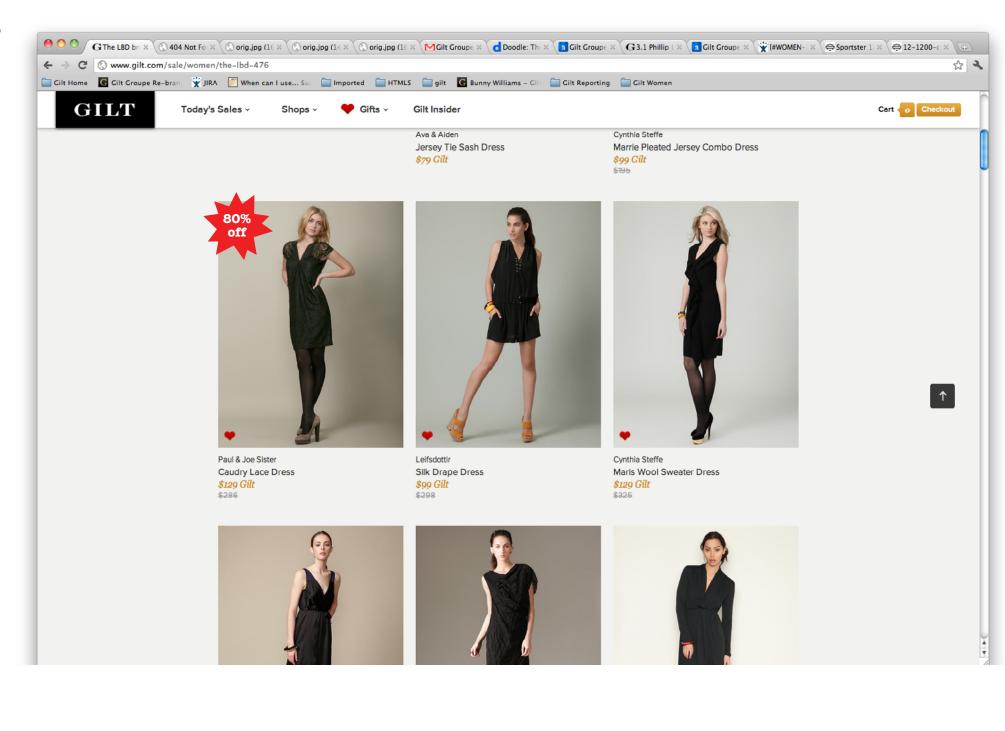
The Kano model is a theory of product development and customer satisfaction developed in the 80s by Professor Noriaki Kano

#### PROCESS

- Develop initial ideas with core team (product/ux/tech/design)
- Prioritize ideas based on KPIs
- Share direction via 1:1 meetings with senior execs
  - Kevin, Susan, Andy, Steve, Mike, Lizzie, GMs (Jyothi, Chris, Rachel, Jason, Shan), Yon
- Define/Design/Prototype the customer experience
- Build MVP to accurately test the idea
- Collect customer feedback and review analytics
- Decide to iterate or kill it

## Surprise Mark-Downs

- Amazing deals
- Will increase traffic outside of peak times
- Markdowns will occur at random times to random products. Consistent timing of mark-downs will train members to wait.
- After customer's 100th (TBD) order, their order is on us.



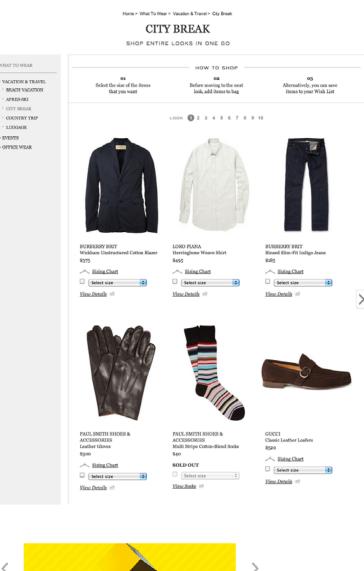
## Shop the Look

## What makes this special?

- Build outfits in a fun and interactive way
- Mix and match products
- Mix offering across Gilt properties
- Editor's picks









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## Mystery Product

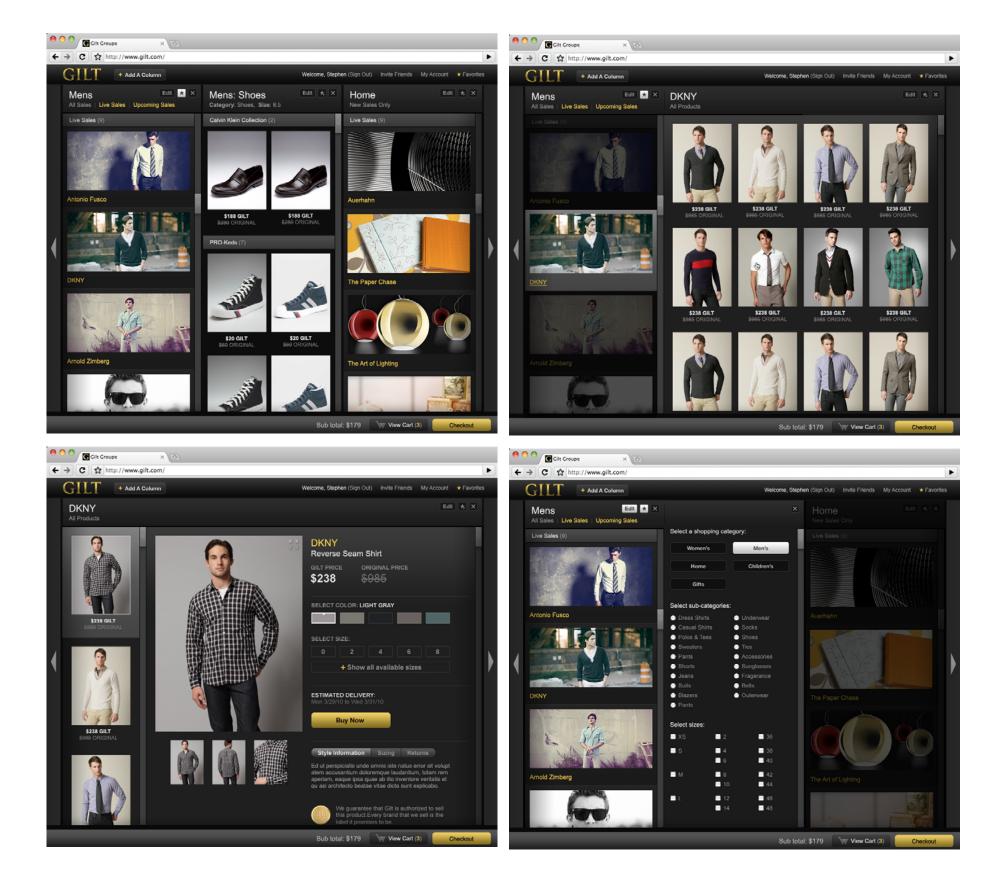
- A play on the "Mystery Bag" or "Fukubukuro" idea
- A sale where the brand is suppressed
- We display a silhouette for the product image
- Product detail information is shared
- Given that it's sold on Gilt, customers know that it's going to be a great designer brand



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			See all items	•

## My Store

- Personalized products based on your needs, desires, and affinity
- Geo targeting products
- Real time notifications
- Drive Off-Peak Visits



## Rewind

- Take everything that makes Flash exciting and elevate all facets
- Access is exclusive (Entry by purchase)
- Merchandise is highly coveted (Secret private sales)
- Shopping time is capped
- Capacity is capped
- Great deals
- Inventory remains secret



## Kaiten Zushi (Flow)

- Stream of products available for purchase
- Unique products based on your location, weather and gender
- Editorialized via color

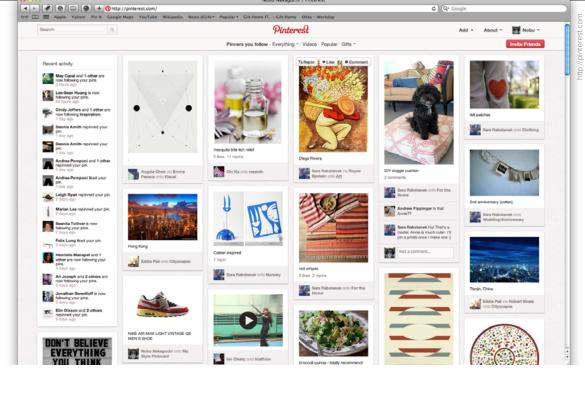


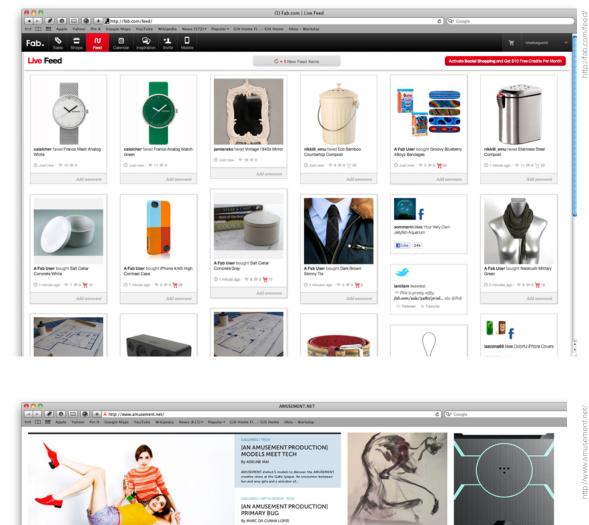


## Feed

### What makes this special?

- Product Discovery
- Sale/Product Popularity
- Social curation
- Visual stimulation + pleasing
- Dynamic flow
- Recommendations based on brand affinity, visits, region, etc.
- Filter/Sort by...
  - social graph
  - geo location
  - popular

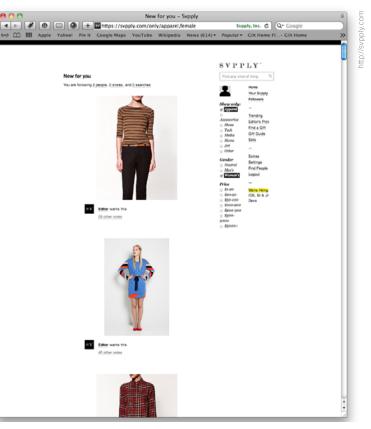


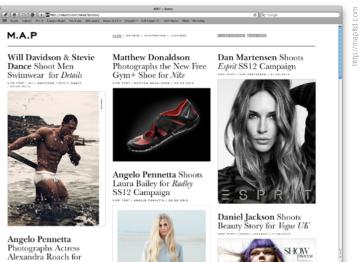


[BACK OFFICE INVESTIGATION] IN THE ONLINE CEMETERY

[DIGITAL ART...OR BULLSHIT?] THE POETIC STATEMENT OF OMER BEN DAVID

WATSDAT?





## Color Search

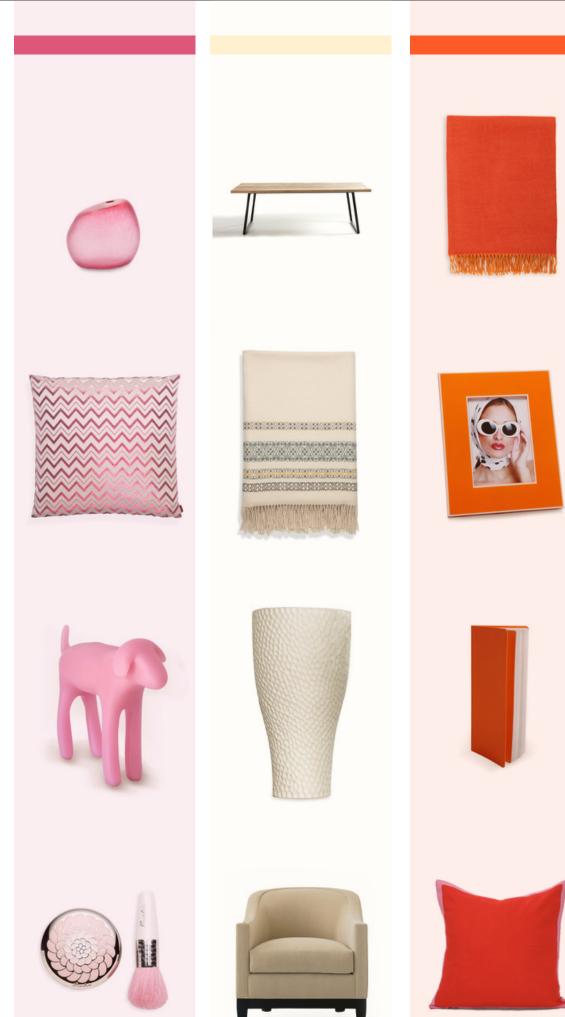
What makes this special?

- Leverage technology built for Gilt Color on iPhone app and re-purpose for the laptop
- Allow users to find products with a similar + related color palette based on an object placed infront of their computer





















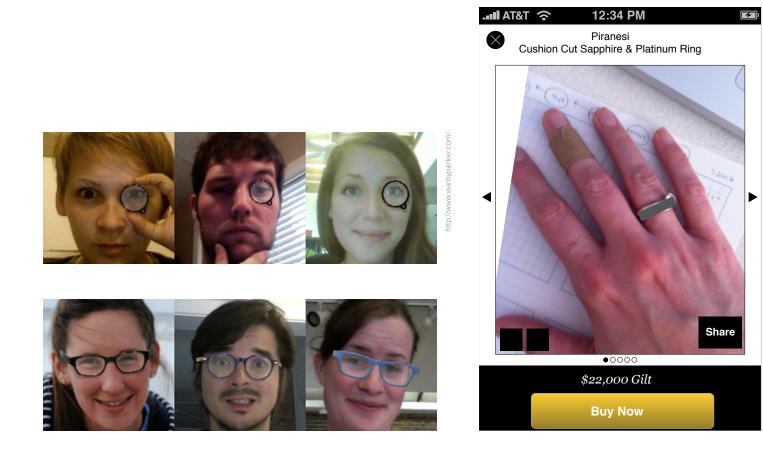




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## Augmented Reality

- Virtually try on Jewelry
- Better understanding of pattern scale

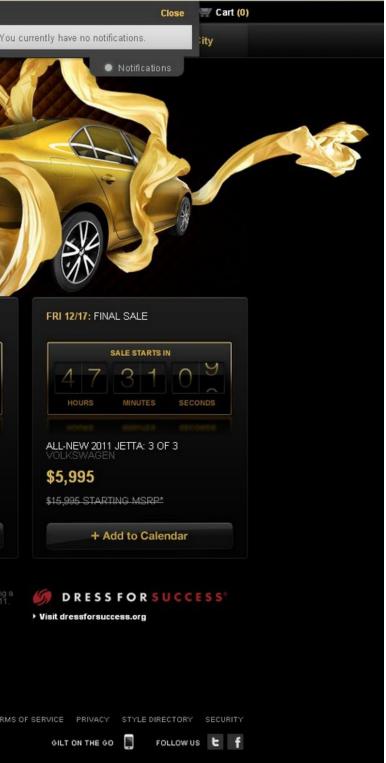




## Unveiling new products every X hours

- Builds anticipation and reinforce the notion of competition through limited quantity
- Drives members back to the site throughout the lifecycle of a sale

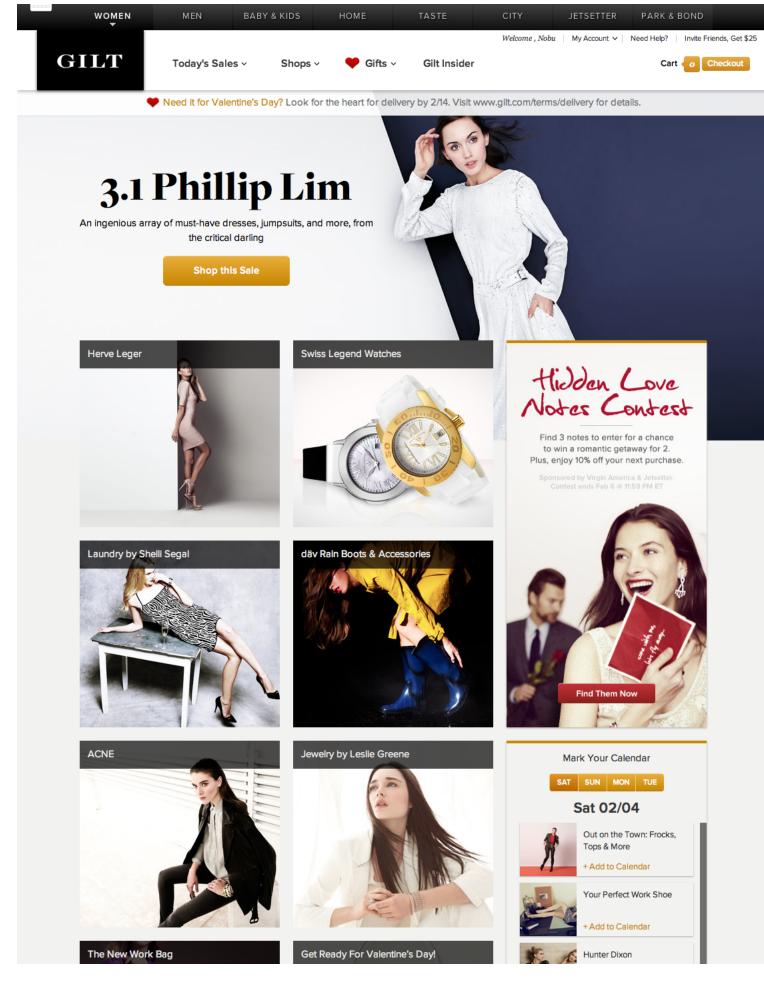
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* <u>Legal Disclaimer</u>				
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@ 2007 - 2010 GILT GRO	OUPE, INC. All rights reser			



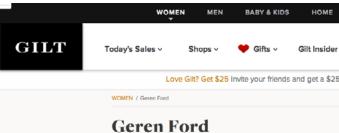
## Super Flash

## What makes this special?

- 1 hour hyper flash sales
- target non-peak time
- products must be coveted



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Filter Categories

## Scavenger Hunt

What makes this special?

• Amazing deals or credits sprinkled throughout the site



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Filter Sizes

Fashionistas have gravitated toward Geren Lockhart's distinctive garments ever since the former Otis and Parsons student left her 12year career in advertising and returned to fashion. The ready-to-wear Geren Ford label plays off Lockhart's interest in world travel, art, film, music, and architecture. Ready to turn heads? Choose from elegant shifts, flowing maxi dresses, delicate silk tanks and tops, pintucked pants, and more.



Knotted Shoulder Maxi Dress **\$69 Gilt** \$124



Geren Ford Silk Ruffle Hem Dress \$329





Geren Ford Silk Chiffon Henley \$89 Gilt

Geren Ford Hammered Silk Ruffle Keyhole Blouse \$79 Gilt



TASTE	CITY	JETSETTER	PARK & BOND
			Welcome , Nobu   My Account v   Need Help?   Invite Friends, Get \$25
r			Cart o Checkout
5 account credit	when their f	ìrst purchase has s	hipped. Invite Now
			() SALE ENDS 1 day, 20 hours
			★ Favorite This Brand

▼ Showing: 59 products





Silk Cascade Ruffle Dress \$119 Gilt \$329



Silk,Ruffle Maxi Dress \$299





Sportster Custom 1200 \$4949 Gilt

## Your Gilt-y Collection

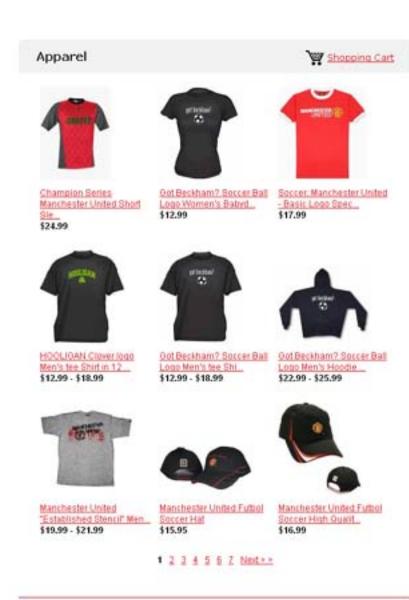
- Allow members to showcase products purchased from Gilt over the lifetime of their membership
- Members can turn this into a way to showcase their wardrobe, their home, their experiences about town really anything they want.



## Member Shops

What makes this special?

- Allow members to curate their own online shops for others to shop from
- "You like my style, you trust my taste, why not buy from my collection of goods?"
- Allow members to make affiliate commissions off of products sold through their store
- Members can promote their store fronts on other websites, blogs, social media outlets etc



Best of Manchester United | Shopping Cart | Home

#### Search

Apparel

60

amazon.com

#### Browse by Category

Apparel Books Mobile Computer & Video Games DVD Gears

Home

#### Similar Items



That Extra Half an Inch: Har. H... by Victoria Beckham \$13.57



Dare to Dream: The Story of the .... \$5.99



Kickin' It: Women's Soccer 2008 ... by Sellers Publishing \$12.99



## Xbox / Kinect app

- See your wardrobe or Gilt products on a big screen tv.
- Use the Kinect to "swipe" through products
- Mix/match products using your hand gestures
- Leverage the camera to see what you might look like wearing a dress/ accessory



## The List (the new Waitlist)

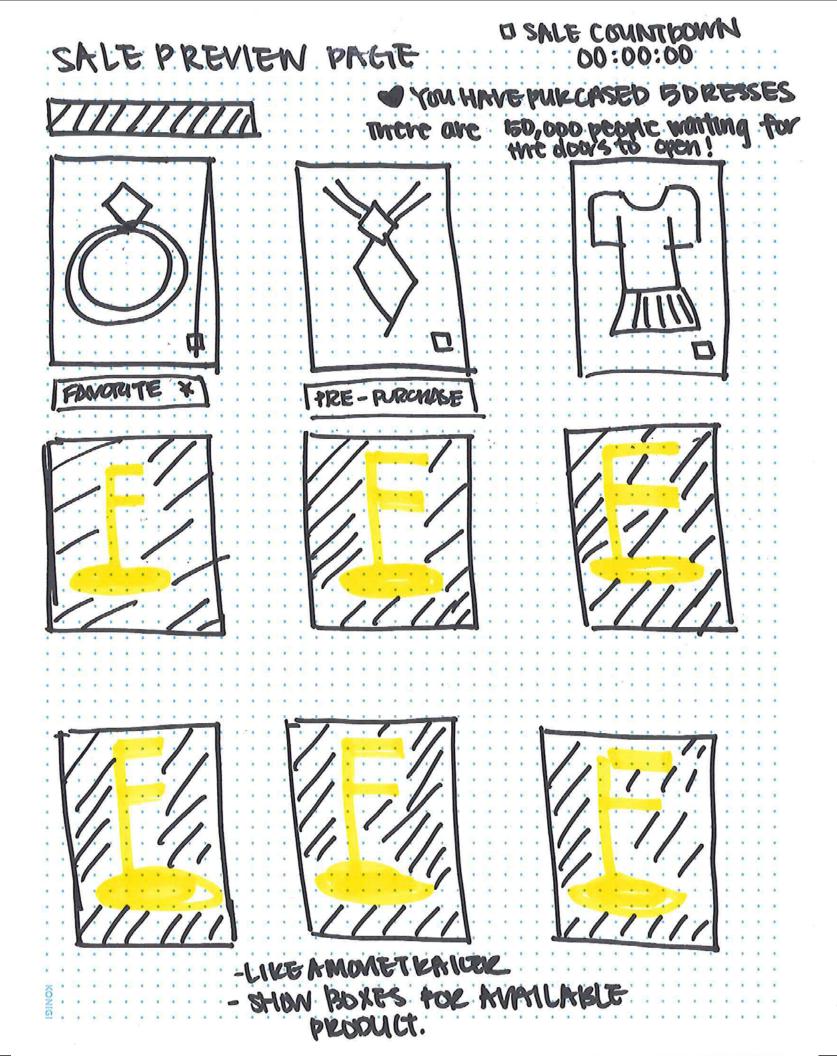
- Ability to save items the customer likes for access later
- Smart suggestions based on items in the list
- Clear notification when wait list item becomes available
- Commit to purchase items on Waitlist. If items becomes available, automatically complete order and send item to customer
- Other lists: Recently viewed / Wish List
   / Wedding Registry

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Hi Christine | My Account ... CHECKOUT CAR YOURUST 24 EXCELLENT! THAT ITEM IS NOW AVAILABLE ADD TO CART YESERVED FOR :30 SECONDS

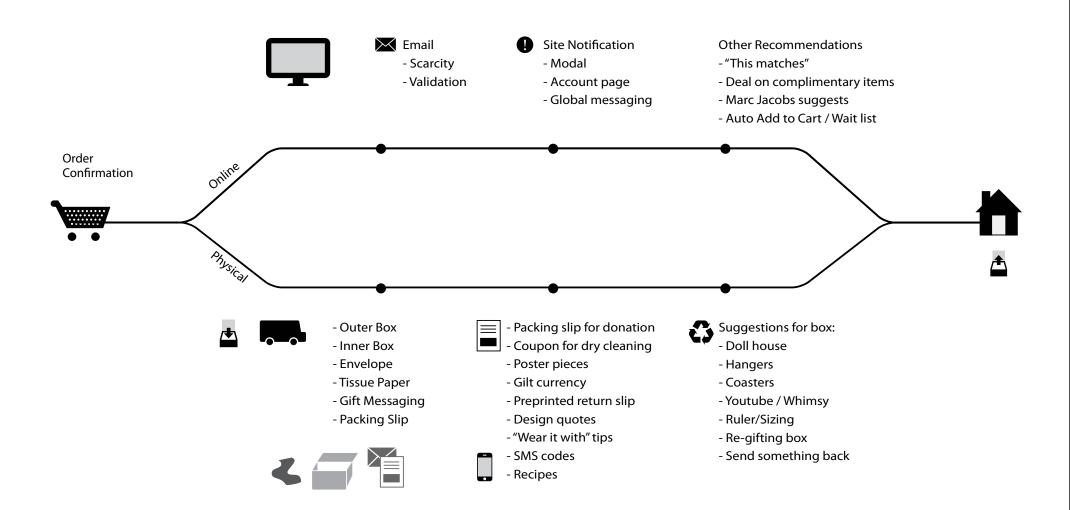
## The Drama of Preview

- Make the anticipation of a sale starting more social
- Transform the static preview page into a destination where customers can converse with others with similar brand affinities
- Make the unveiling of products theatrical
- Display a countdown clock to build anitcipation
- Opportunity to leverage an engaged audience (ex. brand story, commercial, etc)



## Nice Package

- Surprises shoppers with unexpected goodies
- Provides suggestions and awareness related to an order
- Makes each delivery unique



## Benefits

- Get limited quantity of benefits every Monday at 9pm
- Benefits must be redeemed within 2 days
- Examples of benefits
  - 20% off you next order
  - 15 min preview
  - Free shipping on your next order
  - Entrance ticket into our warehouse

DISCOUNT 200% off your next order	SHIPPING FREE shipping on your next order
<b>12</b> out of 500 left	<b>12</b> out of 500 left
SNEAKPEEK	PASS
15min preview of an upcoming sale tomorrow	PRIVATE entry to the next private sale event
<b>125</b> out of 500 left	<b>125</b> out of 500 left

## A Perfect Day

- Gilt asks you two questions and based on the answers, we surface ways to experience a perfect
- Fun, surprising, and unexpected
- Reminiscent of Google's "I'm Lucky" button
- Customers should see unique offers each and every time
- Results are algorithm driven
- Opportunity to surface products across stores

