

Case Study

Toyota Customer Services

Focus of Toyota Customer Services

- □ Enhance Toyota Brand Image
- □ Increase Parts and Service Dealer Traffic and Sales

Toyota Business Practices

- □ Toyota Continuous Improvement
 - Kaizen—Continuously improve business operations, driving for innovation and evolution
 - Genchi Genbutsu—Go to the source to understand facts for decision, build consensus to achieve goals.
- □ Initiated review of several areas at the request of TCS Senior Management
 - One area was their radio advertising agency & program

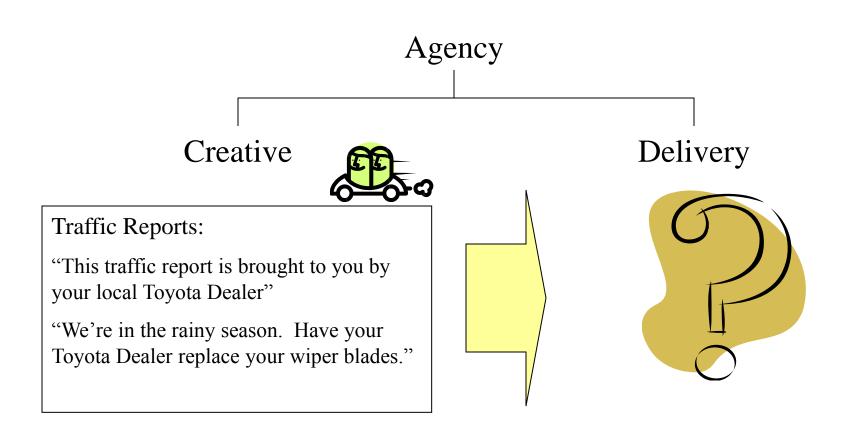
Agency Retention/Assignment

- □ Review and update agency agreement
 - Improve agency practices → "Best Practices"?
- □ Long term agency relationship
 - Independent review
 - Improvement areas
 - □ Internal External
 - \square Tier 1 Tier 2

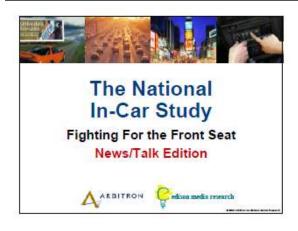
TCS Advertising Scope

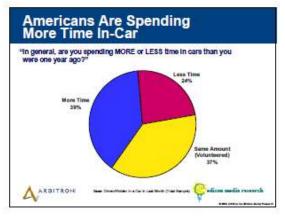
- Media coverage
 - Tier 1 National program covers 12 Regions –
 54 markets
 - Tier 2 Dealer co-op program supplements in 2 Regions 3 markets
- □ Live read Right message? In Drive-time? Equitable coverage within market?

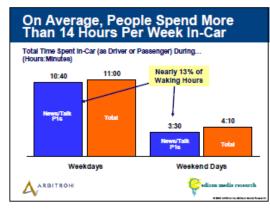
Current SOW – Parts & Service Radio Advertising -- National & Regional

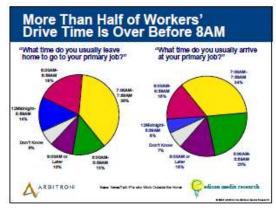


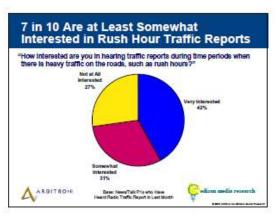
Arbitron National In-Car Study

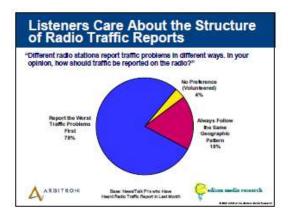




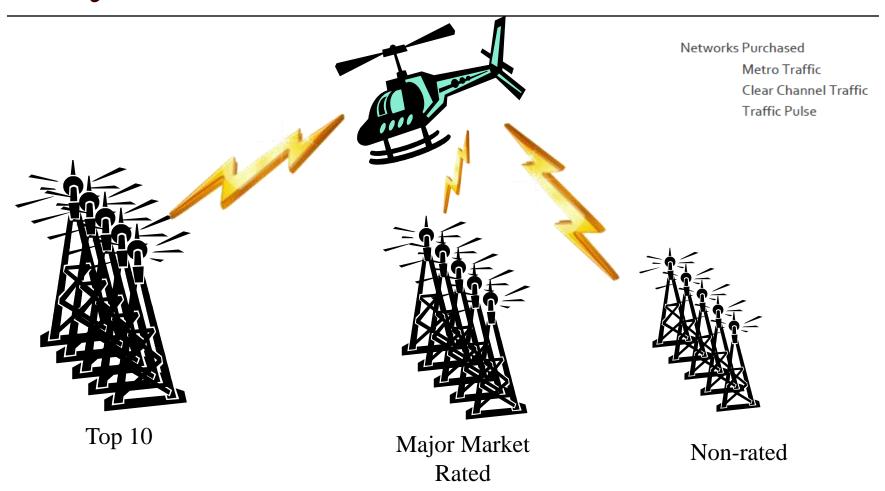




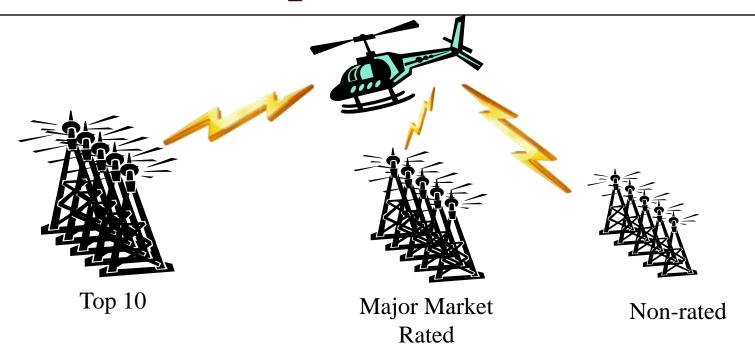




City-wide Traffic Service

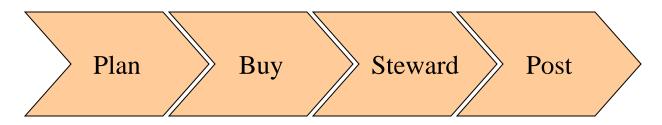


A Tale of 3 Spots



Equitable	Spot	Spot	Spot
Rotation			
Probable	Spot	Spot	
Rotation		Spot	
Guaranteed	Spot	Spot	
Rotation	Spot		

Media Delivery Verification (Audit)



- □ Plan: Objectives, Guidelines, Measurement Criteria
- Buy: Efficient delivery of Plan, Equitable resource distribution, Detailed execution
- Steward: Management of Client resources (Media plus Content delivery)
- □ Post: Agency assessment of delivery, Monitoring and Recovery of Under Delivery

Media Verification Results (Partial)

- □ Pricing: Overall CPP ~32-34% over Low SQAD
- □ Delivery: Overall ~98-101% average for all metros
 - About half of metros less than 90% of plan
 - Less than 50% on Top Ten Stations
 - About 10% on unrated stations
 - Approximately 400 spots outside "drive time"

Results

- □ Updated Contract
- Worked with Agency to Revise Guidelines
 - 50% guaranteed rotation on Top Ten
 - No Unrated Stations
- □ Agency Process changes
 - Buy & Post by Station, not traffic network
 - Post Analysis by Market
 - Under Delivery recovery in subsequent quarter
- □ Estimated improvement of 15-18% of media budget
- □ ROI on 'Guaranteed Rotation' alone = 1200%

Questions

