

- Graeme Newell
- gnewell@602communications.com
- 602communications.com
- +1 (919) 217-4438



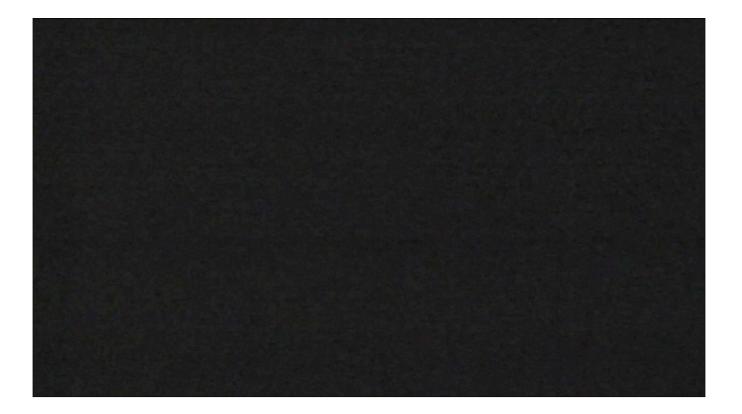
- My babyThis is my old baby....17 year old car



• Buy a Safe Sedan



- What I really want is a truck guy!
  >>
  But I'm just not cool enough to be a truck guy...



>>>41536 Dodge Land of Giants :30



- I think...yeah, I could be one of those giants.
  But it's just not working...

- Maybe what I need is a hat



• Stallions Galloping



- And where do I see these truck ads?
- I've got another confession...
  I watch a lot of trashy macho TV like the Deadliest Catch



8872 Deadliest Catch Dead or alive



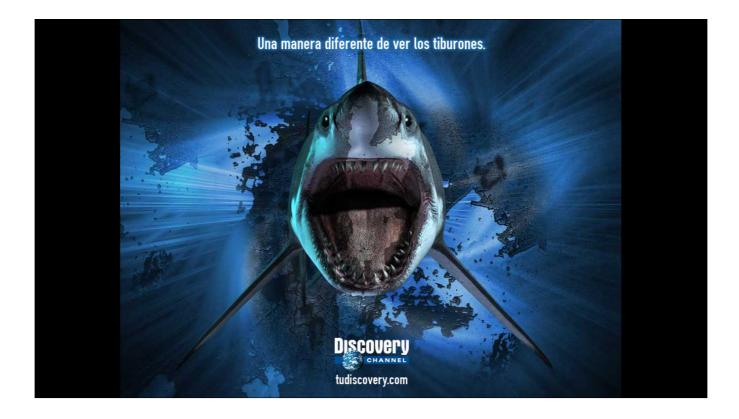
• Why do I like this show?



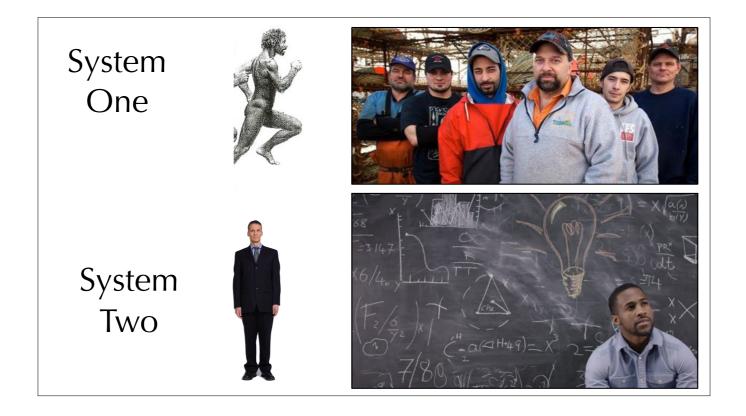
• I'm watching grown men fish.



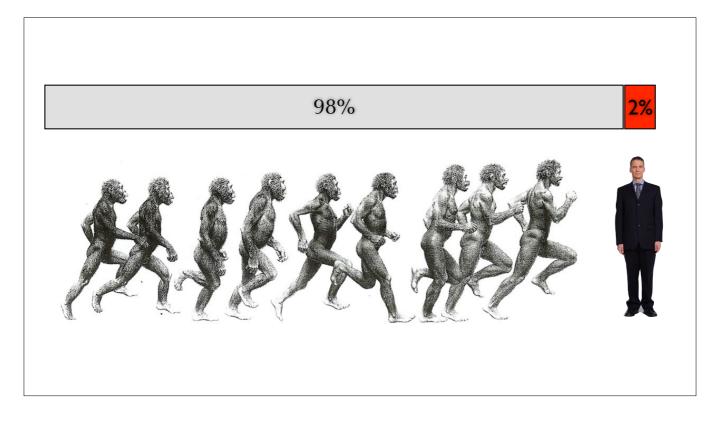
I hate fishing >>> Despise cold weather >>> Soft "office boy" hands



• Yet I am strangely compelled to watch....



- System 1 Graeme wants to be macho.
  System 2 Graeme hates his testosterone-driven side
  Wants to be smart and sophisticated.
- There's a mismatch here.



- I am fighting 2 million years of evolution.I seek to be the alpha male.
- 98% Instinctual
- 2% Intellectual



- System one reveals our ugliest system one preferences.Each of us has our own television guilty pleasure



• Corny old movies



>>>37859 Gone with the Wind



- Shout 'em outTell me your ugliest TV guilty pleasures?



• Got any people out there who love the food channels but can't cook?



- My wife Annette is one of these...There's been trouble in the Newell household.



- I'm the cheap one in the family. Crack cocaine of food shopping



• ... Whole Foods.



- compassionately caught
  in a solar powered fishing boat
  by a Greenpeace volunteer
  who save orphaned baby whales on the weekend



• My sweet wife has been recruited into the Whole Foods cult!



• Not selling FOOD. They're selling the ethics of food.



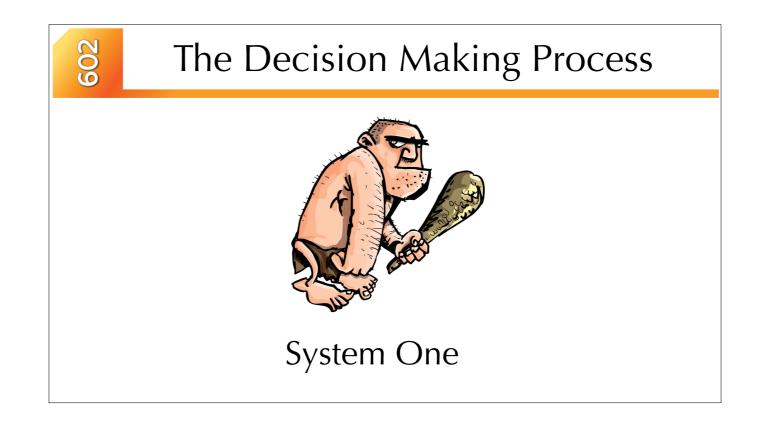
50023 Whole Foods



500 People



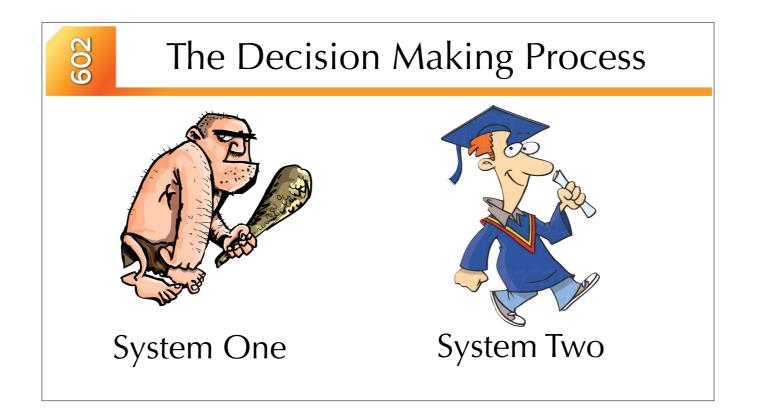
- So why is Annette so infatuate with a store where she rarely shops?
  Why am I so obsessed by a product my conscious brain would never let me buy?
  Because both of these companies have done neuromarketing research.
- The foundation of their brand is the system one brain.



- Research tells us that this is how we make decisions.
  - System one brain feels something...

>>>

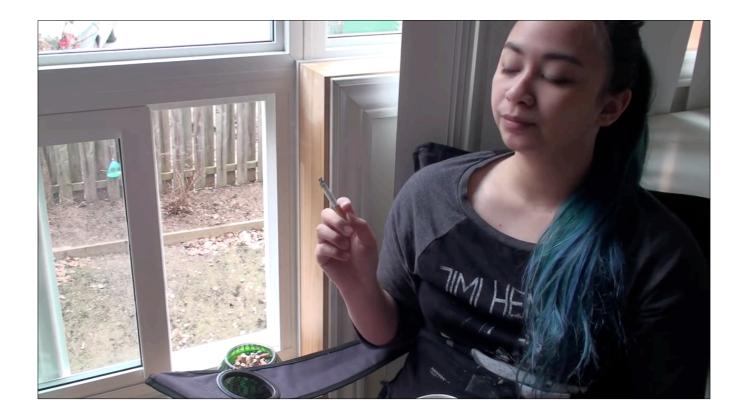
• System two brain searches for verification



- Most of us believe that our decisions are based purely on logic.
- >>>
- But research reveals it's the exact opposite.
- We are big balls of instinct walking around.



- If I show you just few seconds of this ad and your brain will light up.
  It's instinct, driven by a caveman who will do anything not to starve to death.



• Stop smoking got a bright idea.



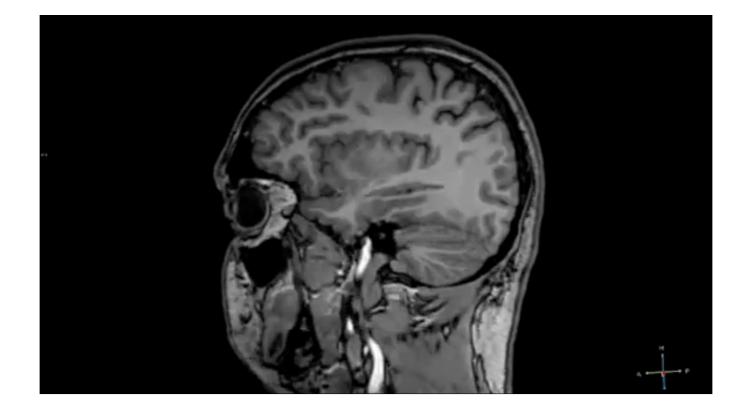
• Frightening warning labels



78836 Warning Label News Story



• A very sensible strategy... if we were only talking to the conscious brain.



• Those horrible pictures lit up the pleasure centers in the brain.



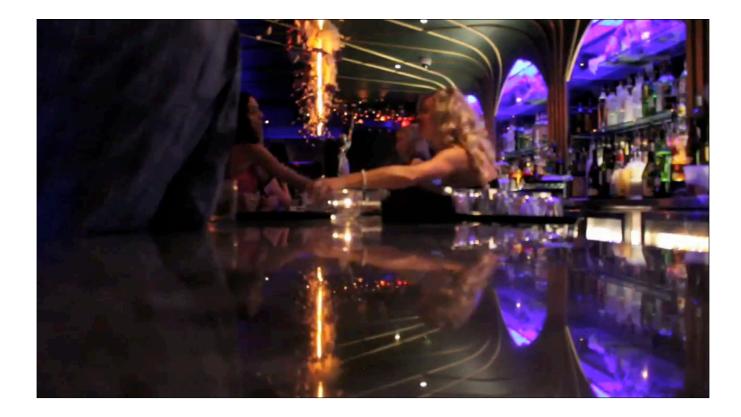
- Increased the cravings.The only thing the subconscious brains knew was that those pictures meant nicotine was on the way.



• This is our customer.



- We all know that system one makes up 85% of our decision making processWe don't want to do it because it's not as fun!



- Sophisticated marketing people want to make cool ads
  They want to win awards.
  Our research shows that the most effective ads appeal directly to *basic instincts*.



• Our research shows that the ads that work best are the ones with a deep appeal to system one



- Each year we collect about 10,000 web, tv and viral videos from the best marketing in the world.
- We go into a sector.
- Find every marketing example
- Then we do neuromarketing studies to test emotional engagement and intent to buy.



- We recently completed a comprehensive study of the financial services industry.
  We studied which emotional approaches that work best for different bank customers.



• So should the bank treats customers as if they are *super-achievers*?



56791a Old Mutual with a sound fade Out: "...when you get there."

- So this bank is clearly focused on an emotional strategy that taps their customers hunger for *success*.
  Yup, the good life, with all the perks, is just around the corner.

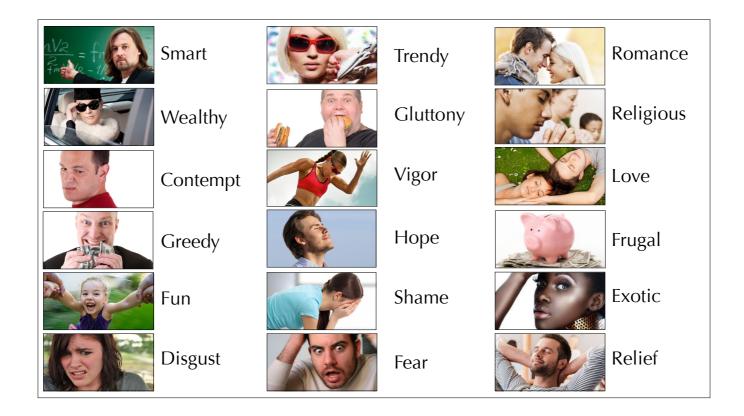


• Or maybe the best emotional strategy is a *darker* feeling...like *betrayal*.



57855a Betrayal with sound fade Out: "...versus your bank."

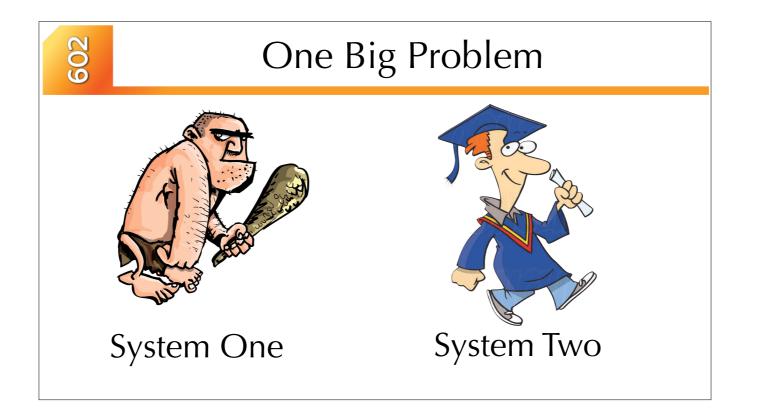
• It's time that you got rid of that *lying, cheating* bank that been stealing from you.



We tested scores of different emotional approaches



- So here are the 12 emotions that are most often in financial services advertising.
- Our research revealed:
  - 6 of them have almost no chance of success
  - 4 of them might work
  - 2 of them lit customers' brains.



- In all the studies we do, we notice one big problem.
- Most companies tend to overestimate the power of system two...
- ...when they should be firmly targeting system one.



- Think like a caveman ۲
- I want to show you an ad.
  See if you can figure out how your inner caveman would see this ad.



Video: 54290 Silverado Lost Calf



• So what's the emotional conversation going on in system one.



"Oh no, a storm! I'm in danger.

"Oh no, my stuff is lost!



"Yeah, I can be the hero!



- Oh no, a storm is coming. I'm in danger! ullet
- >>>
- Oh no, my stuff is lost!
- >>>
- Yeah, I can be the hero!
- Good looking cave ladies might see me as the alpha male.
  That means I'll have lots of children and I'll pass along my DNA.
- Did your prospect make it to the end to see payoff?



- Your marketing must amuse and engage system 1, not just system 2.Let me show you an ad that was off the charts for emotional response.









The people you love will betray you.

You will go to jail.

I am clever & smart.



- The people you love will betray you. ullet
- >>>
- I will go to jail.
- >>>
- I am clever and smart.
- Clever and smart requires system 2.
  An emotional ad with all the wrong emotions for system one.



• Virgin does a great job of tying emotion directly to a product feature.



8757 Virgin Flatbed Suite



- Virgin has built its entire brand on the system one emotion of "rebellion."
  The ads they create always show authority *crumbling*.



- The problem, we fall in love with our own product.We appeal to the customer's system two only.



- After many years of studying consumer emotional motivators.Here a few takeaways that might help you.



- Stop thinking your customers look like this: Logical Rational •

  - Analytical
- When I think of customers, I think of a people who are deeply in touch with their system one...



>>>31346 Toddler Crying



- Think like a toddler...
- Think like a toddler caveman...



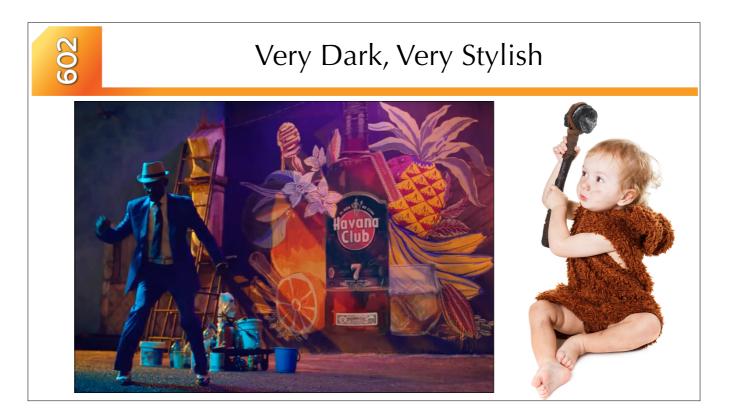
- Now I'd like to share some of the latest findings from the research I've been doing with Frank Buckler.
  Be sure to catch Frank's talk on Friday for the full debrief on the study.



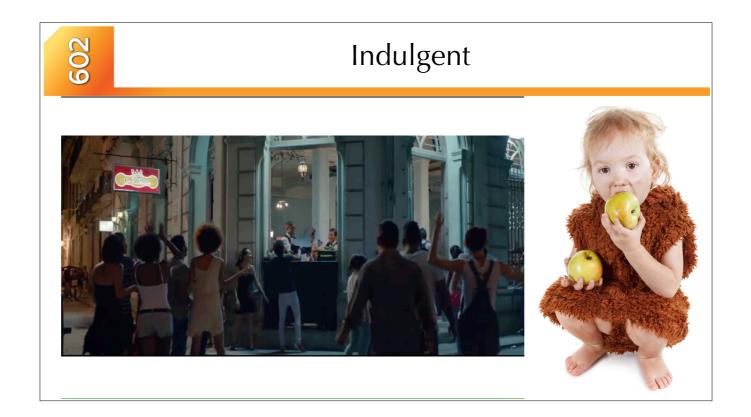
- The research shows that **bodily pleasures** are strong motivators.
  Intellectual pleasures are less effective.
  Let's compare two commercials for rum.



31347 La Habana



- Very dark
  Very stylish
  ...but what would toddler caveman think of it?



• Toddler caveman reacts more strongly to something that's *indulgent*. >>>31353 Havana Club Rum



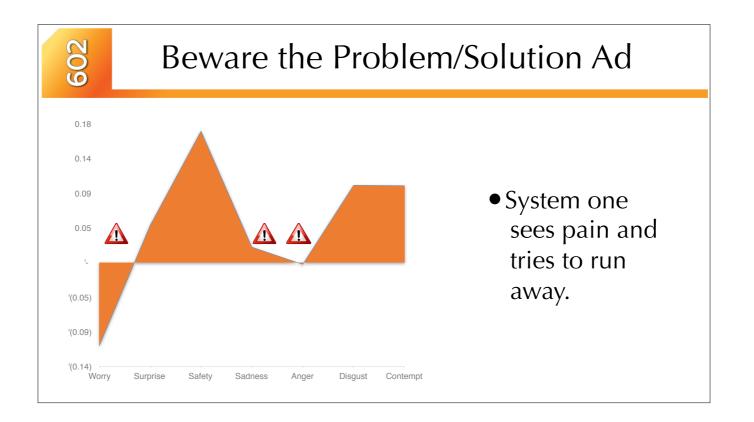
- System Two wants to be mysterious.System One wants sex, drinking and a party.



13584 Guitar



• System one wants to indulge!



- Beware the Problem Solution Ad
- Our research shows that system one sees pain and the brain tries to run away.

### Fear Is a Great Attention Grabber



- Fear and bad situations are a great attention grabber.
  But you must *quickly* move to something positive.
  Too many ads press the fear button and neglect the turnaround.



18920 Audi Car Accident



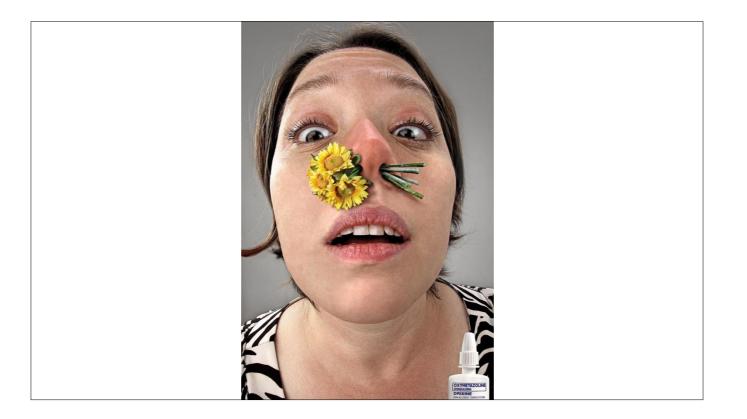
#### You Can't Frighten Someone into Loving You



- That ad was all fear.
- You can't frighten someone into love you.



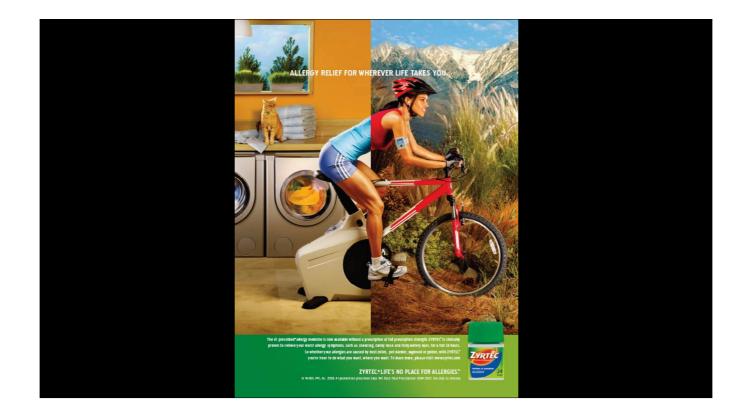
- We all know that those terrible scenes in the "save the children" ads
- We find the same thing happens in a lot of very normal ads.



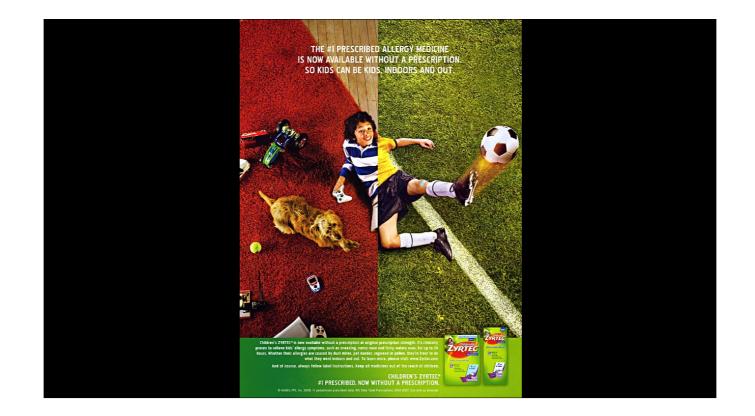
- Negative ads rely primarily on *system two* because they require some mental processing to make sense.
- The message here is if you buy this drug, you will **NOT** suffer like this woman in the ad.

>>>

- Toddler caveman simply reacts to what he sees.
- What he sees looks painful.
- He simply runs away emotionally.



- This ad tested better because it doesn't show any suffering.They just show the joy the product brings.



- An even better strategy, put adorable kids in the ad...
  An even better strategy, put adorable *singing* kids in the ad...





#### System One Loves Simplicity



- System one loves simplicity
  One powerful emotion tied to one product feature.
  For example, dancing makes people happy
  So attach that simple joy to your product



59839a Cheerios Dancing



- Even better, dance with an elephant.
  It's not sophisticated advertising
  But it charms system one.

56548 Dancing Pink Elephant



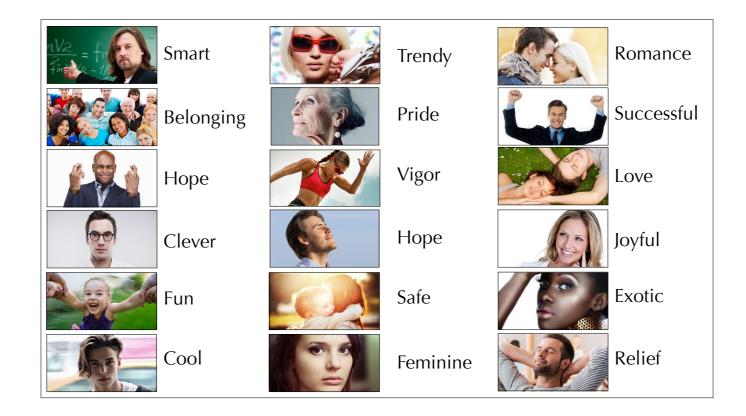
- Give your ad the "No Copy / No Sound" TestDoes the ad please quickly and simply?



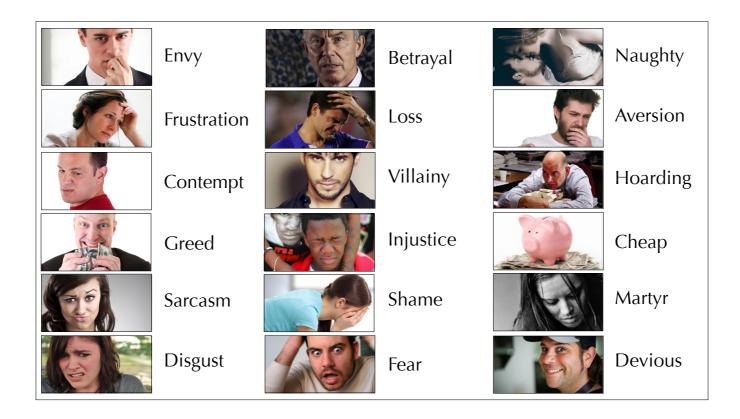
• Or does it require system two to provide a thorough analysis?



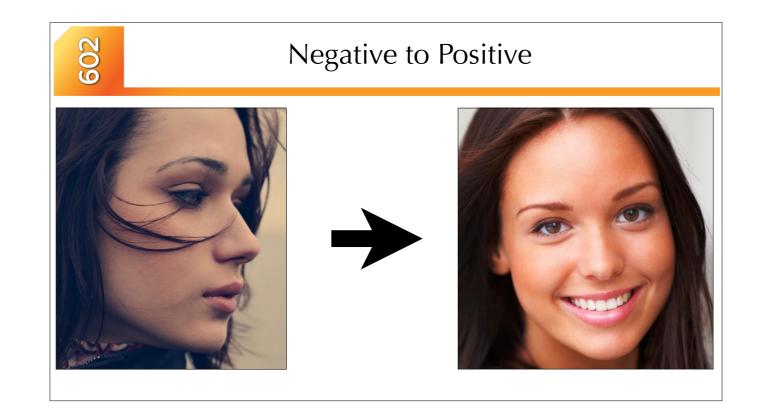
- Are you talking to system one or system two?We find that most advertising is squarely aimed at system two.



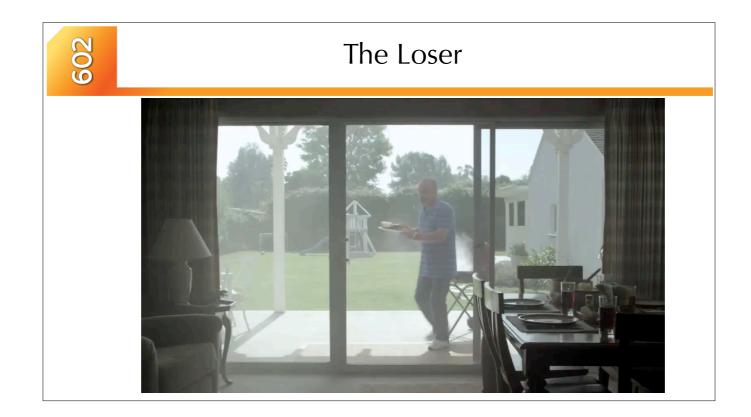
• Does pleasing system one mean using only positive emotions?



- Not at all...
- Our research shows that system one find *negative* ads equally satisfying.



- But these *negative* emotions are turned into *positives*.
  PERSONAL POWER.



• Our research shows that seeing "a loser" makes us feel **powerful**.



13088 Ameriquest Don't Judge



- Despite the fact we're watching terrible things happen, system one loves it!
  We get to feel superior.
  I'm not some *loser* like that guy.



- Want to sell colas to 20 somethings...
  Don't start with your product features.
  Start with their most powerful system one motivations.
  ...like the need to defy authority.



18690 Pepsi Max



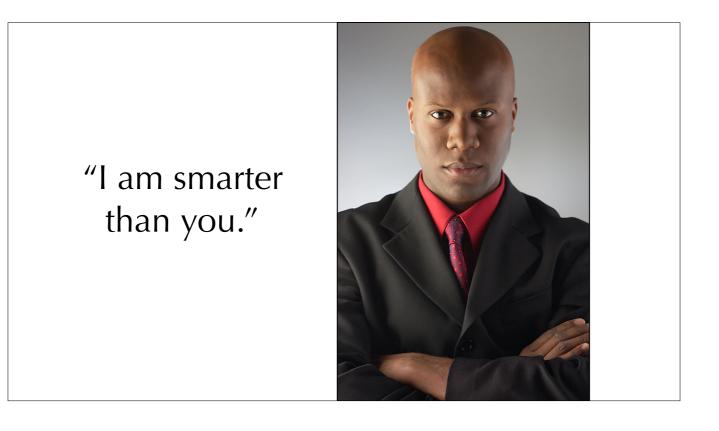
• "The loser" is the powerful emotional driver behind HBO's success.



15402 HBO Birthday party



- HBO gets its amazingly broad audience to cough up ten bucks a month
- They can feel *smarter* and more imaginative than the other dumb regular cable saps.



- This smart brand has universal appeal. *Everyone* wants to believe they're above average.
  HBO isn't in the *entertainment* business, they're in the *ego building* business.



• Caveman Graeme is watching less Discovery Channel these days and more HBO.



- Both shows reassure me I will dominate my tribe.
- But HBO gives me a system 2 benefit to boost my fragile ego.



## Things to Remember



- Beware of purely rational approaches
- Make sure every piece of marketing has something for System 1
- Think like a Toddler Caveman
- Old school works

Things to Remember:

Beware of purely rational approaches

>>>

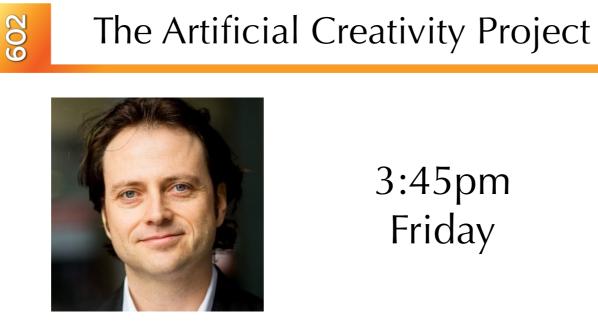
• Make sure every piece of marketing has something for system 1

>>>

• Think like a toddler caveman

>>>

Old School works best



Frank Buckler

• See more of our study on Friday at 3:45pm.

# 602 communications.com

- Visit our website ۲
- More than 100 training videosBest practice examples



• Social media