Neuroscience of effort

Or how to keep it easy

BUYER 🎁 BRAIN

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34 GB5,0000 - 10,000brand and communication messages interaction



BUYER 🎆 BRAIN

ATTENTION SPAN IS GETTING SHORTER

2000201512s8,25sLess than that
of a goldfish



Sources: National Center for Biotechnology Information, U.S. National Library of Medicine, The Associated Press



SYSTEM 1&2

System 1 Automatic Fast Effortless Unconscious Intuitive Emotional Stereotypical **Relies on heuristics** System 2 Controlled Slow Effortful, tiring Conscious Algorithmic Rational Systematic Analytical







Our brains are lazz ATE EFFORT

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Are customers lova

OR MERELY THE SLAVES OF HABIT?

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our brains love brands

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EACH TIME YOU CHOOSE A PRODUCT, It gains advantage OVER THE ONES YOU DIDN'T CHOOSE

is a shortcut

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EMOTIONS

Approach SAFE

vs avoidance THREAT

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THE NEUROSCIENCE

^{BEHIND} satisfaction and effort



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Source: YouTube









Sources: Support.com, Inc, 'Customer Effort and the Direct Impact on the Brand Relationship'.





		78%	74%		32%	
LIFE MADE EASY		will continue to purchase products from that brand	will recommend that brand to others		Will write a review	
LIFE MADE HARD	will look to buy from a competing brand	will stop purchasing products from that brand	will not recommend the brand for others	will stop using the product		
	64%	64%	59%	42%		



Sources: Support.com, Inc, 'Customer Effort and the Direct Impact on the Brand Relationship'.



EFFORT FROM A CUSTOMER'S VIEW

stronger driver on negative EXPERIENCES THAN POSITIVE ONES

non-monetary cost

key measure for loyalty

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MOTIVATION

ACCEPT THE CHALLENGES SO THAT YOU CAN FEEL THE EXHILARATION OF VICTORY. George S. Patton







REWARD

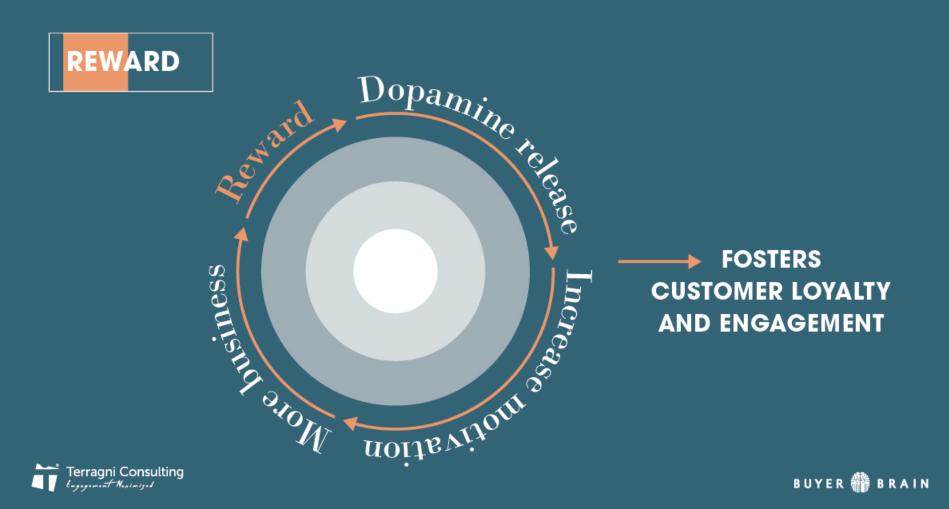
Liking (Pleasure) Opioid system

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Wanting (MOTIVATION) DOPAMINE

STOCK S

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Why measure customer effort?





CUSTOMER EFFORT SCORE



% Customers likely to continue being a customer of this company CES predicts customer loyalty **1.8x better** than customer satisfaction scores do.

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Sources: CEB Global



CUSTOMER EFFORT SCORE

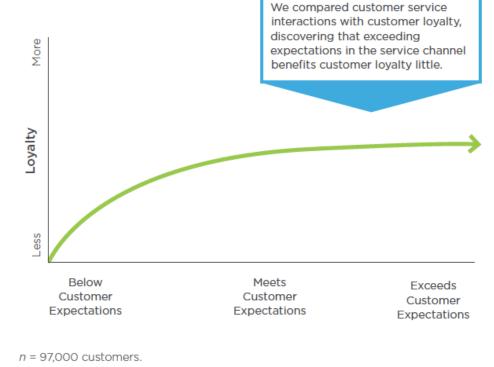


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Sources: CEB Global

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Exceeding Customer Expectations Does Not Increase Customer Loyalty Impact of Meeting Versus Exceeding Customer Expectations on Loyalty



Source: CEB analysis.







Actionable DATA Predicts defection rates Loyalty"EASY" REDUCES 40%



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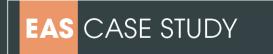


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\$1.1 billion net income

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Objective

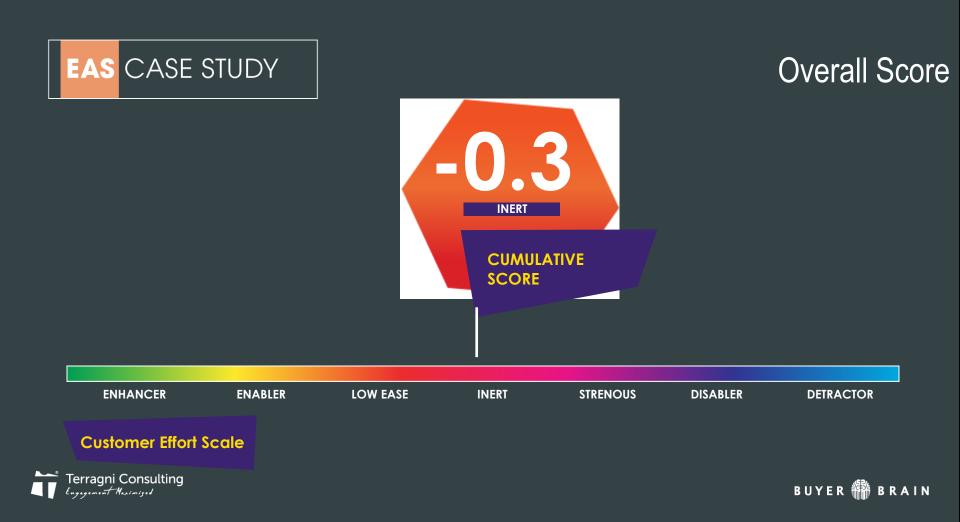
- Measure customer effort across the processes related to taking a loan
- Run the same test on main competitor's customers

Methodology

- EAS tool IAT + declarative
- 100k unique links sent to respondents

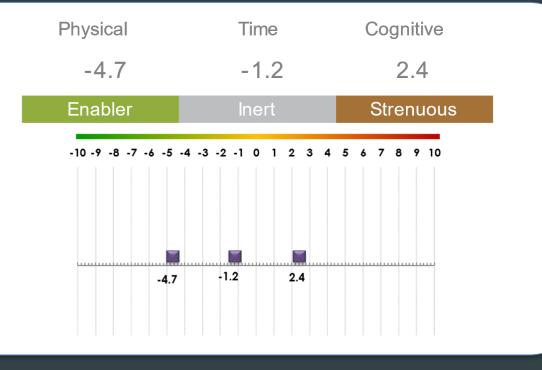






EAS CASE STUDY

Lifecycle Score



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EAS CAS	e study				Engagem	nent lifed	cycle	- trend
Discovery				-1.2				
Application				-0.9				
Approval				-0.3				
Disbursal				-1.0				
Customer Support				-0.3				
Part Payment				0.0				
Foreclosure				0.9				
Loan Closure				-0.6				
Terragni Consultin	0 -9 -8 -7 ENHANCER	-6 -5 -4 ENABLER	-3 -2 LOW EASE	-1 0 INERT	1 2 3 STRENOUS	4 5 6 DISABLER		TRACTOR



Processes Scores

DUACES	Di			
PHASES	Physical	Time	Cognitive	Cumulative
Discovery	-4.7	-1.2	2.4	-1.2
Application	-4.8	-0.1	2.1	-0.9
Approval	-3.6	0.8	2	-0.3
Disbursal	-4.2	0.9	2.5	-0.3
Customer Effort	-3.9	-0.6	1.5	-1
Part payment	-3.1	1.6	1.6	0
Foreclosure	0.6	0.6	1.6	0.9
Loan Closure	-4.7	1.6	1.3	-0.6



Recommendations

- Decrease cognitive effort for the acquisition processes → conversion rates increase
- Differentiating processes that are easy → turn customers engaged





• brains are lazy & HATE EFFORT . brains love brands ... MOTIVATE, don't delight ... keep it EASY!





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