

#### Our experts



**Yakov Becker** 

Product Tech Director at PropellerAds

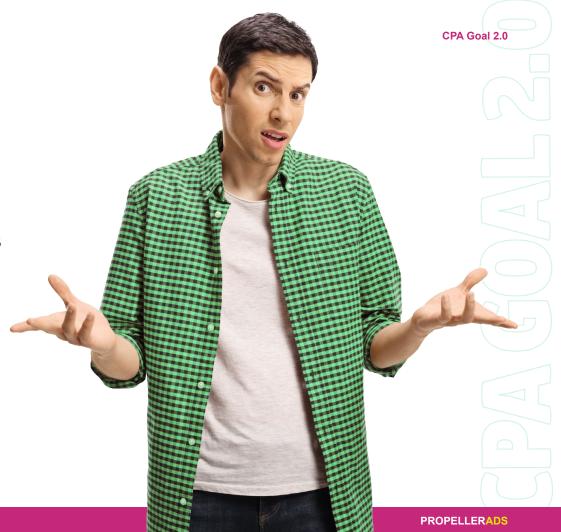


Sergei Kozlov

Head of R&A

#### What's the issue?

- People don't know what it is
- Not sure how it works



### Our agenda

- What is CPA Goal 2.0
- How it works: What's under the hood
- Case studies and examples
- Optimization period & what does it depend on?
- How to set a CPA Goal a simple step-by-step
- Best practices what to do and what not to do
- Summary
- Q&A session

# Mhat IS CPA Goal 2.0

CPA Goal 2.0 is a bidding algorithm that allows you to get the maximum amount of traffic which converts at a specified price

#### This model:

- Provides you the best performing traffic
- Buys out as much of it as possible
- Is not strictly tied to conversion price acts smart

# - Why CPA Goal 2.0 is cool

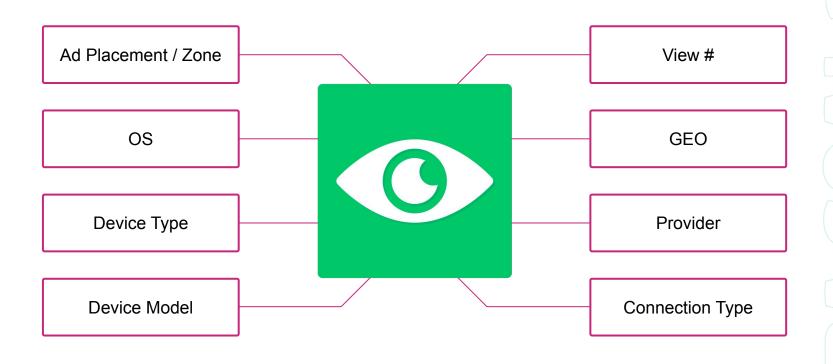






#### What impacts the impression cost





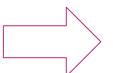
#### What is conversion rate





#### 1000 impressions:

Brazil, Android, 3G, 2nd view



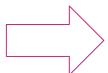


CR = 2/1000



#### 1000 impressions:

US, iPhone, Wifi, 1st view

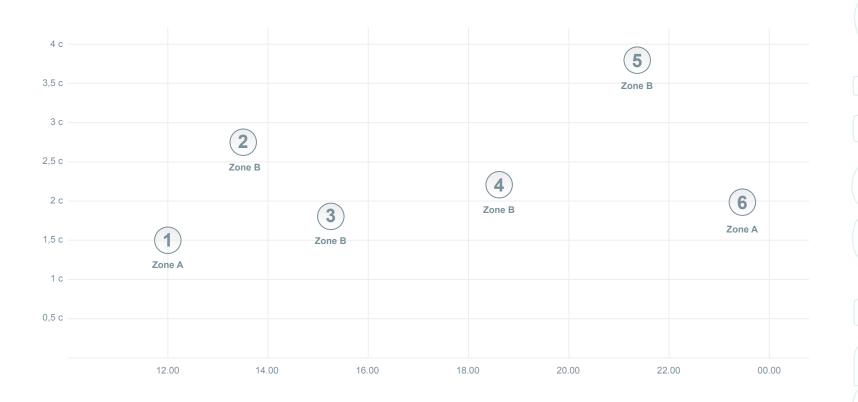






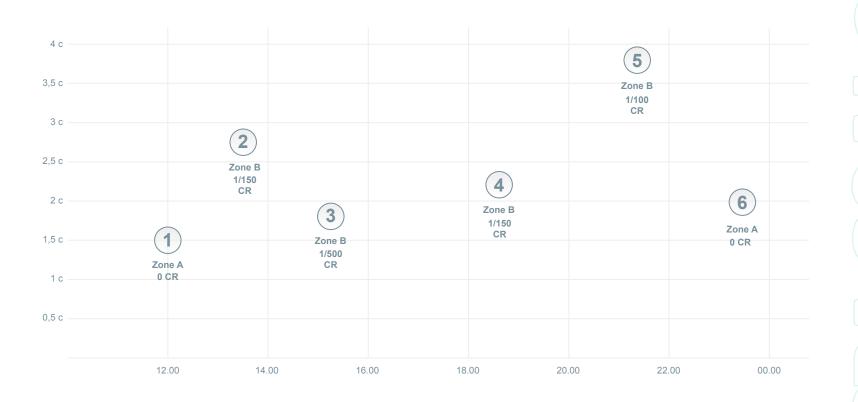
# You got impressions 1-6





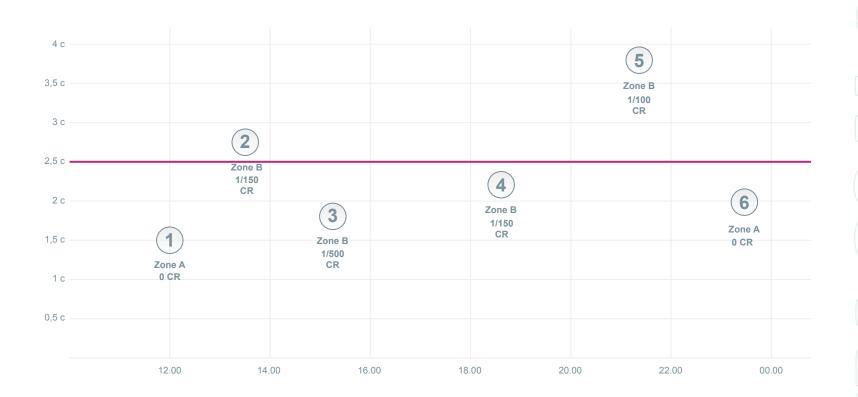
#### Each impression has a different CR





#### - Your CPM is 2.5 c





# - CPM model will buy you impressions 1, 3, 4, 6



# But only impressions 3, 4 have actual value



### - CPA Goal 2.0 buys impressions 2, 4, 5





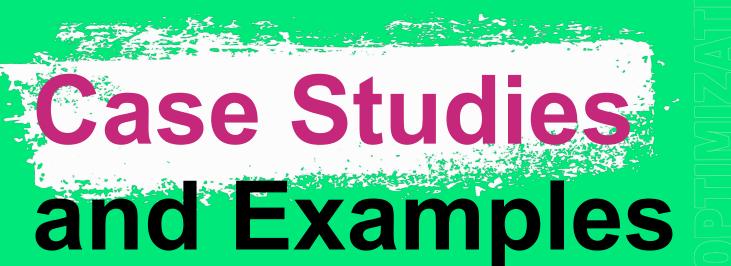
## All of those impressions have value and convert



# The main issues with manual optimization

- Requires you to set the CPM bid for each type of impressions (and there are tons of combinations!)
- You must manually blacklist all underperforming zones

Summary: <u>Impossible</u>



### Case studies - CPM / SCPM campaign





- CPM Rate = 10\$
- Much less traffic
- (!) Goal example

#### Case studies - CPA Goal 2.0 campaign

CPA Goal 2.0

- CPA Goal = 1\$
- Pay attention to CPM
- This campaign works better than goal

ID	Zone	✓ Impressions	Conversions	Revenue	СРМ	CPR	INFO
	Totals (1224):	185 637	3 005	\$2 594.24	13.975	0.86	
SL		52 187	341	\$337.44	6.466	0.99	i
SL		18 071	125	\$136.32	7.543	1.09	i
SL		10 856	7	\$8.24	0.759	1.18	i
SL		8 624	409	\$345.01	40.006	0.84	i
SL		8 328	31	\$31.00	3.723	1.00	i
SL		5 498	143	\$134.29	24.426	0.94	i
SL		4 532	103	\$100.40	22.153	0.97	i
SL		4 486	107	\$90.52	20.178	0.85	i
SL		4 424	264	\$196.53	44.424	0.74	i
SL		4 370	61	\$67.81	15.518	1.11	i
SL		3 409	99	\$108.34	31.782	1.09	i
SL		3 188	73	\$67.35	21.127	0.92	i
SL		3 154	8	\$11.08	3.512	1.38	i
SL		2 979	121	\$110.28	37.019	0.91	i

## Case studies - many factors are taken into account



User Activity	Impressions	→ Conversions	Revenue	СРМ	CPR
High	139 689	2 896	\$2 449.29	17.534	0.85
Medium	29 662	106	\$138.92	4.683	1.31

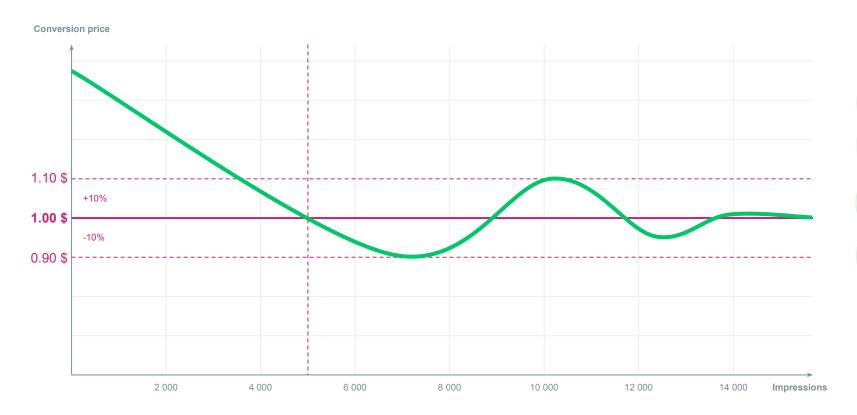
- There are many factors that are optimized – not only zones
- So it's unfeasible to repeat it manually



### Optimization period

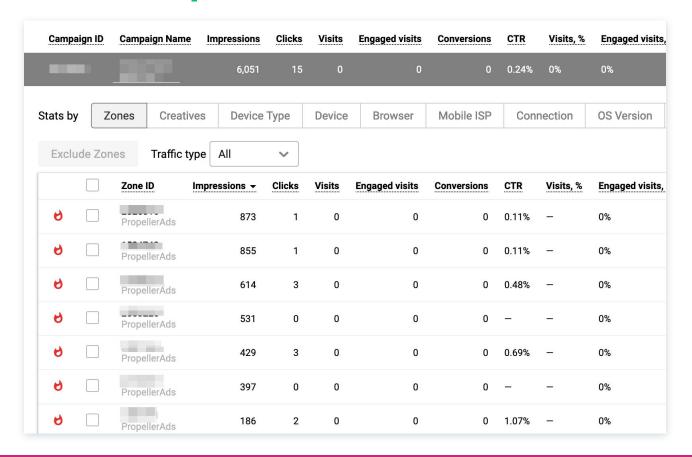
- 1. For the algorithm to work, we need to predict CR for each impression
- 2. It's done with the help of the optimization period
- 3. This is what happens:
  - a. The model familiarizes itself with YOUR campaign
  - b. It analyzes how it converts on each impression (which has multiple parameters!)
  - It predicts the CR for each impression based on your campaign performance
  - d. Sets the bids dynamically based on analytics

## Optimization period



#### Optimization period: how it looks



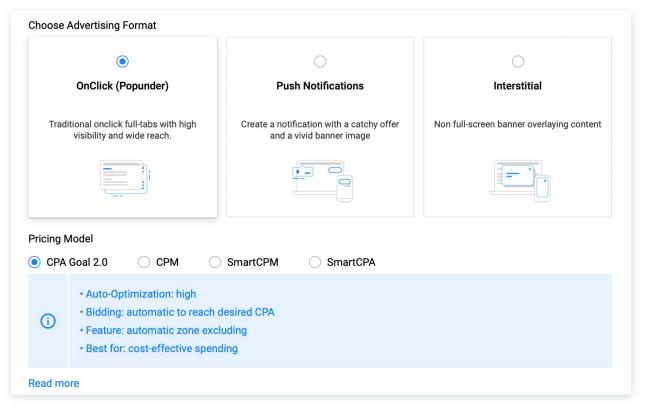


# How to set up CPA Goal

CPA Goal 2.0

#### CPA Goal 2.0: Where to find it\*

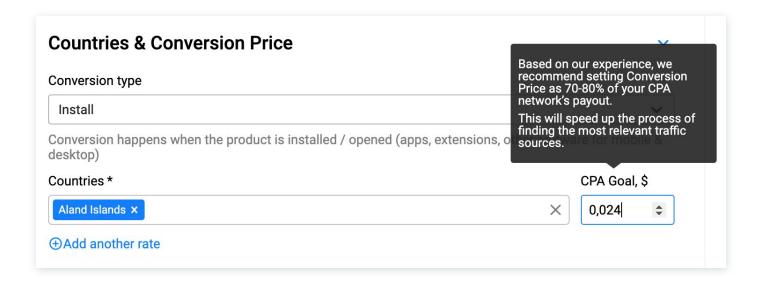




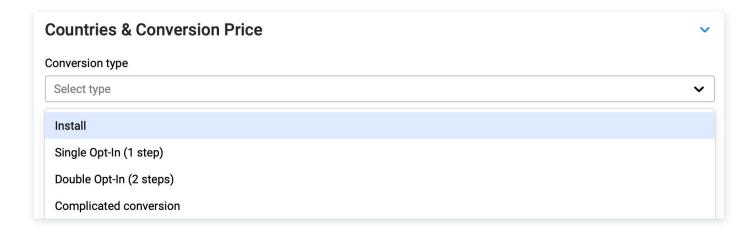
<sup>\*</sup> Available for Popunder / Onclick

### Setting the conversion price





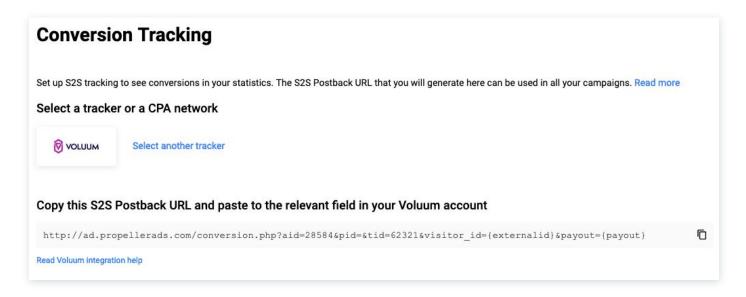
# – Why do you need to choose Conversion Type?



- Correct conversion type selection helps the algorithm better optimize your campaign.
- The system will find converting zones faster

## Important: S2S Tracking

S2S tracking is **crucial**, otherwise our system won't be able to optimize the campaign



# Best practices



#### — How to set a CPA Goal?



**How much you're willing to spend** (CPA offer payout – % Your revenue)



**Start with the maximum amount** – this way, you'll get the most accurate test results and max eCPM



If you go over budget (can happen) – reduce the CPA Goal by 10-20%



If the over-budget expenses are SO significant that you have to reduce the rate by 50%, you might have issues with your campaign: check the targeting, links, tracking, LPs, etc



The higher the CPA Goal, the higher the over-budget expenses can get

# – Which CPA Goal campaigns perform best?



Targeting a few countries



Min & Max CPA Goal rates shouldn't differ by more than 2 times

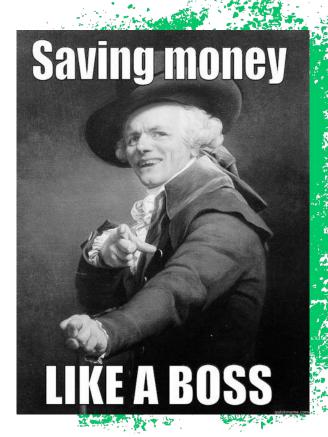


Got white /
blacklists? Or exact
ISPs? Use it in your
targeting



### CPA Goal 2.0: key benefits

- Smart, high-tech, automated optimization algorithm
- Simple setup in the SSP platform
- Intuitive and user-friendly
- Enhanced performance and ROI compared to traditional CPM
- Lots of best practices to launch
   CPA Goal 2.0 campaigns





# Thank You for attending!

**WEBINAR, JUNE 11, 2020** 

