

# New Zealand Post eCommerce experience



### Our purpose

To design and produce stamps and coins that reflect New Zealand's culture, heritage, history and its people.



### Some recent successes



# New Zealand in Space





# Royal Wedding







# Thinking Outside the Square





# **Armistice Stamps and Coins**







### **Current situation**

- Historically, NZ Post relied exclusively on providing stamp collectables to a traditional collector base (customers who have purchased from us over a long period of time on a regular basis). This was a proven good business model, but is no longer sustainable with the decline of the 'traditional market' (at a rate of about 10% per year).
- Stamps have been issued by NZ Post (or its predecessors) since 1855. Legal tender commemorative coins have been issued by NZ Post on behalf of RBNZ since 2002. The issuing of coins has enabled the business to remain sustainable.
- To continue growth, NZ Post must replace the lost revenue from traditional collectors. We achieve this through thematic products, on the back of big events or moments in time.
- Putting the right product in front of the right market is fundamental to delivering a successful strategy. Moving forward this relies on digital marketing, supported by a strong social presence.



## Dynamics at play

- A changing customer base, with traditional collectors dying or downsizing.
- Migration away from physical mail and stamps as a method of payment (includes single stamp sales).
- NZ Post is transforming its retail presence (reducing its store network).
- NZ Post's channel strategy is to move away from core products in the store network.
- Pressure from wholesalers to increase discount on stamps and coins.
   Competition in the international market is fierce. NZ Post cannot compete on price value-add is key.
- International wholesalers are under similar pressures and purchasing behaviour has changed from large single purchases to multiple small orders – eCommerce has become a disrupter in this space and will continue to do so.

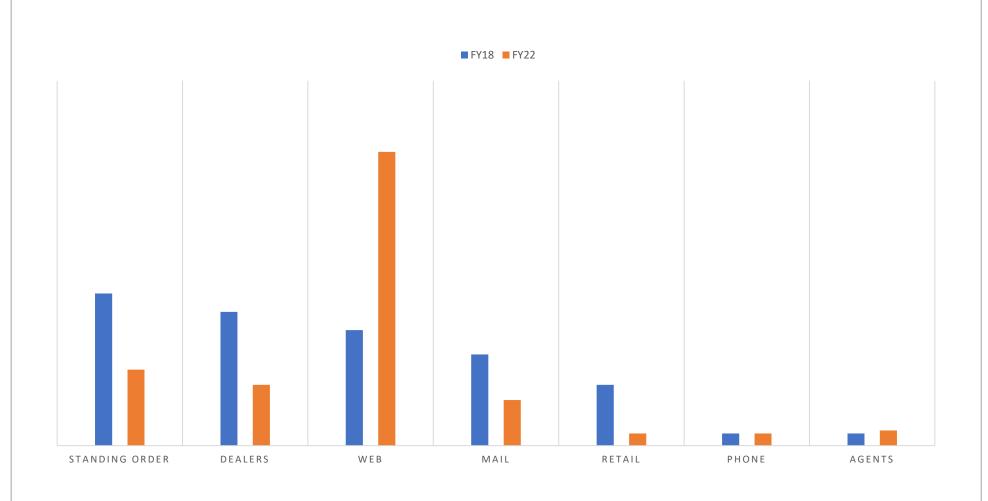


### Channels to market

- Mail / Standing Order
- 0800 customer service / help desk
- NZ Post store network (fast diminishing)
- Agents / Dealers contribute 25% of the stamp and coin revenue
- Digital / website / programmatic / social



### Channels to market





### NZ Post eCommerce

- Have been selling philatelic and numismatic product online for over 20 years.
- Have been on the current platform since 2011 and working on a new one!
- Moving to the 2011 platform was a milestone for us as it provided intergration to our inventory and customer systems.
- Roughly 20% of our sales are online and growing.
- eCommerce is important for our sustainable growth it reflects the changing nature of our customers.



### Learnings

- Customers want to order quickly 85% of traffic to our website comes from a mobile device – and our site isn't mobile responsive!
- Let customers be anonymous purchasers we know that new customers don't become long term customers so don't put barriers up to stop them purchasing.
- Let customers use other accounts to make purchases (ie Google, Facebook etc).



# A key learning

#### It's not the eCommerce platform that drives sales.

 It's driving customer awareness and we see digital and social media as the key to online growth.



### What is social media?

Google describes social media as:

Noun: social media

Plural noun: social medias

Websites and applications that enable users to create and share content or to participate in social networking.



### Social media

- Social media is more than just a customer service and marketing channel.
- We use our channels to communicate the width and breadth of what we produce and the stories behind the issues.
- Create external influencers (bloggers, journalists).
- Support our ongoing marketing messages.
- Get real time feedback on products and services.
- Is fully integrated with our other strategies and not just an afterthought.
- Allows us to interact directly with customers and create two way relationships and meaningful conversations – we hear our customers as well as them hearing our side of the story.
- Reinforces stamps and coins and is digital savvy and modern.



# **Our Social Strategy**

- To be present
- To listen
- To understand
- To engage
- To learn
- And to leverage our single voice.



# **Our Social Strategy**

- To grow our social presence as a communications channel and engage with our customers (new and existing)
- To achieve this we need to be where our customers are, create content worth talking about and use our channels to listen and engage with our customers.











The tour may be over, but we have one last giveaway for our British & Irish Lions stamp and coin issue. Be in to win one of three stamp and coin packs!

How to enter: 1) Like our page, 2) like or react to this... More









'The Hobbit' Facebook page resulted in massive sales - approx \$150K in one day!







#### The Lord of the Rings Trilogy

15 November · Edited 🚱

New Zealand Post has just released their worldwide exclusive coins and official stamps for 'The Hobbit: The Desolation of Smaug'. You can order these from anywhere in the world online at www.nzpost.co.nz/thehobbit ... check them out today!















Like Comment Share

**4,047** 

Francisco Perez, Xhin Dee, Bryan Malone and 36,834 others like this.

Top Comments ▼



Weta Workshop @wetaworkshop

New Zealand Post's official stamps and coins celebrating The

Hobbit: The Desolation of Smaug are here!

Take a... fb.me/2qpH1Ny7m

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Oct 22

Evangeline Lilly 'stamps' her mark on Middle-earth

DECEMBER 3, 2013 at 12:29 PM by CHRIS PIRROTTA

Actor Evangeline Lilly says she is delighted to be featured on an official New Zealand Post stamp and coin to help celebrate the upcoming release of the epic fantasy adventure The Hobbit: The Desolation of Smaug, a production of New Line Cinema and Metro-Goldwyn-Mayer

Lilly plays a fierce Elf warrior named Tauriel in the second film in The Hobbit Trilogy from Academy Award®-winning filmmaker Sir Peter Jackson, and is excited to feature on New Zealand Post's latest collection of The Hobbit movie-inspired stamps and coins.

"I'm on a stamp and coin from Middle-earth. It doesn't get much cooler than that," said Lilly





Forgot the image! How cool are these stamps and coins?! @nzpost

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#hobbit ow.ly/rnNwx @nzpost pic.twitter.com/jFVsknmuaW



ONE News @ONENewsNZ

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■ Expand

Luke Evans moustache @MoustacheLuke #TheHobbit - #TheDesolationOfSmaug New Zealand Postage

stamps.nzpost.co.nz/new-zealand/20... pic.twitter.com/phhNZU4pZO

■ Expand

















bilbo baggins @hobbitmovieblog

Oct 25

The Hobbit "DoS" featured on New Zealand stamps and Coins goo.gl/5zlDV7 fb.me/18jgrege1

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LA Times Movie News @latimesmovies

Oct 23

'Hobbit: Desolation of Smaug' characters featured on stamps, coins

lat.ms/18Mh2Xr



Newstalk ZB @NewstalkZB

Oct 21

Hobbit themed stamps, coins will be international hit newstalkzb.co.nz/auckland/news/...



We ♥ Orli Fans! @WeLoveOrli

Pre- order your very own The Hobbit: The Desolation of Smaug Stamps today at stamps.nzpost.co.nz/new-zealand/20...

pic.twitter.com/2TpyNtDNEj









EL @EvangelineLilly

Good time to start writing letters in #Elvish? ;-) #Tauriel #Stamp tinyurl.com/kxuslgh tinyurl.com/3wkq5 pic.twitter.com/WKU09fHson

■ Expand

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### What does the future hold

- Digital investment is key to delivering against future sustainability. This
  includes infrastructure, marketing capability / resource and most of all
  social media. New Zealand is too small, so we need to look worldwide for
  new customers.
- To attract new customers and sales, content needs to be where the customers are.
- Longer term potentially we don't require an eCommerce website. We simply serve up content on third party platforms such as ebay, Amazon, Tmall, Alliexpress, WOPA etc and have an intergrated back end.
- Whatever happens Social Media will be key to driving sales and growth.