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# 7 in 10 Customers Will Buy More from Brands They Trust; Abandon Those They Don't

Brands that earn customer trust rewarded by more sales, loyalty, and positive recommendations – better use of data revealed as the key building block

**LONDON, UK – 4 October 2021** – Adobe today announced new research revealing European businesses face losing a large portion of their customer base, with 70% of European customers willing to stop purchasing from a company altogether if their trust is broken – but the data also shows the rewards for building better customer relationships through trust are significant.

Digging deep into the future of the digital customer experience, Adobe's Future of Marketing research shows that better use of data is the primary way to build and deepen trust, and that brands winning trust are rewarded with more sales, advocacy, and long-term retention. The main ways customers demonstrate their trust in a brand is by:

- 1. Making more purchases (67%)
- 2. Recommending to friends (63%)
- 3. Joining a loyalty programme (42%)
- 4. Posting positive reviews or comments on social media (34%)

However, the research also uncovered several ways that brands are compromising trust, namely through their use of customer data. The top three reasons customers left a brand during the past 12 months were because:

- 1. <u>They are creepy (43%):</u> They track me online/on my mobile devices without my permission, send emails/other communications, but I do not remember giving them my information.
- 2. <u>They are annoying (40%):</u> They send me too many communications, they are not clear about their privacy policies or what they do with my data.
- 3. They don't listen (38%): Keep sending me ads or communications after I've opted out.

If a brand oversteps the mark, customers are more than willing to take their business elsewhere: just under half (49%) stopped purchasing from a brand last year after their trust was broken. Younger generations are the least likely to forgive a breach in trust, with 74% of GenZ and 66% of Millennials leaving at least one brand over the past 12 months.

Alvaro Del Pozo, Vice President of International Marketing at Adobe, said: "If customers lose trust in the brand they are buying from then, as our research proves, they are highly likely to walk away and take their money with them. To earn and maintain trust, businesses have a responsibility to build more direct and personal relationships with them, by using customer data in a transparent and responsible manner, and that ultimately starts with marketing."



When it comes to how their data is used, the research shows that customer expectations are reasonable and achievable, with 'asking permission to use their data' ranking as the most important thing a company can do to earn their trust (42%). Their next most important consideration is more 'open and transparent' use of their data (39%), alongside having more 'control over their data' (37%).

### Opportunity for deeper connections to close the digital experience gap

With brands more focused than ever on creating deeper and more meaningful connections through a datadriven digital customer experience, Adobe's research shows a gap has emerged between how highly brands rank themselves and differing customer opinion.

In fact, despite the fact 94% of European marketers say they are either 'good' or 'excellent' at delivering personalised experiences at scale, only 1 in 3 (31%) customers say the quality of digital experiences has improved over the past year.

Encouragingly, younger generations are more likely to rate their digital experiences higher, with 49% of GenZ and 46% of Millennials saying the quality had increased (versus 31% average). The experience gap and generational differences highlights that, although there is room for improvement, marketers that focus on building trusted relationships through more considered and personalised online experiences will thrive in the digital era.

## Businesses adopting first-party data strategies to earn customer trust

With the third-party cookie landscape soon to become obsolete, brands are shifting their focus to first-party data strategies to earn customer trust, building more direct and personal relationships with their customer, based on data they have willingly shared.

The good news is that 83% of European businesses already possess a first-party data strategy, with 44% saying it has always been a top priority. However, many (39%) were prompted by recent changes in privacy regulations to create one, suggesting their understanding and use of first-party data is still in its infancy.

And, while many brands remain sensibly cautious about data governance (92% of European respondents express some level of concern about complying with customer preferences and government regulations), the majority of businesses understand the importance of data compliance and preparing for a first-party future, with over two-thirds (67%) of European marketing leaders saying their executive team prioritises data governance.

# About the research

Adobe's Future of Marketing research was conducted by Advanis during August 2021, surveying 6,000 consumers, marketing practitioners and marketing leaders (SVP or higher) globally, to better understand the practice of marketing and how its impact is evolving. In Europe 4,033 consumers (2,017 in the UK, 1,008 in France and 1,008 in Germany), 1,161 marketing practitioners (409 in UK, 414 in France and 338 in Germany) and 625 marketing leaders (SVP or higher – 181 in the UK, 196 in France and 248 in Germany) were surveyed.

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