What You Must Know Before Purchasing a Mailing List

A Guide to Decipher the Various Buying Options when Purchasing a Mailing Lists





Introduction

The most important part of your direct marketing program is the list. Professional direct marketers will typically state that the success or failure of a direct marketing campaign can be attributed to the 40-40-20 rule. This rule states that the mailing list makes up 40% of the results, another 40% on the offer, and the final 20% on the package.

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Without a doubt, the most important part of the package is the LIST.

Purchasing the best list available for your offer may appear simple on the surface, but there are 1,000's of issues that can cause you to acquire a mediocre product. The two biggest factors to consider are the list vendor you choose and making sure you cover all your bases when submitting a list request.

This guide will assist you in navigating through the process of ordering a mailing list and even more importantly, qualifying a good list provider.



Finding a Quality List Provider

This is the most difficult part of the entire process. It's easy to find companies who offer list, but who are you really dealing with. There are over 100,000 companies reselling list data and it is almost impossible differentiating the professionals from the order takers. The majority of list providers fall into the categories listed below.



1) <u>BROKERS</u> (HIGH VOLUME DISTIBUTORS): There are less than 200 qualified firms nationally who fall into this category. A good brokerage firm will have access to all the major databases and at a very competitive price. A good broker will always offer the best list regardless of compilation source; there should be no conflict of interest. More importantly, a good broker is a direct marketing consultant, not an order taker.

2) <u>COMPILERS</u>: These are the companies that compile the databases & build the lists that are used in the direct marketing industry. There are over 75,000 databases being compiled by approximately 25,000 compilers. The majority of the compilers use brokers to distribute their products to the end users and low volume resellers. NOTE: Most compilers don't manage their own list; they will use a "List Manager". List Managers typically maintain and distribute the compilers products through brokers.

3) <u>**RESELLERS (LOW VOLUME DISTRBUTORS)**</u>: This category represents over 95% of the companies offering mailing list. These companies rely on brokers and compilers to do the leg work and research. The majorities are low volume resellers offering mailing list as a secondary product and typically specialize in other industries like: mailing services, printers, advertising agencies, consultants, graphics, manufacturing reps and so on.

4) <u>SPECIALIST</u>: This category refers to those brokers or compilers who specializing in a specific field such as; medical, alumni associations, contributors, investors, churches, home improvement, mortgage and so on.



What You Should Know Before Calling

Define the primary goal of your mailing: This statement may appear simple but many marketers get it wrong. If Cannon Copiers does a direct mail campaign, then one might assume the primary goal of the mailing is to sale copiers. In most cases this is not the correct answer. Yes, the end result is to sale copiers, but the primary goal of the mailing is to collect information on prospective buyers: name, firm, address, email, phone & etc. and provide those leads to a sales team who will finalize the sale. Understanding the primary goal of the mailing can greatly affect how you create your offer and how you select your audience.



Be prepared to discuss your marketing project: A *good list provider always wants* to know as much pertinent marketing information as possible about your program; what is the product or service being offered, what is the offer or pitch, who typically responds to the offer, who uses the offer, what kind of cost or action is being solicited, what results are you expecting, do you have historical data to share or any other specific information that will assist in segmenting the best list possible.



What demographic & geographic selections do you require: What type of list are you looking for and is it the right list for your product or service? Below are just a few of the more commonly requested selections. If you don't see a selection you need a list consultant can research the select for you.

<u>Consumer</u> <u>Demographics</u>	<u>Business</u> <u>Demographics</u>	Specialty Selections	<u>Geographic</u> <u>Selections</u>
Household Income	Business Type	Ailments	International
Age Adults	SIC Code	Seniors	All US
Age Children	Annual Sales	Sports interest	State
DOB Child	Employee at site	MLM responders	County
Affluent households	Employee all sites	Execs at home	Zip code
Marital Status	Head Quarter	Doctors at home	Carrier route
Home Owner	Branches	Investors by Type	Zip plus 4
Renter	Independent	FICA /BEACON score	Radius
Net worth	Franchise	Mortgage Leads	Mapping
Ethnic	Credit Rating	Insurance Leads	Neighborhood
Lifestyle	Executive Title	New Movers	Territory Assignment
Mail Order Buyer	Job Function	New Businesses	Customer file profile
Mail Responders	Minority Status	New Home Buyers	Voter District
Education	Executive Gender	Bankruptcies	Geo-Profile
Auto-Make, Model	Professionals	Women bus owner	Walk sequence
Students	Manufacturing site	Voter & Party	Saturation
Grandparents	Home business	Opt in Email	Census Block

NOTE: the examples above only represent a fraction of the selections available to you; a list consultant can provide you with 1000's of options depending on your specific needs.



What person or Dept do you want to address the mail piece to: listed below are some of the more common address line options which include utilizing an actual contact name or typing a "title or department or function" into the address line.

Residential name: actual name or names at address

Residential title address: Proud Parents, Your friends at Sears, Moms Day Out, Golfer of the house, etc.

Business name: Executive by name with contact – first, last, title, gender, department, etc.

Business title address: Accounting dept, IT mgr, VP Marketing, Telemarketing mgr., General Forman, etc.

Business functional title: Corporate Santa, Top Female Executive, Employee Travel Coordinator, 401K admin., etc.

Note: By adding the title line of "*Or Current Occupant*" under the contact name or on the address line will ensure that every mail piece is delivered to all USPS qualified addresses even if the intended recipient is not at that address.

Important qualities you want in a list Broker:

- Access to **all** the major databases on the market increasing your list options
- Will take the time to learn your business, products, offers, and selling methodology
- Can easily answer your list questions and makes additional recommendations
- **Experience is very important** so look at the company history. If you have an experienced vendor then chances are they have built a list in your industry so they can make suggestions based on what has worked in the past.
- Verify each list for compilation sources, update cycles, & guarantees.



Conclusion

Your list is easily the most important portion of your direct mail campaign. If you do not reach the correct target market then you are wasting money on the design and production of the mail piece, the cost of shipping, and the money spent on the list itself. If you are attempting to sell dog toys what good will your advertisement be if it reaches people who do not own dogs?

Before contacting one of the companies you are contemplating working with, know what type of consumer you are looking for and tell the vendor about your product or service so that they can work with you to reach the best possible audience. Take note and look at the advantages and disadvantages of each list provider. What can one provider offer you that the other cannot and which company has the best track record? Experienced mailing list specialists have a tacit knowledge of which data compilers offer the best file for you selects. For example, one compiler may have the best new mover file while another can provide the best file for business owners trying to reach doctors. Every data compiler has their strengths and weaknesses and the vendor who you work with should know this information.

Direct mail has the ability to reach clients that virtual marketing efforts cannot reach or does not appeal to, but if you choose a poor vendor who sells you a bad list you run into the same issue. This is why it is important to choose a good quality list seller, who can work with you to really critique your campaign, and analyze results to see an even more targeted list in follow up orders. Grow your business and build a name for your company that makes people recognize you as an expert in the field.

If you are a business owner who is ready to start building a <u>Mailing List</u> click on the link or call us at (800) 685-4787.

Take a look at our blog which covers best practices, pitfalls, and other topics concerning various marketing subjects. <u>Click Here</u>

Thank You for Taking an Interest in Our Buyers Guide. Feel free to contact us with questions or concerns at any time.



