An Introduction to Affiliate Marketing

Affiliate marketing is one of the most scalable, low-risk performance channels. Instead of paying for impressions or clicks, brands pay only when a sale, lead, or action occurs.

How Affiliate Marketing Works

At its core, the model has three components:

- Merchant / Advertiser the brand selling the product
- Affiliate / Publisher the creator, blogger, influencer, or website promoting it
- **Consumer** the user who makes the purchase

The affiliate earns a commission when the purchase happens through their unique link or tracking code.

Why Affiliate Marketing Is Powerful

- **Performance-based** pay only for results
- Scalable hundreds of affiliates can promote your product
- **Authentic endorsements** creators add credibility
- Great for lower-funnel conversions

Common Affiliate Models

- CPS (Cost Per Sale)
- CPL (Cost Per Lead)

- CPA (Cost Per Action)
- Revenue share

Popular Affiliate Platforms

- Impact
- PartnerStack
- CJ Affiliate
- Amazon Associates
- ShareASale

Affiliate marketing continues to grow because it blends **content** + **performance** better than almost any other channel.

2. Strategies for Targeting and Retargeting Online

To run profitable campaigns, performance marketers must master two core skills:

A. Targeting — Reaching the Right People

Targeting helps you introduce your product to new prospects who match your ideal customer profile.

Effective Targeting Strategies:

• Interest-based audiences

- Lookalike audiences
- Demographic filters
- Behavior-based audiences
- Custom keyword targeting (Google + Amazon)
- Contextual targeting

The goal is to reach users who are most likely to need and engage with your offer.

B. Retargeting — Bringing Back Warm Users

Retargeting captures users who already interacted with your brand but haven't converted yet.

High-performing retargeting segments:

- Viewed product
- Added to cart
- Initiated checkout
- Watched 75% of a video
- Submitted email / engaged with WhatsApp
- Website traffic in the last 30/60/90 days

Retargeting Campaign Examples:

- Dynamic product ads
- Price drop reminders
- Social proof ads

- Fast-delivery or offer-based creatives
- Abandoned cart ads

Retargeting works because it's based on **warm intent** — people need fewer touchpoints to convert.

3. Essential Tools for Audience Engagement

Modern digital marketing is driven by automation, personalisation, and analytics. Here are the essential tools that help you engage your audience across the funnel:

Email & Lifecycle Marketing

- **Klaviyo** best for e-commerce
- Mailchimp simple & beginner-friendly
- **HubSpot** integrated CRM + automation

Messaging & Automation

- **MoEngage** WhatsApp + SMS + push notifications
- **Clevertap** retention + app analytics
- **Intercom** chatbots + customer support

On-site Engagement

• Hotjar

- OptinMonster
- VWO

Social Media Scheduling Tools

- Buffer
- Hootsuite
- Meta Business Suite

Performance Tracking Tools

- GA4
- Google Tag Manager
- Adjust / AppsFlyer
- UTM builders

The right tools help drive better engagement, higher conversions, and deeper user understanding.

4. Mid Funnel Optimization and Conversion Boosting Strategies

The mid-funnel (MOFU) is where users evaluate, compare, research, and decide if your product is worth their time and money.

How to Improve Mid-Funnel Performance

1. Strengthen Social Proof

- o Testimonials
- o Reviews
- o Before/after results
- o UGC videos

2. Build Strong Nurture Journeys

- o Email sequences
- o WhatsApp broadcasts
- o Retargeting ads
- o Product education content

3. Reduce Decision Anxiety

- o FAQs
- Return/refund policy
- o Money-back guarantees
- o Clear pricing breakdown

4. Improve Website Experience

- o Faster page speeds
- Clear product descriptions
- o High-quality visuals

Trust badges

Conversion Boosting Tactics

- A/B testing headlines & CTAs
- Using urgency & scarcity ethically
- Personalized recommendations
- Offering bundles & value packs
- Remarketing with high-intent messages

The MOFU is the "make-or-break" stage — optimizing it improves overall acquisition costs dramatically.

5. Strategies for Effective Tracking

Tracking is the backbone of performance marketing — without it, you're flying blind.

1. Use Proper Tracking Infrastructure

- Google Analytics 4
- Pixel setups (Meta, TikTok, LinkedIn, Pinterest)
- Server-side tracking (Shopify + GTM server containers)
- UTM parameters for every link

2. Standardise Events & Conversions

Set up structured events such as:

- Page view
- Add to cart
- Initiate checkout
- Purchase
- Lead / Signup
- Add payment info

This creates clean reporting and improves campaign optimization.

3. Cross-Channel Attribution

Modern marketers must understand:

- Last-click
- Data-driven attribution
- Assisted conversions
- Multi-touch journeys

4. Tracking Tools to Know

- GA4 » Website + funnel tracking
- AppsFlyer / Adjust » App installs
- Google Tag Manager » Event management

- Looker Studio » Reporting dashboards
- Meta Events Manager » Pixel health

5. Maintain Data Hygiene

- Avoid duplicate events
- Ensure pixel firing accuracy
- Validate conversions
- Test funnels regularly

Good tracking leads to good decisions — and good decisions lead to high-performing campaigns.