Loyalty programs' top friction points include delays, difficulties earning rewards

Article







Loyalty or Reward Program Features That US Adults Don't Currently Like, Oct 2023 % of respondents	
It takes too long to earn a reward	42%
Too difficult to earn a reward	27%
Rewards are not valuable 20%	
Too many communications 20%	
11% Rewards me early and then never again	
9% Worry about security	
7% Confusing	
Note: ages 18-65 Source: Merkle, "2024 Loyalty Barometer Report," Fe	b 14, 2024
284988	Insider Intelligence eMarketer

Key stat: The No. 1 issue US adults have with loyalty or reward programs is it takes too long to earn rewards, according to an October 2023 survey from Merkle.

Beyond the chart:

- Loyalty programs will become even more vital as advertisers lose third-party cookies and need to collect first-party data.
- Offers like <u>points, rewards, and exclusive discounts</u> are most likely to keep consumers coming back, according to Marigold.
- Programs like Sephora's Beauty Insider program and Starbucks' Rewards program do a good job of making sure members feel rewarded by offering birthday gift products and free coffee for members.

Use this chart:

- Assess loyalty program strategies.
- Consider ways to make customers feel valued.

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- Sephora's loyalty SVP shares tips on creating a best-in-class loyalty program
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