Electronic commerce, also known as <u>e-commerce</u>, refers broadly to the buying and selling of goods or services using the internet. Far from being just for big business, many small businesses depend on or benefit from e-commerce. This help topic will provide a framework for small businesses interested in selling online, focused on attracting customers, understanding the customer call to action, and considerations for managing customer experience and customer relationships. Be sure to also visit our guide on <u>website design for small businesses</u> for help with your e-commerce ventures.

Selling Online: Attracting Customers

Social media is the <u>most common</u> e-commerce strategy used by small businesses to gain customers. As consumers are practicing social distancing during the pandemic, they are <u>interacting more</u> on social media platforms. Effective e-commerce must leverage social media as the new storefront while consumers are reluctant to shop in-store. Consumers may be more inclined to <u>make purchases</u> through social media engagement when companies are responsive, offer promotions, and share interesting visuals. As people spend an average of <u>84 minutes per day</u> watching videos, video marketing is gaining traction as another powerful tool for growing engagement. Some social media platforms may be more effective than others to reach your desired audience. Here are guides to help determine which platforms

may be best suited for your business:

- Which Social Media Platforms Are Best Suited for Your Business? Quicksprout
- Top Social Media Sites to Consider for Your Business Oberlo

Here are some other resources related to social media and attracting customers for your online offerings:

- How to Use Social Media for Customer Service Business News Daily
- How to Use Social Media for Small Business Success Forbes
- 10 Great Ways To Attract New Customers To Your Small Business Forbes
- Five Clever Ways To Attract More Customers Online Forbes
- The Beginner's Guide to Online Marketing for Small Business Fundera
- <u>Digital Marketing 101: What Small Businesses Need to Know</u> Small Business Trends

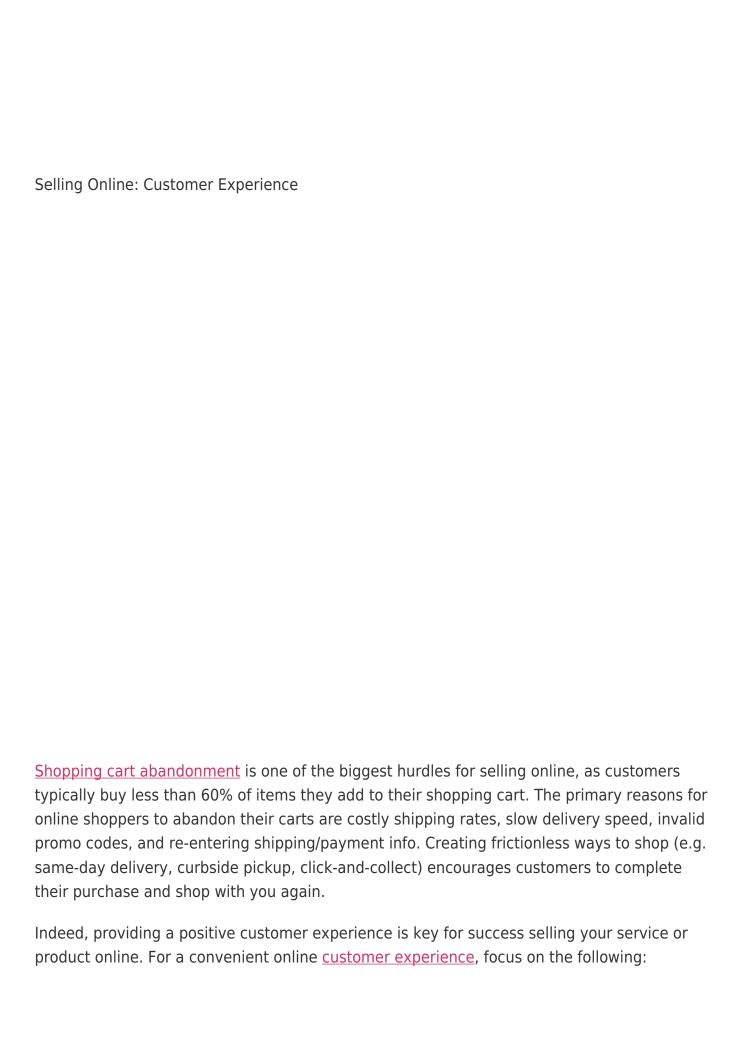
Selling Online: Customer Call to Action
Once a potential customer has arrived at your website, it is essential that you present a call-to-action (CTA). For your online store, a strong CTA is what will help turn a website visitor into a paying customer. For more information on CTA, check out these resources:
<ul> <li>What Is a Call to Action? - The Balance Small Business</li> <li>Business Marketing Essentials: Call to Action - Investopedia</li> <li>39 Call-to-Action Examples - HubSpot Blog</li> </ul>
Many factors meld together to encourage or discourage a potential customer to buy from you. Buying decisions involve many rational and irrational processes going on in your

potential customer's mind. The path to purchase when customers shop online is <u>most successful</u> when they are searching for specific products, thus paid search and organic search have the highest online <u>retail conversion</u> rate. If it's a <u>high-involvement</u> decision, you need to provide a good deal of information about the positive consequences of buying. Stress the important attributes of the product, the advantages compared with the competition and maybe even encourage "trial" or "sampling" of the product to help secure the sale. It all boils down to providing <u>customer value</u>.

So how does your product/service compare in the customer's mind? Think about your performance relative to your competition. Do you compete on price? Uniqueness? Speed? Social or emotional

benefits? Service after the sale? Ultimately, why should someone buy from you? Here are some resources to better understand value proposition, with examples for online stores:

- <u>Business Essentials: Value Proposition</u> Investopedia
- Value Propositions: What They Are and How to Create Them (with Examples) Shopify
- 10 Best Value Proposition Examples (and How to Create a Good One) Oberlo
- <u>5 Great Value Proposition Examples & Why They Work</u> Search Engine Journal



- *Make it Easy to Buy.* Once the potential customer has found your website and understands your value proposition, make the purchase process as easy as possible.
- *Keep it simple.* Don't require the customer to complete complicated forms or provide superfluous information during the check-out process. You can always ask for additional information after you've closed the sale.
- *Make it Obvious.* Don't force your customers to search and scroll through the whole page for purchase options. Put those options "above the fold." Don't distract your customers from the primary objective: closing the sale.
- It Doesn't Stop There. It costs five times more to acquire new customers than retain existing clients. Therefore, it is important to provide end-to-end excellent customer service to earn customer loyalty. Maintaining the website and managing reviews can go a long way.

For more insight on providing a positive online shopping experience for your customers, as well as how to manage customer reviews, explore these resources:

- How To Improve Your Online Customer Experience During The COVID-19 Pandemic –
   Forbes
- 13 Effective Ways To Improve E-Commerce Customer Service Forbes
- 3 Areas to Improve Customer Experience on Your Ecommerce Website SCORE
- <u>5 Ways to Enhance Customer Experience in E-commerce</u> Business2Community
- Managing Online Reviews: How to Handle Customer Feedback US Chamber of Commerce
- <u>Small Business Online Reputation Management Tips</u> University of Pennsylvania Wharton School

With a smooth customer buying experience, thoughtful <u>web design</u>, and a strong <u>web</u> <u>presence to drive traffic</u> your small business is well on its way to thriving in the world of ecommerce.

Additional Resources
Already in business or thinking about starting your own small business? Check out our various small business resources:
<ul> <li>View our COVID-19 Resources here: <u>COVID-19 Small Business Resources</u> and <u>COVID-19 Industry Resources</u></li> <li>View small business help topics here: <u>Small Business Information Center</u></li> </ul>
<ul> <li>View business reports here: <u>Small Business Snapshots</u></li> <li>View industry-specific research here: <u>Market Research Links</u></li> </ul>
Remember, you can also receive free professional business advice and free or low-cost

business training from your <u>local Small Business Development Center</u>!

If you have a small business resource you think should be included here, please **Contact Us**.

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