

# Richard *Chapple*

#### CO-FOUNDER & CHIEF GROWTH OFFICER

Richard has 20 years' experience in DTC eCommerce. He's an expert at unlocking huge, profitable and sustainable growth for start-ups, scale-ups and established businesses. As Head of Marketing at play.com, Founder & CEO at THG Ingenuity and CMO at Gymshark, he helped grow all three into unicorn companies.

## Functional & Fabulous podcast

#### Discussed on the show:

PAGE 3:	Intro to The Growth Foundation					
PAGE 7:	Strategy vs Tactics & Growth Quadrant.					
PAGE 22:	Order Rescue.					

Generate 4% incremental orders in your sleep

#### *Further reading:*

PAGE 37: The *Growth* Foundation further introduction and success stories.





#### THE GROWTH FOUNDATION



UNEXPECTED GROWTH GROWTH INTO NEW AREAS



SLOWER-THAN-EXPECTED GROWTH

# Not all growth is good

The wrong kind is exhausting and unfocused. Paying the long-term price for short-term decisions. Growing, but into areas that are time-consuming and unprofitable. New unknowns appearing daily on the horizon.

But our knowledge and experience can help you grow the right way. Because for us, growth isn't new and disorienting. We recognise the patterns and have the answers. We've been there and seen it first-hand, countless times before. We help brands understand their place in the world and bring clarity to their thinking throughout their business in order to help them grow the right way.

# Consultancy

HOW TO GROW THE RIGHT WAY

Services

HELP TO GROW THE RIGHT WAY

Products

GROW THE RIGHT WAY IN YOUR SLEEP

Clients of all sizes come to us to grow the right way



#### OUR MISSION

To help businesses succeed by applying our hard-earned knowledge to show them the right way to grow; pitfalls avoided, no opportunity missed. WE MAKE GROWTH

Manageable Sustainable Profitable Enjoyable

### The Foundations

Strategy

THE RULES

THE GAME

A great product and some lucky breaks can get you so far, but to really grow you need a proper, robust plan and a vision.

### Execution

Can you turn your plan into action? Do you have the skills, systems, tools, people and processes to deliver on your strategy?

# An example, we can all probably relate to



THE RULES

#### SITUATION

I DON'T LIKE THE WAY I FEELS (LOW ENERGY) OR LOOKS (MY SON SAID I'M NOT HENCH)

MISSION

BE THE <u>HOLLYWOOD</u> RICH

OBJECTIVE LOSE 15KGS BY 01/06/23

STRATEGY DIET – MOVE MORE & EAT BETTER



#### Tactics, actions & control (measures)

Join the gym Hire a personal trainer

Stop alcohol midweek\*

- Stop buying and eating beige food
- Record movement

Record food intake

Visualise the hollywood me

Put a 'fat' photo of me on the fridge

\*excludes work events 🙃

# The Game

## The Foundations

THE RULES	SITUATION MISSION/VISION OBJECTIVE	What's happening now? Why do we exist? How much? By when?	WHERE YOU PLAY HOW YOU WIN	What are your products, audience, sales channels & geographies? How do you operate as a brand and behave as people?
THE GAME				

### The Foundations

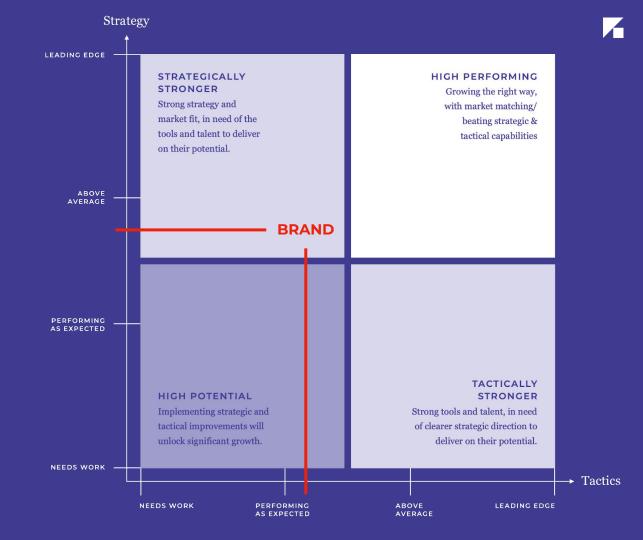
# The *right* way to grow

When your foundations are all working brilliantly strategically and tactically - growth is manageable, sustainable, profitable and enjoyable.

	SITUATION MISSION/VIS OBJECTIVE	What's happening no N Why do we exist? How much? By when		WHERE YOU PLAY HOW YOU WIN	What are your products, audience, sales channels & geographies? How do you operate as a brand and behave as people?
Σ					
	BRAND	Articulate the reason your business and products exist throughout your company - internally and externally	MARKETING Build brand awareness and	TRADING Convert traffic and	<b>OPERATIONS</b> Deliver. Continuously
	PRODUCT	Make or source products your target audience love	drive the most and best traffic to your sales channel with targeted campaigns at the lowest cost.	visitors into customers.	improve your customer experience and reduce wasted time and cost.
	INSIGHT	Deliver target audience and comme	rcial insight to all business functions	, for better decision making during exec	ution.
	ТЕСН	Design, develop, deploy, sustain and	d enhance the tools the business need	ds to operate; secure & compliant with r	egulations.
	FINANCE	Enable the business with capital, fin	nancial, risk management and contro	ls necessary to support all business activ	ities.
	TALENT	People are everything. Put the right	people in place, at the right time and	d create the best working culture for the	n to succeed.
	EXEC	Challenge functions to deliver objec	tives. Deliver today's P&L, plan for g	rowth tomorrow, leave things better tha	n we found them.

# The Growth Quadrant

allows a score of the brand's strategic clarity and tactical capabilities, compared to similar brands in their product category at a similar stage or age, can be plotted to show where attention is needed to get into the high performing quadrant.

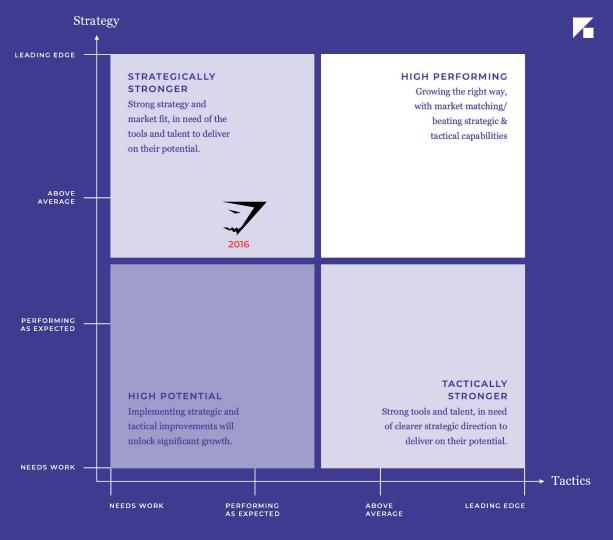


### The Growth Quadrant

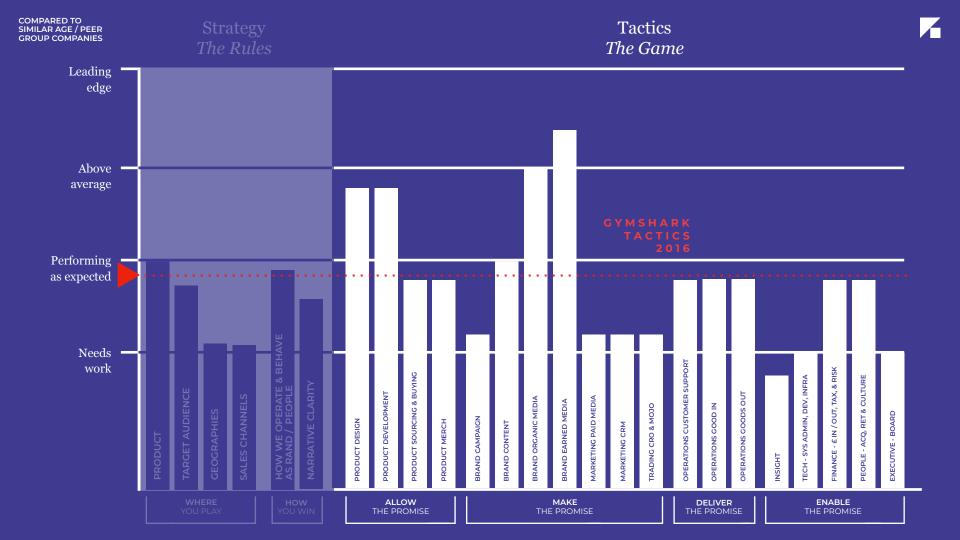
#### AN EXAMPLE: GYMSHARK

2016 - Strategically stronger When we met Gymshark, their strategy was above average (particularly around product & target audience fit) but it wasn't truly understood by its owners or the wider team. A narrative void was setting in, no-one really knowing what the mission and vision of the company was.

Tactically, they were only performing as expected, The success of the strategy and product market fit caused fast growth which exposed commercially immature tools and talent that were weak or had low operational scale/elasticity.





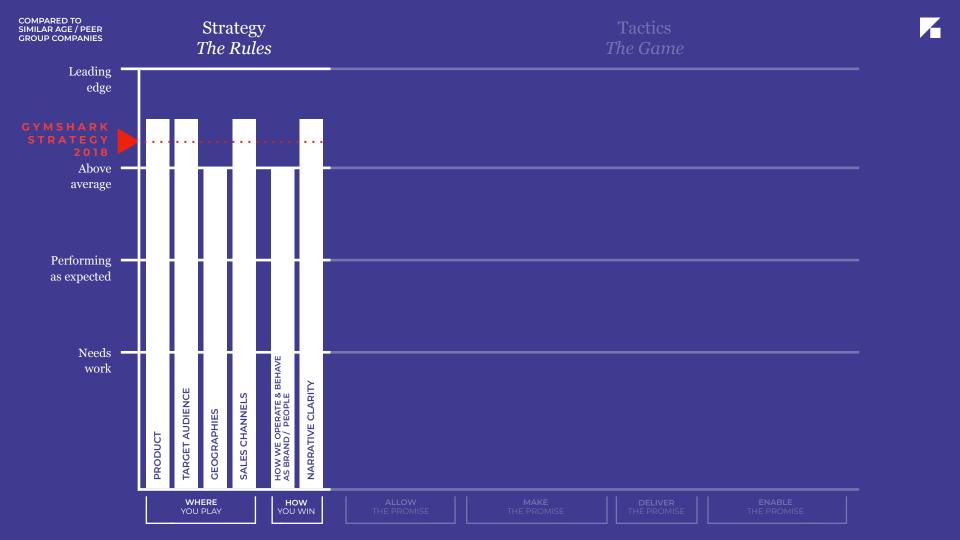


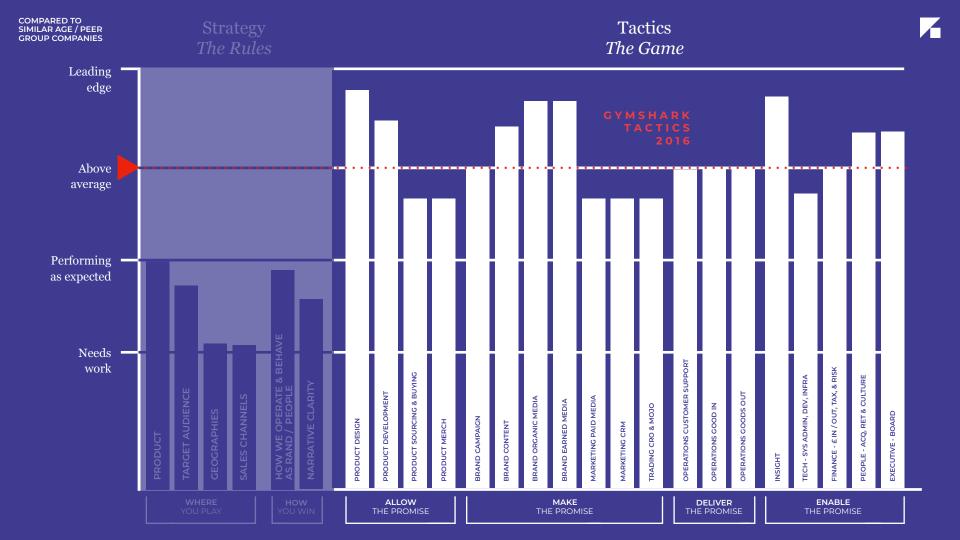




Mr Miyagi = *playbook* (the guide)







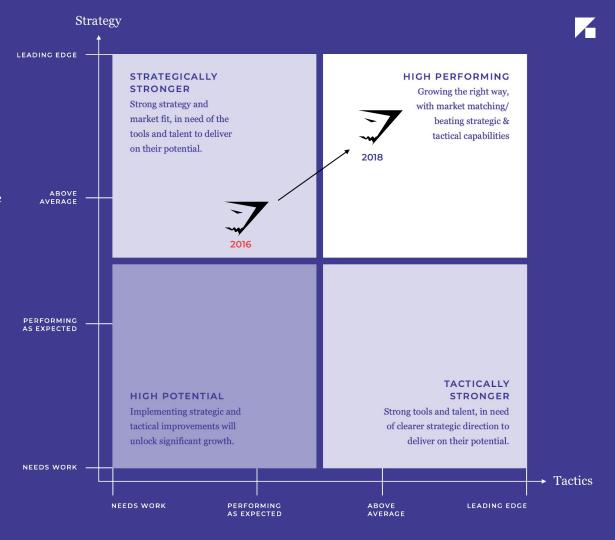
### The Growth Quadrant

#### AN EXAMPLE: GYMSHARK

#### 2018 - High Performing.

Over 24 months Gymshark developed a strategy Playbook, which defined where they played and how they would win, which pushed them way above average strategically. Their mission, vision, objectives, where the business plays and how it wins became understood across each and every person, supplier and partner in the business.

In parallel, Gymshark raised their tactical capabilities to above average too - focussing on deploying the right tools and resources (for the strategy) at the right time. This accelerated growth the right way, propelling them to the success they're now famous for.





#### THE GROWTH FOUNDATION



UNEXPECTED GROWTH GROWTH INTO NEW AREAS



SLOWER-THAN-EXPECTED GROWTH







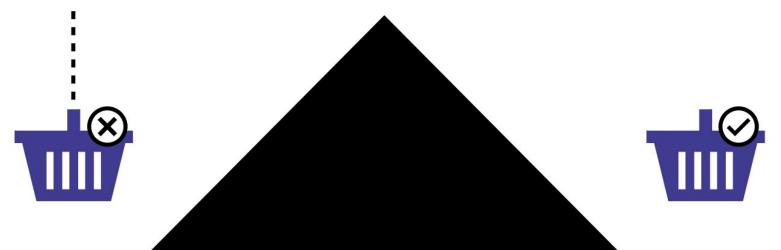
Something surprising is happening at the checkout...



# We discovered it by looking at *the sales that didn't happen*.

We built our own bespoke checkout analytic tracking tool - way more detailed than the usual analytics or e-commerce platforms provide.

Then we installed it in a handful of our largest clients and analysed 2.5 million checkouts over six months. And we found something unexpected.



8% of all checkout sessions try an invalid code and leave.



They get to the checkout with a full basket.

#### WELCMME10

They try a code that doesn't work (often the correct code, typed incorrectly).



They get a cold, unhelpful rejection message and leave frustrated.

#### WE GOT TO THINKING...

# How can we rescue those orders?



After all, every potential customer who gets to the checkout costs you \$15 to get there.

Why let 8% leave?



\$100 AoV x 15% marketing cost of sale (source)

# It wouldn't happen *in a real shop*.

A customer walks up to a till with a full basket, but their voucher's damaged or out of date. There's no way that store would let the customer put down their basket and walk away. They'd offer them a little something to close the deal.

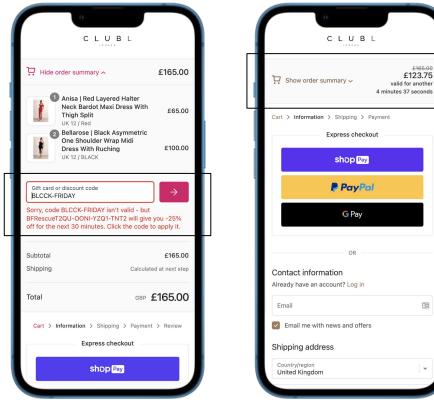
That's what Order Rescue does.



**Order Rescue** replaces invalid codes with one that works.

Instead of a rejection, Order Rescue generates a code and *customisable offer* that - just like a real store - gives the customer something instead of nothing.

The result? Nearly 50% of orders that try a code are rescued, turning frustrated lost opportunities into happy, new customers.



1.

A customer mis-types Black-Friday. Order Rescue automatically offers them a code that works.

#### 2.

The offer (in this case a discount) is applied automatically, along with a countdown to drive purchase.

23

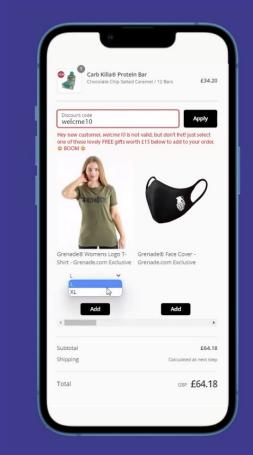
# Order Rescue works *the way you work*

What it offers is completely up to you and totally customisable.

It could be free delivery. Or a gift with purchase. Or a saving. Whatever feels right for your brand.

It's designed to:

- Protect margin
- Protect brand equity
- Increase *revenue*
- Reduce *marketing spend* (you've paid to get people to your site already).



Here, the merchant has chosen to offer a *gift with purchase*.

# And now, the results are in



CONVERSION RATE ON AVERAGE



**RESCUED ORDERS** 

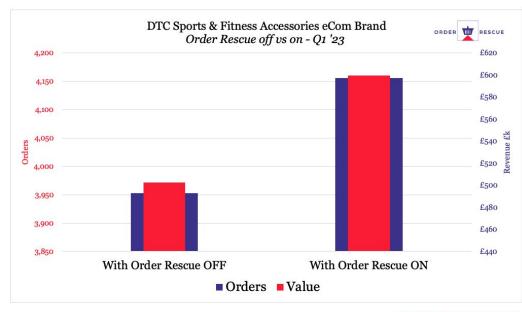
+300k

NEW CUSTOMERS (and a lot of very happy merchants)



# +£97k Revenue in Q1 '23, total investment of £6.5k,

#### x15 return on spend.



Check out this DTC sports & fitness accessories eCommerce Brand, with Order Rescue ON vs OFF over Q1 - 2023:

#### ORDERS +5.13% (ALL NEW CUSTOMERS)

ORDERS +5.15% (ALL NEW COSTOMERS	2)
WITH ORDER RESCUE ON:	4,156
WITH ORDER RESCUE OFF:	3,953
REVENUE: +19.28%	
WITH ORDER RESCUE ON:	£599,428
WITH ORDER RESCUE OFF:	£502,537
AOV: +13.46%	
WITH ORDER RESCUE ON:	£144.24
WITH ORDER RESCUE OFF:	£127.13

The merchant configured their rescue offer to give 5% off for new customers when they enter invalid codes when checking out.

#### SPEND: £6.5K

ORDER RESCUE APP: £499/MONTH 5% DISCOUNT: £5K OVER Q1



WWW.ORDERRESCUE.COM

# C L U B L

£50m+ ARR - PREMIUM APPAREL - FIVE INTERNATIONAL STORES

"Order Rescue generated £75k incremental revenue for our UK store over Black Friday -Cyber Monday alone and has generated +3% revenue everyday in Q4 '22, we're now rolling it out across all our international stores"

KARL LLOYD

CFO - CLUB L LONDON



# How to get Order Rescue *working for you*

Your MyShopify UR		Q Searc	Q. Search			Richard Ch The Growth F		
A Home		Showing	43 apps		Sort by	App name (	A-Z) \$	
Orders  Products  Customers	366	к.	Klarna On-Site Messaging		Get support	About	Delete	
III Analytics		К.	Klarna Payments			About	Delete	
Discounts     Apps			Klaviyo: Email Marketing & SMS		Get support	About	Delete	
Sales channels	©	$\odot$	Order Deadline		Get support	About	Delete	
G Google		<b>W</b>	Order Rescue	Custom		About	Delete	
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<ul> <li>Snapchat Ads</li> <li>Inbox</li> <li>Apple Business Chat</li> </ul>	12	<u>í</u>	Product Filter & Search		Get support	About	Delete	
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		00	PRODUCT SEARCH BAR & FILTERS		Get support	About	Delete	
			Retail Barcode Labels		Get support	About	Delete	
			Script Editor		Get support	About	Delete	
🗘 Settings		-	ShipStation		Get support	About	Delete	

#### **1. JOIN THE BETA WAITLIST**

Head to <u>orderrescue.com</u>. We'll fire over the install wizard to get you started and can help with the set-up if needed.

#### 2. SEE THE OPPORTUNITY

Before you commit to Order Rescue, you can see the size of the opportunity in tracking mode. Just by adding one line of code at the checkout, you'll instantly be able to see the number of people who are trying invalid codes and leaving - and how much incremental revenue you could make by rescuing them.

#### **3. TURN ON AND OPTIMISE**

The next step - turn it on and customise it so it offers exactly what you want. Simple-to-read graphs and charts quickly show you what's performing well. So you can turn features off and on to adapt your tactics and keep getting better and better results (integrates with Google Optimise).

## Order Rescue was conceived designed and developed by The Growth Foundation.

Having spent over 20 years in e-commerce helping scaleups grow from £10 million to over £100 million, we're experts in helping businesses grow the right way across all their foundations; from brand to operations, talent to CRM.

Conversion rate optimisation is one of these crucial foundations, and it's why we developed Order Rescue to help merchants grow their business as they sleep.

#### CLIENTS WE HELP TO GROW THE RIGHT WAY 47 BOXRAW AKT 123 HEARST Ban Jaloezie SKIN SRAUROC GRENADE GYM COFFEE itch. SOFA CLUB. STYLECHEAT puĸĸa BGF ULIVBILLOW STRATHBERRY SCULP DNNIT SLG\* AIMEE CONNOLLY HEALTH & HER WOMEN'S BEST schuh DISTILL GYMSPIN Carbon Theory.™ Tandem Group plc PEREGRINE THEGIVINGMOVEMENT MADE IN ENGLAND MAUVAIS DR. DAVID JACK C U R LONDON -IMV-L>-MMH>≤MU RE Olsam. ST\_PONE FRAHM Different rumind FIFCTRIC crépeaffaire FullGreen. Dog SNUG VIVØ BUILT FOR ATHLETES PREVAYL Caclina OLIVIA'S WAU **Archus** 00000 bedfolk NADINE MERABI





Join the beta waitlist at orderrescue.com





Introduction & Creds - Q1 2023

Whatever the opportunities and challenges you face we'll help you grow the right way

# Not all growth is good

The wrong kind is exhausting and unfocused. Paying the long-term price for short-term decisions. Growing, but into areas that are time-consuming and unprofitable. New unknowns appearing daily on the horizon.

But our knowledge and experience can help you grow the right way. Because for us, growth isn't new and disorienting. We recognise the patterns and have the answers. We've been there and seen it first-hand, countless times before.

### "We have the skills to advise, improve and collaborate across every aspect of your business."

SARAH JASPER-BAKER CO-FOUNDER & CEO

BRAND STRATEGY CREATIVE EXECUTION CAMPAIGN MANAGEMENT MARKETING PAID MEDIA CRM TRADING FIRST PARTY (D2C/ECOMMERCE/POP-UPS) THIRD PARTY (MARKETPLACE/AMAZON/WHOLESALE) CRO OPERATIONS FIRST PARTY THIRD PARTY RETURNS PACKAGING INSIGHT DASHBOARDS/KPIS TECH SYSTEMS ARCHITECTURE DESIGN SYSTEMS INTEGRATION FINANCE PROFIT ENHANCEMENT CASHFLOW FUNDING EXIT READINESS PEOPLE TALENT RECRUITMENT **CULTURE & VALUES** EXECUTIVE BOARD ADVISORY NXD

OUR MISSION

To help businesses succeed by applying our hard-earned knowledge to show them the right way to grow; pitfalls avoided, no opportunity missed. WE MAKE GROWTH

Manageable Sustainable Profitable Enjoyable

## How we unlock growth across your foundations

#### The Audit

GET THE WHOLE PICTURE

Growing the right way can only happen if you start with the whole picture. Our audits cast an expert eye over every aspect of your business analysing which areas need the most attention, to help you grow without the growing pains. Results ranked in RoI order, these audits have unlocked huge growth for companies across a wide range of sectors.

#### The *Playbook*

DEFINE THE RULES

2.

It's vital companies understand the direction they're growing in. Our business-defining Playbooks lay out a clear vision and direction, set the rules for successful growth and show how to apply them across your entire business. So every employee from the boardroom to the warehouse knows your purpose, objectives and strategic direction, and every decision moving forward is the right one for the company. <sup>3</sup> Interim Support

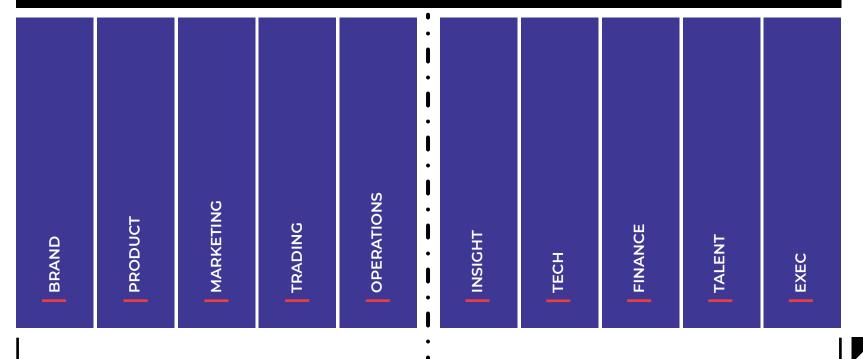
No business can afford to stop everything to get their foundations right. At any stage of working together, our specialist teams can offer support to any part of your organisation. Our people can fill the gaps in the everyday running of your business strategically and tactically. And if you don't have the talent in place. our recruitment team can find them, and even train them if needed.

## "The only way to build something exceptional is to *get the foundations right.*"

RICHARD CHAPPLE CO-FOUNDER & CHIEF GROWTH OFFICER

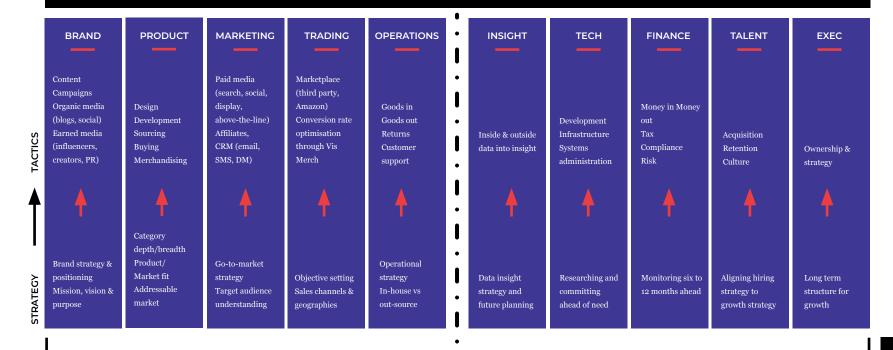
#### THE RIGHT WAY TO GROW

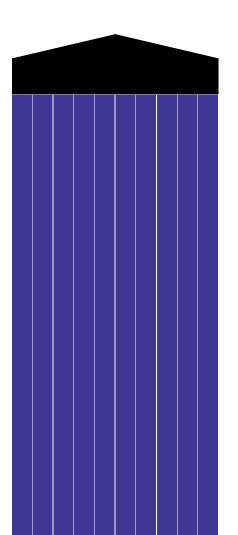
All your foundations working brilliantly - strategically and tactically



#### THE RIGHT WAY TO GROW

All your foundations working brilliantly - strategically and tactically





# Growth has no sector

Wherever there's potential for success, that's where we'll be. It's why we've worked across such a wide range of sectors; from manufacturing to fintech, and cosmetics to NFTs.

We're especially strong in consumer packaged goods with a direct-to-consumer eCommerce model, but we've experienced everything from utilities to high-end fashion. Our skills can be applied to virtually anything in terms of product, target audience and sales channel, and the territories we're currently strongest in are the UK, USA and the EU. SOME OF OUR CLIENTS - GROWING THE RIGHT WAY



### Success stories<sup>\*</sup>

\*Some of our clients prefer to remain anonymous, but everyone here is happy to go on the record. Just ask us for a reference.

#### NADINE MERABI

"Honestly, I can't thank you enough for all your advice, connections and support. It's been my dream in business to be surrounded with world class talent and experience, so it's incredible to see you working with the brand."

BLUE WILSON MANAGING DIRECTOR



"The Growth Foundation are a hugely knowledgeable and influential eCommerce consultancy. Working together on over 30 brands, they are a key partner for us in growth eCommerce."

DAVE MORRISSEY VERTICAL LEAD, ECOMM & RETAIL

### ARNE

We've helped brothers Ryan and Reece Broadhurst grow ARNE clothing from their Mum's bungalow to a 100,000 sq ft warehouse. One of the main reasons behind their spectacular growth is the devotion of their best customers, so our CRM team designed and launched their first VIP programme. Featuring special one-off pieces available only to members, it's doubled customer lifetime value in less than twelve months.

50%

#### ARNE

"The Growth Foundation told us the problems we'd run into long before they happened, and were there to help us when they did."

REECE BROADHURST CO-FOUNDER

### New system? *New opportunities*.

A client in the fashion sector brought in our CRM team to help them migrate to a new platform. We provided strategic and executional support to make the move as seamless as possible, helped them put a whole new CRM team in place to run the system, and drove significantly more customers to the site.



INCREASE IN TRAFFIC OVER 4 MONTHS

### SNUG

Snug sofas had no CRM department. In July 2021, our Principal CRM Director Kim Doan came in to get things up and running. In December they hired someone to continue her remarkable reuslts.

### £550k

**SALES NOV 2021** UP 9.5% ON NOV 2020



INCREASE IN SALES 245% INCREASE IN ORDERS.

£1.7m

SALES FROM CRM ALONE JUNE 2021 - DEC 2021



## "We've worked with lots of agencies and *no-one has ever understood us until now.*"

BEN AMANNA FOUNDER, BOXRAW

BGF

When businesses are looking for the right path to growth, we show them the way.

Our audits for the Business Growth Fund (BGF) cast an expert eye over everything from operations and trading to brand and communications. We report back with invaluable insights, advice on any missed opportunities and the key actions needed to reach the next level.

After these audits, we can get to work. Many of the businesses we meet at this stage go on to become our best clients. "These reports are like gold dust for any businesses trying to grow."

JAMES SYROTIUK BGF INVESTOR



## WΛU

WAU were working blind and had no view on cash runway to inform decision-making. We very quickly built a 12-month forecast, providing the visibility they so desperately needed. All decisions are now made with everyone knowing the true impact on cash.

> VISIBILITY ON CASH RUNWAY WITHIN

24 hours

### Fund-raising is our bread and butter

Fund raising is a key factor in ensuring a business fulfils its growth potential. The process can be extremely intense, challenging and time-consuming. But we've been there and done it countless times, and can take away this huge distraction from the day-to-day running of your business. £7m

RUROC

IN EQUITY RAISED



TRADE FINANCE FACILITY



Different Dog

MEDIA BUYING FACILITY

## Get your CRM into *terrific shape*

The Growth Foundation CRM team worked with this health and fitness brand from Dec 2021 to March 2022. They had no in-house team, so we came in to run everything from overall channel strategies to the day-to-day executions. Four months later, their results were stronger than ever.



SALES IN JUST 4 MONTHS UP 259% YOY



INCREASE IN SESSIONS YOY



RISE IN SALES FROM CRM ALONE JAN 2021 VS JAN 2022



"The Growth Foundation have been a pleasure to work with. We've learned a lot about ourselves and the Playbook helped us explore how best to motivate and engage our employees, and get them on board with our vision.

JADE & GRANT GOULDEN CO-FOUNDERS

### HERA

"We've just got off our Paid Media strategy call and we're a bit speechless.What Mat presented went above and beyond anything we could have expected. He absolutely smashed it out the park. That's all I can say really as I'm a bit lost for words!"

GEORGIA RICHARDSON CHIEF BRAND OFFICER

# How to grow *unicorns*

#### OUR FOUNDERS

It didn't take long for Richard and Sarah to work out they made the perfect team.

They first joined forces at THG, where Richard's eCommerce strategies and Sarah's acute commercial sense helped grow it into a multi-million pound business.

They set up the The Growth Foundation to help ambitious, motivated companies who want to grow the right way.



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#### CO-FOUNDER CHIEF GROWTH OFFICER

Richard has 20 years' experience in DTC eCommerce. He's an expert at unlocking huge, profitable and sustainable growth for start-ups, scale-ups and established businesses. As Head of Marketing at play.com, Founder & CEO at THG Ingenuity and CMO at Gymshark, he helped grow all three into unicorn companies.



#### Sarah *Jasper-Baker*

#### CO-FOUNDER & CEO

Sarah is a commercial strategist, highly-skilled at helping businesses grow their bottom line. Over a 20 year career, she's created tens of millions in revenue through end-to-end demand, loyalty, and commercial partnerships. She's the former Commercial Marketing Director of THG and MD of THG Ingenuity Media.

# We work wherever you need

Whether in your office as part of your team, or on call to consult, we'll quickly get an idea of what's right for you. But the end goal for all our clients is the same; to be able to walk away, leaving you with the people and tools you need to continue your journey towards ever more successful growth.

# Let's get growing



Let's get growing

**THEGROWTH.FOUNDATION**