

# Why Podcast Advertising is a Lucrative Channel for Brands and **How to Optimize It**



As listeners continue to flock to podcasts, brands across every industry are capitalizing on this highly engaged, loyal audience. If your brand is not yet tapping into the power of podcasts, you're missing out on a unique opportunity to connect with consumers in a meaningful way. But even if you're already advertising, how do you ensure your message stands out and drives results? The answer lies in optimizing your audio creative strategy—and that's where platforms like Veritonic come in.

# THE POWER OF PODCAST ADS

When it comes to audio advertising, podcasts offer a distinct advantage: engaged listeners. With over 135 million people in the U.S. alone listening to podcasts each month, it's clear why brands are making the shift toward this medium. But what really makes podcast ads so powerful? We recently asked hundreds of podcast listeners across the U.S., and this is what they had to say.



#### Influence on Purchase Decisions

29% of listeners are "likely" to purchase a product after hearing a podcast ad, with 12% "extremely likely." These figures highlight the strong trust listeners have in podcasters, particularly with host-read ads, which are seen as more authentic and drive greater listener action.



#### Memorability

Podcast ads are more memorable than traditional formats like TV or social media. Over 40% of listeners feel more connected to brands advertised on podcasts. The high engagement of podcast audiences makes these ads stick, helping brands build long-term loyalty and top-of-mind awareness.



# **High Conversion Rates**

Data shows that a significant portion of listeners takes action after hearing a podcast ad. The most common actions include visiting a brand's website (57%) and making a purchase (28%). In other words, podcast advertising doesn't just raise awareness—it drives tangible business outcomes.

# THE KEY TO MAXIMIZING PODCAST AD IMPACT: **TESTING, OPTIMIZATION, AND MEASUREMENT**

While the potential for podcast advertising is huge, the key to making it truly effective lies in the quality of your audio creative. Simply putting out a generic ad isn't enough. You need to test, optimize, and measure the effectiveness of your campaigns to ensure that you're getting the best ROI.

This is where Veritonic and similar audio testing platforms come into play.



# STEP 1

# **Creative Testing**

Podcast ads vary in effectiveness, with host-read ads, professionally produced spots, and jingles appealing to different audiences. Our survey shows 26% of listeners prefer host-read ads, while 32% are drawn to jingles. Testing different creatives helps ensure you connect with your audience effectively.



#### STEP 2

# **Optimization for Engagement**

With audio, there's no visual component to "grab attention." This means the script, tone, timing, and delivery are crucial for keeping listeners engaged. Platforms like Veritonic allow you to test different variations of audio creatives to see which performs best on key metrics like engagement and emotional response. This level of optimization ensures that your ads are as compelling as possible, maximizing listener impact.



# STEP 3

#### Performance Measurement

Tracking the success of a podcast ad campaign is not always straightforward. Traditional metrics like clicks or impressions don't tell the full story for audio ads. Instead, Veritonic measures factors like brand lift, listener recall, and purchase intentall of which are critical for evaluating the effectiveness of your podcast ad campaigns. Armed with these insights, you can fine-tune your future campaigns for even greater impact.



# WHY YOUR BRAND NEEDS A DATA-DRIVEN AUDIO STRATEGY

Using platforms like Veritonic to test and optimize podcast ads helps you stay competitive. In today's datadriven world, brands that take a strategic, research-backed approach see the best results. Veritonic also provides insights into listener behavior and emotional responses, enabling you to create better ads, reach the right audiences, and maximize your audio ad spend.

# FINAL THOUGHTS

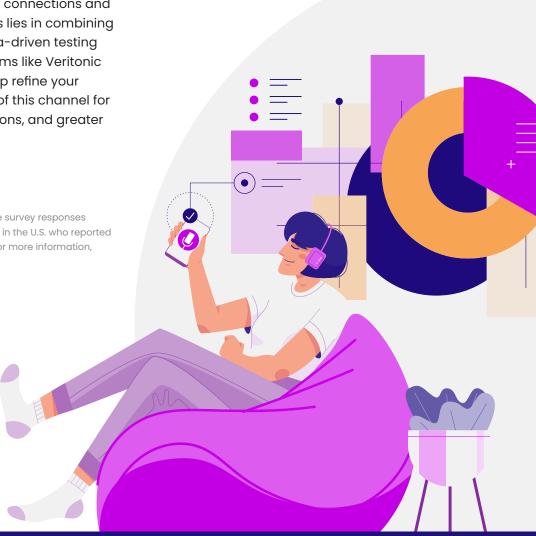
# The Future of Audio Advertising

Audio advertising is set for significant growth, offering brands a unique opportunity to build connections and drive conversions. The key to success lies in combining high-quality audio creative with data-driven testing and optimization. Investing in platforms like Veritonic for testing and measurement will help refine your approach, maximizing the potential of this channel for stronger connections, more conversions, and greater brand loyalty.

Source: Veritonic, November 2024

Methodology: Data based on an analysis of online survey responses conducted by Veritonic of hundreds of individuals in the U.S. who reported listening to podcasts more than once per week. For more information, contact marketing@veritonic.com

For more information visit www.veritonic.com





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