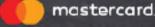
BREAKTHROUGH

2017 LAC INNOVATION FORUM



Innovation is always risky



Leading organizations reported that over 40% of ideas do not break even

So...how can we take the risk out of innovation?

Experimentation



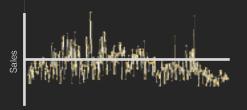
Leading companies use experimentation to understand the impact of most business decisions



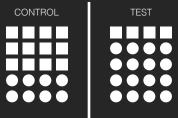


Why is testing challenging?

1 Real world data is extremely noisy



2 Test stores and markets are often different from the rest of the network



3 Analysis is slow; business is fast



4 Varying analysis approaches across the organization



The Test & Learn Approach



KEY LEARNINGS FROM PREVIOUS TESTS



ROLL OUT TARGETED PROGRAM

Use a predictive model to optimize rollout to maximize ROI



Business leaders have ideas for improving the business





MEASURE IMPACT

Answer key questions before program rollout:

- 1) Will it work?
- 2) How can we improve it?
- 3) How should we target it?



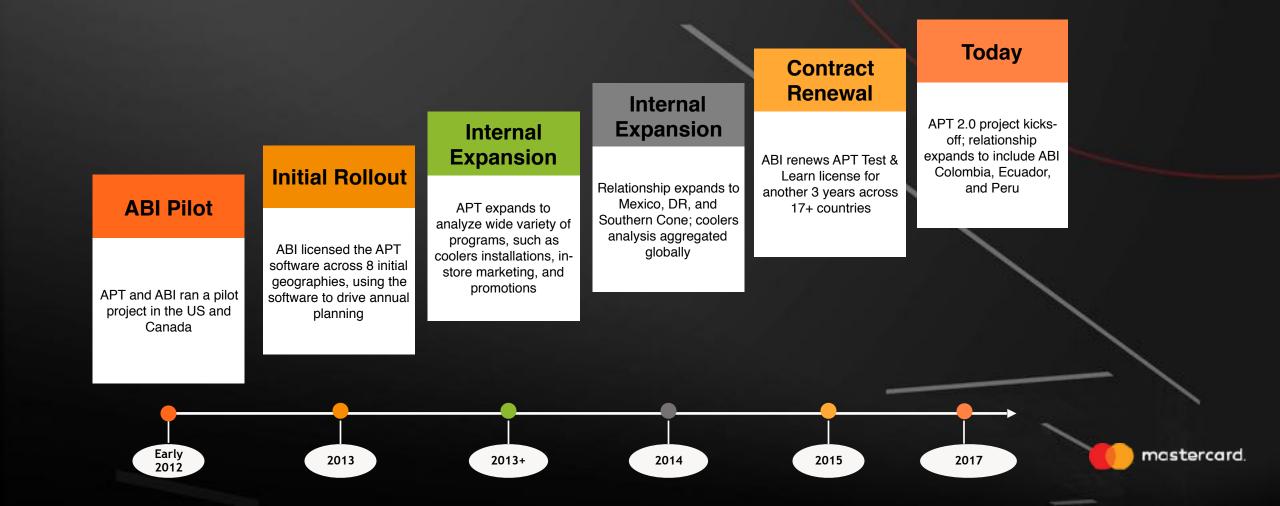
DESIGN AND IMPLEMENT TEST

- Test the idea with a group of customers or markets
- Identify naturally occurring events



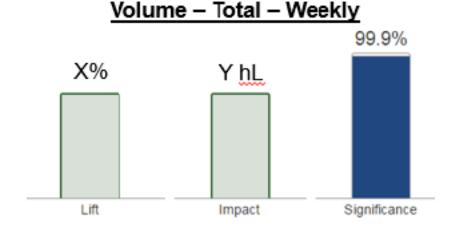
APT – ABI Relationship Background

APT and ABI InBev have worked together since an initial pilot project in early 2012



Sample Test & Learn Insights in Trade Marketing Case Study: Coronizacion

Following store remodel, total volume increased **X%**, translating to **+YYMM** *incrementa*l liters across all POCs in the program

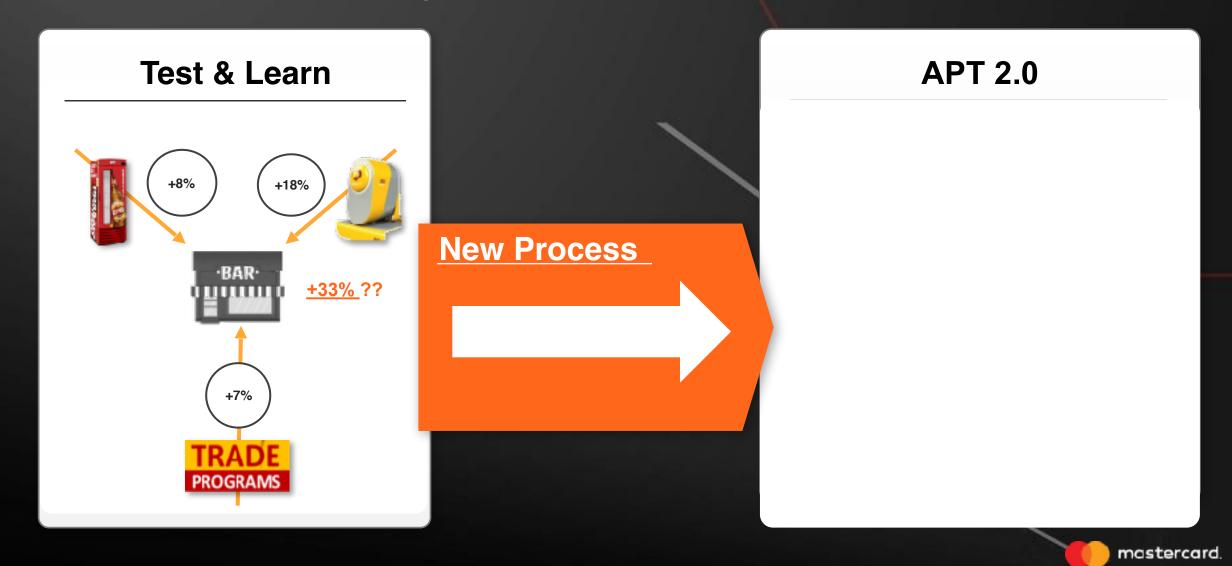




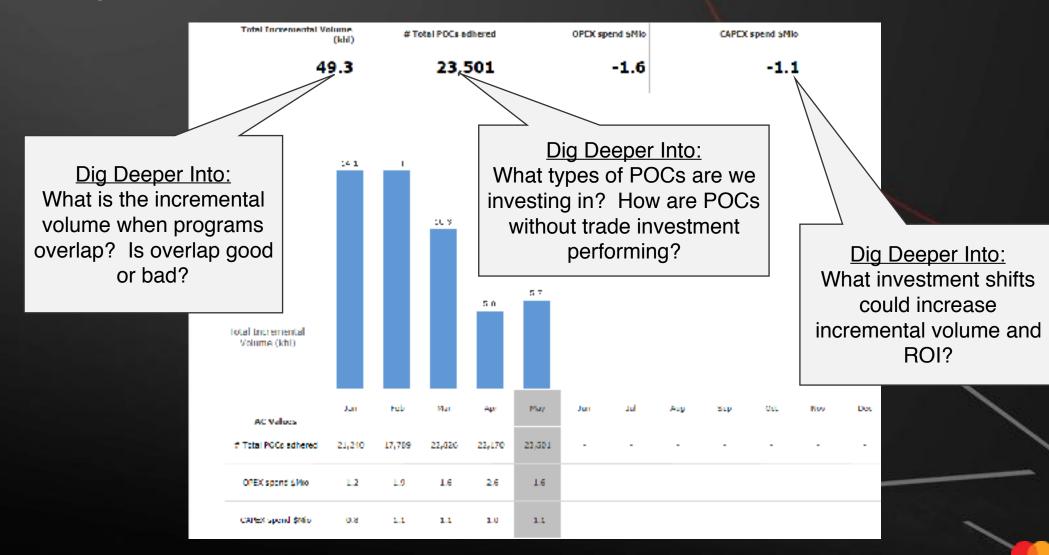
Volume Performance



AB Inbev is now extending APT to capture & organize implementation data and drive monthly tracking



This new process has enabled deeper, rigorous analysis of each trade marketing investment



mastercard

APT 2.0: By selecting an initiative in APT 2.0, we can know the isolated True Lift, even if there are overlaps with other POCs

