

# SAMSUNG SHOP D2C APP

A comprehensive Analysis

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# Overview 🙀

Samsung Shop: Samsung's official D2C e-commerce app for purchasing smartphones, TVs, appliances, and accessories. It enables a seamless customer experience while strengthening brand loyalty and ecosystem adoption through services like Care+, trade-in offers, and SmartThings integration.

**Strategy:** Samsung Shop uses a D2C strategy to control sales, collect customer data, and boost engagement through ecosystem integration, exclusive launches, and personalized offers.

# **Current Scenario**

- Expanding focus on Direct-to-Consumer (D2C) retail to reduce reliance on marketplaces.
- Drives sales of smartphones, TVs, appliances, and accessories via exclusive launches & offers.
- Integrated with SmartThings, Samsung Wallet, and Care+ for ecosystem lock-in.
- Faces competition from platforms like Amazon, Flipkart, and Croma.

# **Statistics**



Launched: ~2017



Presence: Pan-India + global app versions



Revenue via D2C channel (India): ₹5,000-₹6,000+ Cr (incl. during flagship launches)



Monthly Active Users (MAU): ~10-15 million (est.)



Average Order Value (AOV): ₹20,000-₹35,000 (highticket electronics)

# **Business Model**



Revenue from sales of smartphones, TVs, appliances, and accessories



Revenue from service and up selling Samsung Care+, extended warranties, and repairs



Financing & EMI



First-Party Data Monetization and exclusive launches

# **Actor Mapping**



Customer / User



Samsung Logistics & Delivery Partners



Samsung Stores & Warehouses



Customer Support Team



Samsung Shop App UI (Mobile & Web)

# **Market Structure**

# **OLIGOPOLY**





croma

**Flipkart** Amazon



# **Market Scenario**



**Target Market** is considered to be all urban and semi-urban areas across India where Samsung products are actively sold and serviced.

**Target Segment** is focused on tech-savvy consumers and Samsung brand loyalists who are comfortable with online purchases of electronics and appliances with an order frequency of 6-12 months

# **User Persona**

Archana Kulkarni, Age: 26, Bangalore, India

### **Pain Points:**

- Budget constraints
- Inconclusive on what to buy.
- No information market best price.
- chat bot limited inputs.



### Goals:

- Hassle free experience
- seamless shopping

### **Motivations:**

- Trust: Reassurance on price and purchase.
- Clarity: Flexible and helpful support.
- Efficiency: Quick decisions without external research.

# User Behavior and challenges







# G Add to your search

### **User Behavior:**

- Browses across multiple platforms (web, app) before buying.
- Frequently compares Samsung products on third-party sites.
- Abandons cart if pricing or offers aren't clearly the best.
- Engages with chatbot but drops off if issue isn't resolved.
- Seeks reviews and price drops before completing a purchase.

### **Challenges:**

- Difficulty trusting app-exclusive deals without comparison.
- Frustrated by chatbot's rigid, input-limited design.
- Visual inconsistency (esp. iOS) reduces brand perception.
- Lacks tools to evaluate products side-by-side.
- Unclear if they're getting the lowest price available.

### **Challenges:**

### **Festive Buyers:**

- Tend to spend ₹15,000–₹30,000 during sales and festivals for gifting, upgrades, and bundled offers.
- Mostly purchase smartphones, TVs, and appliances with exchange or cashback deals.

### **Urgent Upgraders:**

- Shop spontaneously due to device breakdowns or urgent needs. Spend ₹5,000–₹10,000 per order.
- Look for quick delivery, EMI options, and warranty clarity.

### **Tech Enthusiasts:**

- Actively shop during new product launches, spending ₹20,000–₹80,000 on latest devices.
- Prioritize pre-booking benefits, exclusive colors, and early delivery options.

### **Q** What is the True Problem?

P1: Users lack trust and clarity during the purchase journey due to missing product comparison, unclear best pricing, and inconsistent UI (esp. on iOS).

P2: The chatbot experience is rigid and not helpful for nuanced user queries, leading to drop-offs in support-seeking users.

### **Who is Facing the Problem?**

- First-time or occasional buyers looking to compare Samsung products or verify pricing before purchase.
- Tech enthusiasts exploring new releases who expect seamless comparison, pricing confidence, and pre-booking ease.

# What is the Business Value that will be Unlocked by Solving the Problem?

By solving these issues, Samsung can:

- Increase conversion rates and average order value (AOV)
- Improve user trust and retention
- Drive higher Customer Lifetime Value (CLTV) through app-based loyalty

### ₩ Will Target Users Benefit if the Problem is Solved?

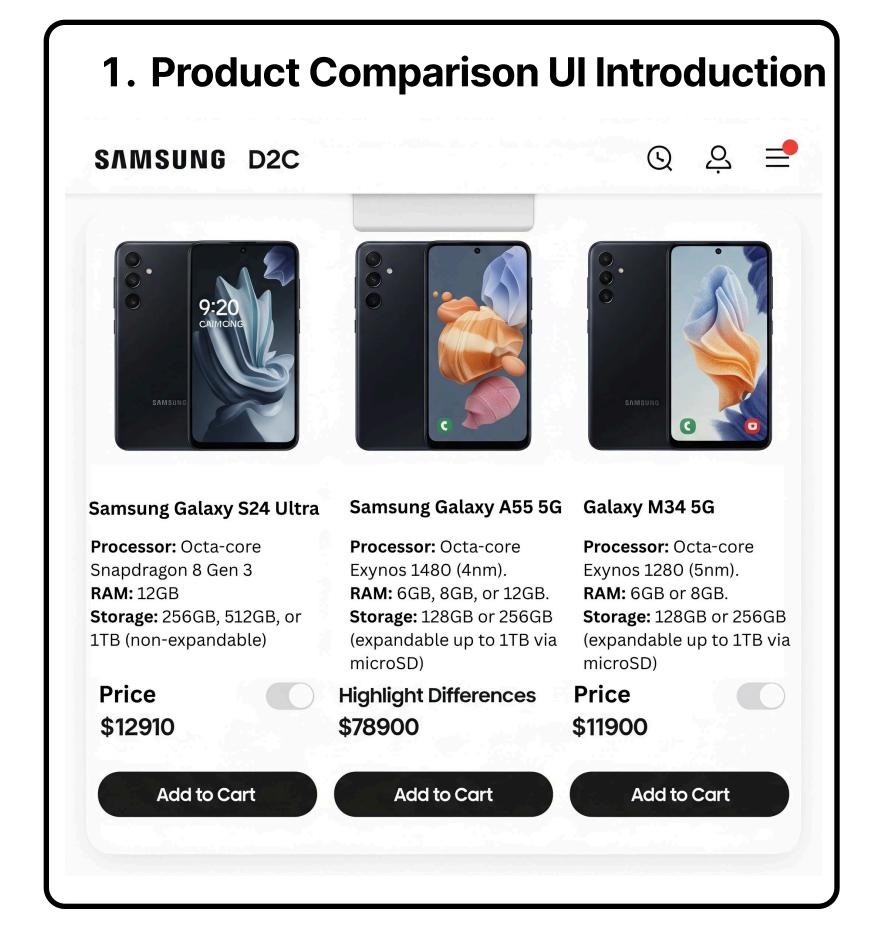
Users will enjoy a clear, reliable, and informed purchase experience, with easier product comparisons, price transparency, and responsive support — building long-term trust.

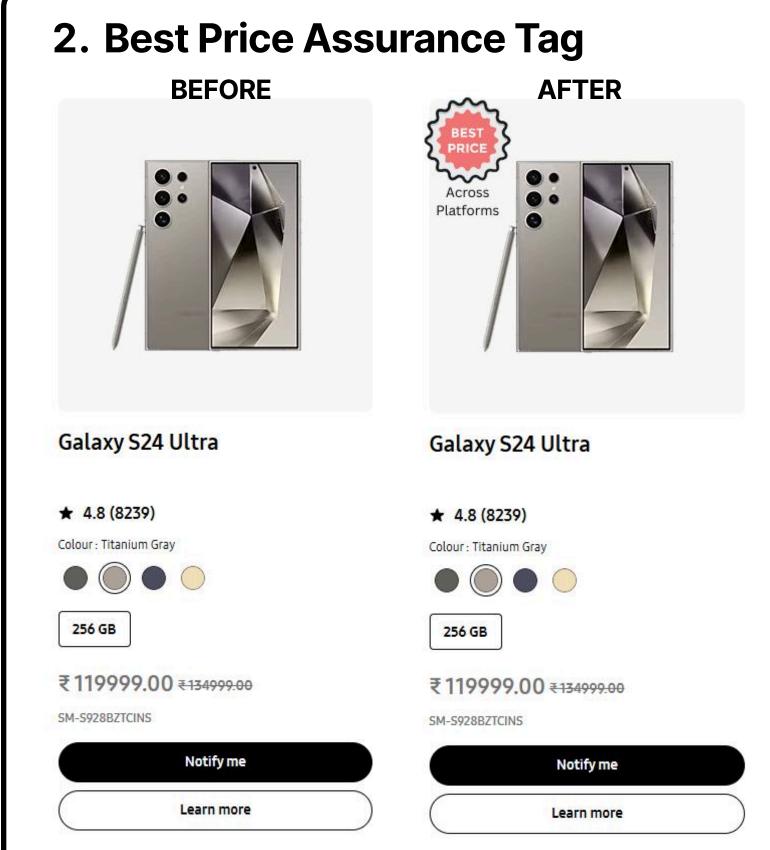
### Why is it Urgent to Solve This Problem Now?

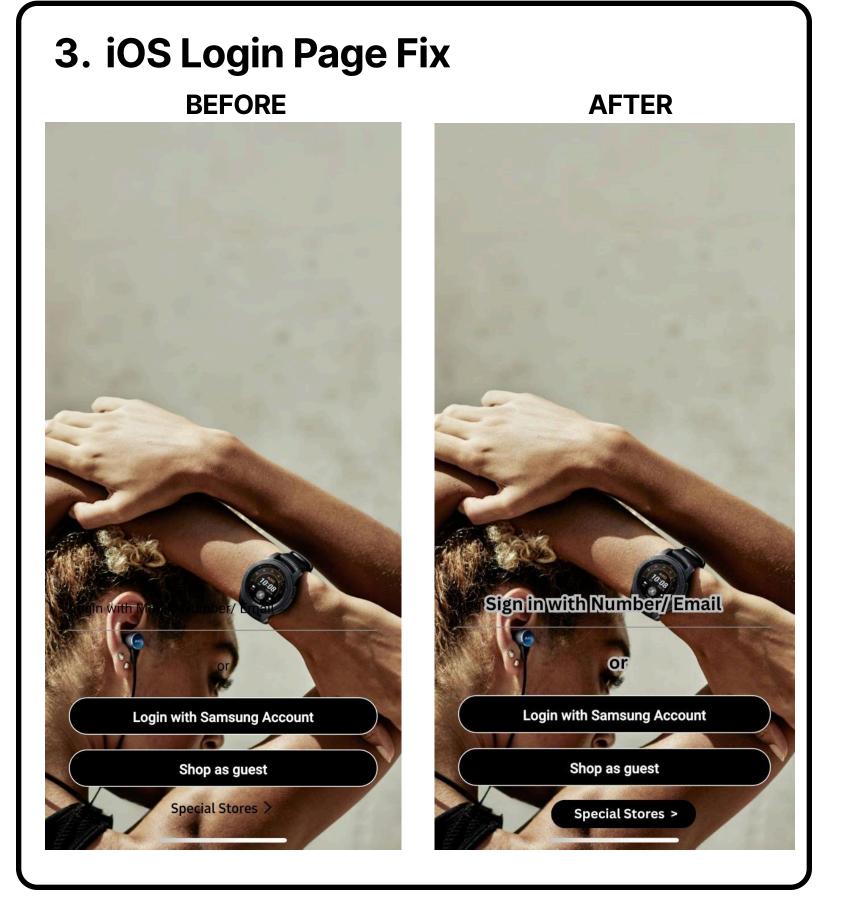
- With growing competition from Flipkart, Amazon & Croma, users are likely to switch platforms if D2C doesn't provide price clarity and decision support.
- Fixing this can lead to a measurable uptick in conversions and loyalty during peak shopping seasons.

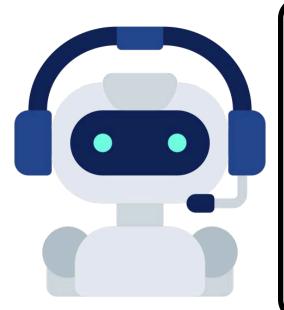


# Suggested Changes









## 4. Smart Chat Interface

Current Gap: Chatbot only supports fixed inputs.

Proposed Fix: Enable type-in queries with intelligent suggestions and follow-up options.

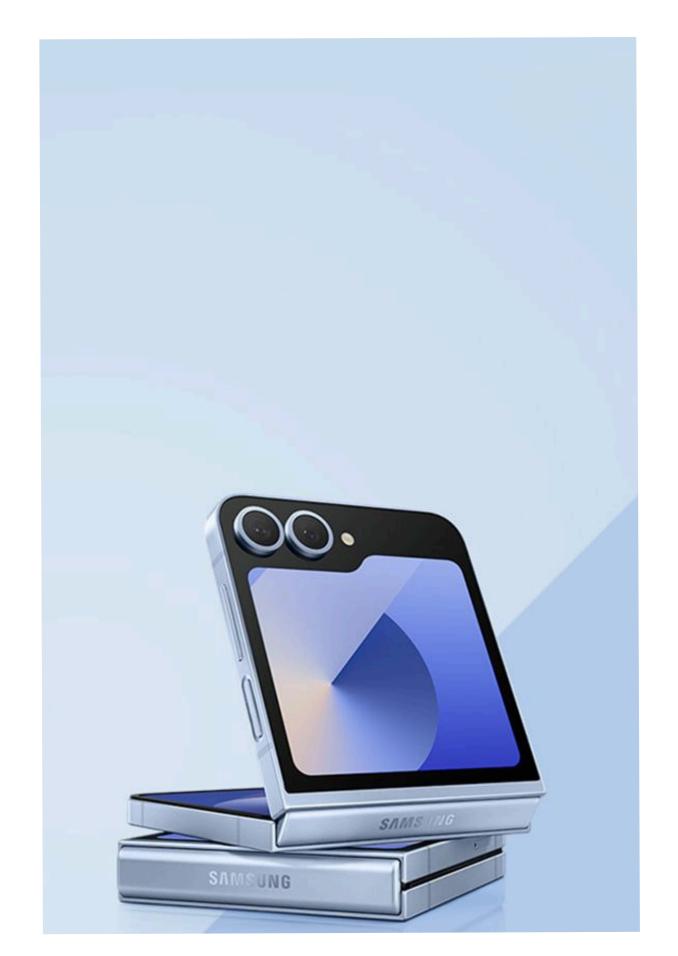
# Metrics

# 1. Conversion

- Add-to-Cart Rate ↑
   Users find it easier to compare and choose products.
- Checkout Conversion Rate ↑
   Trust in pricing and clear flow reduces drop offs.
- Pre-booking Uptake ↑
   For tech enthusiasts during launches.

# 2. Engagement

- Average Session Duration
   More time spent exploring comparisons =
   deeper engagement.
- Chatbot Completion Rate ↑
  Measure % of users who resolve issues without escalation.
- Product Comparison Feature Usage Track number of users engaging with the new comparison UI.



# 3. User Satisfaction

- NPS (Net Promoter Score) ↑
   Improved experience → higher user loyalty.
- Customer Satisfaction (CSAT) for Support Users find chatbot and support flow helpful.



- Return/Refund Rate ↓
   Informed users are less likely to return products.
- Support Tickets for Price Matching or Comparison Queries ↓
   Reduction implies feature solves pain points.

# 5. Revenue

- Average Order Value (AOV) ↑
   Price trust and clarity encourage users to buy
   more or higher-value products.
- Customer Lifetime Value (CLTV) ↑
  Better first experience = higher retention.



