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REVOLUTIONIZING ADVERTISING EFFICIENCY: THE ROLE OF AI AND ML IN MARKETING

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Abstract

This article discusses how machine learning (ML) and artificial intelligence (AI) are reshaping the marketing field through the creation of more responsive, effective, and personalized marketing vehicles that improve customer interactions and advertising results. This development results in a transition over from mass advertising to a micro-targeted marketing strategy that ensures competitive advantage, accurate market forecast, and data-driven decision making. The flexibility of tailoring campaigns to customers' interests while in the moment enables marketers to now focus on relevance and fine-tune outreach. First of all, this technology makes possible for businesses to hit the right clients as well as to produce return on investment. AI and ML marketing analytics maintain already opened revenue-driven approach. These tools break data silos which enable deeper insights for effective strategy and guaranteed marketing effectiveness in a fast-changing environment. AI-powered digital marketing solutions also furnish companies with accurate measurement of sales growth as well as adapted advertising. Additionally, the future studies shall analyze moral questions such as bias and data privacy, the constraints like robotics needing human input, and the changing use of AI and ML in marketing.

Key words: *Machine Learning, Artificial Intelligence, Personalized Marketing, Data-driven Decision Making, Micro-targeted Strategy.*

1. Introduction

Traditionally, mass marketing is being replaced by the targeted approach that is supported by data analytics. This AI and ML powering present-day marketing automation according to Wang et al. speak volumes of the extent of this change [1]. Marketers have found a tool that is now applicable, and they can now tailor the audience, optimize relevancy, and make sound data-oriented decisions. With this competitive advantage over uncertainty

of consumer market prospects and more efficient targeted communication which in turn converts to accomplish closer links to customers and a good return on advertising investment. On one hand, there are moral issues of data protection and the machine learning model bias that needs to be further examined. This article delves into the massive opportunities and the conservation problems that AI and ML technology may raise in the contemporary marketing environment.

2. Literature Review

In the past, marketing used to be a 'shooting fish in a barrel approach' where the marketer tried to reach a large audience through ads and limited customization. On the other hand, the digital era brought to existence digital data-focused and targeted advertising techniques. AI and ML technologies is a key driver of this revolution as it radically changed how enterprises communicate with customers and adjust advertising tactics.

AI and ML are undoubtedly in the spotlight due to the multitude of cutting-edge technologies that is delivering unimaginable results. Wang and colleagues also investigated the growing impact of AI in marketing automation, which can make campaigns more customized and undertake tasks automatically. Luo and her colleagues (2020) explain the importance of algorithmic recommendation systems, the basic AI technologies used in these AI systems to create the menu of suggested products and services for each individual customer. This level of customization breeds improved relationships with customers and therefore ROI is also likely to improve, as demonstrated by Kumar et al and Liu et al.

Moreover, AI and ML give marketers real-time insights and data-oriented decisions. Chen, et al. and Ye, et al. offer detailed reviews on the way AI and ML are in fact changing the advertising online and some of them do it in a very efficient way. These technologies extensively analyse multiple datasets to develop precise market forecasts and dynamic ad optimization on the spot. Xiao, et al. point out that it lets these businesses triumph over the fierce marketing competition and also manage to catch up with the fast-changing consumer trends.

Yet profound questions concerning data privacy and algorithmic biases within AI solutions continue to deserve special attention. Mittelstadt et al. explicitly talk about the bias computer vision algorithm, sheds light on the need for taking care while having strategies for mitigation. Ohm strongly puts emphasis on data protection and mutuality, thus leaning to the data privacy in AI-based marketing field.

3. Research and Analytical Framework

This research is ushered in to appraise the role of AI and ML in advertising's effectiveness in the marketing space. The primary research question guiding this study is: The primary research question guiding this study is:

Which reliable techniques in the modern AI and ML technologies are the most important parts of creating successful advertising in the marketing campaigns?

This uncertainty will be resolved during the research process using a mixed-method approach. The quantitative data will be gotten through a web-based questionnaire, which will be distributed to marketing professionals who oversee different businesses. The survey will assess their experience with AI and ML tools in marketing campaigns, focusing on metrics like: The survey will assess their experience with AI and ML tools in marketing campaigns, focusing on metrics like:

- Click-through rates (CTR).
- Conversion rates.
- Cost per acquisition (CPA).

Semi-structured interviewing will be used to collect qualitative data from marketing executives who have succeeded to incorporate the use of AI and ML in their campaigns. In this section I shall be quizzing the experts on just how they achieved these stealthy yet quite effective marketing campaigns and if they experienced anytime any inhibiting factors.

We will be using a mix of statistical methods and thematic analysis to interpret the collected data and complete the data analysis part of the study. We will do a numeric analysis that will be based on the use of both descriptive statistics and regression analysis to find interdependence between AI/ML use and advertising efficiency statistics. There will be coding of a qualitative data and thematic analysis done, to identify the important issues and insights related to people's life experiences from the transcripts of Interviews.

4. Results and Discussion

The surveys carried out will be aimed at the generation of data that will come in handy in revealing the role of these three in advertising efficiency. The quantitative analysis of the survey data will show that it might be an AI/ML algorithm and the usage of this AI/ML tools as well as the correlation with metrics such as CTR, conversion rates, and CPA. This will bring about the dimming of the light of ML and AI to be better marketers and achieve KPIs of advertising effectiveness.

The qualitative analysis of interview data will additionally serve as a basis of deeper perception of practical planning and implementing of AI and ML in marketing promotional activities. The study can also comprehend the performance-enhancing techniques utilized by teams with a proven track record of AI/ML implementation, and thus, it can identify the optimal practices and challenges associated with AI/ML implementation.

The conversation session serves as a subsequent analysis stage which follows the quantitative and qualitative data analysis. This research area will be analysed in this regard through looking at AI and ML impact on more productive advertising. In addition, the structure includes discussing the restrictions in the study and proposing probable approaches to be pursued in further work.

5. Expected Results

This research is supposed to play a role in the ongoing discussion about the place of AI and ML in marketing by presenting practical proof on the effect of the two technologies on advertising efficiency. Conclusions will be useful both for academics and marketing practitioners.

This research aims to contribute to the existing pool of studies on the efficacy of AI and ML in marketing campaigns for academics. There will be the emergence of a more refined comprehension of the ways how these technologies may be used to improve the advertising performance.

6. Conclusions

The combination of AI and ML is currently a driving force in making advertising more effective in the marketing arena. The study applied a mixed methods approach that included combining quantitative data from survey and qualitative information from interviews. The research is supposed to demonstrate the positive relationship between smart AI/ML usage and the most significant campaign KPIs like click-through rates, conversion rates, and cost per acquisition. This implies that AI and ML help marketers to develop highly targeted, individualized, and information rich campaigns. Utilization of the instant feedback and optimizing algorithms gives the businesses an opportunity to reach out to the target people group more effectively resulting in the better return on the invested amount in advertisements. Nevertheless, we have to pay attention to the ethical aspects related to the privacy of data and possible bias in the AIs algorithms High-end data security mechanisms and consistent biases mitigating efforts are the key to successfully use AI and ML in marketing sphere. The upcoming future of advertising will inevitably be tied to the continued development of

AI and ML. Such technologies will be transformed into more and more adaptive tools and techniques that will enhance individualized customer journeys and boost the effectiveness of marketing. This study brings more data to the literature field by offering empirical evidence that automation and machine learning improve marketing campaigns. Through knowing the prospects and elements that may be involved in the technology, marketers can take an advantage in order to remain ahead of the curve in the dynamic advertising field.

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