

## **Pixels and ESPs**

Overview on Pixel Firing and their usage within ESPs

Matt Lewis Business Development LiveRamp mlewis@liveramp.com

### What is a "Pixel"?

- A tracking pixel, image tag, or simply a "tag" is a transparent image placed into the body of an email or on a webpage
- Each time the pixel is viewed, it loads a GIF image from a server which creates a record of that event
- That record can be used to determine when and how many times a customer opened an email or webpage
- Pixels enable the placement of cookies on a user's browser

```
Pixel Example - Email
<img border='0' hspace='0' vspace='0' width='1'
height='1'src='http://sr.rlcdn.com/402192.gif?s=
[sha1_email]&n=1'/>
```

 Below is the Sha1 hash of <u>mlewis@liveramp.com</u>

f28160d924b44b63e0ab790aa71be751479869d0



## **Pixel vs Cookie**

- Pixel -- A 1x1 image file that is requested by a line of code inserted into an email or website.
  - <img border='0' hspace='0' vspace='0' width='1' height='1' src='http://sr.rlcdn.com/402192.gif?s=[email\_hash]&n=1'/>
  - Once the line of code has been executed, the pixel is "called." This instructs the server to place a cookie on the computer.
- Cookie -- A few lines of code placed on the hard drive of the computer
  - This can be read at a later date only by the company that placed the cookie
  - With the cookie, companies can do additional segmentation and analysis on their users



#### What do Pixels and Cookies Enable?

- Calculate the number of website views a page has
- Determining if your email was opened by its recipient
- Provide better targeted advertising
- Determine which marketing email is more effective
- Tracks viewable ad impressions

#### More broadly, cookies enable measurement and attribution of many tools digital marketers use today



### **1st Party and 3rd Party Cookies and Uses**

- **1st party cookies** cookies placed by the domain (or email sender) directly
- **3rd party cookies** a cookie placed by a domain other than the destination
- 3rd party cookies are used by a variety of marketing services platforms and advertisers to help provide more relevant and targeted advertising
- 3rd party cookies are blocked on some browsers (Safari) and email clients (Outlook) by default
- Users should be given proper notice and choice to be able to opt out of data collection when 3rd party cookies are used



#### **Cookies, Pixels and ESPs**

- Pixels can be "called" or "fired" in an email sent by an ESP
- ESPs can help facilitate the implementation of pixels in emails
  - An ESP client can also implement pixels in emails without the ESP's assistance
- Some ESPs receive payment for providing these email hashes tied to cookies
  - Assists in monetizing their "freemium" business model



## **Privacy, Notice and Choice**

- Key privacy concerns include:
  - Providing proper notice and choice via email
  - Consumer expectations of data collection
  - Sensitivity around 3rd party data collection and opt-outs
- DAA, NAI and Truste all have opt-out mechanisms



- Send emails triggered off online behavioral data (OBA) for 1st party clients
  - Future use cases could involve using 3rd party online behavioral data to send triggered emails
  - Enabling this use case would be a new frontier in privacy and require extensive review
- Providing email opens as additional touchpoints in a customer journey / purchase attribution
- Allowing segmentation within ESPs to apply broadly across all advertising channels





# Thank you

#### **Matt Lewis**

Business Development LiveRamp mlewis@liveramp.com