



AFFILIATE NETWORK INSIDER: Admitted

Each day new players are starting to conquer affiliate marketing industry. They all aspire to achieve great success and hope that someday their names will appear alongside the affiliate marketing leaders'. How can you possibly imagine that digital age and these giants name newcomers as well. What were they dreaming of? Which problems do they have? What were the key factors of their success? How did they become globally known? This was the affiliate marketing industry like never before?

We continue sharing the answers to these and many more questions in our series of articles "affiliate network insider" that touches upon the working life of the biggest and most prominent affiliate networks in the industry. We'll start not in this latest piece at Offise HQ, and welcome our guest, **Admitted** founder, **Alexander Bachmann**.



admitted.com

Admitted is an ad network founded in 2008. With 6 years in the sphere, Admitted is now trusted by a large number of advertisers including Lando, KapVip, AllExpress, Groupon, Oyster Airwaves, Page Adria's, BTTS, MegaFon, Delivery Click among the others. The company works with more than 1,000 advertisers and 400,000 publishers that are driving more than 1M targeted visitors daily.



19 years



Russia, Ukraine, Belarus, Germany, China, India, UAE



Beauty & Health, Tourism, E-commerce, Internet services, Mobile, Online Games, Finance, Goods for kids



Worldwide

Admitted is not simply big, it is a giant in affiliate marketing. When we see your website and the impact you make in the industry, we hardly believe that a 28-year-old boy stood behind this business. Looking back, how did it all begin?



Alexander Bachmann, Admitted founder

It all began with one website. I was 18, when Admitted/Visitors, who is still my business partner, sent me \$27 to launch my own website. In just two years this project grew to the size of a company. At the same time I was building my career in a German affiliate network, Gains, and in 2008 I was included in the list of 1000 publishers in Germany. That motivated an entrepreneur in me more. That's when I came up with an idea to launch my own affiliate network. As back in 2008, CPM market in Eastern Europe was just starting and its volumes were far from those in Germany. I decided to start in there. I'm moved to Russia and had been living there for year and a half setting up business processes in Admitted. Despite the economic crisis in Russia back then, the budgets for digital marketing were growing steadily. And so, we had the access to relatively cheap traffic. Admitted had become profitable right from the onset.

What was the most challenging at the very beginning?

As I've already mentioned, initially I worked in Eastern Europe countries including Russia, Belarus, Ukraine and Kazakhstan. On the one hand, the opportunities for the development there were huge as we were the first European affiliate network who wanted to explore this market. On the other hand, I wished to build this market on my own. Creating a team was quite a challenge as it was very hard to find people who knew anything about CPM. Besides, right from the start we faced the problem of fraudulent traffic. We started in gaming niche, where the advertisers were ready to pay up to 2 euros per install. That is why a big number of publishers couldn't resist the temptation to scam the advertisers. Luckily, we managed to combat fraud very fast without huge losses.

Now Admitted is not limited to just Eastern Europe, you are growing globally. What is the reason for such expansion?

In 2009 everything was different. Digital marketing wasn't that huge as it is now and affiliate marketing didn't seem so attractive anymore. So, it wasn't an environment to say that it was us who brought CPM marketing to Russia, Belarus and Ukraine. I decided not to continue the usual and implemented ready-to-go European approaches, although it took quite a long time to explore the profit of the affiliate marketing peculiarities, we pushed off wall and proved that the approaches were working.

Initially we focused on gaming sector for several reasons. First of all, gaming was the fastest growing sector. Second, we were fond of online games too, so it was quite logical for us to promote them. But, as we were growing in quality and quantity we started as a team of 10-15 people with 200K monthly sales. It was evident that we needed to scale up our capacity. That's why we started to discover new cities and grow globally. We opened our offices in Turkey and India on top of those in Germany, Russia, Ukraine and Belarus. In 2009 we started to Indian market, and later on — to China and the United States. In addition, India will be 100 million internet consumers, and relatively low CPM development rate makes us of interest for us. We have brought our technologies here and now help Indian CPM market to grow and mature. And so, we have brought our innovative tools which address the challenges of local affiliate market. Now we see the direction of our global growth unit is already bearing its fruits.



Admitted now has offices in 7 countries all around the globe.

You mentioned that the affiliate marketing industry has changed a lot comparing to the time when you started. What are the major changes you are now?

The world has changed drastically, and the affiliate marketing has changed as well. Comparing to 2008, I see that the approaches digital marketing have become more mature. Publishers have better understanding of what online advertising is, they want to consume high-quality content — all these factors are a catalyst for developing and looking technologies, and such giants as Google and Facebook are already working on it. Thus, the market is changing in favor of transparency. The number of countries has already taken measures to regulate advertisers' activities on the internet. It's tougher to work in 2019 in particular. It is a signal that everyone in Europe is fed up with how the personal data is collected and used. The countries are now striving to build the unified systems to regulate advertisers' operations. Advertisers, in turn, are also becoming more transparent with their online advertising expenses. And, finally, the affiliate marketing industry now focuses on people more than ever. It's no longer enough to just find an affiliate program, the human factor communication, building up trusting relations and networking — that is what values most here. It's crucial to follow your gut feeling that you are interested in their business to grow, and don't be too fast to let them off.

With so many years in affiliate marketing, I bet you have a bunch of interesting stories happened to you. Can you recount any of them?

I can remember that several years ago one of our clients couldn't manage to pay for our services due to a difficult financial situation. So he compensated it with a large shipment of goods, high-quality clothes and shoes. It took us a whole year to pass out this gift, as usual for us, merchandise.



You can find Admitted experts among the speakers at the most relevant affiliate marketing events.

You first began working 19-18 employees, now 300 people are working in Admitted in 2019. The market was just about to grow and lacked real professionals in the sphere, as you had to build and educate the team on your own. What has changed since then and how do you like your team members now?

We greatly thank fortune that our managers grow within three 3 years. The company almost doesn't turn out to be new, and the majority of our team members work from the very beginning. Some of the managers have already become the managers of separate divisions and even the heads of the departments.

We always chase for the best. It doesn't matter whether you are a talented graduate from the university or an experienced professional. What really matters to us is your activities and readiness to achieve more. Admitted is a very dynamic company. We constantly set new goals, discover new tools and explore new solutions. That is why we equip our employees to keep up with our ambitions. We provide and eager to gain success, besides, we have this unique philosophy of collaboration and mutual support, where everyone can share their ideas and get the advice. When in Admitted we have very democratic rules, we do not set boundaries where they are needless, we do not have a rigid hierarchy, and the employees and their managers can do almost anything more than discuss their experience with the peers, participating at the seminars in the Admitted Academy. I am a great believer that the atmosphere of development is something organic rather than artificially created. That is why we encourage the initiatives coming from our employees and are always open to constructive dialogues.



Having started with 10-15 employees, Admitted has grown to more than 300 team members.

How do you think about your team from other affiliate networks?

It is really difficult to compare your team from the perspective of a being engaged in our main area is in our youth and thirst for constant development. Comparing with the established affiliate networks, Admitted is still on the rise that's why we are very flexible and flexible. As I have already said, we do not have needless bureaucracy that is common for older companies and often complicates the processes of making decisions and implementing innovative approaches. While some big European networks do not have enough capacity and have to hire senior agencies and intermediaries, Admitted, instead, is the agency and the affiliate network altogether. Besides, we have offices all around the globe as we effectively deal with the optimization of the expenses on spot basis. For instance, the developers in Belarus, Poland and Russia cost much less than in other countries. Thus, Admitted can increase the team members faster, offering full service to the clients all over the world irrespective of their business size.

Are there any particular or individual advantages of working with your network?

One of the most important advantages that sets us apart is the global outreach of our business. Thanks to that, we provide our clients with multi-language support and know the local peculiarities of several regions, including Europe, Asia and Middle East. The numbers speak louder than words. In 2017 Chinese stores reached \$400 million profits working with Admitted. Indian cross-border sales increased 14 times compared to the previous year and reached \$60 million in 2017.

Besides, we presented a bunch of innovative technologies which set us apart from the other market players.

Mobile SDK — a technology of mobile integration with Admitted, which allows advertisers to track the application installation, user registration, order checkout and payment, return and entering in the application, and more.

CMS Plug-in — CMS are published the newest plugins for a row of CMS systems, such as WooCommerce, Magento, Joomla, WordPress, Shopify, Joomla, and Magento 1 and 2.

MoneyLink — the technology for monetizing tourism related sites, personal blogs, and other content sites.

Admitted API — Admitted API is a functional interface which gives access to the whole functionality of the advertisement. It is compatible with all programming languages which supports JSON.

Brandguard — a tool that indicates violations in paid search advertising.

Insights — a tool that analyzes traffic and indicates fraud.



Admitted hosts a range of annual events, including Admitted Lounge.

An affiliate network is an important link between an affiliate and an advertiser. How do you attract affiliates to your network?

I am a great believer that one of the keys to success in affiliate marketing is a balance between technologies and human relations. Admitted is an intermediary helping advertisers and publishers find each other, promote their relations as transparent as possible. But it's not enough to just find one the affiliate program for an advertiser which doesn't fit in matter which publisher. It's very important to find your partners right, pay attention to their needs and build trusting relations. In this regard, we created a project, Admitted Academy, which helps our advertisers and publishers get to know the peculiarities of CMS marketing and increase their profitability. Admitted/Vis is now sharing the videos with the experts publicly and they are available on our YouTube Channel.

Not only we are attending most relevant conferences and seminars in the industry, where we meet our current and potential partners, we also host some events on our own. For already 6 years we are organizing Admitted Lounge (a huge party for advertisers, publishers and Admitted managers where we combine networking with having some fun) and Admitted Expert Business Conferences where industry leaders are sharing newest trends, insights and expertise. By the way, the sixth Admitted Lounge (2019) is around the corner and we expect it to be even bigger. We already welcome the speakers in the affiliate marketing as this year we host a specialized conference for representatives from travel niche, Admitted Expert Travel.

And what about advertisers? How do you manage relations with them?

To interact with publishers, the advertisers launch affiliate programs. When launching, they determine the terms of the program and configure integration of their website with the Admitted system. If a program has been launched successfully, it appears in the All Programs catalog where the publishers look for programs to join. When publishers find programs that attract ad spaces, they apply for cooperation. The applications are displayed in the advertiser account where an advertiser decides whether to approve or decline them.

Once they get through the advertiser consent whether to approve or decline the access with the data in their system. The process is called reconciliation. On the basis of reconciliation, the advertiser defines the amount of remuneration and make payments to their publishers. Admitted offers 2 types of reconciliation: manual and automatic. Manual reconciliation requires a lot of time and effort from the account manager as it's handled manually. When concerns auto-reconciliation, it may be done by one of the following means: through CMS feed using Postback SDK or through API.

Alexander Bachmann "We do not set boundaries where they are needless, we do not have a rigid hierarchy and the employees and their managers care about results more than about procedures and formalities."

Your forecast for 2019. What to expect?

I would like to name several trends that I can see in the affiliate marketing industry.

- **Mobile is Mobile**. Many, if not most, mobile consumers spend their time on mobile devices and smartphones. As an industry players we must take this into consideration.
- **Transparency**. Digital advertising is becoming more transparent. Russian digital marketers will be gradually working down this tendency and the industry players will be adopting widely best practices of increasing the effectiveness of online campaigns by implementing CPM rules, brands and accounts planning and setting marketing budgets. Businesses no longer agree to pay for nothing, so CPM model will be moving and totally conforms to these standards.
- **Customer Journey and Cross-Device Tracking**. Firstly speaking, these trends sound like again redundant, but their tracking. Due to the growth of the devices' diversity, the differences between traffic channels, increase of these channels and the increase in switching between device to another during decision-making process, the growth of mobile traffic, the accurate cross-device attribution is becoming number 1 priority for affiliate networks. I suppose that 2019 in CPM marketing will be all about solving this problem.
- **Influencer Marketing**. Online buyers, especially those under 35 years old, prefer to trust their favorite bloggers or vloggers' advice rather than just entering into the address this change with our bloggers' social media consumers, who will be able to bring together with Admitted brand.

What is your advice for affiliate networks to increase ROI?

I think, that you shouldn't forget that transparency is the key advantage should always know from which traffic sources and what results they receive to estimate a publisher properly. When it comes to online advertising, the role of transparency has been born more important. Any advertiser counts their money and compares ROI. That is why, if you want to succeed, you can't leave your advertisers with any vague statistics. This is why, if you want to succeed, you can't leave your advertisers regarding their share, another term advertising strategy. However, working with advertisers, 1000 publishers should clearly realize who they deal with.

TOP AFFILIATE — what does it mean to you?

Top affiliate is a publisher that earns \$1-5M daily. As a rule, it is not an individual publisher, but a whole company.

What is the secret of your success?

Understanding that the idea itself is not giving you money is the first step to success. One person can stand behind the idea, but it takes a whole team of professionals to take this idea to the next level. You can't go it alone. It's crucial to make your team, be closer to each and every and take a good care of them.

AFFILIATE NETWORK INSIDER is a project covering success stories and inside life of the biggest and most prominent affiliate networks in the industry. Help 1000+ people learn by emailing to offise@admitted.com.

Alexandra Zakharenko

Business and marketing communications

Alexandra Zakharenko is a creative life marketing specialist about helping companies understand their growth and achieve marketing goals. She is an expert in about marketing life opportunities for marketing and advertising. She is a member of the marketing and advertising community, she is a member of the marketing and advertising community, she is a member of the marketing and advertising community.