

## **IHG Commercial Edge**

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### Opportunities for growth

	How it works today	Identified gaps
Revenue Management	<ul> <li>Revenue Management for Hire service:</li> <li>Active in 2500 hotels in North America</li> <li>Limited to assisting with managing pricing and inventory</li> </ul>	<ul> <li>Revenue Management is no longer a stand-alone discipline, therefore, revenue generation is dependent on a solid partnership with sales and digital</li> </ul>
Sales	<ul> <li>Consulting and training services:         <ul> <li>Does not include activation or execution for tactical needs</li> </ul> </li> <li>Hotels may experience:         <ul> <li>Turnover</li> <li>Difficulty to fill on-property sales roles</li> </ul> </li> </ul>	<ul> <li>Limitations at the hotel level may include:</li> <li>Talent, resources or expertise to maximize revenue</li> <li>Limited focus on long term strategy</li> </ul>
Digital Marketing	<ul> <li>Multiple systems to manage, with a number of new features (i.e., Limited Time Features) and specialized skills are needed to do well</li> </ul>	<ul> <li>Stale content (e.g., outdated photos)</li> <li>Missed SEO opportunities which lead to lower conversion</li> <li>Less than desirable guest experience</li> </ul>
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#### **Commercial Strategy Vision**

Deliver a holistic approach to revenue generation, combining revenue management, sales, and digital marking into **one discipline** supported by technology



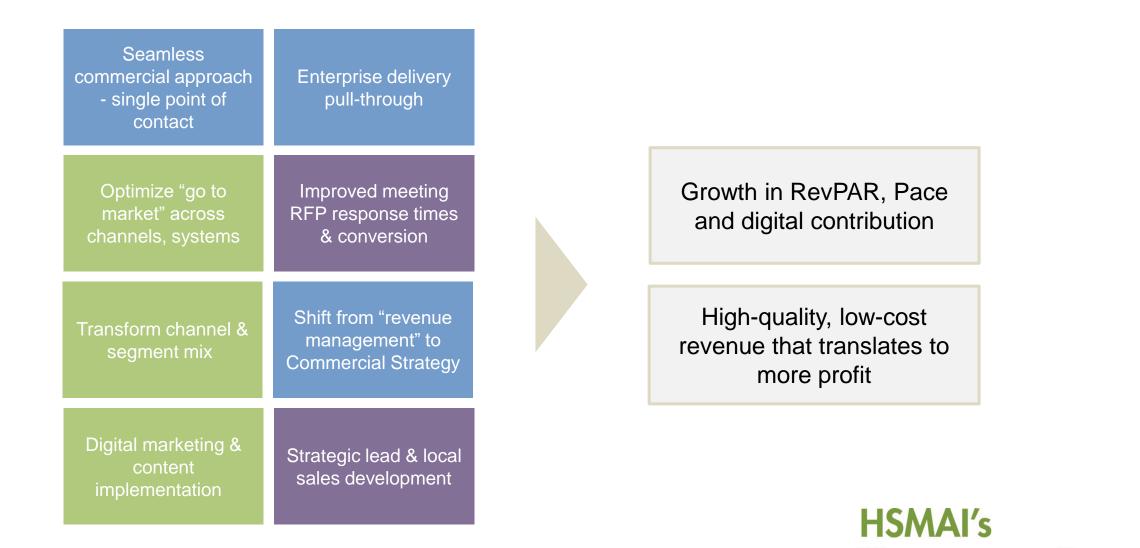
Our Commercial Strategy team are the experts and trusted partner for all things commercial who can:

- ✓ Fill the gap between hotel needs, resources
- ✓ Free up hotel resources to focus on guest experience
- ✓ Align and coordinate revenue generating activities for hotels
- ✓ Deliver more profitable revenues to hotels
- ✓ Build a differentiated value offer for owners



IHG HOTELS & RESORTS

#### IHG Commercial EDGE, launched April 2022



#### $IHG^{\text{`HOTELS &}}$

## Benefits of moving to Commercial Strategy through Commercial EDGE



"Another big win! The hotel received a bid for the SEC game, even though not a preferred location. Strategist stayed on top of the contact and decision date and followed up with the client. Client said since we took such safe care of her, she knows **they** will be taken care of at the hotel. "

> "Commercial Strategist worked with Account Director to arrange an onsite visit for a crew that had a 2-year contract. After reviewing displacement, market data, and STR reports they were able to re-negotiate with a **rate increase of \$20**."

"After the Field Marketing Audit highlighted their photos alongside their competitors, **hotel agreed** to update their photos with a preferred photography vendor! "

"We saw Commercial Edge as a means of taking over some aspects of sales so we can **focus more on operations** <u>and</u> **make the additional investment back in revenue**. Let me just say it worked! We had **record revenues** in both May and July!"

"Commercial Strategist teed up a solid list of business development opportunities, and **within a few hours** of prospecting reached the decision maker for a plant project in the area! Now working with the hotel on a pricing proposal." "With more time to focus on opportunity nights during an annual event, Commercial Strategist reached out to hotel multiple times daily to assist with inventory, rates and overbooking. The hotel closed April almost 20% above 2019."



# Thank you.

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