

Programmatic Advertising ROI Calculator

Step 1: Input Your Campaign Details

- Total Ad Spend: (How much you spent on ads)

Example: \$1,000

- **Number of Impressions:** (How many times your ad was shown)

Example: 100,000

- Click-Through Rate (CTR): (Percentage of people who clicked on your ad)

Example: 2% (0.02)

- Conversion Rate: (Percentage of clicks that resulted in a sale or lead)

Example: 5% (0.05)

- Average Revenue per Conversion: (How much you earn from one sale or lead)

Example: \$50

Step 2: Calculate Your Metrics

1. Total Clicks:

Total Clicks = Number of Impressions \times CTR Example: $100,000 \times 0.02 = 2,000$ clicks

2. Total Conversions:

Total Conversions = Total Clicks × Conversion Rate

Example: $2,000 \times 0.05 = 100$ conversions

3. Total Revenue:

Total Revenue = Total Conversions × Average Revenue per Conversion

Example: $100 \times $50 = $5,000$

4. ROI Calculation:

ROI = (Total Revenue - Total Ad Spend) ÷ Total Ad Spend × 100

Example: $(\$5,000 - \$1,000) \div \$1,000 \times 100 = 400\%$

Step 3: Results

Total Ad Spend: \$1,000Total Revenue: \$5,000

- ROI: 400%

Interpretation of Results:

- If your ROI is positive (like 400%), it means your programmatic advertising campaign was successful and generated more revenue than what you spent.
- A negative ROI means your campaign cost more than it earned, and adjustments may be needed.