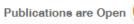




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AI Marketing and Its Role in Enhancing E-Commerce within Economic Enterprises: An Analytical Study of Tesla's Experience (2012–2024)

Besma Boussairi

Besma.boussairi@univ-biskra.dz

University of Biskra (Algeria)

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Abstract:

This study investigates the role of artificial intelligence (AI) in transforming marketing strategies and enhancing e-commerce performance within economic enterprises, using Tesla's experience from 2012 to 2024 as a case study. The primary objective is to examine how AI-powered marketing influences the traditional marketing mix (product, price, place, and promotion) and drives e-commerce growth. The research employs a dual methodological approach: a descriptive method to clarify core concepts and an analytical method to interpret the interplay between AI integration and marketing effectiveness. Key findings reveal that Tesla's proprietary AI systems have enabled highly interactive, cost-effective digital marketing, significantly boosting online sales and customer engagement. Specifically, AI-driven product customization, dynamic pricing, direct distribution, and digital promotion—notably through CEO Elon Musk's social media influence—have established Tesla as a leader in automotive e-commerce, with over 70% of vehicle sales conducted online. Despite external disruptions in 2024, Tesla's AI-centric approach has ensured resilience and sustained growth. The implications suggest that AI-powered marketing is a dominant strategic direction for modern enterprises, offering cost efficiency, enhanced customer insights, and global market competitiveness. The study recommends widespread adoption of AI marketing across industries and emphasizes the need for organization-wide AI literacy.

Keywords: artificial intelligence, marketing, e-commerce, digital transformation, Tesla, marketing mix, social media, online sales

JEL Classification: M31, L62, O33, M15, L86.

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Introduction:

Since the 1990s, the widespread adoption of the internet by individuals across various sectors has fundamentally transformed the business landscape. Internet users, influenced by the abundance of digital content—ideas, products, exchanges, and more—have prompted businesses to leverage the internet across all functional areas. Enterprises have sought to influence users of digital platforms, who often constitute their actual customer base, by establish symbolic costing digital communication channels that facilitate the seamless flow of products within the online space, giving rise to what is known as e-commerce.

Beyond merely adopting online communication, companies have also modernized their traditional marketing mix to align with the evolving digital environment. This strategic adaptation marked a significant turning point for both businesses and their clientele, reshaping commercial practices and consumer relationships alike.

Amid accelerating technological innovations and the continuous evolution of the digital sphere, AI systems emerged as a core enabler of the Fourth Industrial Revolution. These systems have become ubiquitous across various fields, yet their integration into marketing functions has had particularly far-reaching implications. According to a widely cited study by the global consultancy McKinsey & Co., "the greatest potential added value of AI applications—both now and in the future—lies in the domains of marketing and sales within the digital environment" (McKinsey Global Institute, 2018).

This insight has prompted researchers and industry experts alike to examine the role of AI-driven marketing in reshaping the landscape of e-commerce and redefining how digitally active economic entities interact. The enormous volumes of data processed through AI are directly linked to the direction of modern marketing efforts and serve as a foundational element in the design of effective marketing campaigns.

To examine this dynamic interaction between the study's variables in a realworld context, Tesla was chosen as the subject of analysis. As a globally leading economic enterprise in the energy sector—specifically in the production of self-driving electric vehicles—Tesla provides a compelling case study of how a firm can develop its own AI systems and strategically deploy them to enhance overall performance, particularly in the domains of marketing and e-commerce.

To assess the validity of this premise, the study poses the following central research question:

• Main Research Question:

- What role does AI-powered marketing play in enhancing e-commerce?
- **Sub-Questions:**To facilitate a more precise inquiry, the main question is broken down into the following sub-questions, based on Tesla's experience:
 - 1. In what ways does AI influence the marketing function at Tesla?
 - 2. Is there a link between the integration of AI systems into marketing and the enhancement of Tesla's e-commerce operations?
- **Working Hypotheses:** To guide the analytical framework of this study, two initial hypotheses are proposed in response to the above questions:
 - 0. The influence of AI on marketing is reflected in Tesla's digitally adapted marketing mix.
 - 1. Yes, the integration of AI systems into marketing contributes to the enhancement of Tesla's e-commerce activity and the growth of its sales volume.
- **Objectives of the Study:** The study seeks to achieve several key objectives, most notably:
 - 0. To examine the advantages of integrating AI algorithms into the key dimensions of marketing—product, pricing, distribution, and promotion;
 - 1. To analyze the contribution of AI-powered marketing to e-commerce performance through an in-depth case study of Tesla's experience between 2012 and 2024.
- Significance of the Study:



The significance of this study stems from the global relevance of its core topic and variables. AI-powered marketing represents one of the most recent and impactful trends adopted by global economic enterprises operating within the realm of ecommerce and the broader digital environment. Its importance lies in its ability to transform the nature of commercial interactions between enterprises and their customers, while simultaneously streamlining communication processes and enhancing the effectiveness of influence and persuasion mechanisms.

Research Methodology:

This study employs two primary methodological approaches to project theoretical analyses of the study's variables onto a real-world context by examining Tesla's experience from 2012 to 2024. The aim is to answer the main research question through the following methods:

- 1. **Descriptive Method:** Utilized to address the theoretical aspects of the study's variables by providing an accurate and comprehensive description of their definitions and dimensions, thereby eliminating ambiguity.
- 2. **Analytical Method:** Applied to interpret the interplay between variables and to understand the nature of their relationships.

Section One: AI Marketing and Its Place in E-Commerce

Artificial intelligence has been applied across a wide range of domains, and in recent years, its integration has become virtually ubiquitous. Among the fields that have most significantly benefited from AI is marketing, owing to the synergy between the two areas. AI enhances and complements traditional marketing strategies, adding novel capabilities that increase their effectiveness. This convergence has led to the emergence of the term "AI Marketing"—a compound concept that unites and amplifies the roles of both fields, especially in the dynamic context of digital business environments. Of all digital applications, e-commerce appears to be the most influenced by AI marketing due to its inherently digital and transactional nature.

I. A Brief Overview of Key Terminology:

Given that the core concepts addressed in this study are relatively new within the business landscape—and closely tied to modern digital technologies—they have attracted significant scholarly attention. Researchers have made concerted efforts to clarify and elaborate these concepts. Noteworthy contributions include the following:

1. On Artificial Intelligence:

A wide range of scholars—including mathematicians, computer scientists, physicians, and psychologists—have worked to establish a conceptual foundation for artificial intelligence (AI), enriching this emerging field even before the term acquired its current definition.

- In 1820, British mathematician and inventor Charles Babbage (1791–1871) designed the "Analytical Engine," a multipurpose, programmable machine capable of performing highly accurate astronomical and mathematical computations, and in 1840, Babbage collaborated with Ada Lovelace (1815–1852), a computing pioneer, to develop the Analytical Engine further. She famously described it as a "thinking machine... or a deity capable of reasoning across all realms of the universe" (Ratten, Jones, & Braga, 2024, p. 3), impressed by its unprecedented abilities—effectively the earliest conceptualization of AI.
- In **1936**, British mathematician **Alan Turing (1912–1954)**—regarded as the father of modern computer science—proposed the idea of machines performing human tasks and coined the term "computer" for such devices (Turing, 1936).
- In **1950**, Turing published a seminal paper titled (Turing, Computing Machinery and Intelligence, 1950)" in which he introduced the now-famous **Turing Test** to determine whether a machine's intelligence could be indistinguishable from that of a human—laying the philosophical groundwork for AI-human equivalence.
- In 1955, the term "Artificial Intelligence" was formally introduced by American computer scientist John McCarthy (1927–2011) and his colleagues during a scientific conference at Dartmouth College. They described AI as a branch of

engineering and science dedicated to creating intelligent machines and programs.

• Later, in 1990, McCarthy redefined AI as "a program, system, or machine capable of thinking and acting in the same way a human being does" (Idrissi, Djebli, & Souar, 2024, p. 122).

Based on the historical evolution of the field, artificial intelligence can be defined as:

A set of skills and processes developed by artificially programmed computer
systems designed to simulate human mental functions and replicate human
behavior.

2. On Marketing and E-Commerce:

The American marketing expert **Philip Kotler** (1931–present) defines marketing as "an economic and social system aimed at satisfying human needs—ranging from basic physical needs like food to individual and emotional needs such as acquiring knowledge" (Obeidat, al-shannag, almatarneh, alali, & shawaqfeh, 2021, p. 198), The technology company **Cisco** defines marketing more operationally as: "All business-related activities designed and developed to identify customers, attract them, and earn their loyalty" (MINCULETE & OLAR, 2018, p. 63).

In essence, marketing refers to a set of processes that ensure the flow of products—goods and services—from businesses to consumers, achieving both economic and social goals for the company, its customers, and society at large.

British researcher **Dave Chaffey** (1963–present), an expert in e-business, defines **digital marketing** as "the use of the internet and all electronic and digital technologies to achieve marketing objectives", Also he describes **e-commerce** as "the process of buying or selling online, including all related commercial transactions such as responding to inquiries, providing tourism or banking services, and more" (Chaffey & Smith, 2017, p. 13). E-commerce is thus deeply integrated with various technologies such as mobile commerce, electronic marketing, electronic data interchange (EDI), and

digital money transfers. It exists as a virtual, digital domain where business transactions and shared benefits take place between two or more parties via the internet.

From this, modern **marketing** can be understood as the sum of an enterprise's efforts—both in the physical and digital worlds—to build strong digital relationships with customers, to get closer to them, and to expand its customer base. The aim is to ensure a continuous flow of products while fulfilling customer needs as effectively as possible and generating new desires aligned with the company's strategic objectives.

In this context, the **role of AI-powered marketing in e-commerce** can be defined through the intersection of marketing activities performed in the digital environment and AI systems applied within that environment. This convergence aims to target the widest possible base of digital users and influence their behaviors online in ways that align with the company's goals and marketing strategy.

II. The "4Ps" Marketing Mix and the Impact of Artificial Intelligence:

Over 65 years ago, the first marketing mix model was introduced by the American marketing scholar **Edmund Jerome McCarthy** (1928–2015) in 1960. Known as the "4Ps Model" (McCarthy, 1960), it is named for the four foundational elements of traditional marketing mix:

- Product
- Price
- <u>P</u>lace
- Promotion

According to marketing pioneer **Philip Kotler**, the marketing mix represents "all the tactical tools available to the company that can be applied to satisfy the needs of the target market" (Kotler, 1967).

Over time, researchers have modified and expanded upon the 4Ps model to keep pace with ongoing developments. With the rise of the internet and smart devices, the classical marketing mix was adapted to suit the digital landscape—preserving McCarthy's framework under what became known as **digital marketing**. Today, however, rapid technological innovation and the intensifying competition to develop

and implement intelligent systems within business operations have necessitated yet another evolution of the model.

This has led to the emergence of a new concept: the **AI-supported marketing mix**, referred to as "**4A.IPs**". This framework accounts for the changing digital environment and incorporates modern technological advances, especially artificial intelligence, into the strategic functions of contemporary enterprises.

The following section will elaborate on how each of the traditional **4Ps** is influenced by AI, forming the integrated AI-powered marketing mix model—"**4A.IPs**":

1. AI-Product (AI-Enhanced Product):

This dimension encompasses all features integrated into a product through artificial intelligence and experienced by the consumer or user—either via other AI systems or through the internet—at a given point in time. These AI-driven products may take two primary forms:

- Tangible products embedded with AI, such as smart devices, robots, intelligent furniture, and equipment.
- Intangible service-based products relying on AI, including legal consultations, crypto currency trading, video games, software development, programming code generation, book writing, or electronic report summarization.

In regard to AI's influence on products, researcher (Nanayakkara S., 2020, p. 536) asserts that AI algorithms can process the vast data related to a product within the digital environment—guided by marketers' programming directives. This capacity allows the product to evolve alongside technological advancements, opening new avenues for distribution. Product features may also be refined based on predictive analytics of user intent online. Additionally, AI can determine optimal launch timing in virtual marketplaces by analyzing digital supply and demand dynamics. Machine learning technologies can further translate product specifications into any language, encouraging users' self-development and thereby expanding product demand.

2. AI-Price (AI-Driven Pricing):

Product pricing in virtual commercial environments has become far more dynamic than in traditional markets, thanks to AI systems that precisely calculate manufacturing costs and recommend optimal, competitive profit margins. These systems also factor in competitors' pricing strategies.

This pricing dynamism is partly due to the declining marginal cost of digital products—sometimes approaching zero over time—and the proliferation of AI-powered consumer tools. These tools assist users in:

- Tracking the lowest available prices,
- Storing and applying promotional codes,
- Comparing prices between similar products in real time before making a final purchase decision,
- Receiving alternative product recommendations at various price points.

Such capabilities have intensified price competition online, where consumers can instantly compare multiple options—a contrast to physical markets, where such comparisons are more difficult and fragmented. Additionally, e-commerce businesses are incentivized to reduce prices due to cost-saving factors, such as the absence of physical storefront rentals, which are often included in pricing in traditional markets.

AI's influence in pricing extends to its ability to:

- Generate competitive pricing models by monitoring competitors' price points,
- Provide logical systems that calculate real-time profit margins per unit sold,
- Consider comprehensive cost structures incurred by the enterprise,
- Forecast future prices and advise on optimal times to buy or sell—particularly useful in digital currency trading platforms.

3. AI-Place (AI-Based Distribution):

The integration of AI with distribution in digital environments has opened new horizons. Beyond faster delivery and reduced shipping costs, AI has enabled direct delivery through **autonomous robots**, eliminating the need for transportation

intermediaries in some cases. Consumers can now **track shipments in real time**, receiving comprehensive delivery updates—from dispatch to arrival.

In terms of AI-enabled **service delivery**, the process is even more direct, with users receiving instant services such as report summarization or converting spoken content into written articles.

Researchers (Osifo & Adekunle, 2020) highlight that AI has significantly enhanced distribution by:

- Automating customer order processing,
- Verifying remote delivery fulfillment without human sales reps,
- Improving logistics management and warehouse operations,
- Shortening and optimizing **supply chains**.

These efficiencies have helped businesses respond more swiftly and precisely to consumer needs in digital commerce.

4. AI-Promotion (AI-Enhanced Promotion):

This dimension involves leveraging AI systems in conjunction with a company's marketing efforts to promote products, raise awareness among target audiences, and highlight the value of goods and services offered. AI is instrumental in:

- Collecting and analyzing massive amounts of consumer data to study their needs, desires, behaviors, psychological profiles, cultural backgrounds, and even religious references.
- Using these insights to tailor emotionally resonant promotional strategies that leave a lasting impression on consumers.

Moreover, AI can **activate marketing campaigns** and ensure continuous digital engagement through:

- Designing high-quality visuals, voiceovers, and videos in multiple languages,
- Auto-responding to comments and messages on social media,
- Maintaining constant interaction with users on websites and digital platforms.

All of this is executed with a level of realism that increasingly **mimics human performance**, thereby enhancing the authenticity and effectiveness of promotional outreach.

With regard to **AI's influence on promotion**, researcher (Gabelaia, 2022, p. 3) emphasizes that it is virtually impossible to discuss an enterprise's digital communication with customers—and its ability to influence them—without incorporating artificial intelligence systems. AI is seen as essential for the future advancement of electronic promotion strategies within organizations.

Through users' interactions with a business in the digital environment, data can be collected, analyzed, and processed using various AI systems. This has significantly enhanced the promotional dimension by allowing **virtual product trials**, enabling users to test products and provide feedback. These insights help organizations better understand their customers and empower marketers to be more informed, perceptive, and attuned to market demands and consumer behavior.

The AI-powered marketing mix thus represents the optimal combination of marketing dimensions designed by an enterprise to penetrate and dominate the digital environment. Its effectiveness relies heavily on the deployment of integrated smart systems, supported by internet connectivity and the enterprise's active digital presence. Ultimately, the success of a company's digital marketing strategy hinges on how effectively it can develop and adapt its AI-integrated marketing mix to meet the challenges and competition of the virtual marketplace in which it operates.

Section Two: Analyzing Tesla's Experience in AI-Powered Digital Marketing and Its Role in Enhancing E-Commerce

Following the theoretical exploration and analysis of the study's variables—grounded in scholarly literature and the perspectives of foundational authors and contemporary researchers, as well as the academic debate surrounding the topic—this study also incorporates an analytical case study. The purpose is to examine the practical application of these theoretical concepts within a leading global enterprise in order to either confirm or challenge the previous theoretical propositions.

For this purpose, **Tesla Inc.** was selected—a global leader in the manufacture of electric vehicles and alternative energy solutions. Tesla was chosen due to its pioneering and innovative use of artificial intelligence systems across its operations, including its **AI-driven digital marketing function**. This integration has secured Tesla a distinguished position in the broader business world and specifically in the realm of ecommerce, as will be explored in further detail below.

I. Overview of Tesla Inc.

Tesla Inc. is an American company specializing in vehicle manufacturing and energy solutions. It was founded in **2003** by a group of entrepreneurs, most notably **Elon Musk**. From its early days, Tesla demonstrated remarkable revenue growth and rapid market expansion. It is widely recognized as one of the most iconic startups from **Silicon Valley**, both in the United States and globally.

Tesla's mission revolves around the production of **clean energy** technologies aimed at reducing pollution and preserving the environment. It markets **electric vehicles (EVs)** powered by **lithium-ion batteries** and has successfully developed a range of high-performance electric cars. Tesla's vehicles feature power capacities of up to **185 kilowatts**, compared to the **30–65 kilowatt** range of conventional EVs (Kaku, 2016). Its **Powerwall battery** system offers energy storage with warranties extending up to **10 years**.

Beyond products, Tesla emphasizes enhancing the relationship between **humans** (employees, customers, etc.) and machines, embedding this vision into its corporate DNA. Fundamentally, Tesla is a **software-driven company** centered on artificial intelligence. It replaces as many manual tasks as possible with smart systems powered by AI. The company uses **100% digital simulation tools** to design and develop its products (Valentin, 2020), a process that reflects its deep commitment to digital innovation.

Tesla's **digital philosophy** asserts that the **end-user**—the consumer—is the most appropriate party to involve in the **research and development** process. This principle is enacted by engaging customers directly through feedback mechanisms, rather than

relying on internal assumptions about user preferences. This user-centric approach is essential to achieving **higher performance and manufacturing excellence**.

II. Tesla's AI-Powered Marketing Strategy

Tesla is globally renowned for its distinctive marketing strategy, particularly across the four dimensions of the marketing mix—product, price, place, and most notably, promotion, which is famously executed with zero direct cost. As one of the pioneering companies in the development and deployment of proprietary AI systems, Tesla has successfully integrated these systems into its digital marketing efforts. This integration has significantly reduced its marketing expenses—often to the point of elimination—while simultaneously amplifying its influence in the digital environment, raising brand awareness, and increasing user engagement with its innovative products.

Among Tesla's most prominent AI-driven marketing practices across digital marketing dimensions are the following:

1. AI-Enhanced Products at Tesla:

Unlike competing brands that rely on traditional, often cumbersome, transaction processes, Tesla's products—Roadster, Model Y, Cybertruck, Model S, Model S Plaid, Model 3, Plaid Model X, and others—are presented on its website with comprehensive specifications, media content, expert reviews, and user-generated experiences (leveraging the psychological power of word-of-mouth marketing) (Rojas, 2020).

Tesla's website enables users to **customize their own vehicle models**, specifying preferences such as **color**, **wheel type**, **and interior design**. This interactive digital experience simplifies the customer journey, stimulates product interest, and prompts online order placements.

Tesla effectively leverages its proprietary AI systems within its products to **enhance brand perception**, creating a futuristic image in the minds of customers and internet users alike. The result is a strategic, psychologically-driven form of **digital persuasion** that positions Tesla's products as innovations from the future.

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2. AI-Driven Pricing at Tesla:

While Tesla products may initially appear expensive, their pricing becomes justifiable when weighed against the **technological value and features** they offer. Tesla facilitates **electronic payment solutions** for customers and does **not accept paper-based payments** such as checks or traditional invoices. Transactions are conducted through

Tesla's dedicated mobile app (www.tesla.com, 2022), which users can download via

app stores.

This app integrates **AI-based support** to assist with financial queries and payment processing. Additionally, Tesla's website provides clear and detailed information on registration, payment procedures, and app usage. The company also accepts **cryptocurrency payments**, including **Bitcoin**, for its product purchases—an innovation that sets Tesla apart in digital commerce.

3. AI-Enabled Distribution at Tesla:

Tesla became the first major luxury automaker to **eliminate intermediaries**, such as dealerships, from its distribution process. Instead, customers can **communicate directly with Tesla** through its online platform (EVANNEX, 2022). Purchase requests can be submitted remotely, accompanied by digital documentation and an electronic signature.

The company handles order preparation and dispatch in a highly efficient manner. During this process, customers can **track the production and delivery stages** in real time using Tesla's AI-powered applications, ensuring transparency and peace of mind throughout the transaction.

4. AI-Powered Promotion at Tesla:

Tesla's entire **promotional strategy** is executed digitally, with **minimal or no spending** compared to competitors. The company relies on **digital showrooms** to unveil new products to customers, presenting them via **high-resolution interactive displays**.

Notably, **Elon Musk's social media presence** serves as Tesla's most effective marketing tool. A **single tweet** on his **X** (**formerly Twitter**) account can generate

immense visibility and engagement—without any associated marketing budget. In contrast, a comparable marketing campaign through a major Silicon Valley agency could cost upwards of **\$40 million** (Popkin, 2018), and its ads revenue projected to reached **\$1.31 billion** in 2025 after the integration of AI in X (xAI).

Tesla also employs **AI-augmented social media platforms**—including **Facebook**, **YouTube**, **Instagram**, **Vimeo**, **TikTok**, and especially **X**—to conduct highly targeted and intelligent promotional campaigns.

In summary, Tesla's **AI-driven marketing efforts** are most concentrated in two key dimensions:

- AI Products (A.I.Products)
- AI Promotion (A.I.Promotion)

The company prioritizes **ongoing product innovation** through investment in AI-integrated research and development, ensuring continuous differentiation from competitors. At the same time, **Elon Musk** and his team capitalize on AI tools across digital platforms—particularly the company's website and social media channels—to launch and promote new products.

By synchronizing AI algorithms across multiple platforms, Tesla ensures cohesive and widespread visibility. Its dominance on **X**, following Musk's acquisition of the platform, further boosts exposure across other digital ecosystems. This cascade effect **amplifies user engagement** and ultimately fulfills the objectives of Tesla's AI-powered marketing strategy with remarkable efficiency.

III. The Role of AI Marketing in Enhancing Tesla's E-Commerce Performance:

Tesla is considered the world's leading electric vehicle (EV) manufacturer and seller via the internet. The company not only operates its online stores but also provides customer support through virtual service centers hosted on its official website. This reflects its exceptional capability to design and integrate intelligent AI systems into its marketing operations, securing its **global leadership in automotive e-commerce**.

Tesla's competitive edge in both the luxury and conventional automotive sectors lies in its ability to **design a proprietary resource planning system** as early as **2012**—

one that seamlessly combines e-commerce with various management software and aligns with the company's strategic planning. Over time, Tesla has refined this system, enhancing its **adaptability to the digital environment** and **responsiveness to customer expectations**.

Tesla's success is not the result of chance but the outcome of **intensive scientific research and intelligent technological development**. As the company upgrades its internal systems—including marketing functions—and aligns its programs and plans with evolving environmental dynamics, it strengthens its stability and significantly increases its growth potential both **in physical markets and digital platforms**.

According to data from Tesla's research and development team, approximately 70% of the company's total vehicle sales are conducted online through e-commerce. The table below presents Tesla's online vehicle sales from 2012 to 2024:

Table 01: Tesla Vehicles Sold Online (2012–2024)

YEAR	2012	2013	2014	2015	2016	2017	2018
SALES*10 ³	2.6	22.4	32	50	76.23	101.312	245.24
YEAR	2019	2020	2021	2022	2023	2024	
SALES*10 ³	367.5	499.55	936.172	1313.851	1.808.581	1.789.226	

Source: Compiled by the author based on data from: www.tesla.com.

The data in **Table 01** clearly demonstrates the consistent growth of Tesla's online sales from 2012 to 2024, largely attributable to the company's **adoption of AI-powered marketing strategies and digital commerce infrastructure**. A particularly notable spike occurred between **2017 and 2018**, when sales more than doubled—coinciding with Tesla's development and integration of its proprietary AI systems into both product development and digital marketing.

By **2021**, Tesla was approaching the milestone of **one million units sold online**, compared to just under **500,000 units** in 2020. In **2022**, online sales surged to **1,313,851 units**, a nearly **40% year-over-year increase**. This upward trajectory continued into **2023**, reaching **1,808,581 units**—a **37.65% increase** over the previous year.

However, in **2024**, sales slightly declined by **1.07**% to **1,789,226 units**. This drop is attributed to several factors:

- A fire at Tesla's Berlin factory (reportedly arson),
- Disruptions in logistics and shipping routes, and
- Reduced consumer demand for EVs, particularly in countries like Germany and Italy, where government subsidies for clean-energy vehicle purchases were discontinued.

Despite these setbacks, Tesla's 2024 performance remains strong, especially considering the external challenges it faced. The company's **resilience and brand strength** are further underscored by its strategic focus on innovation, digital engagement, and sustainable technologies.

Tesla's success in e-commerce is rooted in its strategic investment in **AI-driven marketing**, notably through:

- Leveraging AI algorithms to refine its product offerings,
- Enhancing interactivity through its website, and
- Engaging audiences on AI-powered social media platforms.

These efforts have helped Tesla build a vast global fan base, raise awareness about its electric vehicles, and promote the broader vision of clean energy, environmental sustainability, and nature preservation.

Conclusion:

Based on the theoretical insights drawn from previous literature and the analytical study of Tesla's global leadership in the electric vehicle sector—and its innovative work in clean energy products—this research has examined how Tesla has successfully integrated proprietary AI systems into its marketing strategy to strengthen its e-commerce performance. The analysis of Tesla's digital marketing practices, particularly its use of AI-powered tools across its website and social media platforms (notably **X**, owned by CEO Elon Musk), reveals that **AI-driven marketing has significantly expanded Tesla's e-commerce capabilities**.

Tesla's AI strategies have effectively reduced digital operation costs, eliminated traditional online marketing expenditures, and enhanced direct engagement with

customers, overcoming many limitations associated with conventional e-commerce models. Through 24/7 global digital retail access, Tesla has created a borderless and fully digitized sales infrastructure that traditional competitors either failed to match or only recognized after Tesla's dominance in digital business operations and smart systems development became evident.

Ultimately, the findings demonstrate that AI marketing not only enhances the efficiency and effectiveness of e-commerce for economic enterprises but also represents a dominant strategic direction in the modern digital era, where various dimensions of marketing are seamlessly merged with intelligent AI algorithms.

• Study Results:

The study arrives at several key findings that serve as conclusive answers to the research hypotheses and central question:

- 1. AI's influence on the marketing function lies in the multifaceted intersections that result from its integration across the business environment. These include AI-driven product development, pricing, distribution, and promotion—all of which reshape the digital marketing landscape.
- 2. **Tesla's success in AI-powered marketing** is largely attributed to its dual strategy of leveraging standard AI algorithms while also developing proprietary intelligent systems. These efforts have enabled direct online interactions with customers to uncover their preferences, pain points, and suggestions—data that is subsequently processed using Tesla's custom AI platforms.
- 3. The **integration of AI systems into marketing** is directly correlated with the enhancement of Tesla's e-commerce operations. More broadly, this integration reflects a broader trend among leading economic enterprises that seek a competitive edge in the digital economy. AI enables deeper and more accurate insights into customer needs and expectations, thereby driving increased sales and revenue growth.

• Study Recommendations:

Following an in-depth exploration of the topic and a rigorous analysis of Tesla's case, the study offers the following recommendations:

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- 1. AI-powered marketing should be adopted by economic enterprises across sectors, especially given its cost-effective nature. Most digital technologies leveraged in AI marketing are either free or available via low-cost subscription models, making it easier to explore international market opportunities through digital channels.
- 2. Employees at all levels—especially in economic enterprises—should be trained to use AI systems, not just marketing teams. Encouraging organization-wide innovation and the development of proprietary AI tools will be essential to securing long-term competitiveness. In the context of the evolving digital economy, intelligent technological innovation is the new frontier—businesses must adapt or risk becoming obsolete.

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