VENABLE[®]

Mobile Marketing

Melissa Landau Steinman, Venable LLP Gabriel H. Karp, ePrize LLC Claire M. Kimball, Turner Broadcasting Systems, Inc. Fawn M. Horvath, Macy's

PMA 32nd Annual Marketing Law Conference

November 19, 2010



VENABLE¹LLP

Mobile Marketing Overview

One Overriding Principle: The Customer Must be in Control of the Relationship

"The customer is king (or queen)."





VENABLE¹LIP

Mobile Marketing Overview

- *I.* Mobile Marketing Defined: Business Trends
 - Gabe Karp, ePrize, LLC
- *II.* Statutory/Regulatory Overview Melissa Landau Steinman, Venable, LLP
- Industry/Self-Regulation and Advocacy
 Claire M. Kimball, Turner Broadcasting Systems, Inc.
- IV. Location-Based Services: Legal and Practical Considerations – Fawn M. Horvath, Macy's



ePrize

Mobile Marketing

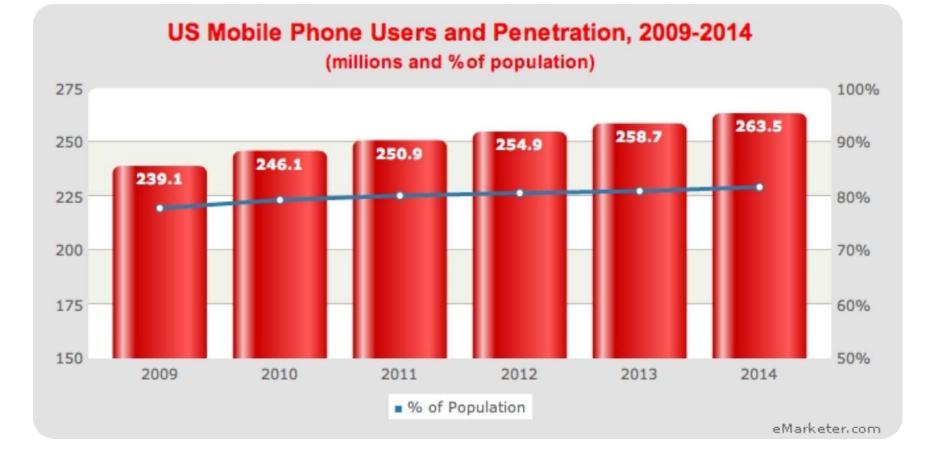
Gabriel H. Karp gabe.karp@eprize.com Executive Vice President & General Counsel, ePrize

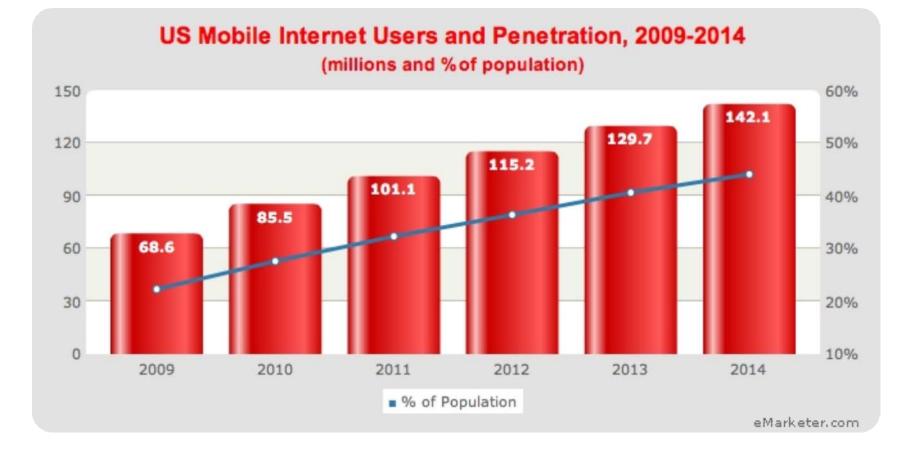
©2010, ePrize® LLC - CONFIDENTIAL

www.eprize.com

What is Mobile Marketing?

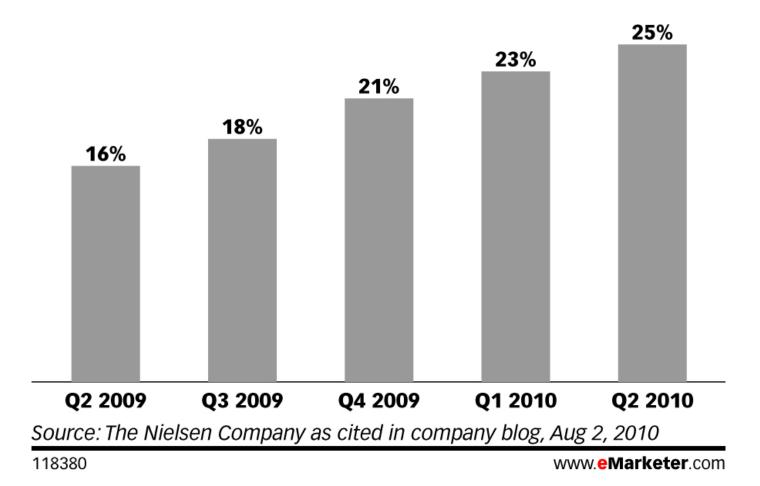




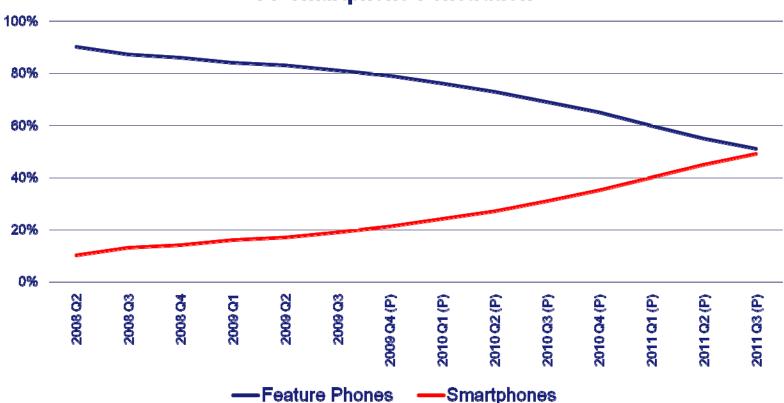


US Smartphone Penetration, Q2 2009-Q2 2010

% of total mobile phone subscribers



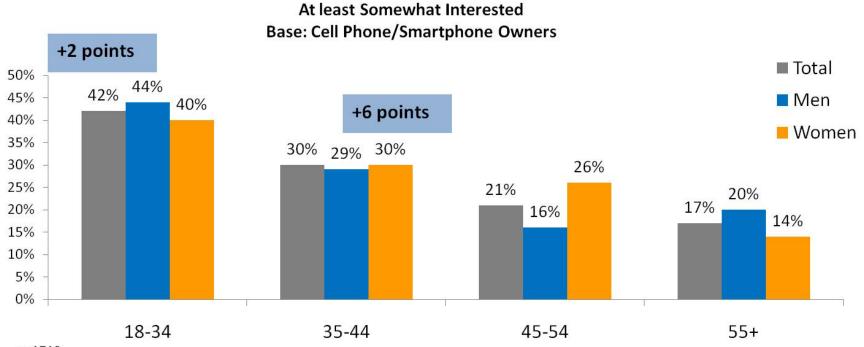
Smartphone to Exceed Feature Phones



US Smartphone Penetration

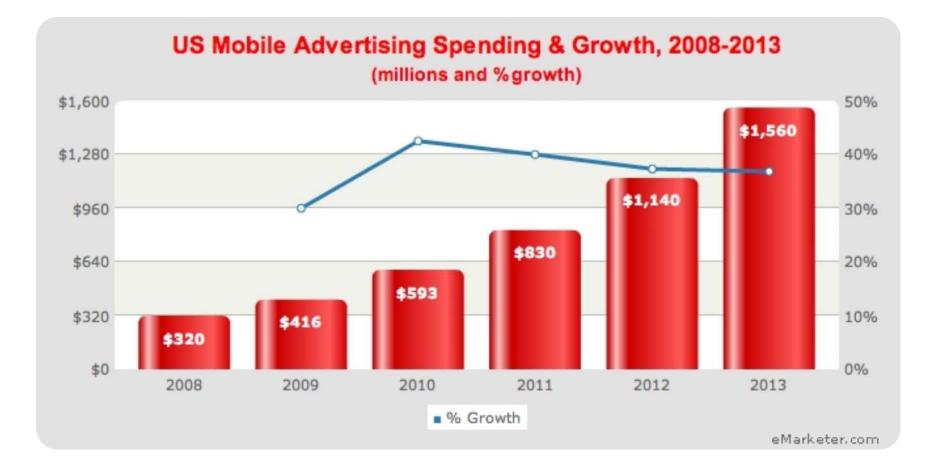
Source: The Nielsen Company, Smartphones to Overtake Feature Phones in US by 2011, Mar. 2010. Note Nielsen's numbers include Blackberry.

Mobile Users Interested in Text Offers



n=1719

Assuming you gave permission, how interested, if at all, would you be in receiving text alerts about new products, sales and/or promotions from your favorite merchants, restaurants, or stores on your cell phone/Smartphone?



Mobile Marketing: Events



Mobile Marketing: In Store



Mobile Marketing: QR Codes

Starbucks mobile coupon loyalty program in South America

- Call-to-action urged consumers to text keyword STARBUCKS to short code 80080 to get a WAP link to download a buy-oneget-one-free 2D bar code mobile coupon.
- In-store signage: text keyword VENTI to short code 80080 to opt in to receive various discounts and offers for coffee-size upgrades.
- Every time you present your coupon, the offer would be modified, such as get a venti for the price of a tall, to make people come more often to the store.
- Approximately 60% redemption rate

Guarda este codigo en tus imagenes. Presentalo cada vez que vayas a Starbucks en GDLJ y SLP, para que sigas recibiendo excelentes promociones.



Mobile Marketing: Location Based

- Location-based services (LBS) makes use of the GPS functionality available on smart phones to determine a consumer's location.
- With this information, marketers can motivate consumers to visit retail stores in the area and incent them to make purchases or play games incorporating their friends and participating brands.



Mobile Optimized Websites

