

O'Guinn Allen Semenik Close

Advertising and Integrated Brand Promotion

Seventh Edition

Thomas Clayton O'Guinn

Professor of Marketing Research Fellow, Center for Brand and Product Management University of Wisconsin—Madison

Chris T. Allen

Arthur Beerman Professor of Marketing University of Cincinnati

Richard J. Semenik

Professor Emeritus of Marketing Montana State University

Angeline Close Scheinbaum

Assistant Professor University of Texas at Austin Texas Advertising and Public Relations



Australia • Brazil • Mexico • Singapore • United Kingdom • United States

Copyright 2014 Cengage Learning. All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or eChapter(s). Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the right to remove additional content at any time if subsequent rights restrictions require it.

This is an electronic version of the print textbook. Due to electronic rights restrictions, some third party content may be suppressed. Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. The publisher reserves the right to remove content from this title at any time if subsequent rights restrictions require it. For valuable information on pricing, previous editions, changes to current editions, and alternate formats, please visit www.cengage.com/highered to search by ISBN#, author, title, or keyword for materials in your areas of interest.

CENGAGE Learning

Advertising and Integrated Brand Promotion, Seventh Edition

Thomas Clayton O'Guinn, Chris T. Allen, Richard J. Semenik, Angeline Close Scheinbaum

Vice President, General Manager, Social Science & Qualitative Business: Erin Joyner

Product Director: Mike Schenk

Sr. Product Manager: Mike Roche

Associate Content Developer: Josh Wells

Sr. Product Assistant: Megan Fischer

Sr. Marketing Manager: Robin LeFevre

Sr. Content Project Manager: Martha Conway

Sr. Media Developer: John Rich

Manufacturing Planner: Ron Montgomery

Content Digitization Project Manager: Nikkita Bankston

Production Service: PreMediaGlobal

Sr. Art Director: Stacy Jenkins Shirley

Cover and Internal Designer: Joe Devine, Red Hangar Design

Sr. Rights Acquisitions Specialist: Deanna Ettinger

Text and Image Permissions Research: PreMediaGlobal

Cover Images: TV: © bluehand/Shutterstock. com; Old Paper Scroll: © MIGUEL GARCIA SAAVEDRA/Shutterstock.com; Brick Wall: © My Life Graphic/Shutterstock.com; Shampoo Bottle: © Denis Komarov/ Shutterstock.com; Gold Frame: © lakov Filimonov/Shutterstock.com; iPad: © Radu Bercan/Shutterstock.com; Hands with bottle: © Dr. Cloud/Shutterstock.com; Daisy lady: © Aleksie/Shutterstock.com; 1900's lady: © Michaela Stejskalova/Shutterstock.com; 1940's lady: © Malyugin/Shutterstock.com; Books: © iStockphoto.com/kyoshino

© 2015, 2012 Cengage Learning

WCN: 02-200-208

ALL RIGHTS RESERVED. No part of this work covered by the copyright herein may be reproduced, transmitted, stored, or used in any form or by any means graphic, electronic, or mechanical, including but not limited to photocopying, recording, scanning, digitizing, taping, web distribution, information networks, or information storage and retrieval systems, except as permitted under Section 107 or 108 of the 1976 United States Copyright Act, without the prior written permission of the publisher.

For product information and technology assistance, contact us at Cengage Learning Customer & Sales Support, 1-800-354-9706. For permission to use material from this text or product, submit all requests online at www.cengage.com/permissions. Further permissions questions can be emailed to permissionrequest@cengage.com.

Library of Congress Control Number: 2013953892 Student Edition: ISBN 13: 978-1-285-75844-2 ISBN 10: 1-285-75844-7 Student Edition with CourseMate: ISBN 13: 978-1-285-18781-5

ISBN 10: 1-285-18781-4

Cengage Learning

200 First Stamford Place, 4th Floor Stamford, CT 06902 USA

Cengage Learning is a leading provider of customized learning solutions with office locations around the globe, including Singapore, the United Kingdom, Australia, Mexico, Brazil, and Japan. Locate your local office at: **www.cengage.com/global**.

Cengage Learning products are represented in Canada by Nelson Education, Ltd.

To learn more about Cengage Learning Solutions, visit **www.cengage.com**.

Purchase any of our products at your local college store or at our preferred online store **www.cengagebrain.com**.

Printed in the United States of America 1 2 3 4 5 6 7 18 17 16 15 14

To Marilyn

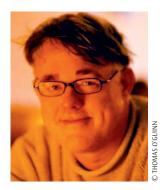
Thomas Clayton O'Guinn

To Linda, Gillian, and Maddy, my three reasons for being. Chris Allen

To Molly, the best partner I could ever hope to have. To Andi, you have done so much, so well, so quickly—you inspire me. Rich Semenik

> To my family, Benjamin and Corbyn Scheinbaum. Angeline Close Scheinbaum

ABOUT THE AUTHORS



Thomas Clayton O'Guinn is Professor of Marketing at the University of Wisconsin-Madison. He is also Research Fellow in the Center for Brand and Product Management, also at UW–Madison. Before joining the University of Wisconsin– Madison faculty, he was on the faculty of the University of Illinois at Urbana-Champaign. He has also taught at UCLA and Duke. He is currently visiting Georgetown University. Tom has published widely. His research is about brands and the sociology of consumption. Tom has served on many editorial and advisory boards, and his research has won several awards. He has assisted several major marketers with their advertising and marketing. Professor O'Guinn's Ph.D. is from the University of Texas at Austin.



Chris T. Allen is the Arthur Beerman Professor of Marketing at the University of Cincinnati. He has also held faculty positions at Northwestern University and the University of Massachusetts at Amherst. His research has investigated the influence of affect and emotion in decision making and persuasive communication. Other published work has examined consumption issues in diverse domains such as determinants of household spending, motives for blood donation, fostering energy conservation, and the effects of news reporting on consumers' attitudes. It has appeared in numerous journals and compilations, including JCR, JMR, JM, JPP&M, JBR, Journalism Quarterly, Journal of Advertising, Harvard Business Review, Advances in Nonprofit Marketing, and Handbook of Consumer Psychology. Chris has served on the editorial review boards of JCR, JCP, JM, and JA, and has been a frequent reviewer for programs such as the Ferber Award, and the AMA/Howard, ACR/Sheth, and MSI dissertation competitions. He has also served as program administrator for P&G's Marketing Innovation Research Fund-a funding source for dissertation research. He received his Ph.D. in Marketing and Consumer Psychology from Ohio State.



Richard J. Semenik is Professor Emeritus of Marketing and former Dean of the College of Business at Montana State University–Bozeman, as well as founder and Executive Director of the College's Center for Entrepreneurship for the New West. Before coming to Montana State, Rich served as head of the Marketing Department at the Eccles School of Business at the University of Utah and Associate Dean for Research. He also has cofounded two companies. He has given numerous speeches and seminars across the United States, as well as in Ireland, Italy, the Netherlands, Finland, Mexico, Germany, France, Belgium, and Scotland. He also has been a visiting research scholar at the Vrije Universiteit in Amsterdam, the Netherlands, and a visiting scholar at Anahuac Universidad in Mexico City, Mexico. His research has appeared in the *Journal of Advertising, Journal of Consumer Research*, and *Journal of International Advertising*. He has consulted with major corporations, advertising agencies, and early stage start-up companies. He received his undergraduate degree from the University of Michigan, an MBA from Michigan State University, and a Ph.D. from the Ohio State University.



Angeline Close Scheinbaum At the University of Georgia, Angeline studied advertising (ABJ 2000) and mass communication (MMC 2001) at the Grady College of Journalism & Mass Communication, and marketing at the Terry College of Business (Ph.D. 2006). Angeline is Assistant Professor at the University of Texas at Austin in Advertising and Public Relations. Professor Close researches sponsorship and event marketing-namely how consumers' experiences at sponsored events influence attitudes and consumer behavior. Her research explains how events inform and persuade adolescents, consumers' engagement with events, drivers of effective event sponsorships, how entertainment impacts affect toward events/ purchase intention toward sponsors, the role of sponsor-event congruity, and why consumers may resist events or marketing efforts. Publications are in the Journal of Advertising, Journal of the Academy of Marketing Science, Journal of Advertising Research, Journal of Business Research, Advances in Consumer Research, International Journal of Sports Marketing and Sponsorship, and Sport Marketing Quarterly. Professor Close edited Consumer Behavior Knowledge for Effective Sports and Event Marketing (2011) and Online Consumer Behavior: Theory and Research in Social Media, Advertising, and E-Tail (2012). She is currently teaching Integrated Communication Management and Psychology of Advertising. She has taught MBA Market Opportunity Analysis, Advertising Management, IMC, Professional Sales, Marketing Management, Marketing Research, and Marketing Strategy. Service to the academy includes serving as President of the Consumer Behavior SIG of the American Marketing Association (2006-current) and Director of Doctoral Student and Junior Faculty Initiatives for the Academy of Marketing Science. She serves on the editorial review boards for Journal of the Academy of Marketing Science and Sport Marketing Quarterly.

PREFACE

Some brands flourish, some brands face huge challenges, and some brands disappear altogether. Some brand managers are very smart, and some are very lucky and not so smart. The same is true of advertising executives. In this book, we write about how companies read the market environment, evolve their brands effectively, and nurture brand equity and loyalty. And we have done the same thing with this edition of Advertising and Integrated Brand Promotion. We added a new coauthor, Angeline Close Scheinbaum, from the University of Texas at Austin, who is a widely recognized expert in social and digital media. We have established a highly interactive online component to the book to give users access to contemporary issues throughout a term. We have evolved our brand along with the evolving advertising and promotion environment.

We've read the current environment and made extensive changes to the treatment of advertising and integrated brand promotion processes. Throughout the first six editions of the book, we sought and received extensive feedback from faculty, students, and practitioners. As we began to prepare this seventh edition of Advertising and Integrated Brand Promotion, the feedback was particularly informative and meaningful. You wanted a shorter book with more direct discussion. You wanted extensive coverage of social networking and digital media applications in both advertising and promotion. You wanted us to keep the highly visual presentation of material so prominent in prior editions. And, you wanted us to retain the issue-focused, contemporary topics from prior editions. We have addressed all of your desires and requests. This new edition is now reduced to about 400 pages from over 700. The book is full of social networking and digital media content both in the main discussions and in the new special "Insights Online" that provide access to current applications. The book is shorter, more direct, more focused. It is still very honest.

Despite all the changes and the tighter focus, there is one point we want to make emphatically: *Advertising and Integrated Brand Promotion*, seventh edition, remains the most current and forward-thinking book on the market. Since the launch of the first edition in 1998, we have alerted students to leading-edge issues and challenges facing the advertising and promotion industries. We were the first to devote an entire chapter to the Internet as an advertising medium (1998), the first to alert students to the "dot-com" agency incursion on traditional advertising structure (2000), the first to raise the issue of consumers seeking and seizing control of their personal communications environment (2003), and the first to highlight blogs and DVRs and the role they played in disseminating (or blocking) information about brands (2006). Also, we were the first to alert students to the emergence and growing potential of the early social networking sites, back then MySpace and YouTube, that began showing up on the Web (2009). This seventh edition follows the legacy of the prior editions of the book by highlighting the most contemporary and significant changes being experienced in the advertising and promotion industries—particularly the application of social networking and digital media in the advertising and promotion process.

There is a deep and lasting commitment among the authors to seek out both the best traditional and the newest contemporary thinking about advertising and integrated brand promotion from a wide array of both academic and trade publications. You will see this commitment manifest in the breadth, depth, and currency of the references in each chapter. Within this context, let's consider the "personality" features of this new edition. We are confident you will find the content and perspective of this new edition a worthy addition to students' classroom experience.

WHY WE WRITE THIS BOOK

When we introduced the first edition of *Advertising and Integrated Brand Promotion*, we summed up our attitude and passion about advertising in this way:

Advertising is a lot of things. It's democratic pop culture, capitalist tool, oppressor, liberator, art, and theater, all rolled into one. It's free speech, it's creative flow, it's information, and it helps businesses get things sold. Above all, it's fun.

We still feel the same way. Advertising and promotion are fun, and this book reflects it. Advertising and promotion are also important businesses, and this edition carries forward a perspective that clearly conveys that message as well. Like other aspects of business, advertising and integrated brand promotion are the result of hard work and careful planning. Creating good advertising is an enormous challenge. We understand that and give homage and great respect to the creative process. We understand advertising and promotion in its business, marketing, and creative context. But we also felt, and still feel, that other books on the market do not emphasize enough a focus on the *brand* in the advertising and promotional effort. Brands are the reasons advertising exists. While most books of this type have IMC (Integrated Marketing Communication) in the title, we choose to emphasize the brand in the title and throughout the topics in the book.

This book is written by four people with lots of experience in both academic and professional settings. We have collectively been consultants for many firms and their agencies. Thus, this book is grounded in realworld experience. It is not, however, a book that seeks to sell you a "show-and-tell coffee-table book" version of the advertising and promotion industries. Rather, we highlight the challenges facing advertisers and offer complete treatment of the tools they use to meet those challenges.

As much as we respected our academic and practitioner colleagues the first six times around, we respect them even more now. This book is completely real-world, but the real world is also explained in terms of some really smart academic scholarship. This book copies no one yet pays homage to many. More than anything, this book seeks to be honest, thoughtful, and imaginative. It acknowledges the complexity of human communication and consumer behavior.

Students like this book—they tell us so over and over. You liked the last six editions, and you'll like this one even more. We've spent considerable time reviewing student and instructor likes and dislikes of other advertising textbooks, in addition to examining their reactions to our own book. With this feedback, we've devoted pages and pictures, ideas, and intelligence to creating a place for student and teacher to meet and discuss one of the most important and intrinsically interesting phenomena of contemporary times: advertising and promotion in the service of brands.

Relevant, Intelligent Organization

We offer an organization we adamantly believe is superior. The organizational structure of this book is unique and highly valued by users. Rather than have a section with one or two chapters followed by a section with nine or ten chapters, we offer a patterned and well-paced five-part organization. Instructors and students alike find this approach relevant, intelligent, and easy to follow. The organization of the text is so popular because it lays out the advertising and IBP process the same way it unfolds in practice and application:

Part 1: Advertising and Integrated Brand Promotion in Business and Society. Part 1 recognizes that students really need to understand just what advertising and IBP are all about and have a good perspective on how the process works. This section contains the core fundamentals (more about this in a minute). It describes the entire landscape of advertising and promotion, and provides a look at the structure of the industry and a historical perspective on the evolution of the process. But we have infused this part of the book with extensive coverage of the challenges and opportunities being presented by social networks and the mobile devices (smartphones, tablets, mobile marketing communications) that are changing the landscape for advertising and promotion. This part concludes with the key social, ethical, and regulatory issues facing practitioners and consumers.

Part 2: Analyzing the Environment for Advertising and Integrated Brand Promotion. Part 2 provides all the essential perspectives needed to understand how to carry out effective advertising and IBP. Key strategic concepts related to the overall process, including consumer behavior analysis, market segmentation, brand differentiation, and brand positioning, are considered. Then, this section proceeds to a discussion of the types of research advertising and promotion planners rely on to develop effective advertising and IBP. Additionally, there is special emphasis on "consuming in the real world" and how advertising and IBP need to adapt to consumer lifestyles and consumer adoption of new technologies to facilitate those lifestyles.

Whether you are teaching or studying advertising and promotion in a business school curriculum or an advertising/journalism curriculum, the first two parts of the book provide the background and perspective that show how advertising and IBP have become the powerful business and societal forces they are in the 21st century.

Part 3: The Creative Process. Part 3 is all about creativity: creativity itself, as a managerial issue, and as a part of art direction, copywriting, and message strategy. Most adopters in advertising and communication programs use this section and put particular focus on Chapter 10, in which the tensions between the creative and management processes are highlighted. Some business school adopters (particularly those on 6- and 10-week modules or classes) skip some of the creative chapters in Part 3. We believe everyone will find Chapter 11, which offers a highly integrated

Copyright 2014 Cengage Learning. All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or eChapter(s). Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the right to remove additional content at any time if subsequent rights restrictions require it.

discussion of the overall creative effort, a useful and realistic perspective on the process.

Part 4: Placing the Message in Conventional and "New" Media. Part 4 focuses on the use and application of all media—including social, mobile, and digital media—to reach target audiences. These chapters are key to understanding many of the execution aspects of good advertising and integrated brand promotion strategies. It is in this section that you will learn not just about the traditional mass media, which have struggled in the new digital environment but also about the array of new media options and consumers' new-found power in managing their information environments through these options. Of particular note is the recognition of the opportunities now offered by mobile devices as another way to reach consumers.

Part 5: Integrated Brand Promotion. Part 5 covers the many tools of integrated brand promotion. We bundled these four chapters together, since our business school adopters often use them. We think they are good for everyone. Here you will find the best coverage of sales promotion, event sponsorship, product placement, direct marketing, personal selling, branded entertainment, influencer marketing, public relations, and corporate advertising. Nearly twenty percent of the book's pages are devoted to IBP tools beyond advertising.

Compelling Fundamentals

We fully expect our book to continue to set the standard for coverage of new topics and issues. It is loaded with features, insights, and commonsense advertising perspectives about the ever-changing nature of the advertising and promotion industry, and we continue to incorporate coverage of new issues in *every* chapter.

That said, we feel a truly distinguishing strength of this book is that we do not abandon complete and high-level treatment of the fundamentals of advertising and promotion. You simply *cannot* appreciate the role of the new media or new technologies without a solid understanding of the fundamentals. If you doubt our commitment to the fundamentals, take a good look at Chapters 2 through 8. This is where we, once again, part company with other books on the market. Advertising and Integrated Brand Promotion, seventh edition, is the only book on the market that ensures the deep economic roots of advertising and promotion are fully understood (e.g., the economic effects of advertising, primary vs. selective demand). Also, we take the time to be certain that not just the business but also the social context of advertising is clear. Check out just how completely the foundational aspects are covered.

Also, notice that we don't wait until the end of the book to bring the legal, ethical, and social issues (Chapter 4) into mainstream thinking about advertising and IBP.While most books put these issues as one of the last chapters—as if they are an afterthought—we feel strongly that they are mainstream to the development of high quality and responsible advertising and promotional efforts.

Extensive Social and Digital Media Coverage

In-depth consideration of new media vehicles is provided throughout Part 1 but is truly highlighted in Part 4 of the book, "Placing the Message in Conventional and 'New' Media." Chapter 14 is all about advertising and marketing in the social and digital media era, and it reviews many technical considerations for working with this-now not-so-new, but still challenging and evolving-method for reaching and affecting consumers. Chapter 15 highlights all the new ways advertising and promotion can provide an experiential encounter with the brand. But these sections are not the only place new media coverage is prominent. Chapters 1 and 2 highlight how consumers use new social media options as a way to control their information flow, and Chapter 5 considers the effects of new media on consumer decision making.

Student Engagement and Learning

You will find that this book provides a clear and sophisticated examination of advertising fundamentals and contemporary issues in lively, concise language. We don't beat around the bush, we don't avoid controversies, and we're not shy about challenging conventions. In addition, the book features a stylish internal design (worthy of an advertising book!) and hundreds of illustrations. Reading this book is an engaging experience.

The markers of our commitment to student learning are easily identified throughout the book. Every chapter begins with a statement of the *learning objectives* for that chapter. (For a quick appreciation of the coverage provided by this book, take a pass through it and read the learning objectives on the first page of each chapter.) Chapters are organized to deliver content that responds to each learning objective, and the *Chapter Summaries* are written to reflect what the chapter has offered with respect to each learning objective. After the chapter summaries, students will find *Key Terms* from the chapter. Full definitions of these terms are provided at the end of the book.

We also believe that students must be challenged to go beyond their reading to think about the issues raised in the book. We provide online access to *Questions* for each chapter that demand thoughtful analysis rather Preface

than mere regurgitation, and additional exercises will help students put their learning to use in ways that will help them take more away from the course than just textbook learning. Complete use of this text and its ancillary materials will yield a dramatic and engaging learning experience for students of all ages who are studying advertising for the first time.

A CLOSER LOOK AT SOME SEVENTH EDITION FEATURES

In Every Chapter:

1 Learning Objectives and a Built-In Integrated Learning System. The text and test bank are organized around

the learning objectives that appear at the beginning of each chapter, to provide you and your students with an easy-to-use, integrated learning system. A numbered icon like the one shown here identifies each chapter objective and appears next to its related material throughout the chapter. This integrated learning system can provide you with a structure for creating lesson plans as well as tests.

The integrated system also gives structure to students as they prepare for tests. The icons identify all the material in the text that fulfills each objective. Students can easily check their grasp of each objective by reading the text sections and reviewing the corresponding summary sections. They can also return to appropriate text sections for further review if they have difficulty with end-of-chapter questions.

Concise Chapter Summaries. Each chapter ends with a summary that distills the main points of the chapter. Chapter summaries are organized around the learning objectives so that students can use them as a quick check on their achievement of learning goals.

Key Terms. Each chapter ends with a listing of the key terms found in the chapter. Key terms also appear in boldface in the text. Students can prepare for exams by scanning these lists to be sure they can define or explain each term.

The Online Component. One of the frustrations that we have had as authors was the inability to provide current examples and to convey the most dynamic examples of advertising, which include video and audio, in a print medium. Now technology allows us to achieve this, and we have partnered with Cengage Learning and *Ad Age* to provide students with access to current issues in advertising as well as examples of effective advertising through the content of *Ad Age on Campus*. We have selected exciting content from *Ad Age* and related it to the concepts in

each chapter. We have also created assessments to provide assurances to both students and instructors that they comprehend the material. As well, rather than illustrate our printed book with examples from print media, we have selected contemporary advertisements from television and interactive online advertising to provide examples and applications of concepts.

For every chapter we have selected two or three articles from *Ad Age* that highlight interesting, unusual, or just plain entertaining information as it relates to the chapter. The articles are not diversions unrelated to the text, nor are they rambling, page-consuming, burdensome tomes. Rather, they provide concise, highly relevant examples that can be fully integrated as gradable assignments. The articles are for teaching, learning, and reinforcing chapter content. Three different types of articles are available for assignment: *Ethics, Globalization,* and *Social Media.* After each selection we have included a synopsis about how the article relates to the chapter content and have provided some assessment questions that will demonstrate a student's understanding of the concepts. Let's take a look at each.

Ethics: It is important that business decisions be guided by ethical practices. Advertising and IBP practices are particularly prone to questions by lay people relating to ethics. Because of the importance of ethics, proper business practice, and its appeal to students' interests, special ethics articles appear throughout this edition online. Students will gain insights into ethical business practices that will be useful not only in their advertising course but in future business courses and their careers.

Globalization: The globalization articles provide an insightful, real-world look at the numerous challenges advertisers face internationally. Many issues are discussed in these timely boxes, including the development of more standardized advertising across cultures with satellite-based television programming, how U.S.-based media companies such as MTV and Disney/ABC are pursuing the vast potential in global media, obstacles to advertising in emerging markets, and cross-cultural global research.

Social Media: While we integrate social media issues and applications within the main chapter content, there are so many facets to this emerging phenomenon that featuring social media examples in box treatments seemed useful and informative for students. These social media articles highlight both the nature of the phenomenon and applications by firms; for example, Facebook, Twitter, YouTube, and other social media and networking sites.

In addition to the specific content that has been selected to complement the concepts in each chapter, students will also have access to the *Ad Age on Campus* premium website where they can research a wealth of content. Ad Age on Campus. Students will have access to a wealth of resources through the *Ad Age on Campus* page of adage.com through the access code provided with every new copy of this book, as well as other delivery options that will be discussed later in this Preface. This website provides access to a variety of resources including:

Daily News AdAge.com is the premier industry source of breaking news in the marketing, advertising, and media world, and includes trend stories, features, and analysis on the most important matters of the day.

Commentary Leading executives contribute every day to AdAge.com blogs and viewpoint columns, giving students critical insight into what the thought leaders are saying and advocating for the future of marketing.

The Work Each week, Ad Age publishes the best work of the week, as selected by the editors of Creativity, the Ad Age Group's source for advertising professionals in creative departments. Students have a window into the ideas, trends, and breakthrough work that has the industry sitting up and taking notice.

Research Ad Age on Campus subscribers have access to a select group of white papers published by the Ad Age Insights division, including demographic studies of female consumers, "Rise of the Real Mom" and "The Reality of the Working Woman," as well as a deep dive into "Building Brands Online" and a look at digital adopters, "Shiny New Things."

DataCenter Students also have access to AdAge. com's premium content in the DataCenter, the industry's source of key information about the industry's most important companies. Comprehensive and thorough reports rank by spending, revenue, and income the 100 leading national advertisers; the top global marketers; 100 leading media companies; interactive ventures of top media and agency companies; and Creativity's awards winners list—the definitive online tally of the best agencies, brands, creatives, production companies, and directors, according to a weighted tabulation of the major advertising awards shows.

Additional Online Material and Critical Thinking Questions

Online critical thinking questions for each chapter are designed to challenge students' thinking and to go beyond the "read, memorize, and regurgitate" learning process.

Below is a sampling of the types of critical thinking questions found in *Advertising and Integrated Brand Promotion*, seventh edition. As consumers exercise ever greater individual control over when and how they receive information, how are advertisers adapting their messages? What is the role, if any, for traditional media options in this new environment? Will mobile marketing efforts, including directing advertising to smartphones, be accepted by consumers?

End-of-Part Activities

Each part has a project-based activity which provides practical experience working in groups. Your students can expand their advertising knowledge with challenging, project-based group activities at the end of each part. Students work together in teams to complete work that emphasizes many of today's well-known, actual companies.

MindTap and CengageNOW

For Advertising and Integrated Brand Promotion, seventh edition, we offer two exciting alternatives for users depending on how the course is to be taught, in either a hybrid print and online version or versions that provide a completely integrated online version delivery through a platform called MindTap. MindTap is a fully online, highly personalized learning experience built upon authoritative Cengage Learning content. By combining readings, multimedia, activities, and assessments into a singular Learning Path, MindTap guides students through their course with ease and engagement. Instructors personalize the Learning Path by customizing Cengage Learning resources and adding their own content via apps that integrate into the MindTap framework seamlessly with Learning Management Systems. For instructors that want to incorporate the online component of Advertising and Integrated Brand Promotion into a traditional Learning Management System, the online content can be accessed via CengageNOW which provides instructors ways to manage assignments, quizzes and tests throughout the semester.

A FULL ARRAY OF TEACHING/ LEARNING SUPPLEMENTARY MATERIALS

Supplements:

Advertising Age: The Principles of Advertising and Marketing Communication at Work (ISBN 9781111528751) by Esther Thorson and Margaret Duffy, both of the University of Missouri–Columbia.

David Ogilvy, named one of the "100 most influential advertising people of the century" by *Advertising Age*, said this: "It takes a big idea to attract the attention of consumers and get them to buy your product. Unless your advertising contains a big idea, it will pass like a ship in the night." *Advertising Age* itself exemplifies a big idea. It's a journal that for 80 years has chronicled the day-to-day triumphs and heartbreaks of this dynamic profession. Its talented editors and reporters create compelling, informative stories that aren't only important—they're sharp, literate, and fun to read. Taking a cue from *Advertising Age*, this book seeks to showcase the lessons and the fun of the business for students.

Instructor's Manual. The instructor's manual has been thoroughly revised to update all previous content, including comprehensive lecture outlines that provide suggestions for using other ancillary products associated with the text and suggested answers for all exercises found within the text. The Instructor's Manual is available on the Instructor's Resource CD-ROM.

PowerPoint^{*}. This edition's PowerPoint[®] presentation is of the highest quality possible. The PowerPoint[®] presentation is available on the Instructor's Resource CD-ROM.

Test Bank. This comprehensive test bank is organized around the main text's learning objectives. Each question is labeled according to the learning objective that is covered, the difficulty level of the question, and A-heads. Each question is also tagged to interdisciplinary learning outcomes, marketing disciplinary learning outcomes, and Bloom's taxonomy. Grouping the questions according to type allows for maximum flexibility in creating tests that are customized to individual classroom needs and preferences. The test bank includes true/false, multiple-choice, scenario application, and essay questions. There are approximately 1,800 questions. All questions have been carefully reviewed for clarity and accuracy. The test bank Word files are available on the Instructor's Resource CD-ROM.

Cognero Testing Software. The Cognero Testing system is a full-featured, online assessment system that allows you to manage content, create and assign tests, deliver tests through a secure online test center, and have complete reporting and data dissemination at your fingertips. The following are some of the features of the Cognero Testing System:

- Access from anywhere Web-based software that runs in a Web browser. No installs are required to start using Cognero. Works in Windows, Mac, and Linux browsers.
- Desktop-like interface Looks and feels like a desktop application. Uses the latest Web functionality to imitate desktop usability features like drag-and-drop and wizards.
- Full-featured test generator Author and manage your assessment content as well as build tests using the only online test generator that

supports all of the major functionality of its desktop competitors. Cognero is complete with a full-featured word processor, multilanguage support, Math-ML compliant equation editor, algorithmic content support, native support for 15 question types (true/ false, modified true/false, yes/no, multiple choice, multiple response, numeric response, completion, matching, objective short answer, subjective short answer, multi-mode, ordering, opinion scale/Likert, essay, and custom), unlimited metadata, ability to print professional paper tests with multiple styles and versions, and more.

Class Management and Assignments Manage your students, classes, and assignments with the ease of simple drag-and-drop. You can build or import rosters, have students self-register for a class, and move students easily from class to class. Once your roster is set, simply drag a test to a class to schedule and put your students to work.

• Secure Online Testing

Cognero has an integrated secure online testing center for your students. Along with delivering traditional tests, your students can receive immediate feedback on each question and/or receive a detailed end-of-assignment report to help them know exactly how they are doing.

Complete Reporting System

What is the use of assessment without being able to disseminate the data derived from it? Cognero allows you to analyze how your students are performing on a real-time basis and from multiple approaches to allow for immediate intervention. You can also quickly analyze your questions and perform a gap analysis of student testing.

• Content Management System

Cognero has a unique set of tools to allow for the creation of products (groups of question sets and tests) for distribution to other users. This system includes workflow management for the shared authoring environment, the ability to authorize specific users to access your content, and the ability to edit content and push changes through to subscribers. There are also a number of design features to make high volume authoring within Cognero very efficient. All content created in this system has built-in digital rights management, meaning that your content is protected against unauthorized use.

Product Support Site (http://www.cengagebrain. com). The product support site features "Instructor Resources" that include the instructor's manual, test bank, PowerPoint[®], and videos. For students, we include the following for each chapter: learning objectives, crossword puzzles using key terms, and interactive quizzes.

Copyright 2014 Cengage Learning. All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or eChapter(s). Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the right to remove additional content at any time if subsequent rights restrictions require it.

ACKNOWLEDGMENTS

The most pleasant task in writing a textbook is expressing gratitude to people and institutions that have helped the authors. We appreciate the support and encouragement we received from many individuals, including the following:

- Thank you also to Senior Product Manager Mike Roche, Senior Content Project Manager Martha Conway, and Content Developers Julie Klooster, Josh Wells, and Joanne Dauksewicz, and Media Developer John Rich at Cengage Learning for their dedicated efforts on this project.
- David Moore, Vice President/Executive Producer at Leo Burnett, who gave us invaluable insights on the broadcast production process and helped us secure key materials for the text.
- Matt Smith of Arnold Finnegan & Martin, for providing us with the Watermark ad and sketches in Chapter 11.
- Connie M. Johnson, for years and years of great and loving observations about the human condition. Connie is connected to the universe in some very special way.
- Patrick Gavin Quinlan, for years of great advice and best friendship.
- Marilyn A. Boland, for her love, creativity, smart suggestions, great questions, support, and wonderful images.
- David Bryan Teets, University of Illinois, for help with the TV-commercial-director-becomes-movie-director lists and references. Dave knows film.
- Professor John Murphy II, Joe C. Thompson Centennial Professor in Advertising at the University of Texas at Austin, who has given us great feedback and continued support. John went well beyond the call with effort and creativity with the author interview film. John also keeps our feet on the ground. Thanks, John.
- Steve Hall, who supports, critiques, and gives his all to his students at the University of Illinois. Steve is a creative and gifted teacher, whose continued feedback helps us write better books for real students. Like John Murphy, Steve goes well beyond the call and helped the team produce some really cool video projects. Steve, thanks.

• Rance Crain, Allison Arden, and Ann Marie Kerwin of *Ad Age* for their help in bringing a rich set of content to students.

We are also grateful to the following individuals from the business/advertising community:

Dick Antoine President of the National Academy of Human Resources and the President of AO Consulting Nate Carney Bridge Worldwide Jack Cassidy Cincinnati Bell Lauren Dickson Saatchi & Saatchi Patricia Dimichele Procter & Gamble Dixon Douglas GMR Marketing Denise Garcia Conill Advertising Inc. Mike Gold Flying Horse Communications— Bozeman, Montana Jacques Hagopian Procter & Gamble Lisa Hillenbrand Procter & Gamble Karen Klei Procter & Gamble Dave Knox Rockfish Interactive Fred Krupp Environmental Defense Greg Lechner Luxottica Retail Liv Lewis DeVries-pr Marsha Lindsay Lindsay, Stone & Briggs

Dave Linne **ConAgra** Brian Lipman ConAgra Mike Loyson Procter & Gamble James Moorhead Procter & Gamble **Emily Morrison** GMR Marketing Emily Neidhardt Grey Jim Neupert Isthmus Partners Bill Ogle Motorola Mason Page imc^2 Kavya Peerbhoy Strawberry Frog Jackie Reau Game Day **Communications** Kathy Selker Northlich Jim Stengel The Jim Stengel Company John Stichweh Bridge Worldwide Meghan Sturges Saatchi & Saatchi Candace Thomas Jack Morton Worldwide Mauricio Troncoso Procter & Gamble Ted Woehrle

Newell Rubbermaid

We are particularly indebted to our reviewers past and present—and the following individuals whose thoughtful comments, suggestions, and specific feedback shaped the content of *Advertising and Integrated Brand Promotion*. Our thanks go to:

Dr. Edward E. Ackerley University of Arizona Robert B. Affe Indiana University Ron Bernthal Sullivan County Community College Jeff W. Bruns Bacone College Claudia M. Bridges California State University, Sacramento Dr. Janice Bukovac-Phelps Michigan State University Trini Callava Miami Dade College Joshua Coplen Santa Monica College Anne Cunningham University of Tennessee John Davies University of North Florida Deborah S. David Fashion Institute of Technology Dr. De'Arno De'Armond West Texas A&M University Federico deGregorio University of Akron Raj Devasagayam Siena College Jeffrey F. Durgee Rensselaer Polytechnic Institute Mary Edrington Drake University Brendan P. Ferrara Savannah Technical College Dr. Aubrey R. Fowler III Valdosta State University Jon Freiden Florida State University Cynthia Frisby University of Missouri-Columbia

Gary E. Golden Muskingum College Corliss L. Green Georgia State University Cynthia Grether Delta College Thomas Groth University of West Florida Scott Hamula Keuka College Michael Hanley Ball State University Joseph P. Helgert, Ph.D. Grand Valley State University Wayne Hilinski Penn State University David C. Houghton, Ph.D. Charleston Southern University E. Lincoln James Washington State University Karen James Louisiana State University-Shreveport Michelle Jasso New Mexico State University Ed Johnson, Ph.D. Campbell University Donald Jugenheimer Southern Illinois University George Kelley Erie Community College-City Campus Patricia Kennedy University of Nebraska-Lincoln Robert Kent University of Delaware Kirk D. Kern Bowling Green State University Marshall R. Kohr, II Northwestern University

Priscilla LaBarbera New York University Barbara Lafferty University of South Florida William LaFief Frostburg State University Debbie Laverie Texas Tech Mary Alice LoCicero Oakland Community College Gail Love California State University, Fullerton Tina M. Lowrey University of Texas at San Antonio Deanna Mader Marshall University Mike Marn University of Nebraska at Kearney Marty Matthews University of Washington John A. McCarty The College of New Jersey Norman D. McElvany Johnston State College Nancy Mitchell University of Nebraska-Lincoln Elizabeth Moore University of Notre Dame Deborah Morrison University of Oregon Cynthia R. Morton University of Florida Darrel Muehling Washington State University John H. Murphy, II University of Texas at Austin Andrew T. Norman Iowa State Marcella M. Norwood University of Houston James Pokrywczynski *Marquette* University John Purcell Castleton State College

William E. Rice CSU Fresno

Maria del Pilar Rivera University of Texas at Austin

Ann H. Rodriguez *Texas Tech University*

Jim Rose Bauder College

Dana K. Saewitz *Temple University*

Debra Scammon University of Utah

Allen D. Schaefer Missouri State University Carol Schibi State Fair Community College Trina Sego Boise State University Andrea Semenik Simon Fraser University Kim Sheehan University of Oregon Daniel A. Sheinin University of Rhode Island Alan Shields Suffolk County Community College Sloane Signal University of Nebraska– Lincoln Jan Slater Syracuse University Lewis F. Small York College of Pennsylvania Barry Solomon Florida State University Melissa St. James CSU Dominguez Hills

CSU Dominguez Hill Marla Royne Stafford University of Memphis Patricia Stout University of Texas at Austin Lynn Walters Texas A&M

Brian Wansink Cornell University

Copyright 2014 Cengage Learning. All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or eChapter(s). Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the right to remove additional content at any time if subsequent rights restrictions require it.

Acknowledgments

Jon P. Wardrip University of South Carolina Robert O. Watson Quinnipiac University Marc Weinberger University of Massachusetts-Amherst Professor Joan R. Weiss Bucks County Community College Gary B. Wilcox University of Texas at Austin Kurt Wildermuth

University of Missouri– Columbia

Dr. Janice K. Williams University of Central Oklahoma Patti Williams Wharton Dr. Amy Wojciechowski West Shore Community College Doreen (DW) Wood Rogue Community College Christine Wright-Isak Florida Gulf Coast University Adrienne Zaitz University of Memphis Molly Ziske Michigan State University Lara Zwarun UT Arlington

Thank you to the reviewers of the *Advertising* and *Integrated Brand Promotion*, sixth edition, whose feedback helped shape the seventh edition:

Wendi L. Achey Northampton Community College Kelli S. Burns University of South Florida John Dinsmore University of Cincinnati Brendan P. Ferrara Savannah Technical College George J. Gannage Jr. West Georgia Technical College Joe R. Hanson Des Moines Area Community College Jeff Kallem Des Moines Area

Jacquie Lamer Northwest Missouri State University

Community College

David H. Lange Grand Rapids Community College John H. Murphy, II University of Texas at Austin William E. Rice California State University Fresno Melissa St. James CSU Dominguez Hills Gary B. Wilcox University of Texas at Austin Courtney Worsham University of South Carolina

xiv

BRIEF CONTENTS

PA	RT 1 ADVERTISING AND INTEGRATED BRAND PROMOTION	
	IN BUSINESS AND SOCIETY	2
1	The World of Advertising and Integrated Brand Promotion	4
2	8	
	and Support Organizations	29
3	The History of Advertising and Brand Promotion	54
4	Social, Ethical, and Regulatory Aspects of Advertising and Promotion	78
PA	RT 2 ANALYZING THE ENVIRONMENT FOR ADVERTISING	
	AND INTEGRATED BRAND PROMOTION	104
5	Advertising, Integrated Brand Promotion, and Consumer Behavior	106
6	Market Segmentation, Positioning, and the Value Proposition	127
7	Advertising Research	141
8	Planning Advertising and Integrated Brand Promotion	161
PART 3 THE CREATIVE PROCESS		178
9	Managing Creativity in Advertising and IBP	180
10	Creative Message Strategy	197
11	Executing the Creative	219
PA	RT 4 PLACING THE MESSAGE IN CONVENTIONAL AND "NEW" MEDIA	244
12	Media Planning Essentials	246
13	Media Planning: Newspapers, Magazines, TV, and Radio	261
14	Media Planning: Advertising and IBP in Digital and Social Media	282
PA	RT 5 INTEGRATED BRAND PROMOTION	302
15	Sales Promotion, Point-of-Purchase Advertising, and Support Media	304
16	Event Sponsorship, Product Placements, and Branded Entertainment	326
17	Integrating Direct Marketing and Personal Selling	343
18	Public Relations, Influencer Marketing, and Corporate Advertising	362
Glo	ossary	382
Name/Brand/Company Index		394
Subject Index		399

CONTENTS



PART 1 ADVERTISING AND INTEGRATED BRAND PROMOTION IN BUSINESS AND SOCIETY

CHAPTER 1 The World of Advertising and Integrated Brand Promotion 4

The New World of Advertising and Integrated Brand Promotion 4

Old Media/New Digital Media—It's All about the Brand, 5

What Are Advertising and Integrated Brand Promotion? 6

Advertising Defined, 7 • Integrated Brand Promotion Defined, 8 • Advertisements, Advertising Campaigns, and Integrated Brand Promotion, 9 • A Focus on Advertising, 10

Advertising as a Communication Process 10

A Model of Mass-Mediated Communication, 10

The Audiences for Advertising 11

Audience Categories, 12 • Audience Geography, 13 Advertising as a Business Process 14

The Role of Advertising in the Marketing Mix, 15 • Types of Advertising, 21 • The Economic Effects of Advertising, 23

From Advertising to Integrated Marketing Communications to Integrated Brand Promotion 25

Summary26Key Terms27Endnotes27

CHAPTER 2 The Structure of the Advertising and Promotion Industry: Advertisers, Agencies, Media, and Support Organizations 29

The Advertising Industry in Constant Transition 29 Trends Affecting the Advertising and Promotion Industry 30

Consumer Control: From Social Media to Blogs to DVRs, 31 • Media Proliferation, Consolidation, and "Multiplatform" Media Organizations, 32 • Media Clutter and Fragmentation Means More IBP, 32 • Crowdsourcing, 33 • Mobile Marketing/ Mobile Media, 34

The Scope and Structure of the Advertising and Promotion Industry 34

2

Structure of the Advertising and Promotion Industry, 35 • Advertisers, 36 • The Role of the Advertiser in IBP, 39 • Advertising and Promotion Agencies, 39 • Agency Services, 43 • Agency Compensation, 46 • External Facilitators, 47 • Media Organizations, 48 • Target Audiences, 50

Summary51Key Terms52Endnotes52

CHAPTER 3 The History of Advertising and Brand Promotion 54

The Rise of Advertising 55

The Rise of Capitalism, 55 • The Industrial Revolution, 55 • The Emergence of Modern Branding, 55 • The Rise of Modern Mass Media, 56

The Eras of Advertising 56

The Preindustrialization Era (Pre-1800), 56 • The Era of Industrialization (1800 to 1875), 56 • The "P.T. Barnum Era" (1875 to 1918), 57 • The 1920s (1918 to 1929), 58 • The Depression (1929 to 1941), 61 • World War II and the 1950s (1942 to 1960), 62 • Peace, Love, and the Creative Revolution (1960 to 1972), 65 • The 1970s (1973 to 1980), 68 • The Designer Era (1980 to 1992), 70 • The E-Revolution Begins (1993 to 2000), 71

Consumer Access, Connections, Branded Entertainment, and the Great Recession (2000 to Present) 73

Branded Entertainment 74 The Value of History 76

Summary76Key Terms77Endnotes77

Copyright 2014 Cengage Learning. All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or eChapter(s). Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the right to remove additional content at any time if subsequent rights restrictions require it.

CHAPTER 4 Social, Ethical, and Regulatory Aspects of Advertising and Promotion 78

The Social Aspects of Advertising 78

Advertising Educates Consumers, 79 • Advertising Improves the Standard of Living, 81 • Advertising Affects Happiness and General Well-Being, 81 • Advertising: Demeaning and Deceitful, or Liberating and Artful?, 83 • Advertising Has a Powerful Effect on the Mass Media, 85

The Ethical Aspects of Advertising 86

Truth in Advertising, 86 • Advertising to Children, 87 • Advertising Controversial Products, 88 The Regulatory Aspects of Advertising 89

Areas of Advertising Regulation, 89 • Regulatory Agents, 91

The Regulation of Other Promotional Tools 97

Regulatory Issues in Direct Marketing and the Internet, 97 • Regulatory Issues in Sales Promotion, 99 • Regulatory Issues in Public Relations, 100

Summary100Key Terms101Endnotes102



PART 2 ANALYZING THE ENVIRONMENT FOR ADVERTISING AND INTEGRATED BRAND PROMOTION

104

CHAPTER 5 Advertising, Integrated Brand Promotion, and Consumer Behavior 106

Perspective One: The Consumer as Decision Maker 107

The Consumer Decision-Making Process, 107 • Four Models of Consumer Decision Making, 110 • Advertising, Consumer Behavior, and Memory, 113

Perspective Two: The Consumer as Social Being 115

Consuming in the Real World, 115 • Cultural Branding and Advertising, 121 • How Ads Transmit Meaning, 123

Summary124Key Terms125Endnotes126

CHAPTER 6 Market Segmentation, Positioning, and the Value Proposition 127

STP Marketing and Advertising 127 Segmenting Markets 128

Usage and Commitment Level, 128 • Switchers and Variety Seekers, 128 • Emergent Consumers, 128 • Demographics, 129 • Geographic Location, 130 • Psychographics and Lifestyle, 131 • Benefits Sought, 131 • Segmenting Business-to-Business Markets, 132

Prioritizing Segments 132

Targeting 134

Platform 137

Positioning/Repositioning, 134 • The Bahr– InterBrand Positioning Opportunity Method, 134 • Essentials for Effective Positioning Strategies, 135

Working with a Value Proposition and a Brand

Summary139Key Terms139Endnotes140

CHAPTER 7 Advertising Research 141

Stage One: Developmental Advertising and IBP Research 142

Design Thinking, 142 • Concept Testing, 143 • Audience Profiling, 143 • Focus Groups, 143 • Projective Techniques, 143 • Method: Fieldwork/ Long Interviews, 144

Sources of Secondary Data 145

Mining the Web, 145 • Internal Company Sources, 146 • Government Sources, 146 • Commercial Sources, 146

Stage Two: Copy Research 147

Evaluative Criteria and Methods, 148 • Common Methods for Assessing Cognitive Impact, 149

Stage Three: Results 156

Method: Tracking Studies, 156 • Method: Direct Response, 156 • Method: Estimating Sales Derived from Advertising, 156 • Method: All-in-One Single-Source Data, 157

Account Planning versus Advertising Research 158

One Last Thought on Message Testing 158 What We Need 159

Summary159Key Terms160Endnotes160

Now, Making It Happen, 138

Copyright 2014 Cengage Learning. All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or eChapter(s). Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the right to remove additional content at any time if subsequent rights restrictions require it.

178

CHAPTER 8 Planning Advertising and Integrated Brand Promotion 161

The Advertising Plan and Marketing Context 161 Introduction 162

Situation Analysis 162

Cultural Context, 164 • Historical Context, 164 • Industry Analysis, 165 • Market Analysis, 165 • Competitor Analysis, 166

Objectives 166

Communications versus Sales Objectives, 168

Budgeting 170

Percentage of Sales, 170 • Share of Market/Share of Voice, 170 • Response Models, 171 •

Objective-and-Task Budgeting Method, 172 Strategy 174 Execution 175 *Copy Strategy, 175* • Media Plan, 175 • *Integrated Brand Promotion, 175* Evaluation 175 The Role of the Agency in Planning Advertising and IBP 175 Summary 176

Objective and Task, 171 • Implementing the

Key Terms 177 Endnotes 177



PART 3 THE CREATIVE PROCESS

CHAPTER 9 Managing Creativity in Advertising and IBP 180

Why Does Advertising Thrive on Creativity? 180 Creativity across Domains 181

Creative Genius in the Advertising Business, 182 • Creativity in the Business World, 183 • Can You Become Creative?, 183 • Notes of Caution, 183

Agencies, Clients, and the Creative Process 184

Oil and Water: Conflicts and Tensions in the Creative/Management Interface, 184

Making Beautiful Music Together: Coordination, Collaboration, and Creativity, 189

What We Know about Teams, 189 • When Sparks Fly: Igniting Creativity through Teams, 192 • Final Thoughts on Teams and Creativity, 193

Have You Decided to Become More Creative? 194

Summary194Key Terms195Endnotes195

CHAPTER 10 Creative Message Strategy 197

Message Strategy 197

Essential Message Objectives and Strategies 197

Objective #1: Promote Brand Recall, 197 • Objective #2: Link Key Attribute(s) to the Brand Name, 200 • Objective #3: Persuade the Consumer, 201 • Objective #4: Affective Association: Get the Consumer to Feel Good about the Brand, 206 • Objective #5: Scare the Consumer into Action, 209 • Objective #6: Change Behavior by Inducing Anxiety, 210 • Objective #7: Define the Brand Image, 211 • Objective #8: Give the Brand the Desired Social Meaning, 212 • Objective #9: Leverage Social Disruption and Cultural Contradictions, 215 • Objective #10: Transform Consumption Experiences, 215

In the End 217

Summary217Key Terms217Endnotes218

CHAPTER 11 Executing the Creative 219

The Creative Team and the Creative Brief 219 Copywriters and Art Directors 220 Copywriting 222 *Copywriting for Print Advertising, 222* • *Copywriting for Television and Video, 223* • *Writing Copy for Radio, 224* • *Copywriting for Digital/Interactive Media, 225* • *Slogans/Taglines, 227* • *The Copy Approval Process, 228* Art Direction 229 *Illustration, Design, and Layout, 229* • *Art Direction and Production in Digital/Interactive Media, 236* • *Art Direction and Production in Theorem 227*

Television Advertising, 237

The Production Process in Television Advertising 238

Preproduction, 238

Summary241Key Terms242Endnotes242



PART 4 PLACING THE MESSAGE IN CONVENTIONAL AND "NEW" MEDIA

244

CHAPTER 12 Media Planning Essentials 246

Measured and Unmeasured Media 246 Where the Money Goes: The Big Pie, 246 The Basic Ideas and Terms 247 Media Strategies, Objectives, and Data, 248 • Continuity and the Forgetting, 252 • Length or Size of Advertisements, 253 Competitive Media Assessment 254 Media Efficiency 254 Internet Media, 255 Social Media: What Is Different 255 Social Networking, 255 Media Choice and Integrated Brand Promotions 255 Branded Entertainment, 255 Planning Models 256 Making the Buy 258 Summary 259 Key Terms 259 Endnotes 260

CHAPTER 13 Media Planning: Newspapers, Magazines, TV, and Radio 261

The Present and Future of Traditional Mass Media 261 Media Strategy 262 Print Media—Strategic Planning Considerations 263 *Newspapers and Digital Newspapers, 264* • *Magazines, 267* Television and Radio: Strategic Planning Considerations 271 *Television, 271* • *Radio, 276* Summary279Key Terms280Endnotes280

CHAPTER 14 Media Planning: Advertising and IBP in Digital and Social Media 282

You've Been Poked—The Role of Digital and Social Media as a Synergistic IBP Tool 282

Social Media and Web 2.0, 283 • Media Types in Social Media, 284 • Options via Digital or Social Media: Definitions and Categories, 284

Consumer and Brand Virtual Identity 286

Consumer Virtual Identity, 286 • Social Media as a Brand Management Tool: Brand Image and Visibility, 287

Basics of Digital Advertising and Online Search 288

Digital Advertising, 288 • E-Search, 289 Importance of IBP in E-Tail: Emergence of Social E-Commerce and Big Data 290

Advantages of Digital and Social Media for Implementing Advertising and IBP Campaigns, as well as the Dark Side 291

Advantages of Digital and Social Media, 291 • Privacy Issues and the Dark Side of Digital and Social Media, 292

Synergizing with Other IBP Tools 294

Video Games and Advergaming, 295 • Sales Promotion, 296 • Public Relations and Publicity, 296 • Direct Marketing, E-Commerce, and M-Commerce, 297

Summary298Key Terms299Endnotes299



PART 5 INTEGRATED BRAND PROMOTION

302

CHAPTER 15 Sales Promotion, Point-of-Purchase Advertising, and Support Media 304

The Role of Sales Promotion, Pointof-Purchase Advertising, and Support Media 304 Sales Promotion Defined 305 The Importance and Growth of Sales Promotion 306 The Importance of Sales Promotion, 307 • Growth in the Use of Sales Promotion, 307

Objectives for Consumer-Market Sales Promotion, 309 • Consumer-Market Sales Promotion Techniques, 310

Sales Promotion Directed at Consumers 309

Copyright 2014 Cengage Learning. All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or eChapter(s). Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the right to remove additional content at any time if subsequent rights restrictions require it.

Sales Promotion Directed at the Trade Channel and Business Markets 314

Objectives for Promotions in the Trade Channel, 314 • Trade-Market Sales Promotion Techniques, 314 • Business-Market Sales Promotion Techniques, 315

The Risks of Sales Promotion 317

Creating a Price Orientation, 317 • Borrowing from Future Sales, 317 • Alienating Customers, 317 • Managerial Time and Expense, 317 • Legal Considerations, 317

Point-of-Purchase Advertising 317

Point-of-Purchase Advertising Defined, 318 • Objectives for Point-of-Purchase Advertising, 318 • Types of Point-of-Purchase Advertising and Displays, 318 • P-O-P Advertising and Mobile or Location Marketing, 319 • P-O-P Advertising and the Trade and Business Markets, 319

Support Media 320

Outdoor Signage and Billboard Advertising, 320 • Out-of-Home Media Advertising: Transit, Aerial, Cinema, 321 • Directory Advertising, 322 • Packaging, 322

Summary323Key Terms324Endnotes324

CHAPTER 16 Event Sponsorship, Product Placements, and Branded Entertainment 326

The Role of Event Sponsorship, Product Placements, and Branded Entertainment in IBP 326
The Convergence of Madison & Vine 327
Event Sponsorship 328
Who Uses Event Sponsorship?, 329 • Finding the Sweet Spot for Event Sponsorship, 329 • Assessing the Benefits of Event Sponsorship, 330 • Leveraging Event Sponsorship, 331
Product Placements 333
On Television 333 • At the Maxies 333 •

On Television, 333 • At the Movies, 333 • In Video Games, 334 • What We Know about Product Placement, 334

Branded Entertainment 335

Where Are Product Placement and Branded Entertainment Headed?, 337 • What's Old Is New Again, 337

The Coordination Challenge 340

Summary341Key Terms341Endnotes341

CHAPTER 17 Integrating Direct Marketing and Personal Selling 343

The Evolution of Direct Marketing 343

Direct Marketing—A Look Back, 345 • Direct Marketing Today, 346 • What's Driving the Growing Popularity of Direct Marketing?, 347

Database Marketing 348

Mailing Lists, 349 • List Enhancement, 349 • The Marketing Database, 350 • Marketing Database Applications, 350 • The Privacy Concern, 352

Media Applications in Direct Marketing 353

Direct Mail, 354 • Telemarketing, 354 • Email, 355 • Direct Response Advertising in Other Media, 355 • Infomercials, 356

Closing the Sale with Direct Marketing and/or Personal Selling 356

The Critical Role of Personal Selling, 357 • Customer Relationship Management, 358 • A Case in Point, 359

Summary360Key Terms360Endnotes361

CHAPTER 18 Public Relations, Influencer Marketing, and Corporate Advertising 362

Public Relations 363

A New Era for Public Relations?, 363 • Objectives for Public Relations, 365 • The Tools of Public Relations, 367 • Basic Public Relations Strategies, 370 • A Final Word on Public Relations, 372 Influencer Marketing 372 Professional Influencer Programs, 373 • Peer-to-Peer Programs, 373 Corporate Advertising 376 The Scope and Objectives of Corporate Advertising, 377 • Types of Corporate Advertising, 378 Summary 380

Key Terms 380 Endnotes 381

Glossary 382 Name/Brand/Company Index 394 Subject Index 399

Advertising and Integrated Brand Promotion

Copyright 2014 Cengage Learning, All Rights Reserved. May not be copied, scanned, or duplicated, in whole or in part. Due to electronic rights, some third party content may be suppressed from the eBook and/or rectingates and the suppressed from the eBook and/or recting reserves the inght to remove additional content at any time is subsequent rights restrictions require it Editorial review has deemed that any suppressed content does not materially affect the overall learning experience. Cengage Learning reserves the inght to remove additional content at any time is subsequent rights restrictions require it and the superior of the

PART 1



Advertising and Integrated Brand Promotion in Business and Society

his first part of the book, "Advertising and Integrated Brand Promotion in Business and Society," sets the tone for our study of advertising. The chapters in this part emphasize that advertising is much more than the old-style mass media messages of the past. Mass media are still, no doubt, a huge part of the advertising effort. But advertising is now much more diverse and dynamic and is part of a process you will learn about called integrated brand promotion (IBP). IBP is the process of using all sorts of different promotional techniques and tools-from television ads to billboards to digital media like iPod broadcasts—that send messages about brands to consumers. Now, the rapid ascent of digital media—particularly social networking sites like Facebook and Twitter—have radically changed the landscape for advertising and IBP. And advertising and IBP communications are not just marketing messages. They are also part of a social communication process that has evolved over time with changes in culture, technology, and business strategies. This is where the "brand" plays a leading role in communications. We all know brands because we hear about them and use them every day—Apple, Nike, Pantene, Starbucks, and literally hundreds of others. We know (and learn) about brands because companies use advertising and IBP to tell us about them. But we also learn about brands by using them and by seeing them being used in society. This first part of the book lays out the broad landscape of the advertising and IBP processes that expose us to brands and what they have to offer.

CHAPTER

The World of Advertising and Integrated Brand Promotion introduces and defines advertising and integrated brand promotion and the roles they play within a firm's overall marketing program. We'll get a clear definition of both advertising and IBP and learn that firms communicate to consumers using a broad range of tools that often go far beyond advertising and traditional mass media. Sales promotion, event sponsorship, direct marketing, brand placements in movies, television programs and video games, point-of-purchase displays, the Internet, podcasting, influencer marketing (social networks), personal selling, and public relations—the tools of IBP—are available to help a firm compete effectively, develop customer brand loyalty, and generate greater profits.

The Structure of the Advertising and Promotion Industry: Advertisers, Agencies, Media, and Support Organizations highlights the people in the industry and their activities. This chapter demonstrates that effective advertising requires the participation of a variety of organizations and especially skilled people, not just the companies who make and sell brands. Advertising agencies, research firms, production facilitators, designers, media companies, Web developers, public relations firms, and Internet portals all play a role. This chapter also highlights that the structure of the industry is in flux. New media options, like streaming video, blogs, and social networking sites, and new organizations, like talent agencies, product placement firms, and software companies, are forcing change. This chapter looks at the basic structure of the industry and how it is evolving with the market and with changing consumer preferences for information reception.

CHAPIER

The History of Advertising and Brand Promotion puts the processes of advertising and IBP into both a historical and a contemporary context. This chapter identifies the prominent eras of advertising—from the pre-1880s to the present day—and the unique communications emphasis that has distinguished each era. Special recognition is given to the fact that advertising and IBP have evolved and proliferated because of fundamental market and cultural influences related to free enterprise, economic development, and tradition. Change has also occurred as a reflection of contemporary social values and the advent of new technologies. We also address the effect the Great Recession of 2008–2011 in the United States had on advertising spending, processes, and strategies.

CHAPTER

4

Social, Ethical, and Regulatory Aspects of Advertising and Promotion examines the broad societal aspects of advertising and IBP. From a social standpoint, we must understand that advertising and promotion can have positive effects on standard of living, address consumer lifestyle needs, support communications media, and are contemporary art forms. Critics argue that advertising and other promotions waste resources, promote materialism, are offensive and intrusive, perpetuate stereotypes, or can make people do things they don't want to do. Ethical issues focus on truthful communication, invasion of privacy, advertising and promoting to children, and advertising and promoting controversial products. Regulatory aspects highlight that while government organizations play a key role in shaping the way advertising and IBP are carried out, consumer groups and societal values also put pressure on advertising and IBP to change and evolve with cultural values.