

Challenges & Best Practices When Implementing Convergent TV

The Balancing Act: Reach & Frequency in a Converged TV World



Just Released!

VAB's 4-part series answering marketers' most pressing questions on how to buy, plan and measure convergent TV effectively



What is convergent TV and why is it happening?



How might customized, targeted video ads help me create stronger engagement?



How is ad-supported streaming creating more ways to reach viewers in a convergent TV world?



How can a convergent TV strategy drive business results for my brand?

VAB members, brand marketers and agencies get free and immediate access to VAB's content library. Get access at theVAB.com.

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Today's Speakers







Drew Groner GVP, Head of Client Partnerships & National Offices, DIRECTV Advertising

Elsa Castro Blumberg VP, Client Analytics, DIRECTV Advertising

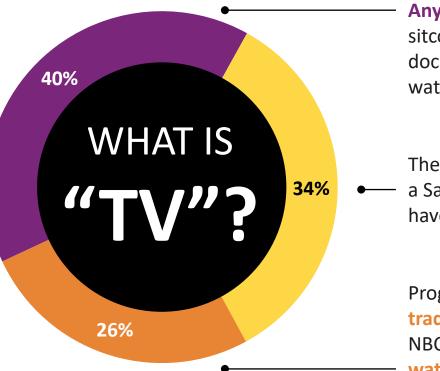
Mark Griffin President, *PMX Lift*



Marianne Vita SVP, Director of Integrated Strategy & Marketing, VAB



CONSUMERS AGREE THAT TV IS DEFINED BY THE PREMIUM QUALITY OF PROGRAMMING

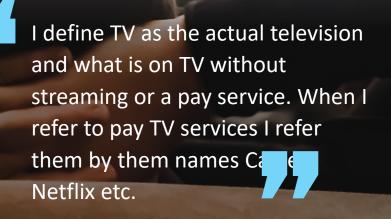


Any programming like sitcoms, sports or documentaries that I watch on my tv

The physical TV set like

 a Samsung or LG that I have in my house

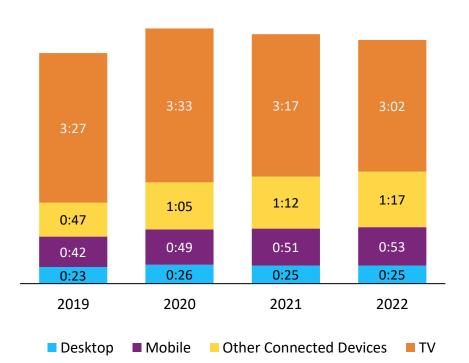
> Programming from traditional TV channels like NBC, HGTV, and RSPN that I watch on any screen





Base: Suzy, A15+ live TV viewers weighted to US gen pop, N = 722 ©2022 DIRECTV. DIRECTV and all other DIRECTV marks are trademarks of DIRECTV, LLC.

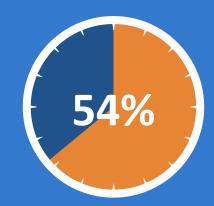
VIDEO CONSUMPTION PATTERNS CONTINUE TO SHIFT ACROSS SCREENS & DEVICES



Time Spent with Video (U.S., Average Hours Per Day)



Time Spent with Other Connected Devices 2019 v 2022



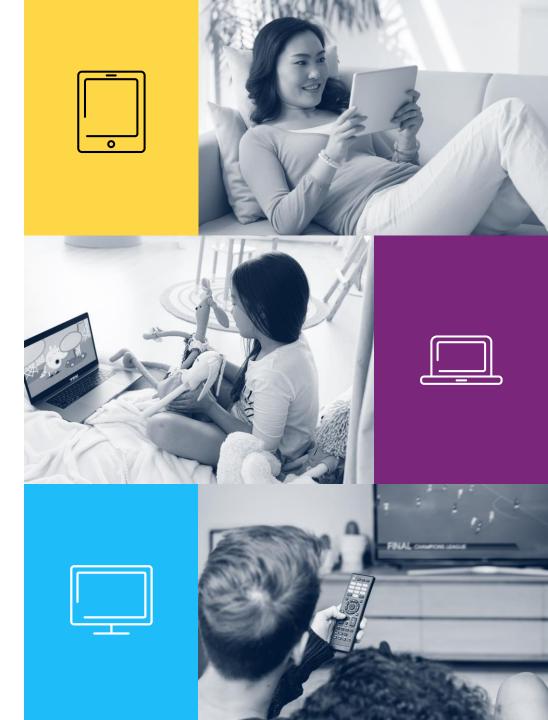
TV Share of Total Time Spent with Video in 2022



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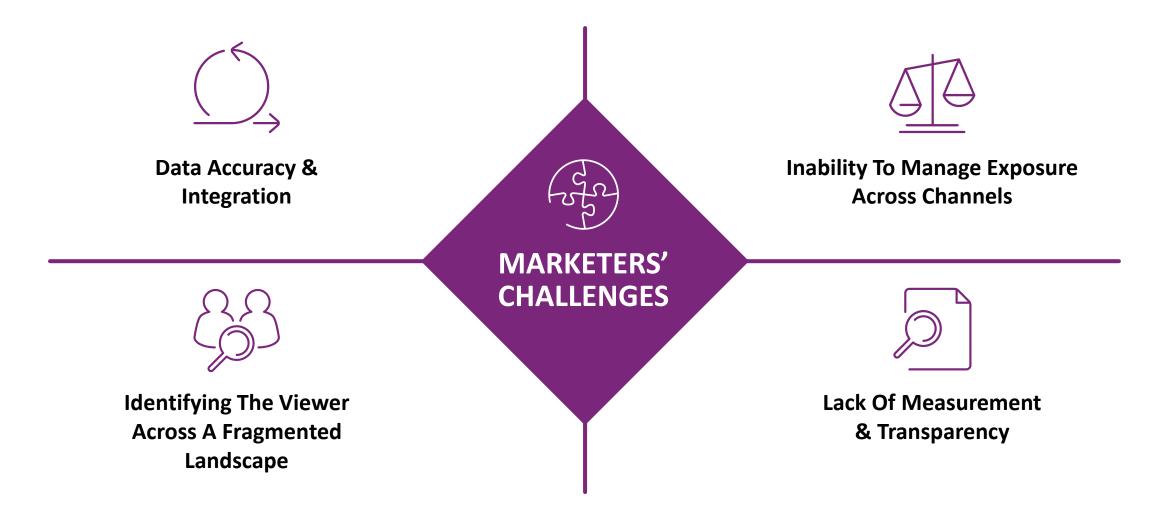
TV IS CONVERGING AND HAS BECOME A MULTI-SCREEN EXPERIENCE

Advertiser Video Definition Streaming Long Form Content nercia CTV VIDE **Broadcast** Spots Linear





NAVIGATING TODAY'S LANDSCAPE

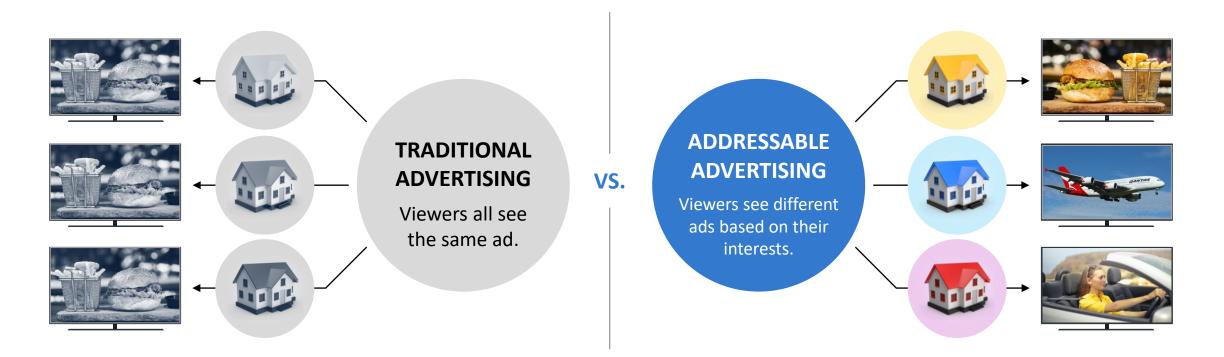


NAVIGATING TODAY'S LANDSCAPE



UTILIZE ADDRESSABLE TECHNOLOGY TO NAVIGATE THE FRAGMENTED MARKETPLACE

Targeted ads dynamically served directly into the household – in live, playback or VOD – based on deterministic identifiers. It allows brands to define and serve their message to the best-qualified audience across any screen or device, whenever they're watching.





ADVERTISERS AGREE THAT ADDRESSABLE IS A CONVERGED TV TOOL



Targeted ads dynamically **inserted into a content stream**, allowing for different ads to be served to relevant households within the same ad break

Ads served **across screens** to a target audience based on the application of first and third-party data

Cable TV ads served only to households in a given target and delivered via set-top-box technology 37%

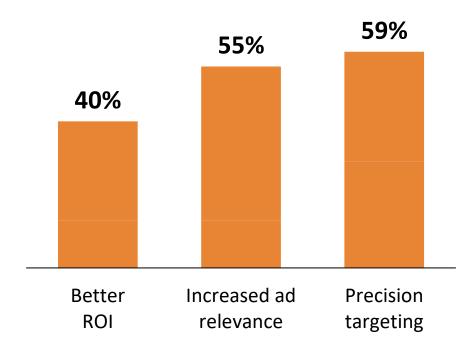
13%

12%



PRECISION TARGETING IS TOP REASON FOR USING ADDRESSABLE

WHY ADVERTISERS USE ADDRESSABLE



PRECISION STRATEGIES



Advertiser 1P Data

Customers | Prospects Look-alikes



Industry-leading 3P Data

Demographic | Psychographic Behavioral | Purchase-Based Geographic



DIRECTV Viewership Data

Past Viewers of Shows or Networks Premium Subscribers | Look-alikes



ADDRESSABLE CAN EXTEND TV REACH WITH MAXIMUM EFFICENCY

Traditional Linear Campaigns



Overdeliver impressions and exposure to heavy TV viewers



Underexpose or miss light TV viewers all together



Uneven frequency and impression distribution



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More evenly distribute impression delivery and frequency against target audience

underexposed viewers

Target and reach

Limit impressions against

the overexposed households

using frequency thresholds

when they are watching TV

Traditional Campaigns

With Addressable

PROVEN SUCCESS

Incremental Reach

6.6%

Combined vs. National

Effective CPM (DECILES 1-5)

38%

Combined vs. National

Effective CPM (DECILES 1-3)



Combined vs. National







PANEL CONVERSATION







Thank You For Attending!



About VAB

VAB is an insights-driven organization that inspires marketers to reimagine their media strategies resulting in fully informed decisions.

Drawing on our marketing expertise, we **simplify** the complexities in our industry and **discover** new insights that **transform** the way marketers look at their media strategy.

Simplify

We save you time by bringing you the latest data & actionable takeaways you can use to inform your marketing plans.

Discover

We keep you one step ahead with the latest thinking so you can create innovative, forward-looking strategies.

Transform

We help you build your brand by focusing on core marketing principles that will help drive tangible business outcomes.

We are committed to your business growth and proud to offer VAB members, brand marketers and agencies *complimentary access* to our continuously-growing Insights library. **Get immediate access** at <u>theVAB.com</u>. Follow us on <u>Linkedin</u> and <u>Twitter</u> to stay up-to-date on VAB insights and happenings.

