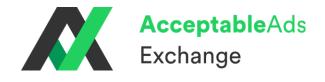
The Revenue Boost You Could Use Right Now—Ad-Blocker Traffic

April 30, 2020







Meet the speaker



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Agenda

1. Introduction: revenue in the era of COVID-19	4
COVID-19 in the news	5
The search for new revenue	6
2. Who are ad blocking users?	11
Ad blocking users: demographics and attitude towards advertising	12
3. Ad blocking monetization and what it means for publishers	15
The Wall strategy	18
The AAX solution	22
4. Summary: getting started	28
AAX's offer to publishers	31

1. Introduction

Revenue in the era of COVID-19



You've read the news.





'A Seismic Shock': Jittery Companies Pull Back on Ads During Pandemic

Blank billboards and canceled online ads signal an industry in crisis as the coronavirus spreads. "There are things happening subscribe | Sign In | keting executive said

THE WALL STREET JOURNAL.



Companies Avoid Advertising Next to Coronavirus News

The name of the virus overtakes 'Trump' as the keyword blocked by the most brands, a problem for digital news published by the most brands and the problem of the virus overtakes brands are problem for digital news published by the most brands are problem for digital new published by the most brands are problem for digital news published by the most brands are problem for digital news published by the most brands are problem for digital news published by the most brands are problem for digital news published by the most brands are problem for digital news published by the most brands are problem for digital news published by the most brands are

ESTATE V

EMarketer Lowers Global Ad Spend

Forecast Due To Coronavirus – And

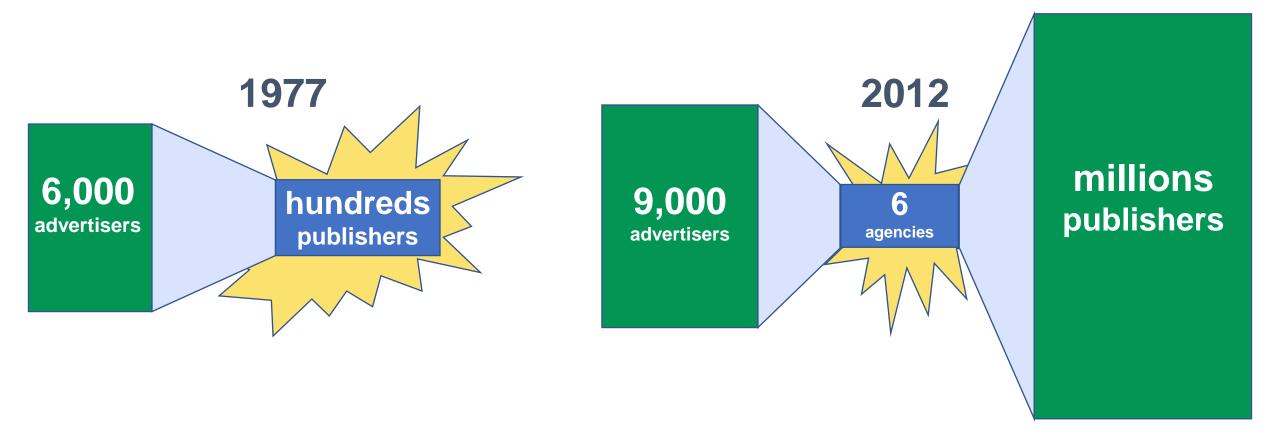
ws publis It Won't Be The Last Time

In search for new revenue... ...it's tempting to fall into old habits.

Inserting more ad slots into webpages in order to compensate for falling CPMs directly affects your users' experience.

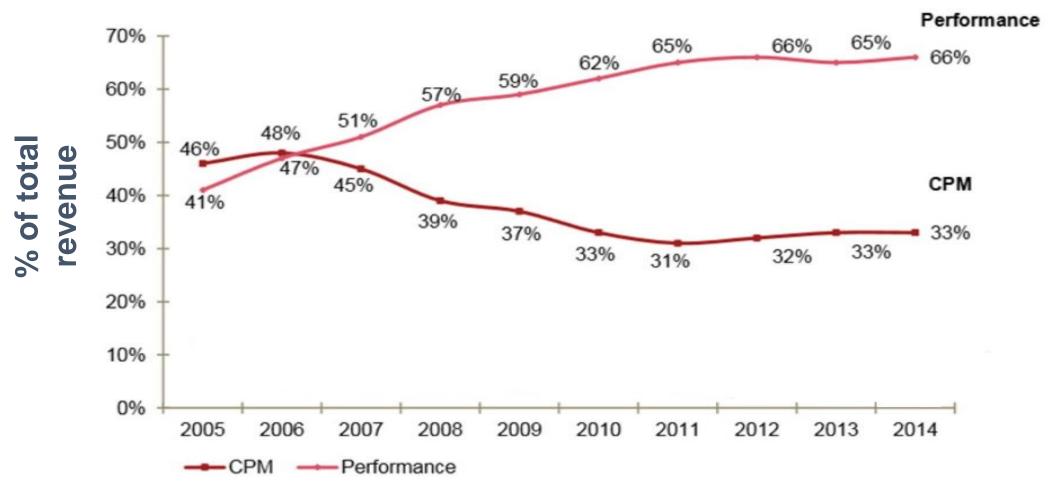
In turn, more intrusive ad formats on webpages have a known effect of lowering fill rates and eCPMs even further.

Supply/demand imbalance: the driver of ad blocking



The buyers' move into the driver's seat.

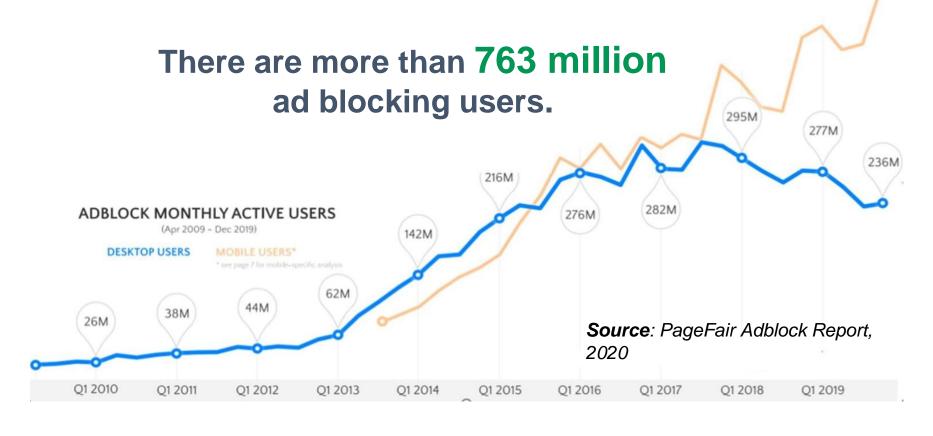
Internet ad revenues by pricing model



Source: IAB/PwC Internet Ad Revenue Report, FY 2014

The rise of ad blocking: "the greatest boycott in human history."*

"With the increasing usage of ad blockers, it is expected that online publishers will lose revenue of 35 billion US dollars world-wide by 2020, and the loss has a steady increase at 30% per year." **

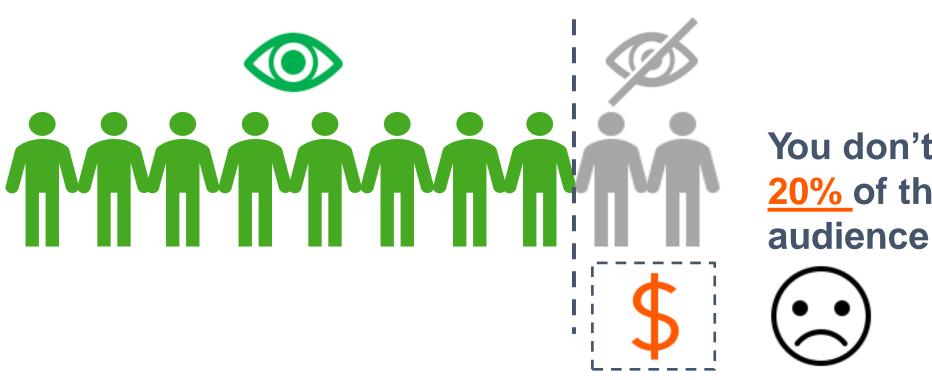


^{*}Source: Feb 2020 - Measuring the Impact of Counter-Ad-blocking Strategies on User Engagement / New Jersey Institute of Technology & Forbes Media

** Doc Searls

The problem for publishers?

Missing out on the most *valuable* 20% of users.

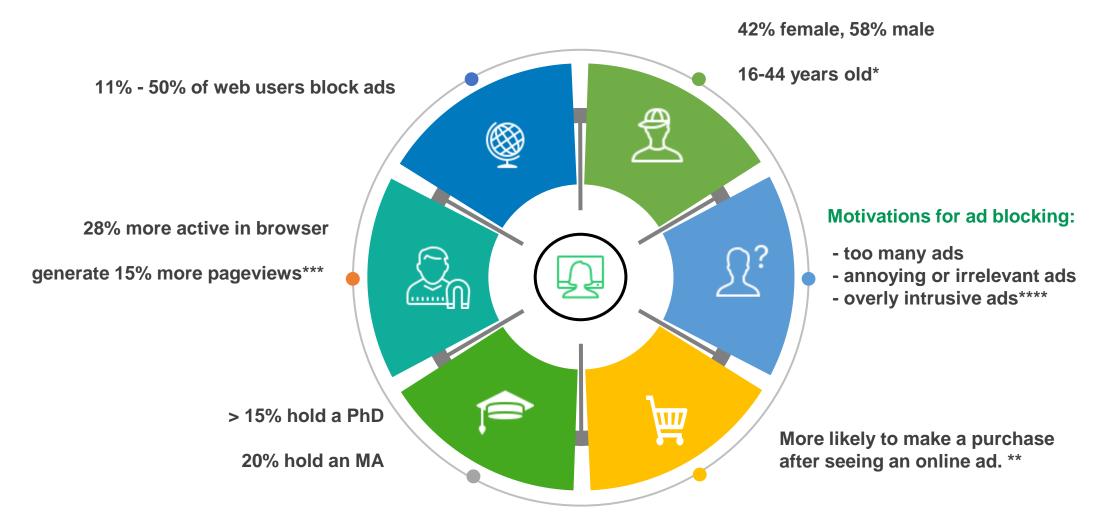


You don't reach **20%** of the

2. Who are ad blocking users?



Ad blocking user demographics

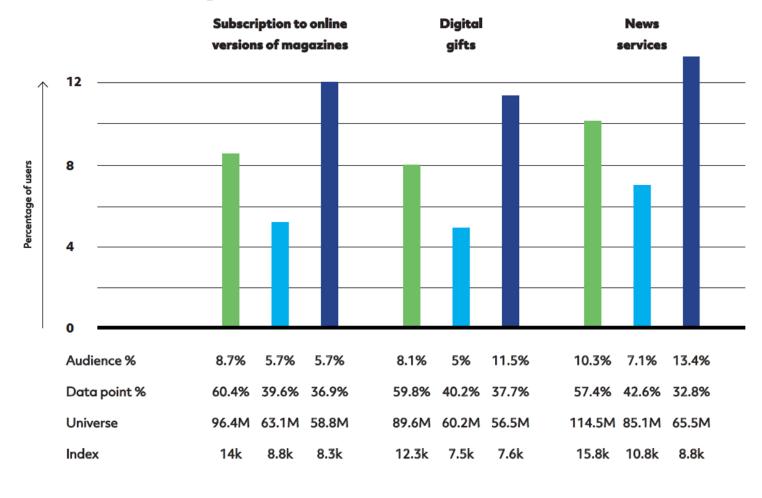


Sources: *GlobalWebIndex (Q3 2018), **<u>Deloitte's Technology, Media and Telecommunications</u>

<u>Predictions 2018, ***Mozilla Report ****YouGov Adblock User Report</u>

Ad blocking users' digital content purchases:

Digital content purchases in the last month: ad blocking users purchase more digital content than non-ad blocking users.



Source: January 2020 - 10 Things You Didn't Know

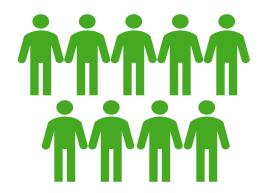
About Ad Blocking Users / AAX and

GlobalWebIndex

Ad blockersNon ad blockersSelective ad blockers



Ad blocking users' attitude to advertising?





agree with the statement "I don't hate all ads"

Source: https://pagefair.com/blog/2017/adblockreport/



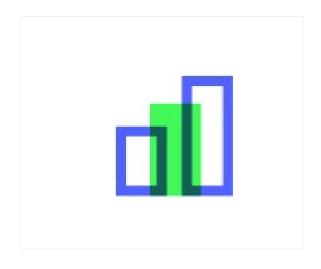


acknowledge the importance of advertising to a free internet

Source: <u>https://research.hubspot.com/why-people-block-ads-and-</u> what-it-means-for-marketers-and-advertisers

3. Ad blocking monetization and what it means for publishers

What are the leading approaches to monetizing the ad blocking audience?



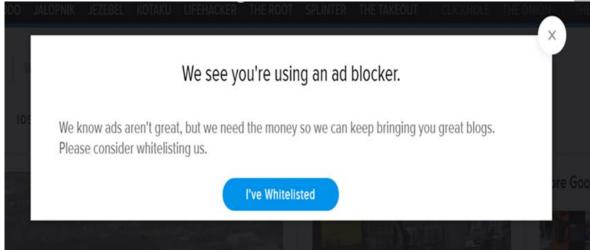
"Soft" and "Hard" Wall approach

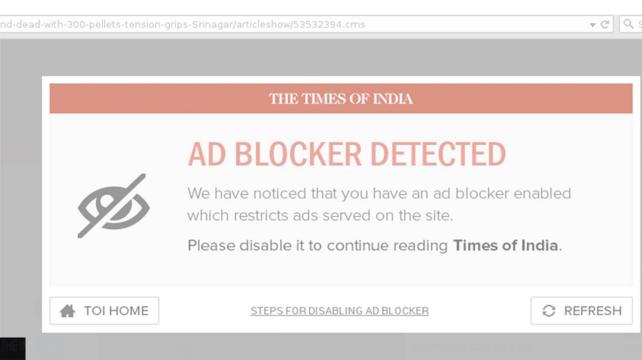


Acceptable Ads solution

Soft and Hard Wall Examples







The AAX solution:

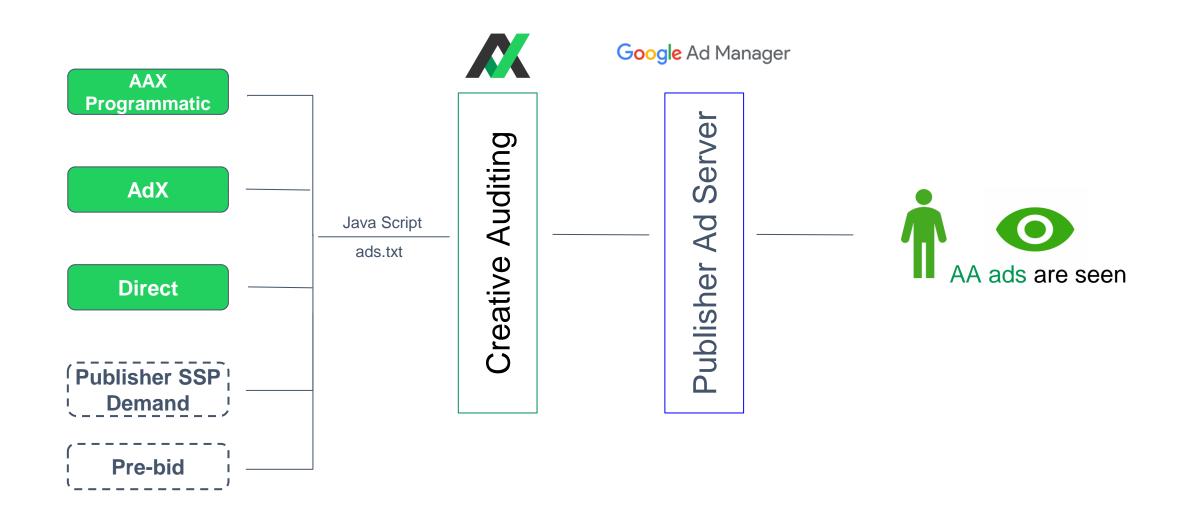


49% of top US publishers were using Acceptable Ads to monetize opted-in ad blocking users

4/5 Comscore-ranked publishers in the US monetize with Acceptable Ads: Verizon, Amazon, Microsoft, and Google (for Search)

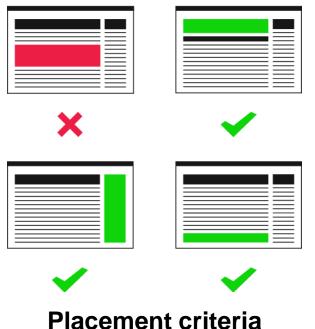
Source: 2020 PageFair Adblock Report

Multiple demand sources ensure publisher's yield



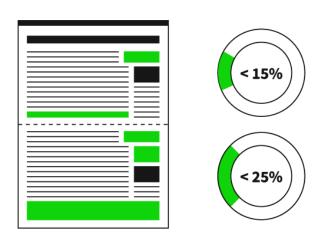
The Acceptable Ads format (acceptableads.com)

no video or animation ads



Distinction criteria Ads need to be clearly Ads cannot obscure the labeled as such

Stuff you may like

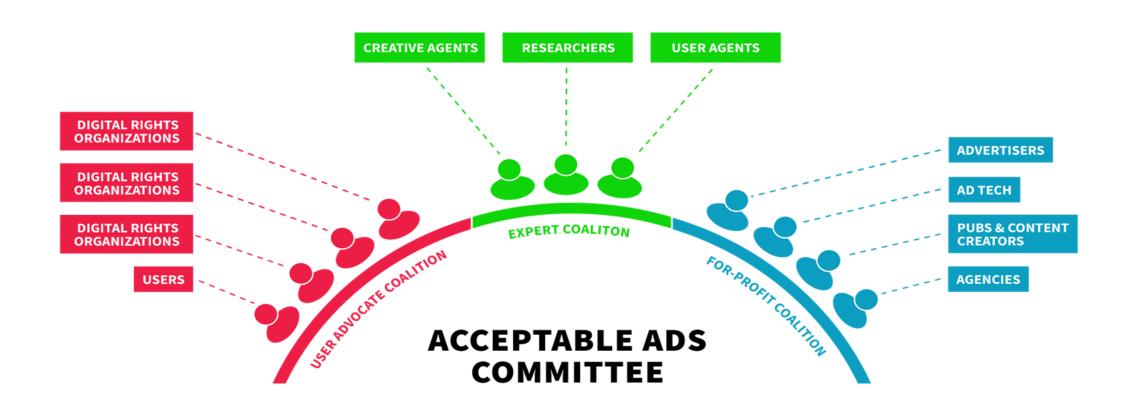


Size criteria Ads are size-restricted

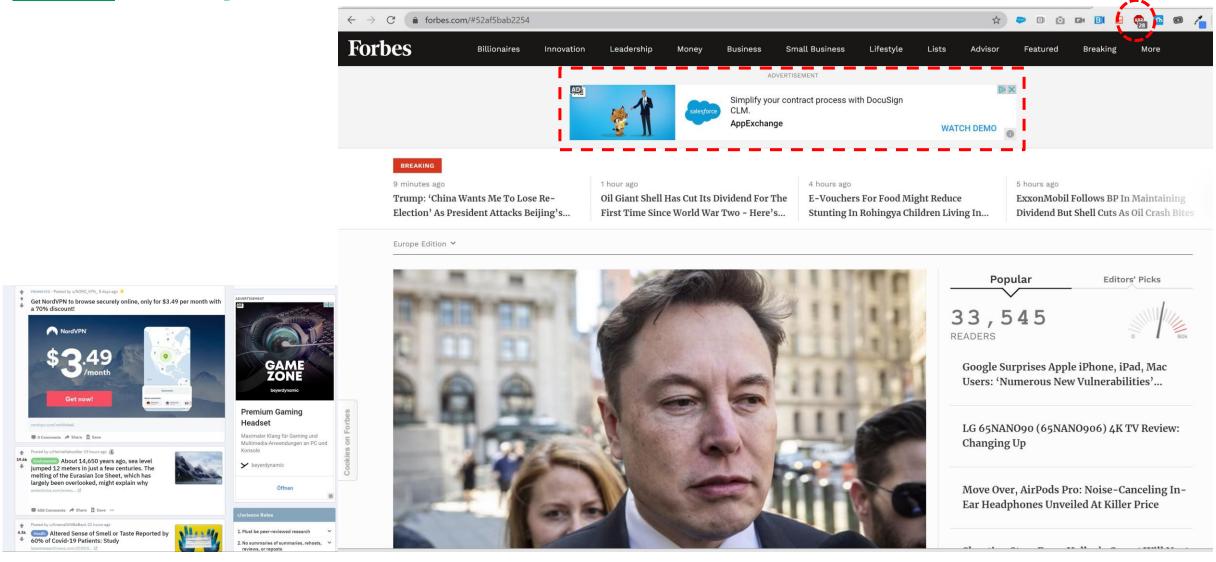
Note: see AcceptableAds.com for more information.

reading flow

Who define the Acceptable Ads Criteria? acceptableads.com/committee



WITH Acceptable Ads enabled

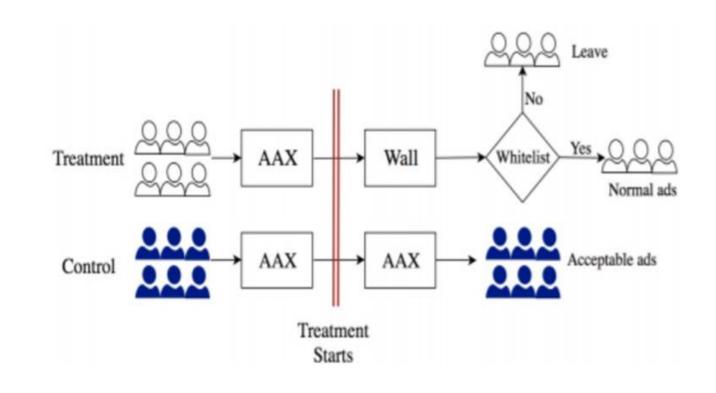


AAX (Acceptable Ads Exchange): the most sustainable approach for ad blocking user monetization



Ad blocking monetization: Wall vs Acceptable Ads

For low-engaged users, the Wall strategy has a large negative effect on pageviews [...] since the majority of users are low-engaged users, the revenue of the publisher is expected to suffer a lot when using the Wall strategy.

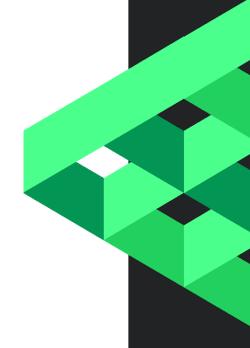


The solution: show Acceptable Ads

Source: February 2020 - Measuring the Impact of Counter-Ad-blocking Strategies on User Engagement / New Jersey Institute of Technology & Forbes Media

4. Summary

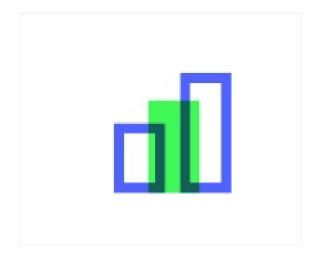
Getting started with AAX



The leading approaches to monetizing the ad blocking audience:

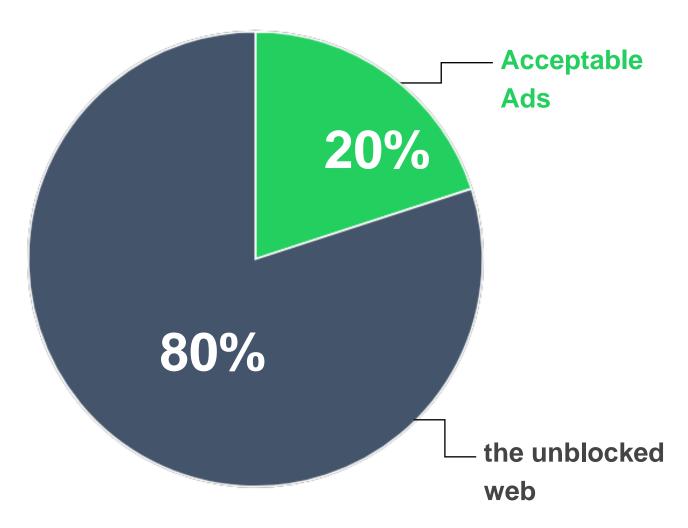


Acceptable Ads solution



"Soft" and "Hard" Wall approach

AAX proves that there's a sustainable publisher monetization solution.



We access ~200 million global ad blocking users through the Acceptable Ads Program

From AAX: our offer to publishers

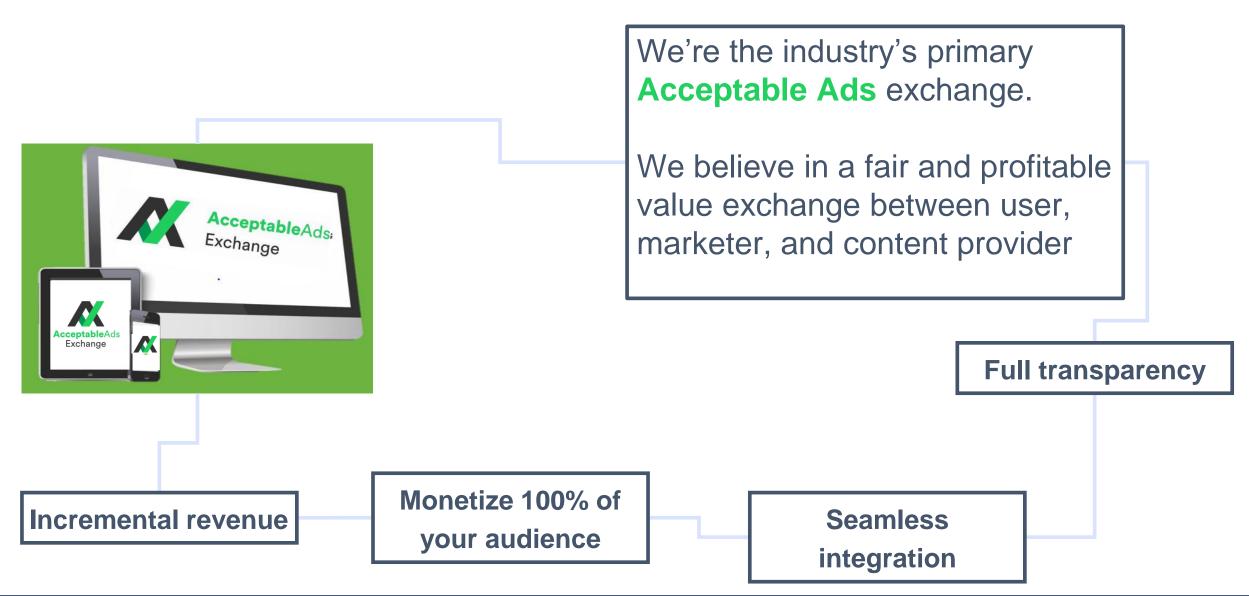


Publishers who sign with us by May 31, 2020 retain full revenue share for the first three months.

We'll waive our share. That means you have 100% revenue share.

Interested? Contact sales@aax.media

About The Acceptable Ads Exchange (aax.media)



Thank you!

sales@aax.media



