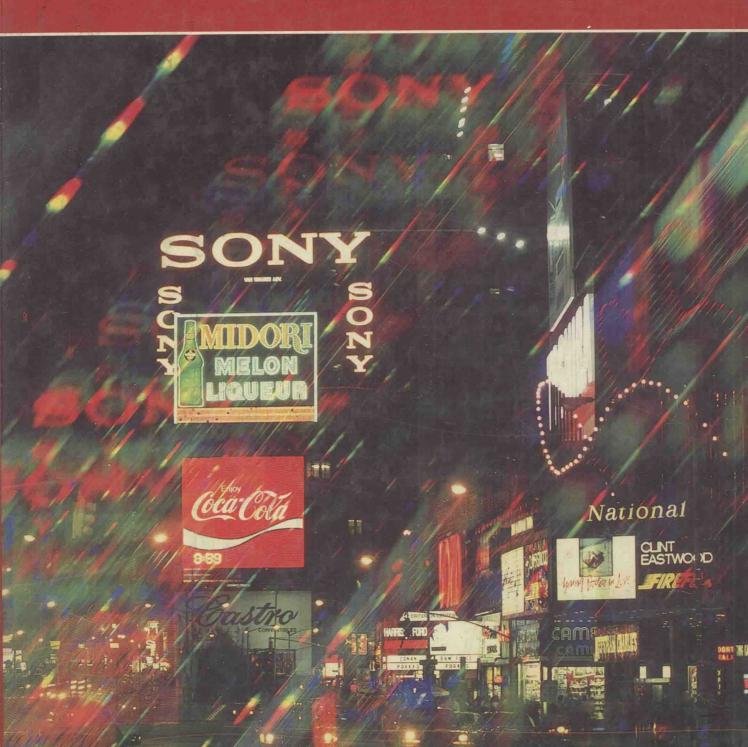
Otto Kleppner's

ADVERTISING PROCEDURE

NINTH EDITION



PROCEDURE

Ninth Edition

Prentice-Hall

Englewood Cliffs, NJ 07632

Library of Congress Cataloging-in-Publication Data

Kleppner, Otto, [date] Otto Kleppner's Advertising procedure.

(The Prentice-Hall series in marketing)
Bibliography: p.
Includes index.
1. Advertising. I. Russell, Thomas.
II. Verrill, Glenn. III. Title. IV. Series.
HF5823.K45 1986 659.1 85–12374
ISBN 0-13-643255-7

OTTO KLEPPNER'S ADVERTISING PROCEDURE, 9th Edition Thomas Russell and Glenn Verrill

Editorial/production supervision: Susan J. Fisher

Interior design: Kenny Beck

Cover design and art supervision: Anne T. Bonanno Cover photo: COMSTOCK, INC./Hartman/Dewitt

Manufacturing buyer: Ed O'Dougherty

Page layout: Steven Frim

© 1986, 1983, 1979, 1973, 1966, 1950, 1941, 1933, 1925 by Prentice-Hall, a Division of Simon & Schuster, Inc., Englewood Cliffs, NJ 07632

All rights reserved. No part of this book may be reproduced, in any form or by any means, without permission in writing from the publisher.

Printed in the United States of America

10 9 8 7 6 5 4 3 2

ISBN 0-13-643255-7 ni

Prentice-Hall International (UK) Limited, London
Prentice-Hall of Australia Pty. Limited, Sydney
Prentice-Hall Canada Inc., Toronto
Prentice-Hall Hispanoamericana, S.A., Mexico
Prentice-Hall of India Private Limited, New Delhi
Prentice-Hall of Japan, Inc., Tokyo
Prentice-Hall of Southeast Asia Pte. Ltd., Singapore
Editora Prentice-Hall do Brasil, Ltda., Rio de Janeiro
Whitehall Books Limited, Wellington, New Zealand

PREFACE

he intent of this ninth edition of Advertising Procedure is to offer an overview of the social, economic, and marketing environment in which advertising functions. In addition, the authors examine the primary techniques used to execute effective advertising. The goal of this edition is to provide comprehensive coverage of the complex field of advertising without the text becoming an unmanageable encyclopedia.

The organization of the text is intended to take the student through a stepby-step progression from the purposes of advertising to the production of specific ads and commercials. The discussion is augmented with completely new cases and examples of the best of modern advertising.

As in the past, the current edition views advertising on three levels. The first, presented in Part One, is an institutional look at the overall field. Chapter 1 discusses the historial development of advertising from its primitive beginnings in the valley of the Nile to its use in satellites circling the earth. Advertising is not a single industry or technique; instead it is used by companies varying in size from General Motors to General Repairs at the corner service station. The flexibility of advertising and its competitive environment require us to examine the many roles of advertising in Chapter 2.

The second level of our discussion is the marketing, planning, and managerial perspective so important to successful advertising. Throughout the text marketing goals and objectives are viewed as a platform for discussing the procedures, planning, and execution of advertising. Parts Two and Three emphasize the importance of marketing and introduce the ideas of planning and research.

It is at this point that we begin to introduce some special considerations for advertisers. People are potential consumers and prospects; we identify selective market segments and attempt to find product benefits of importance to them. Products are not physical objects, but bundles of satisfactions with a life of their own.

Advertising is a business of creativity and information, but a business nevertheless. Advertisers do not create ads for their beautiful illustrations or pleasing words. Rather, advertising is produced to sell and persuade. Advertisers and agencies organize their operations to enhance profitability as does any other company. The management of a creative enterprise, where results are often intangible and longterm, is very difficult, however.

The third and final level of our discussion deals with the actual execution of advertising. Since 1925, Advertising Procedure has instructed thousands of students in the intricacies of producing effective and truthful advertising. None but the most short-sighted advertiser would advocate misleading consumers. In addition to the simple dishonesty of such practices, they invariably fail, and create major problems for sellers who must vie with honest competitors.

Part Four introduces the exciting and fast changing world of the media. Chapters 7 through 14 have been completely revised to include the latest developments in media technology and research. Numerous examples show the means of identifying and reaching prime prospects, using techniques unavailable only a few years ago. The intent of the media section is to show that creativity is a function of media planning, not the sole province of the copywriter. Unlike some texts, *Advertising Procedure* views the media function from the perspective of both advertiser and media salesperson. The media buying function is a business transaction between buyer and seller. For effective media buying, students must understand both sides of this complex relationship.

It is not until Part Five that we discuss the creation of ads and commercials. Although the delay is disconcerting to some students, this organization is by design. Effective advertising messages based on intuition are rare and, when they occur, are usually lucky guesses. Creating a persuasive selling message is not that easy. It is planning, research, and hard work that culminate in the spark of a great campaign idea.

In Part Five we cover the means of finding basic advertising appeals—consumer behavior research, concept testing, focus groups, and motivational research, to name a few. As the creative team moves from a rough thumbnail sketch to a finished ad or from a storyboard to a national TV commercial, we show how many people and functions must come together. At the heart of this creative process is the marketing goal of the firm and a clear picture of the consumer's needs.

In Part Six we turn to some of the special areas of advertising. From the fast-paced immediacy of retailing, to promotion on a worldwide scale, we adapt general advertising techniques to these special environments. The text concludes, in Chapters 25 and 26, with a discussion of the legal, economic, and social aspects of advertising.

So we begin our journey through the exciting field of advertising. We hope that it will reward those seeking a general understanding as well as those who anticipate that advertising will be their life's work.

ACKNOWLEDGMENTS

This year marks the 60th anniversary of the first edition of Otto Kleppner's Advertising Procedure. Since its inception the book has sought to deal with both the strategy and techniques of advertising. Each edition has attempted

to bring the students the most up-to-date information concerning this exciting, ever evolving field. This currency can only be accomplished through the efforts of numerous advertising and media professionals.

Space does not permit us to thank personally the many people who made this edition possible. Throughout the text we have credited associations, media, and corporations for their contributions. In some cases, advertising organizations and client companies went far beyond what could have been expected to provide material for the ninth edition. To all of them we give our heartfelt thanks and appreciation. The authors hope that this edition is one of which our contributors are proud to be a part.

Thomas Russell Glenn Verrill

ABOUT THE AUTHORS...

Otto Kleppner

(1899 - 1982)

A graduate of New York University, Otto Kleppner started out in advertising as a copywriter. After several such jobs, he became advertising manager at Prentice-Hall, where he began to think that he, too, "could write a book." Some years later, he also thought that he could run his own advertising agency, and both ideas materialized eminently. His highly successful agency handled advertising for leading accounts (Dewar's Scotch Whisky, I. W. Harper Bourbon and other Schenley brands, Saab Cars, Doubleday Book Clubs, and others). His book became a bible for advertising students, and his writings have been published in eight languages.

Active in the American Association of Advertising Agencies, Mr. Kleppner served as a director, a member of the Control Committee, chairman of the Committee of Government, Public and Educator Relations, and a governor of the New York Council. He was awarded the Nichols Cup (now the Crain Cup) for distinguished service to the teaching of advertising.





Thomas Russell

Thomas Russell is Dean of the School of Journalism and Mass Communication at the University of Georgia. He holds a Ph.D. degree in communications from the University of Illinois. Russell is former editor of the Journal of Advertising and co-author of Advertising Media: A Managerial Approach. In addition, he has authored numerous articles and papers in a wide variety of professional and academic journals. He is an active consultant in the marketing and advertising areas and has served on the faculty of the Institute of Advanced Advertising Studies sponsored by the American Association of Advertising Agencies. He is a member of the American Academy of Advertising, the Association for Education in Journalism, and the Atlanta Advertising Club.

Glenn Verrill

Glenn Verrill's entire career has been in advertising. He began as a copywriter and worked on the creative side of the business, rising to creative director of one of BBDO's largest agencies. He became president of BDA/BBDO in 1971, his present position, and is a member of the board of directors of BBDO International, Inc.

Mr. Verrill did his undergraduate work at Adelphi College and received his Masters degree from Harvard University. During his career he has garnered scores of creative awards, among them, Effies, Clios, and was twice cited for creating one of the ten best campaigns of the year by Advertising Age.

Mr. Verrill has been active with the American Association of Advertising Agencies. He has been a director of the Eastern region and was a national director of the 4-A's from 1973 to 1975. He was a co-founder of Atlanta's Ad Club II, a club especially formed for young people from the age of 18 to 30 interested in marketing and advertising as a career.

CONTENTS

	Preface	xiii
	PART ONE	
	THE PLACE OF ADVERTISING	
1	Background of Today's Advertising	2
	Beginnings	2
	Origins of Newspaper Advertising Three Momentous Decades: 1870–1900	5
	America Enters the Twentieth Century	12
	Advertising Comes of Age	13
	Summary	20
1		
2	Roles of Advertising	22
	Advertising in an Information Age	23
	Conditions Conducive to the Use of Advertising	24
	Variations in the Importance of Advertising	29
	The Place of Advertising in the Marketing Process	30
	Advertising to the Consumer	31
	Advertising of Services	37
	Advertising of Services Summary	39 41
	Sammary .	71

PART TWO PLANNING THE ADVERTISING

3	The Advertising Spiral	44
	The Pioneering Stage	45
	Why Be a Pioneer?	48
	The Competitive Stage	48
	Retentive Stage	50
	Comparison of Stages	51
	After the Retentive Stage	53
	The New Pioneering Stage	56
	Summary	61
4	Target Marketing	63
-	, and the second	
	Target Marketing and the Marketing Concept	65
	What Is a Product?	67
	What Is a Market?	70
	What Is the Competition?	70
	Planning the Advertising	72
	Case History: The Do-It-Yourself Market	74
	Positioning	76
	Profile of the Market	82
	Profile of the Buyer	82
	Case History: The 80/20 Rule Ramada Inns	86
	Beyond Demographics: Psychographics	86
	Sources of Product Usage and Demographic Data Summary	89 89

PART THREE MANAGING THE ADVERTISING

5	The Advertising Agency, Media Services, and	
	Other Services	94
	The Advertising Agency	94
	How Does the Full-Service Agency Work?	99
	Organization of the Full-Service Agency	101
	Other Developments in the Agency World	105

	Forms of Agency Compensation Media-Buying Services Revisited Other Services Summary	107 108 108 110
6	The Advertiser's Marketing/Advertising Operation	113
	Marketing-Services System	113
	Setting the Budget	115
	Selecting an Agency	119
	Appraising National Advertising Summary	120 124
	PART FOUR	
	MEDIA	
	IVIEDIA	
7	Basic Media Strategy	128
	How Do We Distinguish Between Marketing and Advertising Goals?	129
	What Is the Nature of the Copy?	130
	How Much Money Is Available?	130
	What Are the Chief Characteristics of People in Our Target Market? Where Is the Product Distributed?	132 136
	Shall We Stress Reach, Frequency, or Continuity?	137
	What Is the Best Timing for Our Advertising Schedule?	139
	What Is the Competition Doing?	141
	Are There Any Special Merchandising Plans in the Offing? What Combination of Media Is Best?	141 143
	A Media Director Looks at Media	145
	The Media Function—A Summary	146
	Summary	147
8	Using Television	150
O		150
	The Many Faces of Television	151
	The Fragmented Television Audience Television as an Advertising Medium	156 157
	Elements of Television Planning	166
	The Rating-Point System	171
	Share of Audience	173
	The Syndicated Research Services	173
	Specifics of Buying Television Time Summary	179 184
	outilities,	104

9	Using Radio	186
	Features and Advantages A Few Useful Technical Points on Radio Selling Radio Commercial Time Rate Classifications Planning Reach and Frequency Schedules in a Market Intermedia Scheduling in a Market Summary	187 190 191 201 206 207 209
10	Using Newspapers	212
	The Changing Newspaper Categories of Newspaper Advertising Features and Advantages The Audit Bureau of Circulation (ABC) Tearsheets and Checking Copies Newspaper Marketing and Merchandising Services Newspaper-Distributed Magazine Supplements Newspaper Color Advertising Weekly Newspapers Comics Summary	213 216 217 228 229 231 232 233 238 238
11	Using Magazines	241
	Audience Quality Magazine Elements How Space Is Sold Placing the Order Magazine Dates Split-Run Advertising Magazine Circulation; the Audit Bureau of Circulation Magazine Merchandising Services Criteria for Selecting Magazines Business-to-Business Advertising—The Business Press Case History: Advance Lifts, Inc. Summary	243 251 253 255 255 257 257 261 261 263 266 271
12	Outdoor Advertising; Transit Advertising	274
	Advantages and Disadvantages of Outdoor Advertising Outdoor Advertising Today Outdoor as a Marketing Tool Limitations and Challenges of Outdoor Advertising The Outdoor Advertising Campaign Forms of Outdoor Advertising Transit Advertising Summary	274 275 275 276 277 277 291 298

13	Direct-Response and Direct-Mail Advertising	300
	Definitions Growth of Direct-Response Advertising What Makes a "Good" Direct-Response Product? Types of Direct-Response Offers Copy Testing Planning the Direct Mail Pieces Producing Direct Mail Using Magazines for Direct-Response Advertising Using Other Media for Direct-Response Advertising Summary	300 301 305 305 318 319 319 323 325 326
14	Sales Promotion	328
	Forms of Sales Promotion Point-of-Purchase Advertising The Display Idea Cost of Point-of-Purchase Premiums Specialty Advertising Cents-Off Coupons Case History: Sun Banks of Tampa Bay Sampling Deals Contests and Sweepstakes Cooperative Advertising Case History: The Jell-O Instant Winner Game Booklets, Brochures, Mailing Pieces Trade Shows and Exhibits Cash Refunds Case History: The American Automobile Association Clubs Summary	329 329 332 334 335 340 341 342 344 346 346 349 350 357 357 357 358 360
	PART FIVE	
	CREATING THE ADVERTISING	
15	Research in Advertising	364
	Anthropology and Advertising Case History: Anthropology and Market Research Sociology and Advertising Psychology and Advertising Consumer Lifestyles Multiple Directions Understanding People—A Continuing Study for Advertising Summary	364 370 371 376 379 380 382 382

16	Creating the Copy	384
	Nature and Use of Appeals Comparative Advertising Slogans Summary	384 395 401 403
17	The Total Concept: Words and Visuals	407
	Visualizing the Idea The Creative Leap Layouts "How Are We Doing?"—Starch Reports Summary	411 411 411 424 424
18	Print Production	427
	Selecting the Printing Process Planning the Typography Selecting the Typesetting Method Mechanicals and Artwork Photoplatemaking Offset and Gravure Photoplatemaking Making Duplicate Material Production Planning and Scheduling Summary	428 431 437 442 443 449 449 458 459
19	The Television Commercial	463
	Creating the Television Commercial Planning the Commercial Producing the Television Commercial Role of the Producer Controlling the Cost of Commercial Production Photoscripts Summary	463 467 471 479 483 484
20	The Radio Commercial	486
	Creating the Commercial Developing the Radio Script Methods of Delivery Producing the Radio Commercial Summary	486 487 500 501
21	Trademarks and Packaging	503
	Trademarks—What Is a Trademark? House Marks Service Marks; Certification Marks Packaging	504 511 512 513

	Case History: Fitting the Package to Marketing Goals Case History: Packaging for In-Store Brand Recognition Legal Aspects of Packaging Trends in Packaging Summary	518 522 524 524 524
22	The Complete Campaign	527
	Situational Analysis Creative Objectives and Strategy Media Objectives The Sales Promotion Plan	527 528 529 529
	Case History: The Texize Company, Division of The Dow Chemical Co., Inc.	530
	Case History: The JVC VideoMovie	534
	Getting the Campaign Approved	538
	Research—Post-tests	538 539
	Summary	333
	OTHER ENVIRONMENTS OF ADVERTISING	
23	Retail Advertising	542
	The Organization of the Retail Industry	543
	Differences Between National and Retail Advertising	544
	Cooperative Advertising Case History: Rich's Department Store Advertising Department	551
	in Action	554
	Summary	561
24	International Advertising	563
	Establishing a Foreign Agency Branch	564
	Host-Government Public-Policy Concerns	565
	Advertising Function in International Advertising	566
	Future of International Advertising Trends in International Advertising	575 577
	Summary	577

Time for a Change?

516

25	Legal and Other Restraints on Advertising	5 <i>7</i> 9
	The Federal Trade Commission	580
	The Federal Food, Drug, and Cosmetic Act	584
	Other Federal Controls of Advertising	584
	Federal Laws and Advertising	585
	State and Local Laws Relating to Advertising	587
	Comparison Advertising	588
	Regulation by Media	592
	Self-Regulation by Individual Advertisers and Industries	593
	Copyrighting Advertising Summary	598 599
26	Economic and Social Aspects of Advertising Advertising and the Economic and Social Process Advertising and the Consumer Movement Summary	602 602 613 621
D 0	Summary	021
P.S.	Getting and Succeeding in Your Advertising Job	624
	Sources of Information	627
	Glossary	630
	Index	647
	macx	04/

THE PLACE OF ADVERTISING

Advertising is as old as civilization and commerce. The exchange of goods has always been associated with artisans, traders, and guilds promoting their wares. In Chapter 1, we trace the development of advertising from its primitive beginning on clay tablets and tavern signs to the electronic age.

Advertising, however, is a business of change, reflecting fast-moving developments in technology and lifestyle, in consumer preferences and marketing research. Advertising

has become an integral part of the economy, not only in this country, but around the world.

In Chapter 2, we introduce the many roles that advertising can play. This chapter introduces the relationship between marketing and advertising. The creativity and flexibility of advertising also must be tied to its business and sales foundation. No aspect of business demands as broad a breadth of knowledge as that of creating successful advertising.

PART ONE