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News Release

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U.S. AD SPENDING DOWN NINE PERCENT IN 2009, NIELSEN SAYS

NEW YORK, NY – February 24, 2010 – U.S. ad spending declined nine percent in 2009, according to preliminary figures released today by The Nielsen Company. Spending fell an estimated \$11.6 billion to a total of \$117 billion last year. The figures continue a trend of at least six straight quarters of negative growth in the ad industry, but it’s a trend that shows evidence of slowing down. In the previous two quarters, Nielsen reported declines of 15.4% and 11.5%.

“Fourth quarter ad spending was down just two percent year-over-year, and that helped soften the full-year decline,” said Terrie Brennan, senior VP for new business development at The Nielsen Company. “In fact, most of the top advertisers showed increased spending late in the year. These are encouraging signs for an ad market that’s still trying to stop the bleeding.”

Year-to-Year Change in Ad Spend, by Media

Media Category*	Jan-Dec 2009 vs. Jan-Dec 2008 % Change
Spanish Language Cable TV	32.2%
Cable TV	14.8%
FSI Coupon	11.5%
Internet**	0.1%
Spanish Language Network TV	-3.9%
National Sunday Supplement	-7.2%
Spot Radio	-8.7%
Network Radio	-9.7%
Network TV	-9.9%
Local Newspaper	-10.4%
Outdoor	-11.2%
National Newspaper	-13.7%
Spot TV 101-210	-14.2%
Syndicated TV	-14.7%
Spot TV Top 100	-16.1%
National Magazine	-19.3%
Local Magazine	-23.9%
B2B	-32.7%
Local Sunday Supplement	-44.9%
Grand Total	-9.0%

Source: The Nielsen Company

* All data from non-Internet media pulled from Nielsen’s Ad*Views



database

** Internet advertising expenditures pulled from AdRelevance database and account for CPM-based, image-based advertising. These reported estimated expenditures do not account for paid search advertising, text only, paid fee services, performance-based campaigns, sponsorships, barbers, in-stream ("pre-rolls") players, messenger applications, partnership advertising, promotions and email campaigns, or house advertising activity.

Ad spend declines are easing up even in print media, which have taken more than their share of lumps over the last few years. National Newspapers were down 13.7% last year, but it's an improvement from the -21.6% pace that Nielsen reported through the first three quarters of 2009. Local Newspapers finished relatively strong in 2009, cutting its reported 14% decline in ad revenue through the third quarter to -10.4% by year's end.

Spanish Language Cable TV (+32.2%) and Cable TV (+14.8%) stood out as the top-gaining media in 2009. Free-Standing Insert Coupon (+11.5) was the only other medium to show significant year-over-year growth. Internet (+0.1%) remained essentially flat.

African-American TV (a subset of network, cable, and syndicated) enjoyed a 13.8% increase in spending year-over-year. Spanish language TV (cable and network combined) fell 0.4%.

PRODUCT CATEGORY AD SPENDING

Spending by the top ten product categories was down 9.5% in 2009. The automotive industry was the top category with over \$8 billion spent last year. Pharmaceutical, Quick Service Restaurants, and Department Stores were next on the list, with each category showing year-over-year gains.

Top Ten Product Categories, by Ad Spend

Product Category	Jan-Dec 2009 (millions)	Jan-Dec 2008 (millions)	% Change
Automotive (Factory & Dealer Assoc.)	\$8,039.1	\$10,491.6	-23.4%
Pharmaceutical	\$4,504.6	\$4,424.6	1.8%
Quick Service Restaurant	\$4,068.5	\$4,014.9	1.3%
Department Stores	\$4,066.3	\$3,956.0	2.8%
Wireless Telephone Services	\$3,386.2	\$3,689.8	-8.2%
Motion Picture	\$3,368.4	\$3,414.0	-1.3%
Auto Dealerships - Local	\$3,227.2	\$4,188.6	-23.0%
Direct Response Products	\$2,465.8	\$2,582.9	-4.5%
Restaurants	\$1,557.6	\$1,615.0	-3.6%
Furniture Stores	\$1,437.5	\$1,553.1	-7.4%
Total Top 10 Product Categories	\$36,121.2	\$39,930.5	-9.5%

Source: The Nielsen Company

NOTE: Data excludes B-to-B Magazine spending

There was some notable activity among product categories outside the top 10. Investment Services not only saw ad spending fall 14% to \$1.3 billion in 2009, but the category also had about 1000 fewer advertisers in 2009 compared to 2008. On the other hand, spending by web-based advertisers climbed 32% to \$1.1 billion, paced by dramatic spending increases by Hulu and Bing.



About The Nielsen Company

The Nielsen Company is a global information and media company with leading market positions in marketing and consumer information, television and other media measurement, online intelligence, mobile measurement, trade shows and business publications. The privately held company is active in approximately 100 countries, with headquarters in New York, USA. For more information, please visit, www.nielsen.com.