

TABLE OF CONTENTS

THE NEW EU PLEDGE COMMITMENTS	3
★1. Overall guidance	4
★2. Addressing creative execution	5
★3. Guidance for TV and radio advertising	6
★4. Guidance for print and 3rd party internet advertising	7
★5. Guidance for company-owned websites and company-owned social media profiles	7
★6. Guidance for cinema and movies on DVD/CD-ROM	8
★7. Guidance for interactive games and apps	8
★8. Guidance for direct marketing	8
★9. Guidance for product placement	8
★10. Guidance for communications in primary schools	9

THE NEW EU PLEDGE COMMITMENTS

From 1 January 2017, EU Pledge members commit either to:

- ★ Only advertise products to children under the age of 12 years that meet the common EU Pledge Nutrition Criteria[1]; or
- ★ Not to advertise their products at all to children under the age of 12 years.

The above policy covers marketing communications [2] for food and beverage products that are primarily directed to children under 12 [3] in covered media [4].

In addition, EU Pledge members agree not to engage in food or beverage product marketing communications to children in primary schools [5].

[1] From 1 January 2015, common EU Pledge Nutrition Criteria apply to those member companies that use nutrition criteria. Those companies that do not currently advertise any of their products to children will continue to apply that policy.

[2] "Marketing communications" means paid advertising or commercial sales messages for food and beverage products, including marketing communications that use licensed characters, celebrities and movie ties primarily appealing to children under 12. Company-owned, brand equity characters are not covered by the policy.

[3] Primarily directed to children under 12 means advertising in measured media where 35% or more of the audience is under 12 years of age. Where adequate data are unavailable, companies will consider other factors as appropriate, which may include the overall impression of the advertising, actions taken to restrict child access and the target demographic based on the company's media plan.

[4] Covered media means the following vehicles: TV, radio, print, cinema, online (including company-owned websites and company-owned social media profiles), DVD/CD-ROM, direct marketing, product placement, interactive games, outdoor marketing, mobile and SMS marketing. Packaging, in-store and point of sale as well as forms of marketing communications which are not under the direct control of the brand owner, such as user-generated content, are not covered by this policy.

[5] Menus or displays for food and beverage products offered for sale, charitable donations or fundraising activities, public service messages, government subsidised/endorsed schemes, such as the EU School Milk Programme, and items provided to school administrators for education purposes or for their personal use are not covered. EU Pledge members commit to developing and publishing specific guidelines on permissible activities in schools which are undertaken as part of companies' corporate social responsibility programmes.

OVERALL GUIDANCE

How do we define “advertising to children”?

- ★ For the purposes of the EU Pledge, “advertising to children under 12 years” means advertising to media audiences with over 35% of children under 12 years. This is a minimum common benchmark for all EU Pledge member companies.
- ★ Some EU Pledge member companies apply a more stringent definition, e.g. a maximum 30% or 25% threshold for the share of children under 12 in media audiences.
- ★ Some EU Pledge member companies do not advertise any products to children under 12 (on the basis of their corporate definition of “advertising to children”). Others have committed only to advertise products that meet the EU Pledge common nutrition criteria to children under 12.
- ★ Where adequate data are unavailable (non-measured media) companies must consider other relevant factors, i.e.: the overall impression of the advertising (content/creative execution should not be designed to appeal primarily to children under 12), actions taken to restrict child access, and the target demographic based on the company’s media plan.

What media are covered?

- ★ From 1 January 2017, the EU Pledge commitments apply to the following media: TV, radio, print, cinema, online (including company-owned websites and company-owned social media profiles), DVD/CD-ROM, direct marketing, product placement, interactive games, outdoor marketing, mobile and SMS marketing.
- ★ While the above list covers all major media, individual member companies’ policies may go further.

What products are concerned?

- ★ The EU Pledge commitments apply to all products marketed or distributed by member companies, including their subsidiaries and joint ventures across the EU-28.
- ★ There is no distinction between products meant for children and other products – the commitments apply to all products except plain bottled water, sugar-free gum and sugar-free mints which are exempted from the EU Pledge restrictions.
- ★ Common nutrition criteria apply to those companies that use criteria. It is not necessary to make public which products can and cannot be advertised to children on the basis of the common nutrition criteria.
- ★ In case of mergers or acquisitions, an adequate transition period – up to two years – will be allowed for the implementation of measures taken under the EU Pledge.

What about brand advertising?

- ★ The commitments concern product advertising; brand advertising, i.e. “generic” advertising for a brand or company, which does not feature specific products, is not covered. However, member companies should seek to respect the spirit of the commitment when engaging in such advertising.

What happens if other rules are in place?

- ★ The EU Pledge is no substitute to the law or industry-wide self-regulation. Where tougher legal or industry self-/co-regulatory rules are in place (e.g. UK), these must be applied.



ADDRESSING CREATIVE EXECUTION

In non-measured media (i.e. print, cinema, online – including company-owned websites and company-owned social media profiles –, direct marketing, product placement, interactive games – whether online or on DVD/CD-ROM –, outdoor marketing, mobile and SMS marketing), companies will consider, in addition to placement, the overall impression of the advertising, actions taken to restrict child access (where appropriate) and the target demographic based on the company's media plan.

The following checklist is intended as a decision-tree for assessing compliance in this regard on all platforms listed above and is referenced as appropriate in platform-specific sections below.

Criterion 1 and 2 below should be used to determine whether the commercial communication is within the scope of the commitment. If the commercial communication does not promote products – as opposed to generic brand promotion – or only promotes products that meet the common nutrition criteria, it is not in scope.

- 1. Marketing communications:** Does the medium feature one or several marketing communications?
 - ↳ If not, out of scope
 - ↳ If yes, in scope

- 2. Product:** Is the marketing communication promoting a food/beverage product (as opposed to generic brand promotion), i.e. does it feature not only a brand logo or character, but actual products?
 - ↳ If not, out of scope.
 - ↳ If yes, is the marketing communication promoting a food/beverage product that meets the common nutrition criteria (wherever these are applied by the advertiser in question)?
 - ↳ If yes: compliant.
 - ↳ If not, check following criteria.

The following criteria should be checked one by one, but an overall judgment on whether the product marketing communication(s) is/are designed to be primarily appealing to children under 12, should be taken at the end, having reviewed criteria 3-8.

- 3. Age-screening:** Does the marketing communication have an age-screening/parental consent mechanism aimed at verifying the age of visitors before allowing them access?
 - ↳ If yes: Describe the type of age-screening/parental consent mechanism used (e.g. request for date of birth, requirement for parental consent...).

Note: Age screening is helpful, but should not be considered sufficient for compliance if the marketing communications are clearly designed to appeal primarily to children under 12.

- 4. Licensed characters/tie-ins:** Does the marketing communication feature “licensed characters” (i.e. characters acquired externally, linked to movies/entertainment, e.g. Shrek, Harry Potter, Indiana Jones) or movie tie-ins used as a means to promote a food/beverage product?
- ↳ If yes, are the characters or tie-ins targeted primarily at an under-12 audience? [e.g. ages 6-11: non-compliant; ages 12 and above: compliant]. Refer wherever possible to age guidance/ ratings in relevant licensing agreements. The context in which the characters are used should also be considered.
- 5. Games:** Does the marketing communication feature games used as a means to promote a food/ beverage product?
- ↳ If yes: is the game designed (level of difficulty) for younger children (below 12)?
- 6. Animation and sound effects:** Does the marketing communication feature animation (e.g. cartoons, animations depicting fantasy situations) and or music/sound effects?
- ↳ If yes, are the animation and/or sound effect used clearly designed to appeal primarily to young children and used as a means to promote a food/beverage product? (not all animation is designed for young children)
- 7. Toys:** Does the marketing communication feature toys used as premiums to promote a food/ beverage product (as opposed to toys that are an inherent part of the food product) and designed to appeal primarily to young children (under 12)?
- 8. Creative execution:** Does the marketing communication use language/text/navigation other aspects of design that are clearly intended to make the marketing communication(s) appealing primarily to young children (under 12)?
- ↳ If yes: Describe the features of the marketing communication design that you consider primarily targeting children under 12 (simplicity of language, use of font size and typeface, use of colours etc.) This criterion should be used in conjunction with criteria 4, 5, 6 and 7 above, in order to aid an overall assessment. It should not be used as a stand-alone criterion to judge compliance/ non-compliance.



GUIDANCE FOR TV AND RADIO ADVERTISING

How do we ensure compliance?

- ★ Member companies should under all circumstances adhere to the absolute minimum requirement of the EU Pledge, i.e. avoiding programmes with an audience profile of >35% children under 12 for advertising of products that do not meet common nutrition criteria/all products (depending on company policy).
- ★ Member companies should at all times adhere to corporate policy on marketing communications to children, with particular regard to:
 - The corporate definition of what constitutes “advertising to children under 12”. This definition may be based on the applicable audience profile: e.g. 35%, 30% or 25% children <12, or equivalent audience indexing system.
 - Where applicable, common nutrition criteria determine which products may be advertised to children under 12 and which may not.

- ★ In order to minimise non-compliance, it is advisable for media planners/buyers to apply a safety margin, based on the historical audience of a programme/media channel. If in doubt, do not place spots in/around said programme/media channel.

What if we wanted to go beyond the letter of the EU Pledge?

- ★ The following additional guidance, developed with the expertise of Accenture Media Management, is intended to enable companies to go beyond compliance with the EU Pledge. In practice, following this guidance will enable companies to avoid advertising in what might commonly be understood as “children’s programming”, as opposed to the audience threshold-based definition of “advertising to children under 12” contained in the EU Pledge. To achieve the above, it will be *advisable* to implement the following additional guidance:
 - Do not use a children’s audience as a media planning optimisation mechanism: products that your company has decided not to advertise to children under the age of 12 should ideally have an adult-based planning audience.
 - For those products that your company has decided not to advertise to children under the age of 12, avoid both children’s genre programmes and the concentrated day-parts where they appear.

4 GUIDANCE FOR PRINT AND 3RD PARTY INTERNET ADVERTISING

Since audience measurement data is not available or reliable for these media, companies should use the following guidance:

- ★ Media buyers should not purchase advertising space for those products that your company has decided not to advertise to children under the age of 12, in print media or third-party websites that are targeted at this age group.
- ★ Media buyers should use local guidance based on print title readership data and net ratings where available.
- ★ Where target audience figures are unavailable, an informed assessment of whether the title/third-party website is targeted at children under 12 should be made. The above guidance on addressing creative execution can help in this regard. This assessment should err on the side of caution.
- ★ When buying advertising space on social networking sites always seek to ensure that filters are used so that children under 12 are excluded from the advertising that is not intended for them.

5 GUIDANCE FOR COMPANY-OWNED WEBSITES AND COMPANY-OWNED SOCIAL MEDIA PROFILES

Under the EU Pledge commitment, companies need to ensure that they are not designing company-owned websites and company-owned social media profiles that promote products which do not meet the EU Pledge common nutrition criteria in a way that appeals primarily to children under 12, in accordance with the Guidance on Creative Execution. This rule also applies to social media networks that do not allow children under 12 (e.g. Facebook).

In addition, companies should not create social media profiles for products which do not meet the EU Pledge common nutrition criteria on any social media networks that are targeted primarily at children under 12.



GUIDANCE FOR CINEMA AND MOVIES ON DVD/CD-ROM

Member companies should not place marketing communications for products which do not meet the EU Pledge common nutrition criteria during or around movies primarily targeted at children under 12.

- ★ For international releases, this means that movies rated “U” or “PG” should be avoided.
- ★ For movies released locally the decision should be based on guidance by media sales houses and/or movie producers.

Primary target audience indicated for the purpose of licensing/merchandising related to the movie should also be considered.



GUIDANCE FOR INTERACTIVE GAMES AND APPS

Marketing communications for products which do not meet the EU Pledge common nutrition criteria should not feature in interactive games (whether on any online platform or physical platform, e.g. DVDs/CD-ROMs) primarily targeted at children under the age of 12.

- ★ Computer and video games with the PEGI labels 3 and 7 fall under this definition.

In the case of interactive games that are not PEGI-rated or games developed by or for companies, companies are responsible for determining whether they believe that an interactive game is primarily appealing to children under 12. The Guidance on Creative Execution should assist in this regard.

Since no appropriate age rating system exists for apps, media buyers should be informed of this commitment and use their judgment or local guidance where available. The Guidance on Creative Execution should also assist in this regard.



GUIDANCE FOR DIRECT MARKETING

Companies should not promote products which do not meet the EU Pledge common nutrition criteria directly to children under 12, e.g. through email, telemarketing, mobile, SMS or direct mail and other forms of direct promotions. Sampling (outside the school environment) remains outside the scope of this commitment.



GUIDANCE FOR PRODUCT PLACEMENT

- ★ **Audiovisual content:** In accordance with EU law (Audiovisual Media Services Directive) member companies will not engage in any product placement in children’s programming, as defined at national level.
- ★ **Other editorial content:** In addition, member companies should not actively seek to place products in other editorial content aimed at children under 12 in exchange of payment or other promotional consideration.



GUIDANCE FOR COMMUNICATIONS IN PRIMARY SCHOOLS

The commitment covers all products, regardless of nutritional composition.

“Communication related to products” is intended to cover all marketing communications, which includes advertising as well as promotions and direct marketing, and should be interpreted broadly to mean any form of communication produced directly by or on behalf of marketers intended primarily to promote products.

- ★ The provision of branded vending machines and sales promotions such as the distribution of coupons, collector schemes, free products and/or product merchandise falls within the above definition of ‘commercial communications’ and is therefore not permitted.
- ★ The following are not considered marketing communications within the scope of the EU Pledge:
 - On-pack communication: messages which are on the packaging of a product sold in school canteens/shops/vending machines.
 - In-pack communication: messages which are in the packaging of a product sold in school canteens / shops / vending machines.
 - Communication on brands or products in independent media that pupils may have access to in schools such as internet, newspapers, magazines, television, software packages, videogames etc.

Communications “specifically requested by or agreed with the school administration for educational purposes” cover instances where schools may have requested or agreed to the supply of any materials to be used for educational purposes that feature product-related communications as described above. Examples include:

- Advertising copy used to teach children media literacy
- The use of a company logo or a product logo on sponsored materials *with a clear educational purpose*, e.g. when the purpose is to promote healthy eating habits and physical activity among children.
- ★ The simple provision of branded equipment (e.g. footballs, computers, school diaries etc.) does not qualify as “materials with an educational purpose”. Such branded equipment may only be provided as part of a broader educational programme within the meaning of these guidelines.
- ★ Those responsible for relations with schools should always keep a paper trail that demonstrates the existence of such requests by or agreements with schools.