# MANAGING YOUR INTERNET BUSINESS **Moderator: Berry Cobb, Virtual Root LLC**

Panelist: Mike Rodenbaugh, Rodenbaugh Law Tony Andexler, andexler.com



#### **Getting Started**

"We agree with industry leaders that ADW will not be successful if it simply reaches racing's existing fan base. To be blunt, if it was just a matter of fighting over the existing handle pool, we would not be in this business." Mark Wilson, CEO, TVG (23 JAN 2002 bloodhorse.com)

- Audience Polls
- How we got here
- Growth of wagering and gambling online
- Introductions
- What you will walk away with today......
- Appx 15 min for questions at the end



# ONLINE MARKETING

Tony Andexler / andexler.com

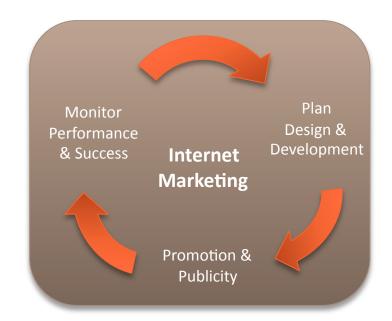


#### **Online Marketing**

Introduction to Online Marketing

(Wikipedia) - Internet marketing ties together the creative and technical aspects of the Internet, including design, development, advertising, and sales.

- Search Marketing (SEO & SEM)
- Social Marketing
- Affiliate Marketing
- Online Marketing Future & Next Steps





#### **Search Marketing – SEO & SEM**

#### **Search Marketing Planning**

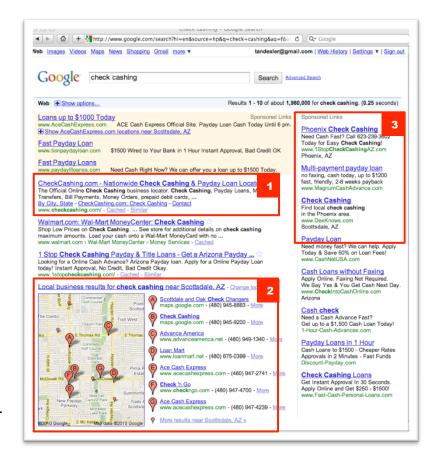
- What are your online goals?
  - Sell Online
  - Generate Leads
  - Building Marketing Database
- Who is your audience?
  - Age group, mobile users
  - How do users interact with your website?

#### **Search Marketing Options**

- SEO (Search Engine Optimization)
  - Competitive Analysis
  - Keyword Research
  - Page Ranking
  - Success Measurements (Analytics)
- PPC (Pay-Per-Click)
  - Budget and Planning
  - Google Adcenter, Microsoft Adcenter

#### **Things to Consider**

- Understanding costs and conversions
  - What is a sale or lead worth
- In-house or Agency?





#### **Social Marketing**

#### How Are Businesses Using Social Media

- Business Intelligence & Research
- Reputation Management
- Customer Support
- Expanding Digital footprint
- Lead Generation
- User Generated Content

#### Getting Started

- Don't directly market. Listen.
- Use keyword research
- Create user flow and interest

#### Youtube, Facebook & Twitter

- Keyword monitoring (search.twitter.com)
- Create Youtube Channel for brand awareness
- Create internal teams for tweets & posts.
- Consider promotion and sweepstakes

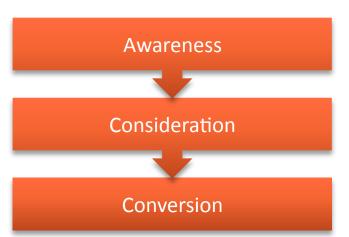
#### Blogs & RSS Feeds

Be creative in your content & titles











#### **Affiliate Marketing**

Business rewards affiliates (publishers) for each visitor, sale or lead generated by affiliate's own marketing efforts.

#### Benefits

- Word of mouth spreads quickly
- You choose affiliates
- Your brand identity stays intact

#### Types

- Commission Junction
- Google Affiliate

#### Promotions

- Design campaign specific promotions
- Incorporate creative ways to communicate to users









#### Online Marketing – Future & Next Steps

- New Targeted Search Results
  - Localized Search
  - Mobile Search
  - Social Media Influence & User Data Analysis







- Advancing Online Tools
  - Turnkey Content & Management Tools
    - Wordpress, Drupal
    - WebCEO
  - Social Media Applications
  - Domain Management









# INTERNET BRAND MANAGEMENT

Mike Rodenbaugh / Rodenbaugh Law



#### **What is Online Brand Management & Protection**

- Developing and delivering on a strategy to best control your online marketing costs, and minimize damage from third party abusers
  - Defensive/useful domain name registrations
  - Monitoring of online use/abuse
  - Enforcement of contracts, trademark and copyright
- Cybersquatting
  - Registering, trafficking in, or using a domain name with bad faith intent to profit from the goodwill of another's trademark
  - Prohibited by Anti-cybersquatting Consumer Protection Act ("ACPA")



#### **Scope of Cybersquatting**

- Q1 2008 –30 brands victim of 400,000 cybersquatted domains –40% more than '07
  - Source: MarkMonitor Brandjacking Index, Spring 2008
- Q2 2009 –6 pharma brands victim of 20,000 cybersquatted domains –9% more than '08
  - Also listed in 2,930 online pharmacies
    - only 4 of them certified by the US governing body (VIPPS)
    - Averaging 42,000 daily visitors
    - earning \$11 BILLION in estimated revenue per year
  - Source: MarkMonitor Brandjacking Index, Summer 2009



#### **Cybersquat Model**



# Cybersquatter's PPC Site

Site serves
"sponsored links"
to other sites,
including, in this
case, one to brand
owner's legitimate
site

#### CONSUMER INTENT: TO VISIT BRAND SITE



#### CYBERSQUATTER USES AD SERVICE

AD SERVICE PAYS CYBERSQUATTER

#### **Brand Site**



#### Contextual Advertising Service\*

Serves the site paid links that are 'relevant' to the content. (in this case, the links include one to the brand site)
User clicks...



#### **Enforcement Options**

Notices to everyone involved:

-Domain Registrant?

-Webmaster & Abuse@

-WHOIS Privacy Service

-Web Host

-NameServer

-Domain Registrar

-IP Block Owner

-Search Engines

-Mail Providers

–Domain Registry? (Phishing)

-ICANN? (False WHOIS)

-Law enforcement agency?

- Notify of breach of Terms of Service
- Notify under DMCA (in USA) or European parallel
- Notify of Contributory TM Infringement (<u>Akanoc</u> verdict)
- Send follow-up notices every 48 hours
- Escalate from in-house to outside counsel?



#### **Domain Name Remedies**

- Uniform Dispute Resolution Policy (UDRP)
  - Arbitration procedure mandated by ICANN via domain name registration agreement
  - Available in 16 gTLDs and >50 ccTLDs
  - Months for decision –No Monetary Damages
- Anti-Cybersquatting Consumer Protection Act (ACPA) –15 USC 1125(d)
  - in personam (vs. squatters and enablers)
  - in rem (vs. domain names only)



#### **UDRP Elements**

- Domain Name is identical or confusingly similar to a trademark in which Complainant has rights
- Respondent has no legitimate rights in the Domain Name
  - bona fide use or preparation to use prior to notice of a dispute
- Domain Name is registered and used in bad faith
  - demonstrated specific intent



#### **UDRP Practice Pointers**

- Be careful with choice of mutually agreed jurisdiction –you could end up in court in India...
- Always request transfer; never cancel
- Treat the Complaint like a motion for summary judgment; reply may not be allowed
- Follow up to make sure the name is transferred and that it doesn't resolve to the old website
  - Your registrar is responsible for transferring the domain name
  - You are responsible to make sure it is used smartly



#### **UDRP Stats**

- National Arbitration Forum (NAF): 1770 cases in 2008; 10,600 total cases
- World IP Organization (WIPO): 2329 cases in 2008;
   14,000 total cases, 25,000 domains
- 57 ccTLDs use WIPO to administer UDRP or modified version of UDRP
- Filing fees: NAF = \$1300 (1-2 domains); WIPO = \$1500 (1-5 domains)
- CIETAC (HK) and Czech providers also



#### **Victories by Brand Owners**

- Verizon v. Navigation Catalysts, preliminary injunction granted, all standard tasting defenses rejected
- Verizon v. OnlineNIC, \$33 million judgment
- Verizon, Microsoft, Dell and Yahoo! have sued ICANN-accredited registrars, avoiding ACPA immunity provision by arguing registrars' "bad faith"



# **INTERNET ADDRESSING 2.0**

Mike Rodenbaugh / Rodenbaugh Law



#### **Internet Policy & Governance**

ICANN Bylaws – Article I, Section 1

To coordinate, overall, the global Internet's system of unique identifiers, and to ensure stable and secure operation of the Internet's unique identifier systems. In particular, ICANN coordinates:

**1. Allocation and assignment of the three sets of unique identifiers** for the Internet:

Domain names (forming a system called the DNS)

Internet protocol (IP) addresses and autonomous system (AS) numbers

Protocol port and parameter numbers

- 2. Operation and evolution of the DNS root name server system
- 3. Policy development reasonably and appropriately related to these technical functions



#### **New Generic Top Level Domains on the way**

- Plan approved by ICANN Board on June 20, 2011
- Application window opens January 12, closes April 12, 2012
- 1000-1500 apps expected by Verisign and MarkMonitor
  - 2/3 from brandowners
  - First new gTLDs may be live January, 2013
- Application contains "50 Questions", many of them requiring complicated technical and financial information
  - Contract with back-end registry provider needed
  - Legal and Financial consulting needed
- Application fee is \$185,000 per TLD string
  - Plus proof of reserves to cover three years of critical registry functions
  - Plus annual fees to ICANN and registry provider



#### Who's already announced intent to apply

#### **Regional gTLDs**

- africa (two initiatives)
- .bayern (Bayern/Bavaria)
- .bzh (Brittany)
- .cym (Wales)
- .eng (England)
- .gal (Galicia)
- .ker (Cornwall)
- .lli (Leon)
- .lat (Latin America)
- .med (Mediterranean)
- .que (Quebec)
- .sco (Scotland)
- .vla (Flanders
- .yks (Yorkshire)

#### **Industry gTLDs**

- .health
- .movie
- .music (several initiatives)
- .sport (two initiatives)
- .xxx (adult)
- .web (many initiatives)
- .food
- .bank
- .eco (2 submissions)
- .love
- .games

#### **Charitable gTLDs**

- .eco (Ecological)
- .green (Ecological)
- .fam (two initiatives)

#### City gTLDs

- .nyc
- .sfo
- .paris
- .hamburg
- .berlin
- .bcn (Barcelona)
- .london
- .köln
- .roma
- .pdx

#### **Brand**

- .canon
- .hitachi
- .deloitte

[Source: MarkMonitor]



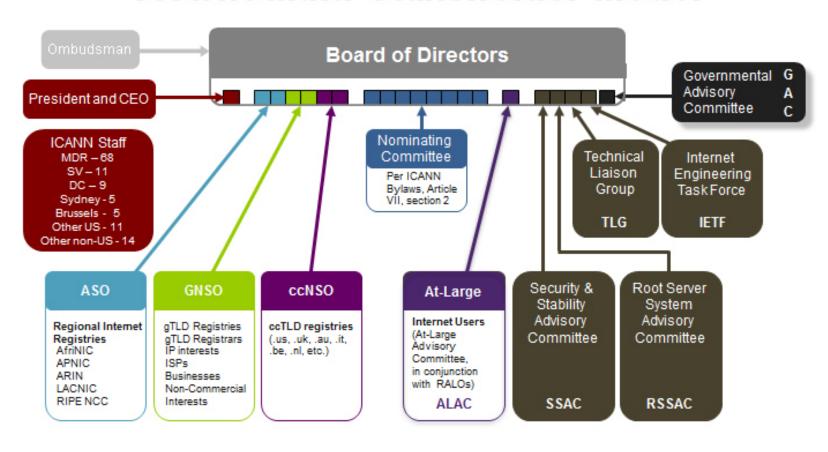
#### .brand Opportunity

- Security you own and control the TLD, can register to anyone you choose
  - No domainers, squatters or phishers?
- Marketing create a global community centered on your branded or generic TLD
  - Be one of the first in your industry?
  - Own a key vertical slice of the DNS?
  - Develop new products?



#### **Internet Policy & Governance**

# ICANN Multi-Stakeholder Model



- 120 Staff; 4 Supporting Organizations; 6 Advisory Committees
- BOD: 16 voting Members; 5 non-voting liasons



#### **Internet Policy & Governance**

- Please join the Business Constituency or the Intellectual Property Constituency!
  - 1000 euro/year for large enterprises
  - 160 euro/year for small enterprises
  - Active mailing lists & periodic teleconferences
  - Influencing ICANN policy development on behalf of all businesses
- www.bizconst.org
- www.ipconstituency.org



# CLOSING

Berry Cobb / Virtual Root LLC



#### Putting it all together.....Be the hammer, not the nail!

- Your current Internet presence requires constant attention to maintain relevance
- You've spent money to protect your company by filing trademark applications
- Develop a strategy around Internet addressing and understand what it means for your business
  - What will this mean for racing?
  - .bet, .casino, .poker, .racing, .slot
  - .brand 
    <a href="http://www.ecommercetimes.com/story/Whats-NOT-in-a-Domain-Name-73182.html?wlc=1314963651&wlc=1314967774">http://www.ecommercetimes.com/story/Whats-NOT-in-a-Domain-Name-73182.html?wlc=1314963651&wlc=1314967774</a>
- Be ahead of the curve and get involved



# QUESTIONS FROM THE AUDIENCE?

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