Hong Kong – Where Business Goes to Grow

The InvestHK Advantage





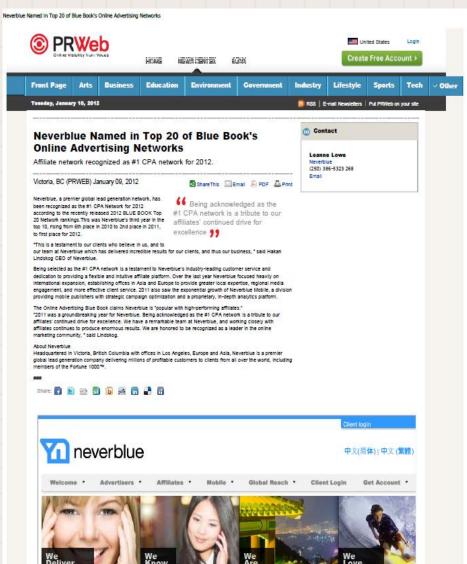
InvestHK's Worldwide Network



Case Study: Neverblue

Background

- Digital marketing company, specializes in performance-based marketing.
- Cost-per-Action (CPA). Advertisers pay for qualifying actions only (e.g. download, sales). Ads are published on affiliates - online or mobile media (like search engines, websites, apps, etc). They get paid when a lead/action is generated.
- 30,000 + affiliates worldwide.
- App distribution: 1 mil+ apps per month .
- Named #1 Cost-Per-Action Network and Top 20 of the blue Book's Online Advertising Network..
- 160 staff worldwide with offices in London, LA and Hong Kong. Headquartered in Victoria, BC.



Case Study: Neverblue

Strengths

New business model Leader in CPA marketing Clients / affiliates base in North America

Weaknesses

Size

Not as well established as leading ad /PR agents Geographic coverage

SWOT

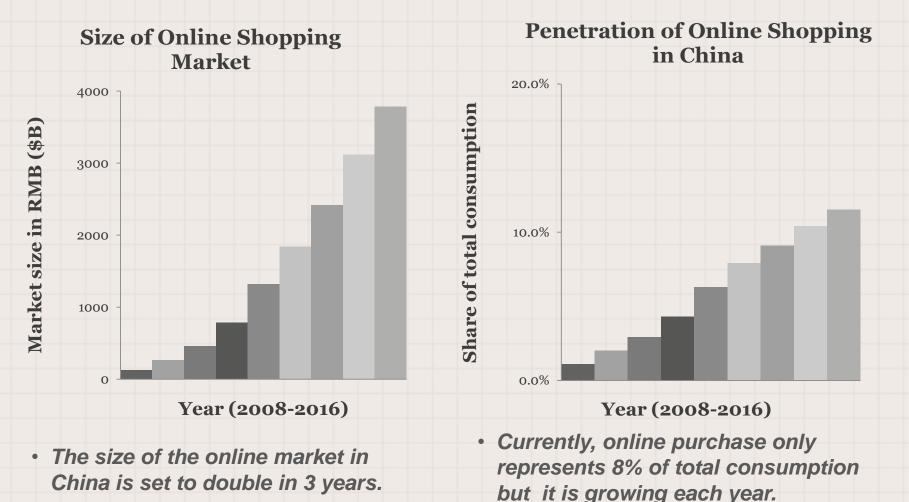
Opportunities

E-Commerce boom Market seeking solutions Asia / China Threats Large Ad /PR agencies New competitors



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Online Shopping Market in China



Source: Alibaba Group, 2014

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China online shopper spent \$12.5B buying from overseas E-Tailers.





HOT GEOGRAPHIC MARKET- Extend Asian offerings

to home base clients.

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• **NEW CLIENTS** - Capitalize on

success cases in Asia to land new Asian clients.



Business Case for Hong Kong

Structure/Functions in HK	Major Advantages
Holding Company	Low and territorial tax system.Protection under common law.Easy to set up.
Affiliates Partnerships	Excellent reach to digital media in entire AsiaPac region.Free flow of information.
Sales & Marketing	 Top international retail city. Excellent access to China's retail and e- commerce market. Asian regional headquarters for many MNCs. BusDev talents from all over Asia.
Regional Management	 1/2 world's population within 5 hours Top banking centre, largest RMB offshore centre. Access to top international professional support services.

Success case

Business case with Alibaba

- •AliExpress B2C arm for Chinese SMEs to reach consumers.
- •Neverblue launched media campaign for promotion overseas.
- •Objectives: (1) raise awareness, (2) increase sales.
- •Engaged 100 existing, 200 new publishers worldwide for Alibaba.
- •Results in 8 months:
- ▶ 720 million clicks
- Daily average of 10,000 transactions
- ➤ US\$40 million

M neverblue

🔈 Case Study



AliExpress, a business within Alibaba Group, is a popular retail marketplace primarily made up of small business sellers targeted at consumers worldwide. In August 2013, AliExpress worked with Neverblue to enhance the online visibility of its platform through the Neverblue Performance Network. Specifically, Ali-Express was looking to build brand awareness in targeted markets to generate a large number of new overseas buyers.

Campaign Objectives

To build awareness of AliExpress in overseas markets
 To increase the number of orders placed by overseas buyers
 on AliExpress

To increase sales generated on AliExpress

C Execution

An extensive media plan was put together to establish ideal distribution channels that were best suited to AliExpress offers.

Performance Marketing.

Simplified.

The media plan included the Neverblue sales team working extensively with Neverblue publishers, agencies and media buyers to increase ad buys, landing pages, contests, mailers, re-targeting ads and social media presence.



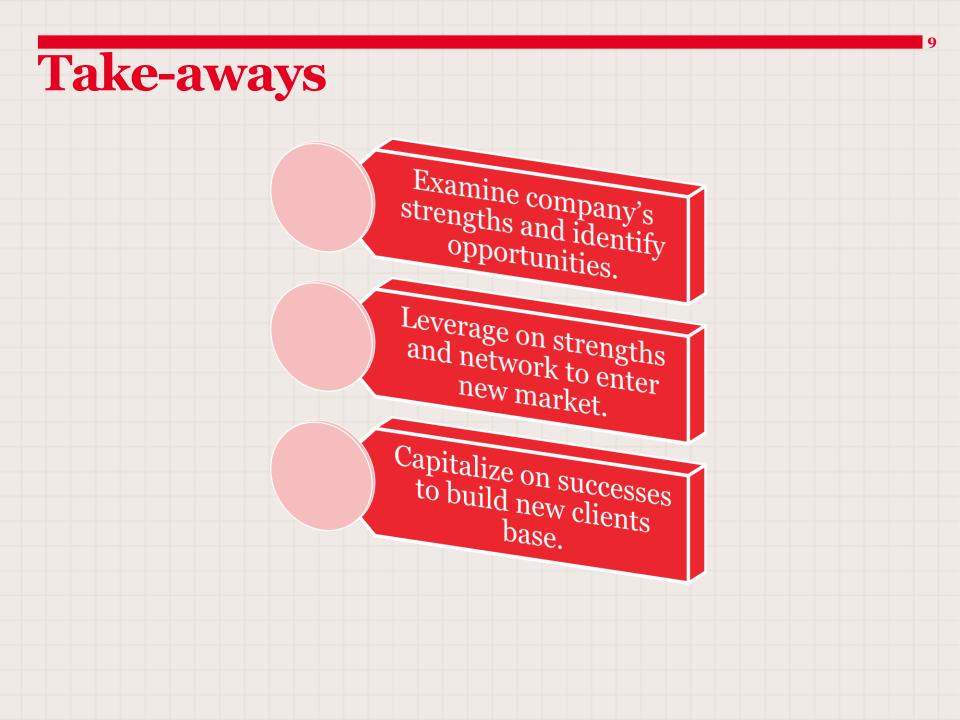
From August 2013 to March 2014, Neverblue successfully increased AliExpress brand awareness by engaging roughly 100 existing and 200 new publishers worldwide.

With 300 Neverblue publishers who ran AliExpress offers, Neverblue delivered 720 million clicks and an average of 10,000 daily transactions to AliExpress during that period.

In total, Neverblue generated USD\$40 million in transactions on AliExpress.







How InvestHK Helps Investors

Networking events, introduction to service providers

PR and marketing support for launch/expansion Invest **HK**

Facilitation of visa applications, schooling

Information to aid planning and evaluation

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