

Chapter 13

Consumer Generated Advertising in Blogs

Dilip Mutum

University of Warwick, UK

Qing Wang

University of Warwick, UK

ABSTRACT

Blogs are the newest and potentially most attractive online media available to marketers. This chapter discusses the unique nature of blogs and the growing power of consumer generated content. This raises a number of questions as well as new opportunities. As the authors point out that existing literature on blog marketing only discusses the possible advantages of using blogs as a marketing tool and the addition of blogs into the marketing mix. However, the problem is that these studies totally ignored consumers' perception towards blogs that carry advertisements. The rise of advertising companies that have stepped in to fill the gap between companies and bloggers, are discussed. Some examples of successful blog advertising campaigns are also provided. This chapter also presents a conceptual model that examines the salient factors that are likely to influence consumer attitude towards blogs and towards advertising in blogs, and more specifically on sponsored posts on blogs. It is hoped that this chapter would encourage other researchers to take a look at this unique media which in turn will help shed new light on how blogs are enabling a new model of consumer collaboration and consumer generated advertising.

INTRODUCTION

The Advent of Blogs as a New Online Media

Of the various online media available to marketers, “Blogs” are the newest and potentially the

most attractive. They have become a part of what Deighton and Kornfeld (2007) describes as a “digital interactive transformation in marketing.” This revolution shows no signs of slowing down and according to a report by Universal-McCann (2009) on the impact of social media, 71 percent of active internet users read blogs. Blog participation has also increased with more people leaving comments (an increase to over 50 percent in 2009). The

DOI: 10.4018/978-1-60566-792-8.ch013

report also shows that over 29 percent of Internet users have blogged about a product or brand. Furthermore, according to Technorati's State of the Blogosphere 2008 report, approximately 133 million blogs (Winn, 2009) were indexed by Technorati, as compared to approximately 70 million blogs in 2007 (Sifry, 2007). Interestingly, the 2008 Technorati report also mentions that a majority of bloggers (54 percent) had advertising on their blogs (White, 2009). Another report by the Pew Internet and American Life Project in 2008 (Smith, 2008), reveals that 12 percent of internet users have created or work on their own online journal or blog, while about 33 percent of all American internet users read blogs. In Europe, around three percent or four million Internet users actively write blogs (Forrester, 2006). Blogging has also gained wide acceptance in Asia. Take a look at Malaysia for example. A survey by Microsoft Malaysia revealed that nearly half (41 percent) of people online are actively blogging (Microsoft, 2006). While in China, the number of bloggers is expected to cross the 100 million mark (SinoCast, 2006). It is no wonder that the word "Blog" was chosen as the top word of 2004 by Merriam-Webster (BBC, 2004).

The term "weblog", was first coined by Jorn Barger on his *Robot Wisdom* website on 17 December 1997 (Kottke, 2003). A few years later, in the mid of 1999, Peter Merholz, came up with the word "blog" after breaking the word weblog into the phrase "we blog" in the sidebar of his blog Peterme.com (Kottke, 2003). Though some authors argue that the word is not a *portmanteau* of the word web and log, the terms 'blog', 'we-blog' and 'web log' are often used interchangeably (Economist, 2006; Kottke, 2003). Various authors have also defined the word 'blog' differently. The popular belief that blogs are "personal online journals" (BBC, 2004) may not be accurate as most blogs are "public" and interactive in nature (Adamic & Glance, 2005; Kelleher, 2006; Marken, 2005). A number of blogs focus on specific topics ranging from politics and sports to entertainment

and technology. It is also not uncommon for bloggers (person who write blogs) to have more than one blog with multiple themes. Some of the well-known blogs like Slashdot (<http://slashdot.org/>), Engadget (<http://www.engadget.com/>) and Boing Boing (<http://boingboing.net/>), have multiple contributors as well.

A better definition of the word 'Blog' was given by Wright (2006) who defines it as a web page that contains regularly posted inlays that are archived and arranged in reverse chronological order. *The Oxford Dictionary of Modern Slang* defines it as 'an Internet website containing an eclectic and frequently updated assortment of items of interest to its author' (Ayto & Simpson, 2005). Our definition of blog recognises their interactive nature and the fact that there may be more than one author. Thus, we define a blog as an "interactive website with posts that are updated frequently and may contain links, images, video or music clips, of interest to its author or authors that are archived and arranged in reverse chronological order."

Brad L. Grahamon was the first person to use the term "Blogosphere" on his blog on September 10, 1999. It was re-coined by William Quick later in 2002. He wrote "I propose a name for the intellectual cyberspace we bloggers occupy: the Blogosphere." It later gained popular usage and is now commonly used to refer to the community of blogs, bloggers and blog posts (Wright, 2006).

The fact that a huge number of companies including Google, General Motors and a host of others, have started their own corporate blogs, is an indication of this growing realisation of the importance of blogs (Lee, Hwang, & Lee, 2006; Moulds, 2007). Blogging among CEOs have also becoming increasingly popular and the list includes Jonathan Schwartz, CEO of Sun Microsystems (<http://blogs.sun.com/jonathan/>) and Guy Kawasaki, CEO of Fog city Software (<http://blog.guykawasaki.com/>). It is estimated that 58 (11.6%) of the Fortune 500 companies have business blogs (Socialtext.net, 2008).

12 more pages are available in the full version of this document, which may be purchased using the "Add to Cart" button on the publisher's webpage:
www.igi-global.com/chapter/consumer-generated-advertising-blogs/43364

Related Content

Predicting the Usage Intention of Social Network Games: An Intrinsic-Extrinsic Motivation Theory Perspective

Chiao-Chen Chang and Yang-Chieh Chin (2011). *International Journal of Online Marketing* (pp. 29-37).
www.irma-international.org/article/predicting-usage-intention-social-network/56004

Critical Success Factors of E-Direct Marketing in Jordan Travel Agencies

Maha M. Alkhaffaf and Asmahan M. Altaher (2012). *International Journal of Online Marketing* (pp. 1-9).
www.irma-international.org/article/critical-success-factors-direct-marketing/67099

Technology Tools for Building Diverse, Equitable, and Inclusive Classrooms

Amir Manzoor (2018). *International Journal of Technology and Educational Marketing* (pp. 75-94).
www.irma-international.org/article/technology-tools-for-building-diverse-equitable-and-inclusive-classrooms/216830

A Constructivist Approach to Marketing Education

Carlos Brito (2019). *Evaluating the Gaps and Intersections Between Marketing Education and the Marketing Profession* (pp. 12-17).
www.irma-international.org/chapter/a-constructivist-approach-to-marketing-education/217092

A Theoretical Approach for Sustainable Communication in City Branding: Multilateral Symmetrical Communication Model

Aye Banu Bçakçand Zeynep Genel (2017). *Advertising and Branding: Concepts, Methodologies, Tools, and Applications* (pp. 65-90).
www.irma-international.org/chapter/a-theoretical-approach-for-sustainable-communication-in-city-branding/175216