sam's club **<>** media group

Wovenmedia



FROM NETWORK DESIGN THROUGH MONETIZATION: HOW SAM'S CLUB ACHIEVES DIGITAL SIGNAGE SUCCESS

The story behind one of retail's largest, ad-supported video networks

sam's club 🔇 media group

- Current In-Club Digital Signage
- Wovenmedia Platform Overview
- Sam's Club Implementation
- Sam's Club In-Club Digital Signage Network's Media Value
- Endemic Advertising & Programming Strategy
- Importance of Reporting & Insights
- o Q&A

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Mike Hiatt Sr. Manager, Digital Signage Sam's Club | Media Group Susie Opare-Abetia Founder & CEO Wovenmedia



SAM'S CLUB IS AN OMNI-CHANNEL RETAILER WITH...



40 million

cardholders

130 million

unique annual website visits*

590+

retail locations

12.9%

new member count increase**

Our membership model allows 100% traceability to all transactions, and premium targeting based on first-party data.

*Sam's Club Internal Data **Walmart Inc Q2 FY21 Earnings Release

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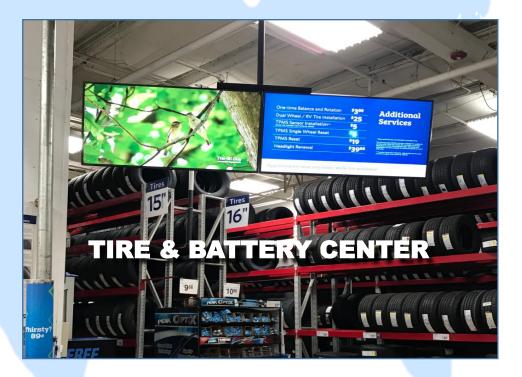
Powering video-first digital signage solutions that increase customer engagement and conversion

The Sam's Club In-Club Digital Signage Network at a glance

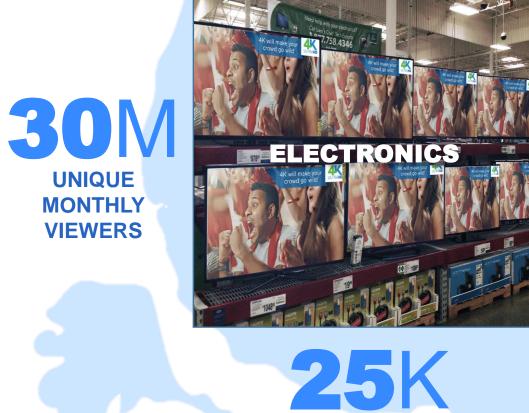


- BrightSign media players and CE Labs amplifiers delivering signal to ~40 TVs in each club
- HD Gen 1: 2014
- o 4K Gen 1: 2017; Gen 2: 2021

- 2x55" ceiling mounted screens with directional audio
- Service menu board and promotional videos
- Installed 2018

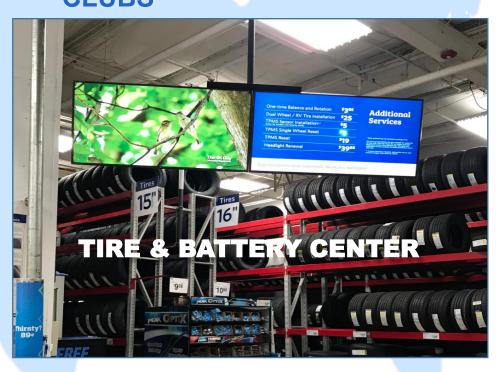


The Sam's Club In-Club Digital Signage Network at a glance



SCREENS

590+ CLUBS



6 DAILY DEVICE CONNECTIONS



WovenManager

PATENTED SOFTWARE

Cloud content management system for enterprise video-centric digital signage networks





WovenContent.

PREMIUM CONTENT

Portfolio of HD and 4K, rightscleared video content from 150+ premium brands across multiple categories

WovenService

EXPERT SERVICES

Concierge services managed by industry experts includes everything from network design to installation to support

Sam's Club KPIs for In-Club Digital Signage: Maximizing ROI

- Enhance the member experience
- Drive sales lift
- Be operationally efficient (low TCO)
- Deliver the highest media value possible
- Support in-club operations

End-to-end content management, delivery, monitoring & reporting

Cloud Video Encoding & Storage





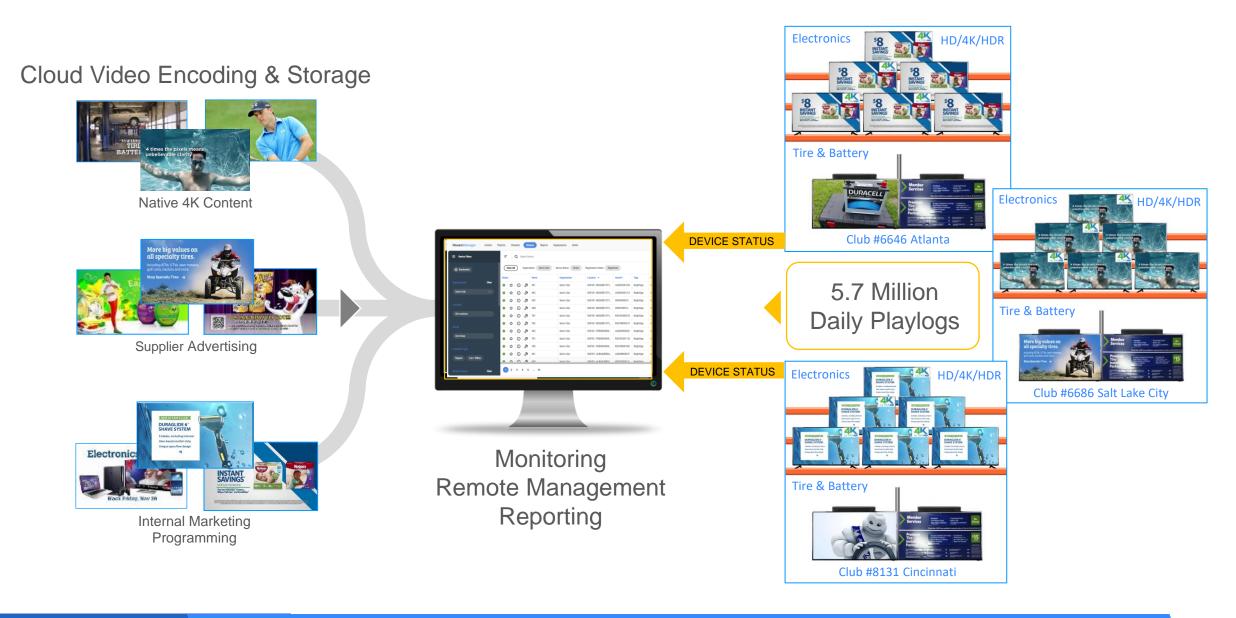
Supplier Advertising



Internal Marketing Programming



End-to-end content management, delivery, monitoring & reporting



WovenManager Campaign Manager: Critical module for successful monetization

Build multi-element campaigns

Q Search Campaign	Search Campaign					
LGE March 2021 Campaign Channel 3 Items - 03/01/2021-04/04/2021 in Flight	02_SCS_H6094_MerchHeroF21_Coffee Cempaign Channel 1 lism · 03/01/2021-03/28/2021 In Flight	02_SCS_H6094_MerchHeroF21_Lobst Campaign Channel 1 tem - 03/01/2021-04/04/2021 In Flight				
2 6	ßō	ß ō				
02_SCS_H6094_MerchHeroF21_Apple Campaign Channel 1 item - 03/01/2021-04/04/2021 In Flight	WovenMar0121 Campaign Channel 12 Jerns - 03/01/2021-03/07/2021 In Flight	02_VIZ_U3764 Vizio March 2021 Campaign Channel S terms • 02/28/2021-03/28/2021 In Flight				
2 6	C ō	C ō				
02_SAM_Q7584_SamsungWatches Campaign Channel 1 litem • 02/24/2021-03/07/2021	02_SCJ_01564_ZiplocSandwich F01 Channel 1 litem - 02/22/2021-02/28/2021	02_PEP_C3859_FritoLay F62 Channel 1 item • 02/22/2021-02/28/2021				
In Flight	Completed	Completed				

Effectively manage ad inventory



Easily target and schedule

=					Export
UHD_LoungeV - 4 03/01/2021-03/02/2021 All Week - All Day	UHD_Trailer - 202 03/01/2021-03/07/2021 All Week - All Day	UHD_Trailer - 202 03/01/2021-03/02/2021 All Week · All Day	UHD_Trailer - 202 03/01/2021-03/07/2021 All Week - All Day	UHD_Trailer - 202 03/01/2021-03/02/2021 All Week - All Day	UHD_Woven-P5 03/01/2021-03/02/2021 All Week · All Day
1:00×1	2.08 x 1	2:08 × 1	2:34×1	2-34×1	
600	et o	6 0	et o	6 0	C t c
UHD_Woven-P5 03/01/2021-03/02/2021 All Week - All Day	UHD_Woven-P5 03/01/2021-03/02/2021 All Week - All Day	UHD_Woven-P5 03/01/2021-03/02/2021 All Week - All Day	UHD_Woven-P5 03/01/2021-03/02/2021 All Week - All Day	UHD_Woven-P5 03/01/2021-03/02/2021 All Week - All Day	UHD_Woven-P5 03/01/2021-03/02/2021 All Week - All Day
All Locations	All Locations	All Locations	All Locations	All Locations	All Locations
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Deliver Proof-of-Play reporting

Title		Status	Status Air Start		Air End Channel			Category				
02_DER_U7985_DelRMexQ420			Complet 12/07/2020		02/28/2021 Campaign Channel		aign Channel			Direct	Direct Advertiser	
	Air Dates: 12/07/2020-02/28	I/2021 Plays: 1,395,	547 Impres	sions: 7,749,128.9	Screentim	e: 5,946 .	.23 hours					
м	ledia	Brand	Target		Locations / Play	yed	Start Date	End Date	Duration		Plays	In
03	2_DER_U7985_DelRealMe	Del Real	02_DER_U	7985_DelRMexQ	58 / 43		12/07/2020	12/31/2020	15 sec		15,883	88
0;	2_DER_U7985_DelRealMe	Del Real	02_DER_U	7985_DelRMexQ	58 / 57		01/01/2021	02/28/2021	15 sec		311,183	1,
03	2_DER_U7985_DelRealMe	Del Real	02_DER_U	7985_DelRMexQ	416 / 405		12/07/2020	01/31/2021	15 sec		916,250	5
03	02_DER_U7985_DelRealMe Del Real		02_DER_U	02_DER_U7985_DelRMexQ 416 / 41		02/01/2021 02/28/202		02/28/2021	15 sec		152,331	8
02_NIS_B7251_NisVideo2021			Complet	12/07/2020	02/28/2021	Camp	paign Channel			Direct	t Advertiser	
	02_JSF_H4268_JSSthrnBit	thrnBiteQ Complet		01/11/2021	02/07/2021	Campaign Channel				Direct Advertiser		
	02_DIL_Q1060_Daniele Prosciutto		Complet	01/20/2021	02/13/2021	Campaign Channel				Direct Advertiser		
	02_SCS_K0039_Holiday2021_BlackHistoryMonth		Saved	02/05/2021	02/28/2021	Campaign Channel				Retail Program		
	02_COK_F2673_Coke Powerade		Booked	03/08/2021	04/04/2021	Campaign Channel				Direct Advertiser		
	TBC_MenuBoard		In Flight	11/23/2020	01/02/2022	Tire and Battery Channel (Right)			TBC - Sam's Club Promotion			
	02_DNO_V7818_Two Good	Yogurt	In Flight	02/19/2021	03/14/2021	Campaign Channel Direct Advertise			t Advertiser			

WovenContent 4K and HD video content, rights-cleared for digital signage



Wovenmedia Services for Sam's Club In-Club Digital Signage deployments and pilots





What's new for 2021 and beyond...

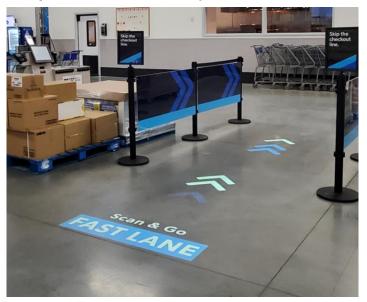
Café Menu Screens – six, 75" 4K screens per Club



Membership Services Screens – four, 75" 4K screens per Club



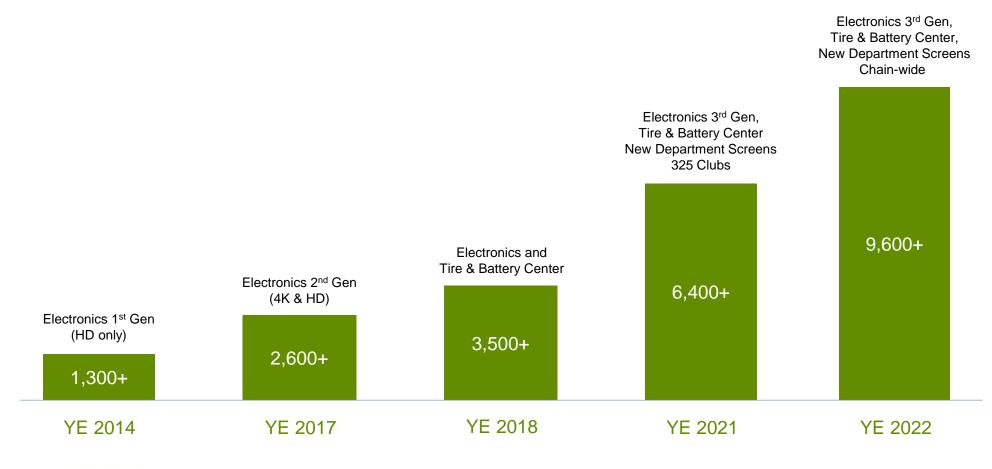
Projected Video Graphics – Scan & Go



Projected Video Graphics - Advertising



Sam's Club Network evolution over time





At YE 2021, over 6,400 media players in the field and counting...

BrightSign[®] Trusted Partner

Sam's Club Network evolution over time

Electronics 3rd Gen, Tire & Battery Center, New Department Screens Chain-wide Electronics 3rd Gen, **Tire & Battery Center** New Department Screens 325 Clubs 17.5M Electronics and 14.5M **Tire & Battery Center** Electronics 2nd Gen 11.6M (4K & HD) 9.6M Electronics 1st Gen (HD only) 6.4M 5.2M 4.7M 3.9M 2.4M 1.9M YE 2017 YE 2014 YE 2018 YE 2021 YE 2022 Daily Device Connections Daily Playlogs

MEDIA VALUE OF OUR IN-CLUB NETWORK

Three Stakeholders that are important for us to serve:

- Our Members
- Our Suppliers
- Our Marketing & Merchandising Teams

We all ultimately want the same thing:

Great Products at Great Prices

Our In-Club Network is designed to support our brand

"Expect Something Special"

Approximately 22 million member-visits each week.

Focused on educating our members on products, solutions, and the benefits of membership.

100% endemic advertising.





SAM'S CLUB MEDIA GROUP KEY ROLES FOR OUR MEDIA CHANNELS



Member Experience

How can we best inform, educate, and delight our members?

Sales lift

Can we produce media that will increase basket size and lift sales?

Create revenue

How can we produce incremental ad revenue to take pressure off our bottom and allow us to provide better value for our line members?



SAM'S CLUB MEDIA GROUP

ADVERTISERS BY CHANNEL





MEMBERSHIP

SAM'S CLUB MEDIA GROUP

HOW WE ALOCATE PROGRAMMING



30% Paid Endemic Advertising 40% 3rd Party Eye-candy TV Support

Electronics Programming Pie

We monetize approximately 30% of our total programming for the TV Wall. The balance of the time supports TV merchandising and member communications.



Tire & Battery Center Screens

The TBC has two screens. One is a menu board that is not monetized. The second screen is designed for promotions and advertising. Capital Expenditures are allocated by the business unit associated with the channel

The Sam's Club Media Group covers all associated on-going operating expenses

This symbiotic relationship assists each group in getting what it needs

- The business unit can more easily invest capital but is not best designed to pay monthly fees in perpetuity.
- SMG, as an internal agency, is an income-producing business unit well accustomed to covering monthly expenses.





SAM'S CLUB MEDIA GROUP REPORTING AND INSIGHTS



Proof-of-Play Reporting

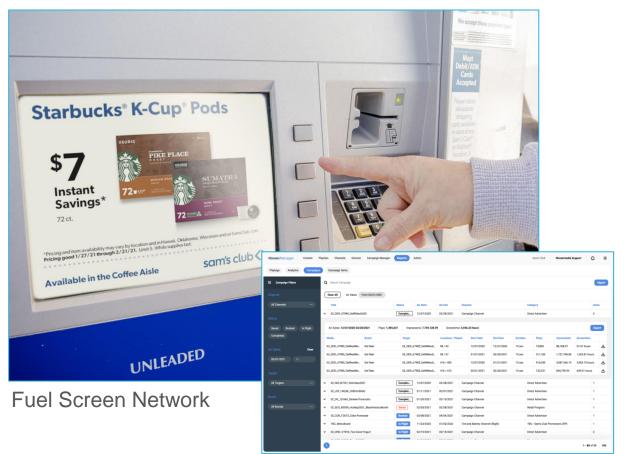
 Playlogs from Wovenmedia and actual pictures of ads within the club.

Audience Measurement

 In Progress: Using mobile sensor technology to anonymously count club traffic on an hourly basis.

Sales Impact Reports

 Currently testing sales impact with some of our channels via our internal Insights team.



Playlogs on WovenManager



Thank You!

sam's club **<> media group**