FTC Staff Request Information Regarding Digital Advertising Business Guidance Publication

In May 2000, the FTC staff issued a business guidance docur**DentCom** <u>Disclosures</u>: <u>Information about Online Advertisin</u> Its primary focus was to counsel matters on how to provide clear and conspicuous disclosures of information that consumers needed in order to make informed decisions about goods and services offered on the interMatrch 2013,FTC staff announced a revised guidance docum**ent** <u>Disclosures</u> How to Make Effective <u>Disclosures in Digital Advertisin</u> (".com Disclosure") that sought to address the dramatic changes that had occurred in the online world, including the ubiquity of phroaets and he use of social media as a marketing tool

Specifically, .cm Disclosureadvises online advertisers that the same consumer protection laws that apply to commercial activities in other media apply online, and that any disclosures required to prevent an online vertisement from being misleading must be clear and conspicuous. It focusen how required disclosures may be presented clearly and conspicuously and provide key considerations forvaluating their effectiveness.orc Disclosures discusse, in the context of online advertisements, the traditional factors used to evaluate whet disclosures are likely to be clo evadisclosure needs to be repeated; whether disclosures in audio mess adequate volume and cadence, and visual disclosures appear for a sufficient duration; and, whether the language of the disclosure is understandable to the intended audience. The document's appendix containsock advertisements that illustrations particular factors.

The FTC staff is now consideg updating and reissuing its guidance document on digital advertising Although the Commission has gained substantial experience with how online advertisers make claims and disclosures, the staff welcomes all comments on the publication and the issues it addresses, and has also identified the following questions on which it has a particular interest in obtaining the public's views:

- 1. What issues raised bourrent or emerging online technologies tivities or features such as sponsored and promoted advertising on social media platforms or otherwise, the use of advertising content embedded in games, or the use of dark pattern techniques in digital advertising, should be addressed in a revised guidance do@uWeptard how should they be addressed?
- 2. What issues raised by new laws or regulations should be addressed in a revised guidance document?Why and how should they be addressed?
- 3. What research or other information regarding the online marketplace, online advertising techniques, consumer online behavior consumer mobile behavior behavior consider in revising its online advertising guidance document
- 4. What research or other information regarding the effectiveness of disclosures and, in particular, online disclosures should the staff consider?

- 5. What specific types of online disclosures, if any, raise unique issues that should be addresseith a revised guidance document separately from a discussignmental disclosure requirements?
- 6. What guidance in theor Disclosures slocument is outdated or unnecessary?
- 7. What guidance should be clarified, expanded, strengthened, or limited?
- 8. How can the guidance on the use of hyperlinks be clarified to provide better **guidanc** the appropriate use of hyperlinks and how hyperlinks should be labeled?
- 9. Does the guidance adequately address how to make qualifying disclosures when consumers must navigate multiple webpages in order to complete a purchase? If not, how should the guidance be modified?
- 10. The guidance says that when designing spacestrained ads, "disclosures may sometimes be communicated effectively to consumers if they are made clearly and conspicuously on the website to which the ad links." Should that guidance be modified, and if so, how? Should the guidance document clarify when a disclosure on a marketer's website can and cannot be sufficient to prevent a representation in an earlier communication that links to the website from being misleading?
- 11. Does the guidance adequately addressertisingon mobile devices? If not, how should the guidance be changed?
- 12. Should the guidance document address issues unique to specific audiences or demographics in seeing, hearing, or comprehending disclosufres; how should the guidance be modified Should any such guidance address microtargeted advertisements, and if so, how should it do so?
- 13. Should the guidance document address issues that have arisen froppantyability arrangements in internetommerce such as (1) established on sielters providing a platform for other firms to market and sell their products online, (2) website operators being compensated for referring consumers to other int sites that offer products and services, and (3) other affiliate marketing arrangemelfits0, how should the guidance be modified?
- 14. Should the guidance document address is that appears ivirtual reality or the metaver, send, if so, how should those issues be addressed?
- 15. What additional issues or principles relating to online advertising should be addressed in the guidance document?
- 16. What other changes, if any, should be made to the guidance do?ument

You can file a comment online or on paper. For the Commission to consider your comment, we must receive it on or before August 2, 2022. Write "Digital Advertising P114506" on your comment. Your comment – including your name and your state – will be placed on the public record, including, to the extent practicable, on the <u>https://www.regulations.gowebsite</u>

Because of the agen'syheightened security screening, postal mail addressed to the Commission will be subject to delay. We strongly encourage you to submit your comments online through the <u>https://www.regulations.gwebsite</u>. To essure the Commission considers your online comment, please follow the instructions on the brased form

If you file your comment on paper, writ@ligital Advertising P114506" on your comment and on the envelope, and mail your comment to the following address: Federal Trade Commission, Office of the Secretary, 600 Pennsylvania Avenue NW, Suite600C(Annex B, Washington, DC 20580, or deliver your comment to the following address: Federal Trade Commission, Office of the Secretary, Constitution Center, 400 7th Street SW, 5th Floor, Suite 5610 (Annex B, Washington, DC 20024. If possible, please submit your paper comment to the Commission by courier or overnight service.

Because your comment will be placed on the putektord you are solely responsibler making sure that your comment does not include any sensitive or confidential information. In particular, your comment should not contain sensitive personal information, such as your or anyone else's Social Security number; date of birth; driverestie number or other state identification number or foreign country equivalent; passport number; financial account number; or credit or debit card number. You are also solely responsible for making sure your comment does not include any sensitive healtformation, such as medical records or other individually identifiable health information. In addition, your comment should not include any "[t]rade secret or any commercial or financial information which . . . is privileged or confidential" – as provided in Section 6(f) of the FTC Act, 15 U.S.C. 46(f), and FTC Rule 4.10(a)(2), 16 CFR 4.10(a)(2) – including in particular competitively sensitive information such as costs, sales statistics, inventories, formulas, patterns, devices, manufacturing processes; tomer names.

Comments containing material for which confidential treatment is requested must be filed in paper form, must be clearly labeled "Confidential," and must comply with FTC Rule 4.9(c). In particular, the written request for confidential that accompanies the comment must include the factual and legal basis for the request, and must identify the specific portions of the comment to be withheld from the public record. See FTC Rule 4.9(c). Your comment will be kept confidential only if the General Counsel grants your request in accordance with the law and the public interest. Once your comment has been posted publicly at www.regulationasgov legally required by FTC Rule 4.9(b) – we cathred act or remove your comment, unless you submit a confidentiality request that meets the requirements for such treatment under FTC Rule 4.9(c), and the General Counsel grants that request.

Visit the FTC website to read this document and the news edless ribing it. The FTC Act and other laws that the Commission administers permit the collection of public comments to consider and use in this proceeding as appropriate. The Commission will consider all timely and responsive public comments it receives for before [60 days from issuance] or information on the Commission's privacy policy, including routine uses permitted by the Privacy Act, see https://www.ftc.gov/siteinformation/privacy-policy.