PURPOS E POWER INDEX STRAWBERRYFROG & REPUTATION INSTITUTE

BEING PURPOSEFUL MATTERS

- ANA members voted "Brand Purpose" as 2018's Marketing Word of the Year
- CMOs say the #1 most important thing in managing their reputation is a "higher purpose." (Reputation Institute, 2019)
- Harvard Business School study (2018) links purpose with stock market performance. (Harvard Business Review, 2019)
- A Business Roundtable of 181 leading CEOs sign declaration of "profits over purpose" in 2019

"Purpose is not the sole pursuit of profits but the animating force for achieving them. Profits are in no way inconsistent with purpose — in fact, profits and purpose are inextricably linked."

LARRY FINK / CEO, BLACKROCK

The New York Times

Shareholder Value Is No Longer Everything, Top C.E.O.s Say



BUT THERE'S A PROBLEM. NO TRUSTED, PROVEN METHOD FOR EMPIRICALLY MEASURING BRAND PURPOSE EXISTS.

DISCOVERY PROCESS:PURPOSE POWER INDEX™ STUDY

UNIQUE RESPONDENTS 5,700+

INDIVIDUAL RATINGS 17,500+

BRAND ENTITIES 200+

STAKEHOLDER U.S. Gen Pop

TIMING Sept 2019

ELEMENTS OF THE PURPOSE POWER INDEX_{TM}

- Has a higher purpose that's bigger than just making money
- Improves the lives of people and their communities
- Is committed to changing the world for the better
- Does things that not only benefit shareholders, employees, or customers, but society as a whole

(Note: PPI algorithm requires strong agreement on at least 3 of the 4 elements)

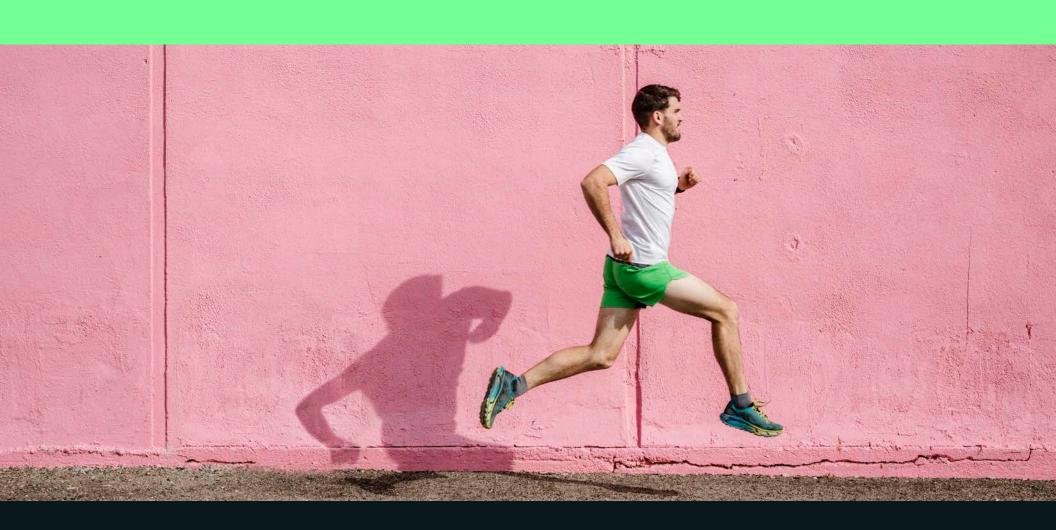


SIX KEY FINDINGS

- 1. A new group of brand leaders is emerging that are NOT the usual suspects
- 2. Purpose crosses the political divide
- 3. Purpose is great for business
- 4. When it comes to brand purpose, category isn't destiny
- 5. Several well brands are not getting consumer credit for their activism
- 6. The strongest purpose brands do things differently



A NEW KIND OF BRAND LEADER HAS ARRIVED



TOP 20 PURPOSE-DRIVEN BRANDS





method









allbirds



















WARBY PARKER





THE 2019 PURPOSE POWER 100



PURPOSE CROSSES THE POLITICAL SPECTRUM

TOP REPUBLICAN PURPOSE BRANDS:







TOP DEMOCRAT PURPOSE BRANDS:

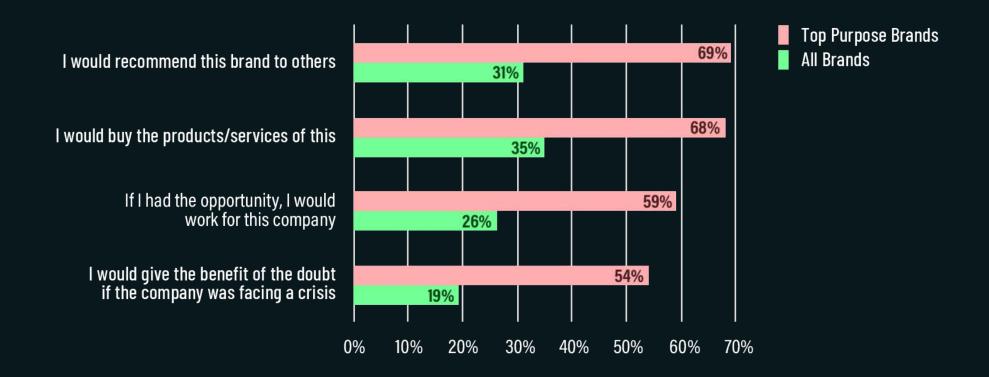






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PURPOSE IS GREAT FOR BUSINESS





WHEN IT COMES TO BRAND PURPOSE, CATEOGRY ISN'T DESTINY

Some may think that because a brand competes in a less reputable industry like fast food, it's at an automatic disadvantage in being seen as purposeful. The Purpose Power Index™ study shows that's actually not the case:

	FINANCIAL SERVICES	FAST FOOD	AUTOMOTIVE	SOCIAL MEDIA
PURPOSE LEADERS	M USAA®	Chick-fil-&	TESLA	Linked <mark>in</mark>
PURPOSE Laggards	WELLS FARGO Bank of America.	M		•

SEVERAL WELL-KNOWN BRANDS DON'T GET CREDIT FOR THEIR ACTIVISM

CORNER OFFICE

The C.E.O. Taking
On the Gun Lobby

Ed Stack bought Dick's Sporting Goods from his cantankerous father. He has now turned it into an unlikely force in the gun debate.





25%

agree "is involved in gun safety/rights issues"

WHAT DO TOP PURPOSE-DRIVEN LEADERS DO DIFFERENTLY?

FIRST, THEY GET THEIR UNDERLYING PURPOSE RIGHT

+15% CLEAR

I have a clear understanding of what this brand's purpose is

+19% MEANINGFUL

This brand's higher purpose is meaningful to me personally

+15% MOTIVATING

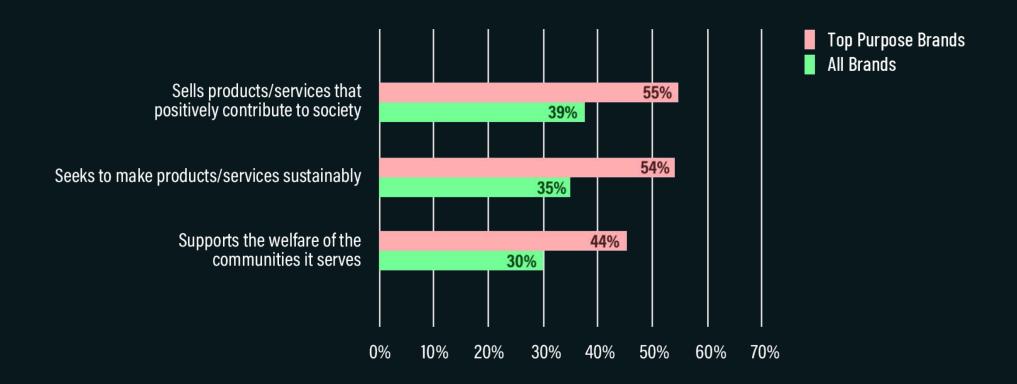
This brand's higher purpose motivates me to buy or use their products/services

+17% DIFFERENTIATING

This brand's higher purpose sets it apart from other brands

% Difference, Top Purpose Brands vs. All Brands

THEY OPERATE HONORABLY



THEY ARE RECOGNIZED FOR TAKING ON SOCIETAL ISSUES

#1 BRAND

SUPPORTS LGBT RIGHTS

INNOVATES SOLUTIONS TO ADVANCE MANKIND

PROMOTES GENDER EQUALITY

SUPPORTS RELIGIOUS FREEDOM

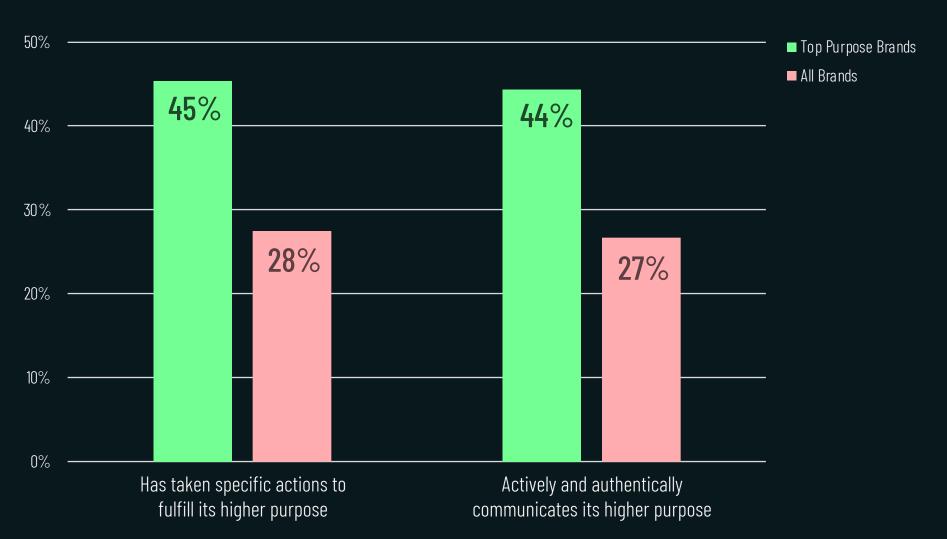








THEY ACT BRAVELY AND COMMUNICATE AUTHENTICALLY



THANK YOU