

Reimagining Retail Using NFC

Timothy Daly NXP Semiconductors



NXP Creates Solutions That Enable Secure Connections for a Smarter World

About NXP

- \$9.25 billion total revenue 2017
- Co invented and standardized NFC in 2002
- Co-founded the NFC forum
- Continues to drive adoption and scale, and was the first company that had all their NFC products certified
- Broad contactless portfolio, enabling the world's largest NFC infrastructure in mobile smartphones
- World's leading provider of RFID chips in the market, both for HF/NFC and UHF/RAIN RFID
- In addition to a complete NFC tag portfolio, NXP also offers NFC-certified smart sensor products that include cold chain compliance sensors, humidity sensors, and more.

NXP Solves challenges faced by brands and retailers - Shipping many billions of contactless ICs annually



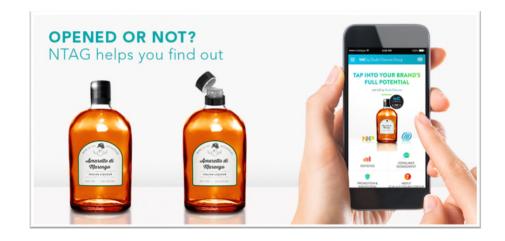


Near Field Communications (NFC)

NFC is the single global standard for secure proximity-based wireless data transmission enabling NFC equipped smart phones and wireless devices to create a secure two way digital connection between the embedded NFC chip and the wireless device.

Use Cases

- Mobile marketing
- Authentication
- Payments
- Transit
- Access control





The Internet of Things (IoT)

A network of internet-connected objects able to collect and exchange data using embedded sensors.



Mobile Growth

Global Reach and Scale with NFC Hardware Inside

There were nearly 7 billion phones, tablets and PCs in use in the world by the end of 2016.

Gartner



By 2019, 50% of the global device population will be NFC enabled...

Ubiquitous NFC smartphones



Source ABI, Strategy Analytics, NXP - November 2017



NFC and RAIN RFID delivers value over a product's life cycle



















TYPICALLY RFID

Box-level and item-level Long range supply chain & inventory visibility Address many tags at once (anti-collision)



TYPICALLY NFC

Item level
Secure short range
1:1 communication

PROTECT AND TRACE THE BRAND

SELL THE BRAND

BUILD BRAND LOYALTY

MONITOR AND REPORT







What's the number one challenge for brands?

Not knowing who their customer is...



Brands need to create a compelling customer experience:

"80% of U.S. consumers would pay more for a product or service to ensure a superior customer experience."

- White House Office of Consumer Affairs



"Knowing how to reach the right person, at the right time, with the right message is essential in today's media-saturated world." - Liliana Osorio

Make Product Discovery Easy and Frictionless:

- Education
- Clear call to action
- Cross channel media support
- Content in context
- Two-way value exchange
- Reduced need for showrooms
- Fun



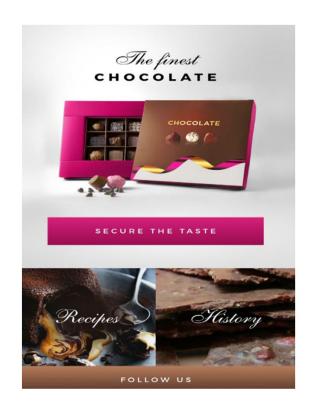


"Enabling employees with technology transforms them into agents of change. Allowing retailers to meet consumer demands."
- Seth Waite-- Global Strategist & Chief Marketing Officer, Rev Unit

Use NFC to Empower Employees:

- Employee devices
- Live inventory connections
- Product Education





Stora Enso Packageing



- Smart NFC-enhanced food packaging (NTAG®) by Stora Enso
- Consumer application to enhance usage experience product details and provenance, food intolerances, storing tips, occation-based recos
- Tamper evidence and sensor monitoring to assure product integrity

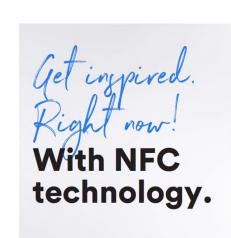


"Savvy and strategic companies are now looking beyond traditional rewards programs to delight, create and retain loyal customers. They are looking to solve customers' problems and soothe pain points."

- Howard Schneider -- Senior Consultant, Kobie Marketing

Reward Loyal Customers, Support and Encourage Brand Affinity:

- Loyalty programs "Active loyalty vs. Passive"
- D2C discounts and couponing
- Social rewards
- Emotional rewards
- Charitable rewards
- Special events
- Curated collections
- Amazon like experience; "If this then that"
- Personal shopper
- Remove checkout pain







"When you really care about your audience, share great content, and communicate in a way that aligns with your culture, you will start to see the positive impact on your business and your brand."

- Elyse Flynn Meyer -- President & Founder of Prism Global Marketing Solutions

Social Media: Make it fun and easy for each customer to become a brand ambassador on social platforms; put your customers to work for you

- Reward and encourage sharing
- Empower loyal customers to become brand ambassadors
- Recommendations
- Gamification





"When feelings are not involved, people literally cannot choose between two things."

- Antonio Demasio

Add Surprise and Delight:

- Gamification
- Fun
- Make me smile



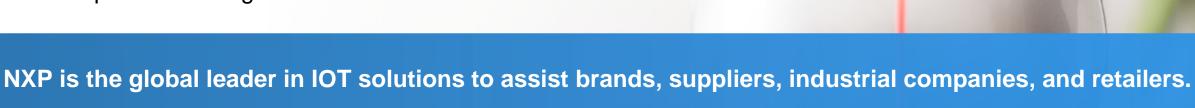




Summary

Reimagining retail and how to deploy NFC for Success:

- 1. Make product discovery easy and frictionless
- 2. NFC to empower employees
- Reward Loyal customers, support and encourage brand affinity
- 4. Social Media
- 5. Surprise and Delight



We are available to assist across the entire ecosystem: NFC, RFID, hardware, software, and solutions. Everything from support, best practices, to overall system design up to high volume global production. NXP has already solved the challenges that your brand faces in RFID and continues to drive adoption and scale





SECURE CONNECTIONS FOR A SMARTER WORLD

Tim Daly

Tim Daly

Technology innovator; award winning global leader recognized for the planning, implementation and deployment of leading edge NFC & RFID business models and programs.

Pioneered the first ever NFC proximity marketing programs, and has proceeded to leverage those successes across most verticals: retail, grocery, drug, out of home, print, and in high-value consumer products. Tim's vision for connecting devices and people was the impetus for the Internet of Things. He envisioned smart objects, smart spaces and smart media which have led to new products, innovations, patents, and first-ever levels of digital consumer engagement.

Additionally Tim's foresight and drive led to the creation and execution of the first ID Management platform designed to manage NFC interactions for global brands and media vendors.









