Harnessing the Value of Domain Aftermarkets

for Registries and Registrars

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Internet Drives Success for Small Businesses Around the World

Gary Vaynerchuk

- Born 1978 in Babruysk, BEL
- Owner of family-run liquor store Wine
 Library in New Jersey
- Star of video blog about wine
- CEO of VaynerIMedia agency
- Author of 2 books, both on the New York
 Times Bestseller list



WineLibrary.com + WineLibrary.TV

↑ 50x volume through online sales



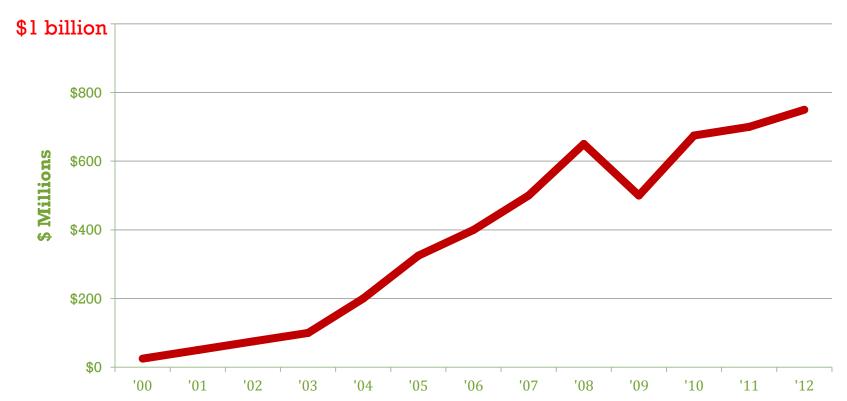
SMBs Need Premium Domains To Be Successful Online

Online Presence		Growth		Scarcity	
99%	of all European businesses are SMBs		with a strong web ence report:	250+	Million domains registered
<50%	Of SMBs in Europe have an online presence	2x 2x	Growth rate Revenue increase	11%	Annual growth rate across all TLDs
39%	of SMBs in key European markets use social media	2x	Hiring	8x	Increase in sales volume on Afternic since '07



The Aftermarket Represents A Significant Revenue Opportunity.

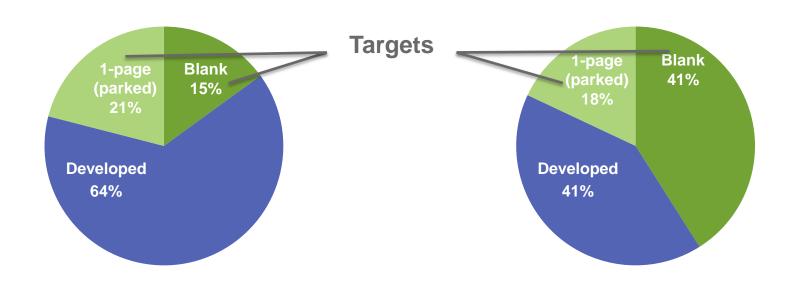
Value of Global Aftermarket Domain Sales



Parked and Undeveloped Domains Represent Huge Aftermarket Potential

In .COM

In .RU



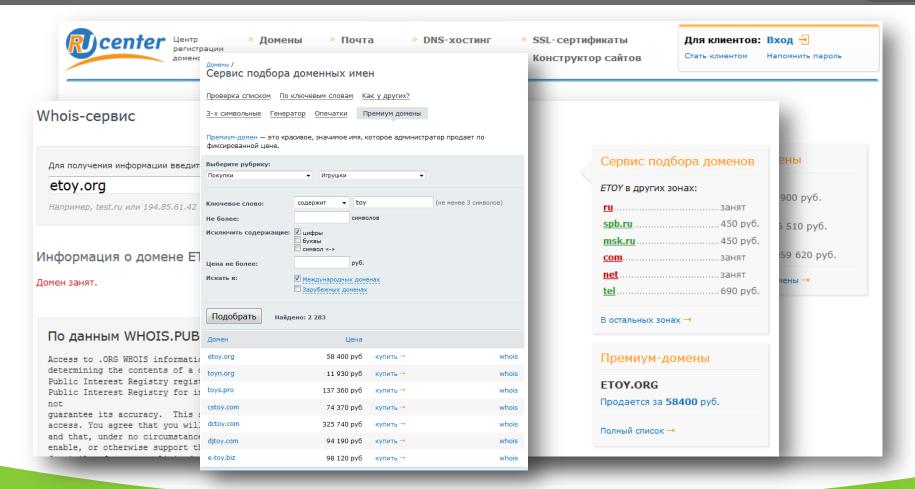


Where are Premium Domains Bought Today?





RU-CENTER Develops Afternic Premium Domains Partnership



RU-CENTER Stabilizes and Increases Premium Domain Sales

Rucenter premium sales revenue, 2012-2013, by month





RU-CENTER Premium Domain Sales Case Study

- 2013 Stats:
 - 20% increase in volume of sales
 - 15% increase in revenue
 - ASP \$1,615
- Sold domains include English and Russian transliterated strings

Top 5 Most Expensive Domain Sales:

Xsoft.net \$8,288

NCSP.com \$6,400

ProSoftSystems.com \$4,988

Slata.com \$4,588

Seabike.com \$4,488





In summary, internet users are recognizing the value of domain names, while their registrars and hosting providers are embedding premium domains into their offerings in order to fulfil customer needs and increase margins.

WHAT HAPPENS NEXT?



New TLDs will Create Huge New Domain Opportunity.

	Today	Very Soon	In	2-3 Y ears
18	gTLD extensions in active use	In the next few months, new TLDs are launching:	66	New gTLD internationalized extensions
23	Internationalized county-code extensions	.caйт شبكة	900	Global brands launch their own extensions
250	Traditional country-code extensions	网址	500+	New open gTLD extensions available



3 Predictions about the Domain Aftermarket in New gTLD World

Trusted TLDs will remain valuable.

Consider the overall impact on regional and global .com market value from recent gTLD launches like .me / .tel / .pw, etc.

Domain quality will increase.

Consider lower-end sales and speculative registrations we observe today compared to large numbers of unregistered or premium new gTLD domains coming soon.

Premium domain sales will continue growing.

Consider the importance of premium domains for new gTLD launch strategies, and the marketing effort applied to promoting them.

Million-dollar Question: Which Domains are Premium in New gTLDs?

Value

.Now .Dating .Group .Mobile .Law .APP .Famil ITS .Sale Your.vip **Tech** Ultra.vip .Blog Tickets.vip AAA .Eat .News .Bid .Career .Map .Country .Citv .AARP .Bar . Global .Shop

Define

Market





Thank you!



What Makes a Premium Domain Valuable?

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Lea	1111	ıacy

Rosbank.biz, Ros-bank.com

Rosbank.ru

2. Discoverability

fcdynamo.kiev.ua

Dynamo.ua

3. ROI

IPDomain.net

Strategy.gr

4. Traffic

Diapers.com

5. SEO

ChineseTeachers.com



These Resources Can Provide More Education on Premium Domains.

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www.DNJournal.com (sales data over many years, domain trends, etc...)
<u>www.DNSaleprice.com</u> (comparable sales by keyword)
www.Namebio.com (domain comparables and resources)
www.Archive.org (domain history)
<u>www.Valuate.com</u> (rough domain appraisals – use when helpful)
www.Domaintools.com (Whois/is name for sale/archive records)
www.NameFind.com (name suggestion engine)
www.NameBee.com (Domain Name Industry blog aggregator)
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