Lamborghini brand sharing and cigarette advertising

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LAMBORHINI BRAND SHARING AND CIGARETTE ADVERTISING

Licensing and brand sharing arrangements, where a fee or royalty is paid for use of a name, is a common strategic consideration to provide a newly introduced product or service with an immediate and proven brand identity (table 1).1 Serving as such an example, Korean Tomorrow and Global (KT&G), which is South Korea’s leading tobacco firm, launched a new cigarette brand, Tonino Lamborghini, on 18 April 2012, where the branding resembles the legendary Italian luxury sports car maker (figure 1A,B).2 3 According to The Moodie Report, it took 1 year of negotiation to reach a brand licensing agreement and 3 years to develop the cigarette product.4 The cigarette brand was initially offered in two variants, L8 (predominantly black package) and L6 (predominantly yellow package), with reported tar deliveries of 8.0 mg and 6.0 mg, respectively. Compared with KT&G’s other product offerings, Tonino Lamborghini cigarettes have considerably higher reported tar deliveries and such product characteristics contribute to the brand’s masculine, powerful and assertive image.4–8 Tonino Lamborghini now offers additional brand variants, including ‘Ice Volt’ (figure 2), which is mentholated and has promotional claims that the product possesses ‘the thrilling taste of powerful cooling freshness,’ and ‘Ice Tornado,’ which is described as having a strong, fresh and cool flavour and possesses a ‘tornado’ filter that rapidly rotates cigarette smoke (figure 3).9

The brand name, Tonino Lamborghini refers to the son of Ferruccio Lamborghini, who is the founder of the legendary car manufacturer. Tonino Lamborghini’s signature is depicted on the packaging, which is highly expressive of an identity and meant to give the product authenticity.9–10 Tonino Lamborghini is also known as an Italian merchandising brand that offers fashion items as well as tobacco paraphernalia such as high-end lighters, cases, cigar cutters and ashtrays.11 Like its automobile counterpart, a raging bull logo is used to represent Tonino Lamborghini cigarettes (figure 4). A bull represents a powerful, impressive, striking and daunting beast that also symbolises strength, masculinity, virility and regality.12–13

Choi Jihyun, KT&G Overseas Brand Department Manager, explains that the tobacco company is attempting to leverage the masculine global appeal of the Lamborghini brand name, which is most likely to attract or draw Korea’s younger generation male smokers who are particularly interested in western culture and imported luxury brands and cars. Tonino Lamborghini is marketed to ‘have a premium and masculine brand image, targeting

Table 1  Key terms and definitions

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<td>Branding</td>
<td>The use of a name or logo to identify and give differentiated meaning to a product.8</td>
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<tr>
<td>Brand equity</td>
<td>Enhancing the value of a brand based on elements such as brand awareness, perceived brand quality, brand associations and brand loyalty.14</td>
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<td>Brand licensing</td>
<td>‘Renting the brand equity to another company, which benefits from the association.’ 21</td>
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<td>Brand sharing</td>
<td>‘When a brand name, emblem, trademark, logo or trade insignia or any other distinctive feature (including distinctive colour combinations) on a non-tobacco product or service is connected with a tobacco product or tobacco company in such a way that the tobacco product or company and the non-tobacco product or service are likely to be associated.’ 12 13</td>
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Figure 1 (A, B) A two-page Tonino Lamborghini cigarette ad, from the Korean edition of Esquire (July 2012 issue), that appeared on successive right-side pages on glossy, heavier and higher quality paper relative to most pages seen within the magazine. The ad circulated a few months after the cigarette brand’s launch.
the ‘assertive, competent and refined’ man in possession of the ‘Lamborghini charisma.’ Moreover, cars such as Lamborghini are regarded as expressions of excitement, as well as being flashy and spirited. Accordingly, the packaging of Tonino Lamborghini cigarettes uses bold colours and graphics. Lamborghini cars are globally recognised for sensational speed and unique style (eg, the doors open upward rather than outward), as well as luxury, sophistication and innovation.

Domestically, the launch of Lamborghini cigarettes—given the brand’s higher reported tar deliveries; masculine, powerful and premium image; and youthful appeal—appears to be competitively positioned against Marlboro, which is the most popular cigarette brand globally. Nevertheless, KT&amp;G’s growth is increasingly dependent on exports to overseas markets. KT&amp;G has acquired the ‘exclusive global sales rights for the (Tonino Lamborghini) cigarette brand and plans to market it as one of its global strategic items.’ Since 2012, Tonino Lamborghini has been exported to 17 countries including China (duty-free shops), Russia and the Middle East.

The Lamborghini brand sharing example provides evidence that important obligations of the WHO Framework Convention on Tobacco Control (FCTC), which is legally binding and has been ratified by 180 Parties to date, including the Republic of Korea, are not being fulfilled. Brand sharing is identified as a form of tobacco advertising and promotion covered by stipulations of the WHO FCTC and defined within guidelines for implementation of Article 13.

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Competing interests TD is an associate editor of Tobacco Control with respect to Product Marketing and Promotion. He has served as an expert witness in tobacco litigation and served as an invited expert and consultant for establishing Article 13 guidelines of the WHO FCTC.

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