PROMOTIONAL MARKETING, INC.

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EXACT COPY

DAKOTA HOUSTON TEST MARKET 1990 TACTICAL PLAN

Presented to: R.J. Reynolds Tobacco Co.

Presented by: Promotional Marketing, Inc.

March 15, 1990

Background

Dakota is a new cigarette brand targeted to 21 - 35 year old adult smokers. The Brand is intended to appeal to both male and female Mariboro smokers.

Strategy

Each element of the program must accomplish one or more of the following tasks:

- I. Generate awareness of the Dakota brand.
- II. Stimulate trial of the Dakota product among target Marlboro smokers.
- III. Stimulate purchase of the Dakota brand.

Test Market Plan

Dakota will be test marketed in the greater Houston area beginning in April of 1990. An in-depth investigation of this market is being conducted by Promotional Marketing, Inc., to:

- [] Identify the most popular activities engaged in by the target consumers in this market.
- [] To identify and quantify the venues where these activities take place.
- [] To identify appropriate special event opportunities.
- [] To identify potential promotion partners.

In general, the tactics we are recommending for Houston are exportable to other markets where Dakota may be introduced in the future. In the case of venues or activities unique to Houston (not all markets have nearby beaches, for example), comparable alternative venues and activities will be identified for subsequent markets, as needed.

RECOMMENDED TACTICS

I. Target Bar Presence and Continuity.

A. Bar Presence Materials.

- 1. A variety of materials, from paper consumables to durable items such as Dakota pool tables, will be placed in appropriate venues including ...
 - a. Neighborhood bars and taverns.
 - b. Neighborhood clubs.
 - c. Appropriate "destination" clubs (clubs which attract target consumers from throughout the market).
- 2. Targeting and placement of these materials will be determined by the market managers, according to guidelines.
- 3. <u>Bar Kits</u> will be placed in target bars. Each bar kit will include a supply of the following items bearing the Dakota logo:
 - a. Matchboxes.
 - b. Ashtrays.
 - c. Penlights.
 - d. Ink pens.
 - e. Drink coasters.
 - f. Napkins.
 - g. Imprintable table tents.
 - h. Napkin/stir rod caddy.
 - i. Bar tray.
 - i. Bar towel.

- Permanent Presence Items also will be placed in target bars. All items will bear the Dakota logo. They include:
 - a. Chalk boards.
- b. Neon signs.
- c. Pool table lights.
- d. Pool table accessories.
- e. Tiffany-style hanging lamps.
- f. Clocks.
- g. Darts game scoreboards.
- h. Mirrors.
- 5. <u>Premanent Durable Items</u> also will be placed in target bars. All items will bear the Dakota logo. They include:
 - a. Replacement pool tables, refelted to bear the Dakota logo.
 - i. Regulation size (Gandy 'Sportsman' model recommended).
 - ii. Coin-operated type (Valley 'Cougar' model recommended).
 - b. Refelting of existing in-field tables (to bear Dakota logo).
 - i. In appropriate venues, selected by field marketing personnel, following guidelines.
 - ii. Through arrangement negotiated with the local table distributor.
 - c. Pinball machines. (if applicable)

- 6. <u>Temporary Promotion Materials</u> also will be placed in target bars prior to and during promotional events. All items will bear the Dakota logo. They include:
 - a. Tournament posters.
 - b. Imprint banners.
 - c. Stage banners (large). (as applicable)

B. Organized competitions.

- 1. Tournaments and other competitions in pool, pinball, darts, table shuffleboard, etc. will be staged at appropriate venues.
- 2. Criteria for selecting the appropriate venues will include:
 - a. Locations admitting 21 year old (minimum) target consumers.
 - b. Existing patronage by target consumers.
 - c. Existing association with the particular game or games.
 - d. Appropriate facilities for staging a large scale event.
- 3. Each event will include:
 - a. Maximum placement of Dakota presence materials.
 - b. Sufficient procedures for the registration of competition participants to obtain names for subsequent direct mail activities.
 - c. The awarding of prizes to winners of the competition.
 - d. Dakota sampling.
 - e. Distribution of Dakota premiums.
- 4. Types of events will include:
 - a. Pool tournaments.
 - i. May use an existing well known pool game (e.g. Eight Ball).
 - ii. Or may use a faster-paced game created for the promotion.

- b. Pinball tournaments.
- c. Darts tournaments. No
- d. Table shuffleboard tournaments.
- e. Other games opportunistically identified as highly popular in a desirable venue (e.g., Foosball, Pop-A-Shot, Air Hockey).
- 5. Types of team/competition configurations will include:
 - a. Mixed male/female teams.
 - b. Males v. males singles competitions.
 - c. Females v. females singles competitions.
 - d. Mixed gender singles competitions.
- 6. All available means will be used to build traffic for the event, such as:
 - a. Announcement posters and table tents posted in the venue prior to the event.
 - b. Inclusion of the event in the venue's print advertising.

C. Vending Promotion.

- 1. The promotion will be executed at selected targeted clubs and bars, identified as locations with an admission policy of 21 year old +.
- 2. All Dakota packs in the machines will bear an on-sert certificate directing consumers to mail-in the certificate or call a toll free number to receive a free Dakota premium (t-shirt).

II. In-Market Presence and Continuity.

A. Dakota Music Vehicles.

- 1. At least two Chevy Blazer vehicles will be obtained and customized.
 - a. Exterior decorated with the Dakota logo.
 - b. Interior equipped with a super audio system capable of entertaining a large group at an outdoor location.
- 2. Vehicles will be driven by market managers, who will have the flexibility to use them independently and opportunistically, within guidelines.
 - a. The vehicles will reach target consumers who are 'cruising'
 popular thoroughfares by frequenting those same roadways, where
 the distinctive vehicle and its Dakota identification will be seen
 and noted.
 - b. The vehicles will also reach target consumers who are informally 'hanging out' with friends by stopping at popular public 'hang out' sites and ...
 - i. Playing music.
 - ii. Interacting in a casual, friendly manner.
 - iii. Distributing Dakota samples to qualified smokers.
 - iv. Distributing Dakota premiums to qualified smokers.
 - c. The vehicles will be used by field marketing personnel conducting official company business only.
 - i. Not for personal transportation.
 - ii. Vehicles will be secured at all times.

B. General Sampling.

- 1. In addition to the informal sampling already described, formal sampling will occur in appropriate venues.
- 2. Sample will consist of two sample packs plus a Dakota lighter.
- 3. Sampling will be conducted at appropriate clubs, bars and adult recreation facilities.

III. Large Scale Dakota-Sponsored Events.

A. Movie night.

- 1. Dakota buys out a theater for a private showing of an appropriate current-run film, on a particular night and at a particular time.
- 2. Promotion:
 - a. Media advertising promotes the event by awarding free tickets.
 - b. Window pasters promote the event at retail:
 - i. Paster announces date, time and place of event.
 - ii. Paster tells consumers that they can receive free admission, plus a Dakota premium (t-shirt) by presenting two empty Dakota packs at the box office.
 - c. Dakota field marketing personnel also promote the event by distributing passes to smokers 21 years of age or older.
 - i. To receive admission using one of these passes, the consumer must present two empty Dakota packs at the box office with the pass.
 - ii. Consumers securing admission in this way will also receive a free Dakota premium (t-shirt).
 - iii. Functionally, the "passes" are just promotional handbills. Anyone presenting two empty packs will be admitted.

- d. If more persons come to the event than the theater can hold, holders of actual tickets (media delivery) will have to receive top priority.
 - i. All passes and pasters (promoting admission with 2 empty packs) will explain "first come" basis.
 - ii. In the event of theater overflow, field marketing personnel should have the option of adding a second showing that same evening, or should give a consolation premium in addition to the t-shirt.
- 3. There will be Dakota presence material at the theater, both in the lobby area and within the screening room itself.
- 4. Dakota will be sampled to qualified smokers as consumers enter the theater.
- 5. Consumers will also receive door prize tickets as they enter the theater. Door prizes will be awarded before the feature is run.
- 6. A brief, soft-sell Dakota message, in the style of a music video, will be shown after the awarding of door prizes, before the feature is run.
- 7. Movie night promotions will be tested and run periodically throughout the test market period.

B. Battle of the bands,

- 1. Dakota will sponsor a competition to choose the favorite local band among Dakota target smokers (Marlboro smokers).
- 2. The competition will take place at an all-day "Rock Til You Drop" Concert.
 - a. The concert will be held in a suitable indoor or outdoor venue, such as a concert hall, arena, stadium or amphitheater.

- b. Event will be a music marathon, offering continuous music throughout the afternoon and evening.
 - i. The event will last 8 to 10 hours (e.g., 4 P.M. until 2 A.M.).
 - ii. Between 8 and 12 different bands will perform/compete.
 - iii. Carousel stages or other methods will be used to keep the time between bands to a minimum.
- 3. The specific bands that will perform/compete will be selected by a nominating committee consisting of:
 - a. PMI field marketing personnel.
 - b. RJR field marketing personnel.
 - c. Managers/entertainment bookers from targeted bars and clubs that are already participating in Dakota promotions.
- 4. The competition will be fair and unbiased.
 - a. Order of performance will be determined by lot.
 - b. Each band will be permitted the same amount of performance time (approximately 40 minutes).
 - c. Concert patrons will vote for their favorite band via printed ballots.
 - i. Audience balloting will determine a "People's Choice" award and count for 1/2 of each band's final score for the Grand Prize.
 - ii. Each patron will receive a ballot upon admission.
 - iii. Ballot will require consumer to fill out name and address, so that consumer may be entered to win door prizes, including a grand prize such as a Chevy Blazer.

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- d. A panel of judges will also vote on the best bands. The judging panel will consist of:
 - i. PMI field marketing personnel.
 - ii. RJR field marketing personnel.
 - iii. Personnel responsible for booking bands at clubs and bars that are participating in Dakota promotions.
 - iv. Suitable media representative(s).
- e. At the conclusion of each set, the judges will evaluate the band based on suitable criteria.
 - i. Scores from all of the judges will be tabulated and averaged to arrive at a judging panel score for each band.
 - ii. By averaging the scores, the size of the judging panel can vary throughout the event without affecting the outcome.
 - iii. A ranking of the bands using the judging panel's scores will determine a "Judges Award" and count for 1/2 of each band's final score for the Grand Prize.
- 5. As the consumer ballots are turned in, the voting portion is separated from the fill-in portion.
 - a. Voting portions are tabulated continuously.
 - b. Since partisans of particular bands will generally vote for their favorite automatically, without waiting for all of the bands to perform, a high percentage of the ballots will have been turned in before the last band has completed its set.
 - c. After the last band has played, the audience will have 10 minutes to turn in their ballots.
 - i. During those 10 minutes, all of the bands will come on stage to be reintroduced (and as preparation for the next segment).
 - ii. Other necessary announcements, acknowledgements, etc. will be made, until the balloting is closed.

- d. While the ballots are being tabulated and the winners are being determined, a "super group" consisting of any members from the competing bands who wish to participate, will take the stage for a "super jam." They will play for approximately 15-20 minutes.
- 6. A drawing will be held using the fill-in portion of the consumer ballots.
 - a. At the conclusion of the "super jam", a container bearing all the fill-in portions will be brought on stage.
 - b. Names will be drawn to award door prizes, concluding with a grand prize, such as a Chevy Blazer.
 - c. This activity will last approximately 5 minutes.
 - d. All fill-in portions are retained for subsequent direct mail activities.
- 7. After the door prize drawing, the "Battle of the Bands" winners are announced.
 - a. The winner of the "Judges Award" is announced first. The prize is moderate, e.g., \$1000.
 - b. The winner of the "People's Choice" award is announced second. The prize is the same, e.g., \$1000.
 - c. Finally, the Grand Prize winner is announced. The Grand Prize will be a significantly greater amount, e.g., \$10,000.
 - d. (It is likely that the winner of either the "Judges Award" or "People's Choice" award will also win the Grand Prize. It is possible that one band will win all three. It is also possible, but unlikely, that a band will win the Grand Prize without winning either of the lesser awards.)
 - e. Since the program will be video taped, the Grand Prize winning band's video tape will be replayed on a large screen projection unit and remote video monitors.

- 8. Other Dakota promotion activities will take place during the event.
 - a. Dakota signage, including a huge stage banner, will decorate the venue.
 - b. Qualified smokers will be sampled.
 - c. Premiums will be distributed to qualified smokers.
 - d. Dakota will be the only cigarette sold at the concession.
- 9. Admission to the concert event will be free, but by ticket only.
 - a. Some tickets will be given away at nightclubs that are participating in Dakota promotions, either randomly or as door prizes.
 - b. Other tickets will be given away as prizes in games competitions at bars and clubs.
 - c. Still other tickets will be given away at other Dakota events by field marketing personnel.
 - d. The tickets will tell smokers that if they show a pack of Dakota when they present their tickets for admission, they will also receive a free Dakota premium.
 - e. Smokers who do not have a ticket in advance can obtain one at the facility ticket office by bringing and showing two packs of Dakota.
 - f. Consideration will be given to charging a nominal admission fee proceeds to be given a local charity -- to those who are interested in attending the event, and are not Dakota smokers and/or are not able to acquire an admission ticket in advance.
- 10. A concert video will be produced and used as a consumer premium.
 - a. A portion of each band's performance will be videotaped. All necessary synchronization rights will be secured.
 - b. The tape will be edited into a one hour program.
 - i. It will be a lively, involving, entertaining, documentarystyle record of the event.
 - ii. The finished tape will also include a Dakota message.

- c. Upon admission to the concert venue, when they receive their ballot, each concert patron will also receive an order form for the concert video.
 - i. Tape will be a free in-mail premium, for 10 Dakota proofs of purchase.
 - ii. Additional order forms will be available at the concession stands.
- d. After the concert, the video will be used as a premium for other promotions.
 - i. Door prize or competition prize (pool, etc.) at clubs, especially when bands from the concert are performing.
 - ii. Direct mail offer (probably in conjunction with the delivery of coupons or other offers).

C. Beach parties,

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Library. and

- 1. Galveston and other Houston-area beaches attract large numbers of target consumers during the summer months.
- 2. Several beach party events, at different beaches, will be staged on summer weekends. Each event will include some or all of the following activities.
 - a. Beach volleyball tournament.
 - b. Wild bikini/best tan contest (female and male divisions).
 - c. Basketball free-throw tournament.
 - d. Horseshoe tournament.
 - e. Other games opportunistically identified as highly popular at a particular beach.
 - f. Entertainment from one or more of the Chevy Blazers Music Vehicles.
 - g. Signage.
 - h. Sampling.

- i. Distribution of premiums......
- j. Door prizes (awarded from forms filled out to secure names for subsequent direct mail activities).
- 3. Some or all of the beach party events will also include an evening concert, either on the beach or at a nearby concert venue.

ATTACHMENTS.

Schedule A - Execution Schedule/Elements

Schedule B - Club & Bar List

Schedule C - Vending List

Schedule D - Promotion Locations - Recommended

Schedule F - Music Vehicle Recommendation

Schedule G - Pool Table Recommendation

Schedule H - Program Materials

Schedule I - Program Budget Estimate

DAKOTA PROMOTION SCHEDULE

Promotion Element	March	April	May	June	July	August	Sept.	October	Nov.	Dec.
Market Pre-sell										
darket Execution										
Placement of Materials										
Presence Programs		23-Apr.								
Vending Promotion			21-May							
Club Sampling										
Informal Ber Promotions		23-Apr.								
Formalized Bar Promotions										
Beach Activities										
Movie Nights										
Battle of the Bands										
Rock Until You Drop Event										
Dakota Vehicles	 									-

SCHEDULE A

		**	
	<u>Projected Execution Schedule</u> Market Pre-Sell (3 Weeks) Market Execution (9 Months)		3/12 - 3/31 4/1 - 12/31
0	Approximate Number of Applicable Clubs, bars, taverns for placement of presence materials		40
0	General Market Sampling Three weeks of targeted club sampling		5/1 - 5/20
0	Formal. Organized Bar Competitions Three per month for 7 months, starting in June		21
0	Ir formal, Impromptu Bar Competitions Upportunistically conducted by Marketing Managers for 9 months		Nightly
o	<u>Beach Activities</u> Formal activities scheduled for three Beach Holidays - Memorial Day weekend, 4th of July and Labor Day weekend		
	Informal activities scheduled every other weekend in Galveston between Memorial Day and Labor Day (7 occasions)		
	Total Beach Activity Occasions		10
0	Movie Nights		
	Two promotions scheduled for indoor movie facility		June/August
	Two promotions scheduled for Drive-In movie facility (I-45 Drive-In)		July/September
0	Battle of the Bands		September

CLUB/BAR PROMOTION OPP.	Location .	Club Type/Specials	Presence Materials	Vending Information	Games/Materials
	Section States				
Yucatan Liquor Store	6300 Richmond	Wed Ladies Night		Replay Amusements	3 Cigarette Machine
				661-8777	1 Clay Machine
Hey Hey Hey	3617 Washington	Live Bands/DJ		Replay Amusements	1 Cigarette Machine
0				661-8777	·
waves	5999 Westheimer	Live Rock & Roll		Replay Amusements	2 Valley Pool Tables
		DJ		661-8777	1 Juke Box
					1 Cigarette Machine
Pig n' Whistle	6333 Richmond	Live Bands/DJ		CT Venders	1 Cigarette Machine
				644-8786	
Sherlocks	10001 Westheimer/	Live Bands Every Night		Barney Enterprises	4 Dart Boards
	Carillion Plaza			777-5211	<u> </u>
Mick's American Sports Pub	Rosenberg			Bartender Owns	Shuffle Board
	Alt. 90/Ave. H.			Machine	2 Pool Tables
					Owner Owned
Brisa Club	44 Brazosport Blvd.	Live Ent. during		National Vendors	3 Pool Tables
	at 288 Freeport	Summer/DJ, Closed		Southwest G & A	Owner Owned · ·
		Mondays		409/299-1460,297-43	22
In Cahoots	2626 Tanglewilde		× ;	Replay 661-8777	1

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Johnny B. Daltons	13101 Kukendahl		Replay 661-8777	3 Pool Tables
Johnny B. Daltons	2017 N. Frazier		Replay 661-8777	3 Pool Tables
Club Proteus	2900 Hicks			1
Big Johns Ice House	12640 Briar Forest	Wed Ladies Night	Replay 661-8777	2 Pool Tables
Big Johns	6150 Willcrest	Wed Ladies Night	Replay 661-8777	
Wild West	18086 Long Point &	Wed Ladies Night	Alamo Vending	7 Pool Tables
	Gessner		937-8715	
Bayou Mamas	Westheimer & Gessner	Wed Ladies Night	Replay 661-8777	4 Pool Tables
				2 Pin Ball
Flight Zone	FM 1960	Wed Ladies Night	Own Machine	1 Dar Board
				3 Pool Tables
				2 Pin Ball
Splash	Edlridge	Disco/Dance Orientated	Sell Cigarettes behind	
			Bar	
				;
R & R	5351 Alabama & Rice	Tues Ladies Night	Own Machine	
Reds Club & Dancing Club	1249 Uvalde	Thurs. – Ladies Night	National Vendors of	3 Cigarette Machines
		19 plus w/l.D.	St. Louis, MO	2 Video Games .
				7 Foos Ball Games

nul nul				Juke Box
Je Hariar Janes				2 Co-Op Pool Tables
Raizzins	921 W. 1960	Thurs ladies Night	Replay 661-8777	
		Disco/Dance Orientated		
		Closing Mon. and Tues.		
Lola's	2327 Grant			1
Showdown's (450-3402)	12712 Wood Forest	Country Music	Cigarette Machine	3 Valley Pool Tables
			Owned by Owner	1 Juke Box
The state of the s				2 Dari Machines
. i e				Video Game
				1 Cigarette Machine
Junction	Freeport	Open Tuesday - Sunday		:
Blythe Spirits	614 W. Gray	Live Rock & Roll	LTD Company	2 Dart Boards
		Thursday - Saturday	537-4039	Comp.Disc Juke Box
Fitzgeralds	2706 White Oak	Sometimes Closed on	Cigarette Machine	1 Pool Table
		Sundays	Owned by Owner	1 Pin Ball
Hallbaloo	138 Fairmont Pkwy.	Tues., Wed., Thurs.,	Sell Over Bar - No	5 Pool Tables
		Ladies Night 7 pm -	Cigarette Nachine	:
	- 1	2:00 AM		

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Homage	2204 Louisiana	Alternative/New Wave		
		18 and up		
Numbers	300 Westheimer	Alternative/New Wave		
		18 and up		
Backstage	9301 Bissonet	Live Bands - Rock &	Vend-0-Rama	1 Pool Table
		Roll Every Night	995-0075	1 Foos Ball
		18 and up		1 Pin Ball
				2 Cigarette Machines
Netwerk	5136 Richmond	Alternative/Dance	Replay - 661-8777	1 Pool Table - Valley
		Wed Ladies Night		2 Cigarette Machines
		18 and up		
Netwerk	Edgebrook & Gulf	Alternative/Dance	Replay - 661-8777	2 Pool Tables
		Wed Ladies Night		Valley (Replay)
		18 and up		1 Cigarette Machine
Vasbinders	2012 Alt. 90	Live Bands 18 and up	Boss Venders	4 Pool Tables
	(Rosenberg)		232-3673	Shuffle Board
Koaches	12200 Bissonet	11 am - 2 am	H & H Enterprises	2 Co-Op Pool Tables
		21 and Over	662-6671 or	2 Video Juke Boxes
	ed tw		688-7012	Pinball Machine

				Foosball
Rags Bar & Grill	14933 Bellaire	Replay	Amusements	2 Pool Tables
·		661-8	777	
Nicks Tavern	3939 FM 1960	Own C	igarette	1 Pool Table
		Machir	ne	,
Ruble Shakes	1814 FM 1960	Own C	igarette	1 Pool Table
		Nachir	ne	
Dirty Dans	17776 FM 249	Own C	igarette	3 Pool Tables
		Machir	ne	4 Dart Boards
Broken Dishes	14360 Bellaire	Barney	ys Enterprises	1 Pool Table
		988-8	688	1 Dart Board
SRO Sports Bar & Grill	FM 1960	2 1 2 12 12 14 14 1		2 Pool Tables
				1 Shuffle Board
Daltons Saloon	1001 North Dairy	Replay	Amusements	3 Pool Tables
	Ashford	661-8	777	Disk Juke Box
				1 Pin Ball Machine
Sansone West Oaks Bar	14144 Westheimer	Replay	Amusements	3 Pool Tables
		661-8	777	1 Pin Ball Machine
510 Bar	510 Merry Mount	Replay	Amusements	2 Pool Tables;

		661-8777
The Gingerman	5607 Morningside	Own Cigarette
		Machine
Sams Boat House	5710 Richmond	Barney's Enterprises
		988-8688
Avalon	5078 Richmond	Sell Cigarettes Over
		Bar
Dirty's Bary	3230 Chimney Rock	Vending Info.
		540-9559
Timothy's PUb	2511 S. Gessner	A & B Cigarette 1 Pool Table
		236-8086 1 Pin Ball Machine
Sams Place	5710 Richmond	Barney Enterprises
		988-8688

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Barney's Enterprises Inc.	713-988-8688	r		· · · · · · · · · · · · · · · · · · ·	
		4 D1 @-11-	1 Darlboard	14360 Bellaire	
Broken Dishes	1 Cig. Machine	1 Pool Table	I Dartooard	5710 Richmond	
Sams Boat llouse	1 Cig. Machine	0 Pool Tables		5710 Richmond	
Sam's Place	1 Cig. Machine	0 Pool Tables	1		
Sherlocks	1 Cig. Machine	0 Pool Tables	4 Dartboards	10001 Westheimer	
				engelige in de la companya de la co La companya de la co	, V.,
Replay Amusements	713-661-8777				
Replay Aniusements	130 003 0111	I			
Big John's Ice House	1 Cig. Machine	2 Pool Tables		12640 Briar Forest	
Big John's	1 Cig. Machine	i Pool Tables		6150 Willcrest	
Bayou Mamas	1 Cig. Machine	4 Pool Tables	2 Pin Ball	64 Woodlake Square	1
Raizzins	1 Cig. Machine	0 Pool Tables		921 West FW 1960	ł
Johnny B. Daltons	1 Cig. Machine	3 Pool Tables		13101 Kukendahl	
Johnny B. Daltons	1 Cig. Machine	3 Pool Tables		2017 North Frazier	
ahoots	1 Cig. Machine	2 Pool Tables		2626 Tanglewilde	-
Waves	1 Cig. Machine	2 Pool Tables		5999 V estheimer	I
Yucatan Liquor Stand	3 Cig. Machines	1 Pool Table		6300 Richmond	
Rags Bar & Grill	1 Cig. Nachine	2 Pool Tables		14933 Bellaire	ļ
Daltons Saloon	1 Cig. Machine	3 Pool Tables	Pin Ball, Juke Bo	1001 North Dairy Ashford	l
Sansone West Oaks Bar	1 Cig. Machine	3 Pool Tables	1 Pin Ball	14144 Westheimer	ı
510 Bar	1 Cig. Machine	2 Pool Tables	Ì	510 Merry Mount	ļ
Hey Hey Hey	1 Cig. Machine			3617 Washington	
LTD Company	713-537-4039			,	 1
Blythe Spirits	1 Cig. Machine	i Pool Table		614 West Gray	
National Vendors Southwest G &	A 409-299-1460	409-297-4332		· · · · · · · · · · · · · · · · · · ·	 1
Brisa Club	1 Cig. Machine	3 Pool Tables		44 Brazosport (Freeport)	
Di 19d Cido	1. 0.6. 1100111110	10 . 00. 100.00		. <u> </u>	F.
Alamo Vending	713-937-8745				
l West	1 Cig. Machine	7 Pool Tables		10086 Long Point & Gessner	

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... TEST WARKET ... NDING INFORMATION BY VENDORS

Cig. Machine 4 Pool Tables FN 249 North	AM Vending	- 713-991-4507	·	7	
Dirty's Bar 1 Cig. Machine 0 Pool Tables 3230 Chimney Rock A & B Cigarette Timothy's Pub 1 Cig. Machine 1 Pool Table 1 Pin Ball 2511 S. Gessner No Vending Machine (No Cig. Machine) To Vending Machine (No Cig. Machine) Splash 5 Pool Tables 12845 Westheimer 2706 White Oak 1 Pool Tables 5078 Richmond 138 Fairmont Parkway To Pool Tables 138 Fairmont Parkway To Pool Tables 12712 WoodPorest 1 Cig. Machine 2 Pool Tables 1 Cig. Machine 2 Pool Table 1 Cig. Machine 1 Cig. Machine 3 Pool Tables 1 Cig. Machine 2 Pool Table 1 Cig. Machine 2 Pool Table 1 Cig. Machine 3 Pool Table 1 Cig. Machine 3 Pool Table 1 Cig. Machine 3 Pool Tables 1 Cig. Machine 1 Cig. Machine 3 Pool Tables 1 Cig. Machine 1 Cig. Machine 3 Pool Tables 1 Cig. Machine 1 Cig. Machine 1 Cig. Machine 3 Pool Tables 1 Cig. Machine 1 Cig. M	Gold Miner's Sports Bar	1 Cig. Machine	4 Pool Tables		FN 249 North
Dirty's Bar 1 Cig. Machine 0 Pool Tables 3230 Chimney Rock A & B Cigarette Timothy's Pub 1 Cig. Machine 1 Pool Table 1 Pin Ball 2511 S. Gessner To Vending Machine (No Cig. Machine) To Pool Tables 12845 Westheimer 2706 White Oak 1 Pool Tables 5078 Richmond 138 Fairmont Parkway To Pool Tables 12845 Westheimer 2706 White Oak 1 Pool Tables 5078 Richmond 138 Fairmont Parkway To Pool Tables 12845 Westheimer 1 Pool Tables 5078 Richmond 138 Fairmont Parkway To Pool Tables 1 Cig. Machine 1 Cig. Machine 1 Cig. Machine 1 Cig. Machine 1 Pool Table 1 Cig. Machine 2 Pool Tables 1 Pool Table 1 Pool Table 1 Cig. Machine 1 Cig. Machine 1 Cig. Machine 1 Pool Tables 1 Cig. Machine 2 Pool Tables 1 Cig. Machine 2 Pool Tables 1 Cig. Machine 2 Pool Tables 1 Cig. Machine 1 Pool Table 1 Cig. Machine 2 Pool Tables 1 Cig. Machine 3 Pool Tables 1 Cig. Machine 1 Cig. Machine 3 Pool Tables 1 Cig. Machine 1 Cig. Mach	lending Info	713-540-9559			
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SRO Sports Bar & Grill	2 Cig. Nachines	1 Pool Table	1.4 1.4 1.4	FN 1960	
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VENDING INFORMATION BY VENDORS

SCHEDULE D

PROMOTION LOCATIONS

Possible Locations for Movie Nights

Indoor:

- Woodlack Theater 2533 South Gressner
- (3 Theaters)
 West Oak Mall Theater
 Highway 6 @ Westheimer
 (5 Theaters)
 Westchase
- Westheimer & Gressner
- (5 Theaters)
 Deerbrook 6
 FM 1960 East @ Highway 59 (6 Theaters)

Outdoor:

I-45 Drive-In Theater

Possible Beach Activity Locations

Galveston Area

- Indian Beach/Jamaica Beach

- Crystal Beach Apffel Beach Stewart Beach

SCHEDULE D (Cont.)

ABOUT GALVESTON AREA BEACHES

Within the last few years, tourist traffic has exploded in Galveston. This traffic, predominantly young adults from areas in and around Texas has settled into four main beach areas: Stewart Beach, Apffel Beach, Jamaica Beach and Indian Beach. These areas represent strong opportunities for Dakota field activity. The rules and regulations for these beach areas follow.

STEWART BEACH - Stewart Beach is adjacent to Apffel Beach, and these beaches combined hosts the largest number of adult tourists in the Galveston area. Beachgoers are allowed to park their cars on the beach, and are allowed to bring food and beverages into this area (including liquor) as long as these items are not in glass containers. There is a beach cafe on Stewart Beach which serves simple snack items and houses rest rooms and a small bar. Sponsored activities on Stewart Beach include volleyball series, concerts, swimsuit competitions and surf contests throughout the spring and summer months. The majority of these events are hosted by KRBE (Power 104) and the Galveston Tourism Bureau.

APFFEL BEACH - This mile-long beach is two miles from Stewart Beach. Visitors to Apffel Beach pay \$5 to enter the area, where they can drive within 50 feet of the water. Rules for food and beverages are consistent to those at Stewart Beach. Sponsored activities take place in tandem with those at Stewart Beach, often occurring at one beach on Saturday and the other beach on Sunday on any given weekend. Four major concert events are planned for Apffel Park in March 1990 and will be followed by additional events throughout the summer.

JAMAICA BEACH/INDIAN BEACH - These beaches are on the West end of Galveston and are not as inviting to heavy tourist traffic. Rules and regulations for both beaches are not yet firmly established - and they do not have rest rooms or existing tourist facilities. In 1989 cars were allowed to drive out onto Indian Beach - however, in some seasons it has been closed to this type of traffic. Indian Beach is also referred to as 16 Mile Beach.

CRYSTAL BEACH - Crystal Beach is located in Bolivar, a small resort town near Galveston. The Crystal beach area is 20 miles long and is supplemented by a number of small restaurants, shops and nightclubs in the immediate vicinity. Housing in this area is predominantly vacation homes, with one hotel in the area. There are no other condominiums or temporary housing facilities in this area, so vacationers tend to be retirees or families who have homes or relatives in the area.

SCHEDULE F

DAKOTA MUSIC VEHICLE RECOMMENDATION

After an informal poll of the Dakota target in nightclubs and retail locations the following vehicles were identified as appropriate for Dakota consideration: Ford Bronco II 4 X 4; Chevy Blazer Jimmy 4 X 4; Jeep Wrangler; Nissan Pathfinder; Suzuki Samurai and the Isuzu Trooper. Of these vehicles, the Chevy Blazer has been indicated as the best choice. It is durable 4 X 4 that has both a truck and "popular car" appeal. It is ideal for the Dakota Music Vehicle because it does have target appeal as well as a solid construction. The Blazer construction will allow the Dakota Music Vehicle to go and set-up in all locations needed, including "beach spots". Finally, the Blazer is a secure vehicle, which is an added benefit for the protection of stereo equipment. The Chevy Blazer is the recommended choice for the DAKOTA MUSIC VEHICLE.

SCHEDULE G

DAKOTA POOL TABLE RECOMMENDATION

Two methods will be used to place Dakota-customized pool tables into appropriate targeted adult recreation venues (bars, clubs, etc.).

The first method is a "Refelting Program", in which certain target bars that already have suitable existing tables are selected and are contracted to replace the felt on their tables with customized, brand-identified felt we supply. This program would be coordinated through the table distributor(s), who would contract the actual refelting work.

The second method would be to replace tables in appropriate venues. This will be the preferred method when the existing tables in a targeted venue are in poor condition and refelting them would not convey appropriate image quality for our brand.

For replacement tables, two types will need to be used. The first is a regulation size "pool hall type" table. This is the standard table that is used in billiard parlors on a "pay for time played" basis. Of this type, the Gandy SPORTSMAN is the recommended table. The SPORTSMAN is an oversized table with a playing surface of 46" X 92". The SPORTSMAN has a solid construction, built of Formica with plastic pockets. This construction is the most durable, which accounts for the SPORTSMAN's playability and longevity.

The second type is a coin operated table which is a "pay per use" table. The recommended table for coin operated situations is the VALLEY table. The VALLEY table is "user friendly" in that it is an easy machine to maintain and service. Coin operated tables are smaller than regulation tables both in length and width. The VALLEY has a playing surface of 39" X 78". The smaller construction allows the VALLEY table to be placed in smaller areas than a regulation sized table can be placed.

Both the Gandy SPORTSMAN and the VALLEY tables are recognized as quality tables. Their reputations will make placing them in bars, clubs and pool halls easier because owners are confident in the performance and quality of both these tables.

SCHEDULE H DAKOTA PROGRAM MATERIALS

	Responsibility	
Presence Materials (Exh.C) Tournament Posters (2,000) Imprint Banners (500) Telephone Chalk Boards (80) Dakota Neon Signs (50) Pool Table Lights (100) Pool Table Accessories (400) Large Stage Banners (10) Tiffany Style Hanging Lamps (100) Clocks (100) Dart Board Scoreboard Signs (50) Mirrors (200)		PMI PMI RJR RJR RJR PMI PMI RJR RJR RJR RJR RJR RJR
Premiums (Exh. D) T-Shirts for Consumers (10,000) Pack Lighters (50,000) Soft Sided Coolers (2,500) Six Pack Sleeve Coolers (2,500) Beach Towels (2,500) Cassette Holders (soft) (2,500) Blank Cassettes with Dakota label (2,500) Boom Boxes (50) Beach Kits (1,000) Party Kits (250) Knit Shirts (for Bar Personnel) (3,000) Leather Jackets (250)		PMI LER RJR PMI LAR RJR PMI RJR PMI RJR RJR RJR RJR RJR RJR

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SCHEDULE H (cont'd) DAKOTA PROGRAM MATERIALS

Games (Exh. E) Pool Tables - Large Pool Tables - Coin op - Small	PMI PMI
Bar Kit Materials (Exh. F) Matchboxes (100,000) Ashtrays (20,000) Pen Lights (1,000) Ink Pens (2,500) Drink Coasters (20,000) Napkins (500,000) Imprint Table Tents (50,000) Stirrers (50,000) Napkin, Stir Rod Holder (2,500) Bar Trays (500)	RJR RJR RJR RJR PMI PMI PMI PMI PMI PMI
Other Materials (Exh. G) Name Generation Forms (60,000) Sampler Uniforms (40) 2-sets Dakota Rep Uniforms (5p - 5 sets each) Sampler Bags (30) Gratis Packs (90,000) Vehicle Customization/Delivery	PMI PMI PMI PMI RJR RJR/PMI