



verbraucherzentrale

# "MARKET WATCH DIGITAL WORLD"

## Clear distribution of responsibilities in a federal network



- Project management and quality managementvzbv
- Initiation and management of studies in market segments.
   Five consumer advice centres per topic
- Observing and recording consumer problems in all offices of all consumer advice centres.
   16 federal states, 200 offices

## Focus on five market segments

#### DIGITAL WORLD

Digital services
Consumer Advice Centre
of Bavaria

Digital goods
Consumer Advice Centre of
Rhineland-Palatinate

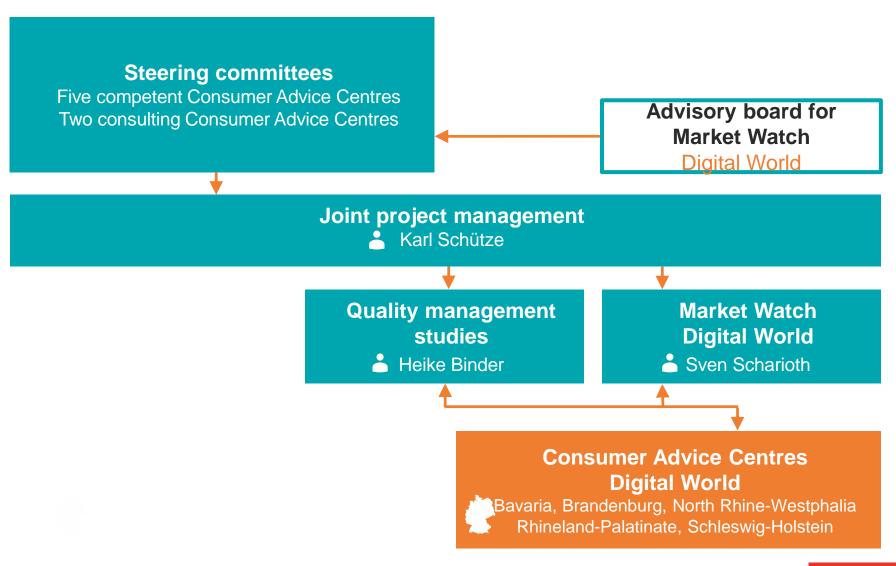
Online purchasing of goods Consumer Advice Centre of Brandenburg

> User-generated content Consumer Advice Centre of North Rhine-Westphalia

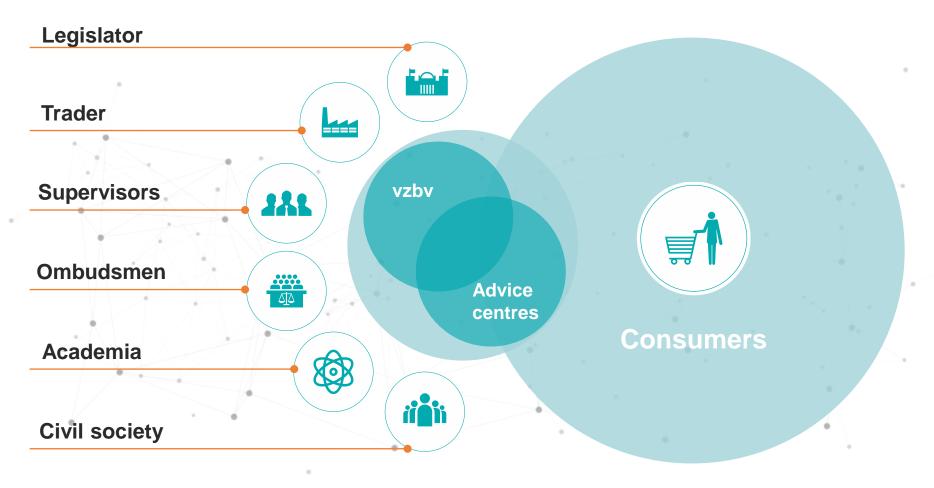
Telecommunication services Consumer Advice Centre of Schleswig-Holstein



## Important roles



## Market Watch's advisory boards

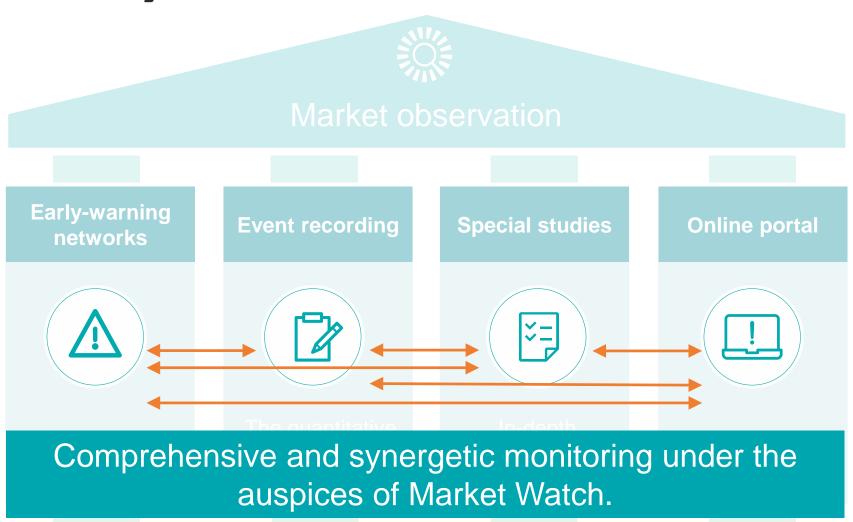


Each advisory board has twenty members representing policy-making, authorities, academia, traders and civil society

## Market monitoring is based on 4 pillars



## The objective



## **Early-warning networks**

### **Sensors for quick findings**





#### Methodology

- Qualitative collection of complaints of particular interest coming from the advice practice and from all additional consumer contacts.
- Case collection in a nation-wide database
- Content analysis and assessment by the respective consumer advice centres



- Externally: warning messages, e.g. in the form of press releases or consumer warnings, reports to authorities or dialogue with suppliers
- Internally: input for new or on-going additional analyses, such as in-depth studies

## Complaints recording

## **Quantitative recording of all incidents**





#### **Methodology**

- Qualitative recording of all complaints from the consumer advice services, using defined categories, such as:
  - Products or services
  - Reason for complaint
  - → Supplier



- Long-term analysis of developments in frequency
- Quantitative substantiation of the deficiencies identified trough the early warning networks or in-depth studies

## In-depth studies

#### In-depth analysis





#### **Methodology**

- In-depth analysis of individual topics
- Broad portfolio of instruments, depending on the problem, such as:
  - Special surveys of consumers using the advice services
  - -- Calls to consumers
  - Mystery shopping
  - Surveys of the public



- Publishing study reports
- Additional measures based on the findings (e.g., consumer warnings, reports to authorities, addressing and entering a dialogue with suppliers)



## **Online portal**

#### **Direct consumer access**





#### Methodology

- Interactive, direct communication through and with the consumer:
  - Consumer warnings
  - Calls to consumers
  - Consumer information such as results of in-depth studies



- Consumer communication beyond advising consumers
- Generating additional findings for sensor messages and special studies
- Direct transmission of information about Market Watch's findings

## The market watchdog principle

#### **IDENTIFICATION**

**INFORMATION** 

**ACTION** 



Monitoring markets

- Look for indicators in the "early-warning network"
- Statistical recording of consumer complaints
- In-depth studies
- Complaints made via the online platform
- Other methods

## The market watchdog principle

**IDENTIFICATION** 

**INFORMATION** 

**ACTION** 



Transmission of findings

- Supervisory authorities
- Policy-makers or legislators
- Consumers
- Media or public

## The market watchdog principle

**IDENTIFICATION** 

**INFORMATION** 

**ACTION** 



**Ending** infringements

- Cease and desist letters and injunctions
- Public relations
- Dialogue with suppliers

## **Funding**

€ 25.5 million over 2 years

16 employees at vzbv only...

#### Supported by:



on the basis of a decision by the German Bundestag





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Bundesverband

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