





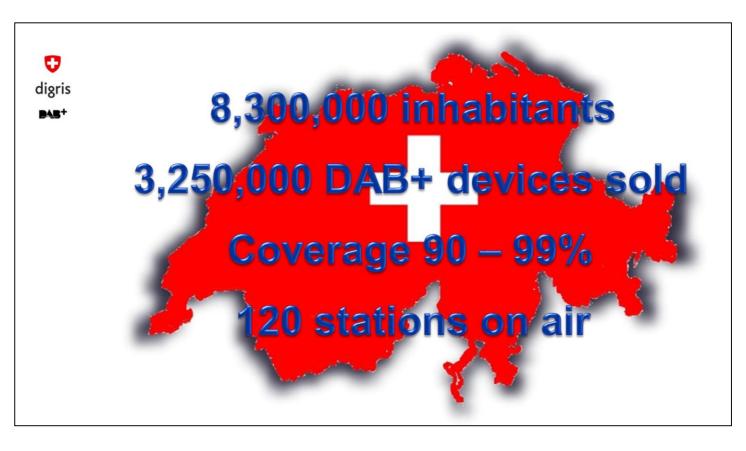
Federal Office of Communications OFCOM Media Division René Wehrlin

Small scale DAB+ in Switzerland

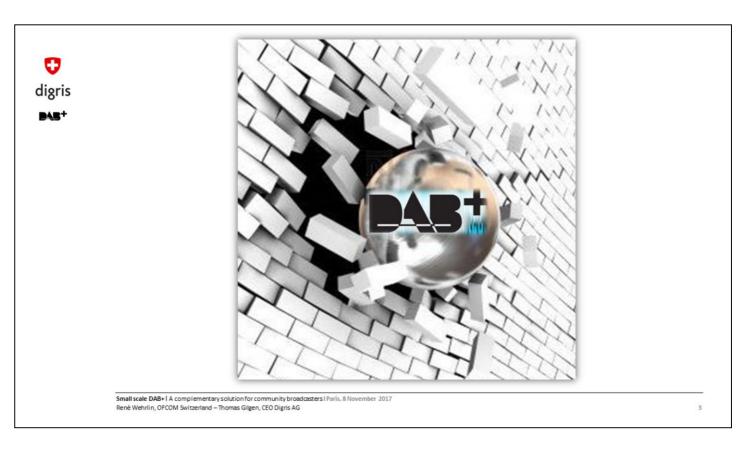
A complementary solution for community broadcasters

WorldDAB General Assembly 2017 - Paris - 8 November 2017

I am very happy to present, together with Thomas Gilgen, in greater detail the small-scale DAB-networks in Switzerland.



Switzerland has some **8.3 million inhabitants**, and 3.25 million DAB-devices have been sold to date. **Coverage** ranges from 90 to 99 per cent, and **120 radio stations** can be received digitally.



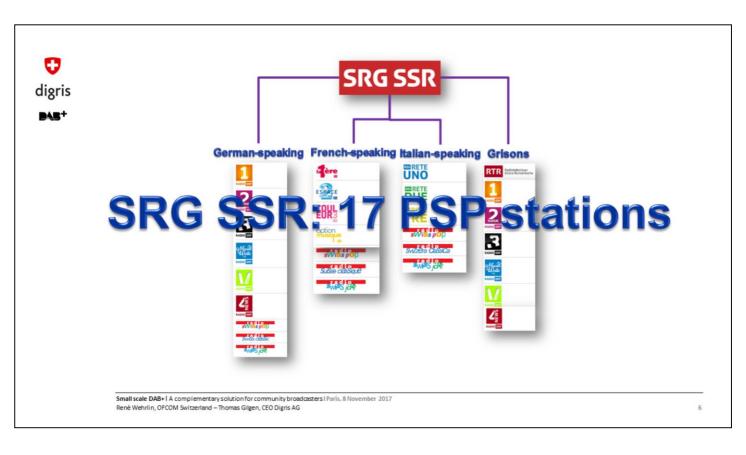
Digital radio broadcasting in Switzerland has therefore achieved a sustained **breakthrough**. Turning back is no longer an option.



As a result, all FM stations made a firm **commitment** to the migration three years ago.



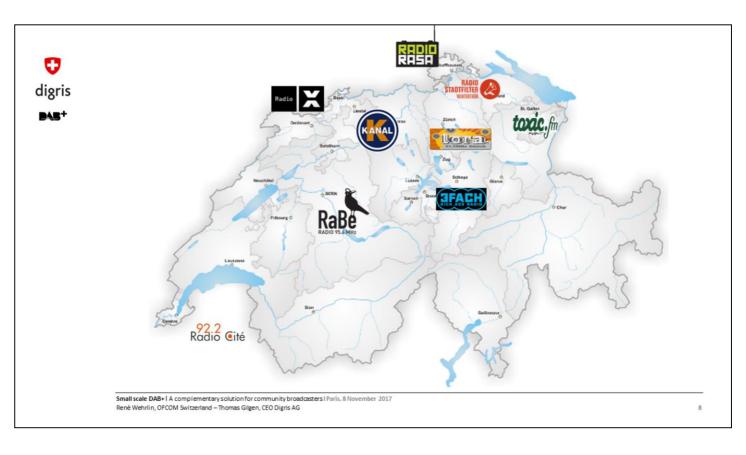
... and the date for the FM switch-off was decided: 2024 at the latest.



DAB exists in Switzerland since 1999, and the **public service provider SRG** was to take **on** the **driving role.** It produces today a total of 17 stations and accounts for 65 per cent of listeners.



However, over the last 35 years, the **private** FM radio stations with a regional focus have also become an **integral part of the radio landscape**. There are now **33 licensed commercial** stations.



In addition, on the local level, there are **nine complementary** radio stations. They broadcast in **urban areas**, and generally offer **alternative** programming.



Ordinance on Radio and Television

- F Art. 36 Complementary non-profit-oriented radio programme services

must differentiate thematically, culturally and musically

¹ A complementary non-profit-oriented radio programme service must

must take account of the linguistic and cultural minorities radio programme services that can be received in the same coverage area. In particular, a non-profit-oriented programme service must take account of the

the broadcasting of advertising is not permitted

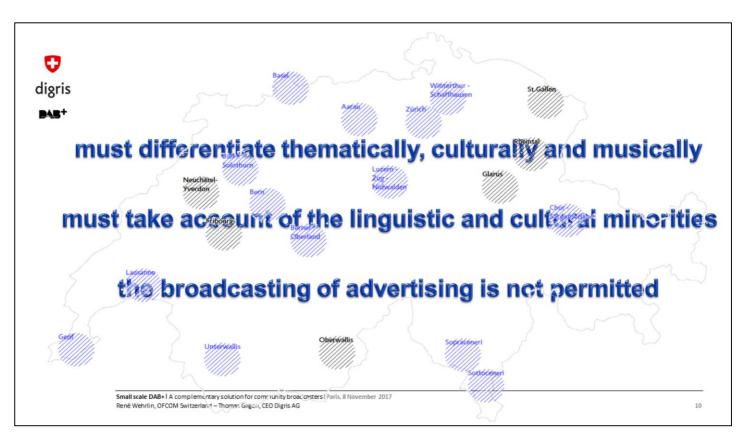
² In a non-profit-oriented radio programme service, the broadcasting of advertising is not permitted, with the exception of self-advertising, which predominantly serves to build audience lovalty, including references to media.

Small scale DAB+1 A complementary solution for community broadcasters I Paris, 8 November 2017 René Wehrlin, OFCOM Switzerland – Thomas Gilgen, CEO Digris AG

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What does this mean?

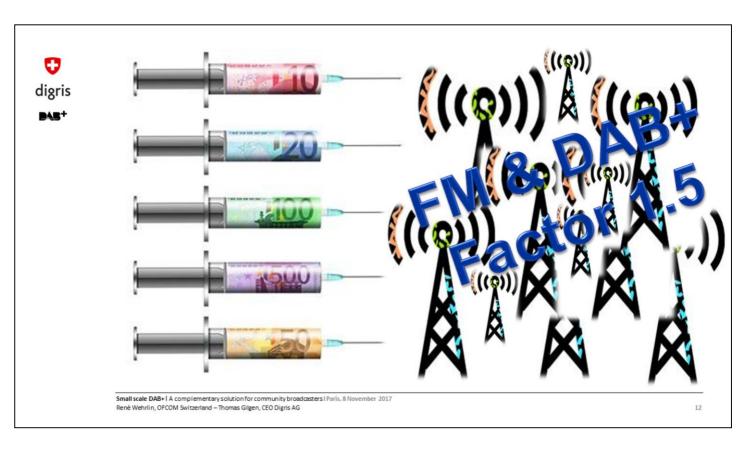
According to the law, they are obliged to differentiate themselves thematically, culturally and musically and to take into account linguistic and cultural minorities. Advertising is not permitted, only sponsoring. To this end a maximum of 70 per cent of their operating costs are funded from the broadcasting licence fee.



So these non-commercials fulfill an **important** socio-political task in the Swiss media landscape. This is why we were very pleased, when **Digris** made efforts to acquire a licence for **small-scale DAB-islands** in urban areas. And as you can see from the blue spots, almost **all** the large cities in Switzerland now have coverage.



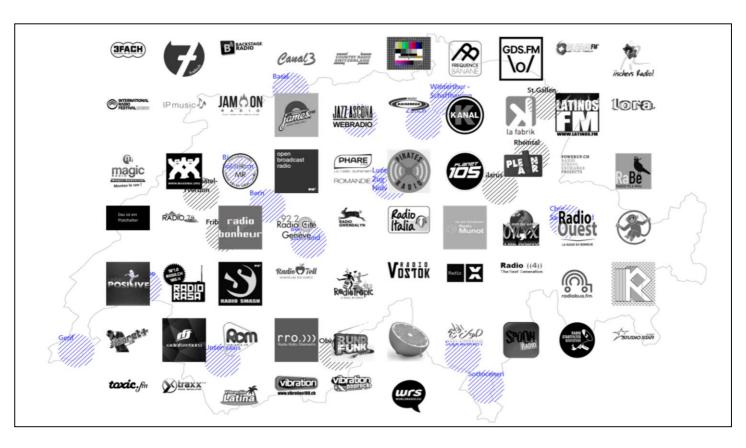
But Thomas' company does not only permit **the non-commercials** to have access to the digital radio. Digris is also making a **major contribution** which will enable **FM to be switched off** in a few years with a **clear conscience**.



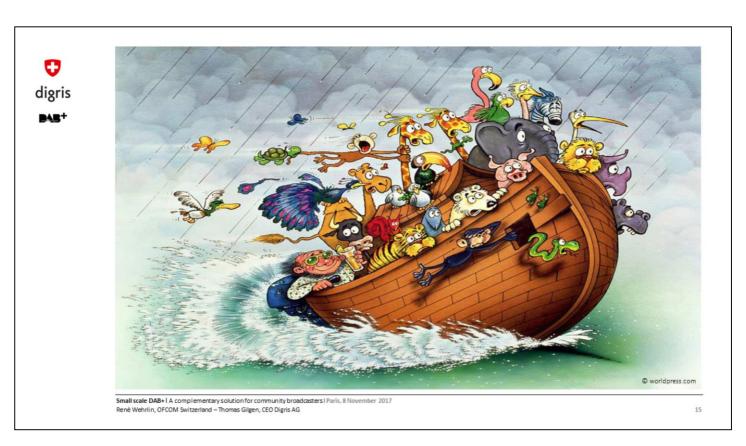
However: DAB-broadcasting increases the costs for FM stations by some 50 percent . DAB-simulcast can therefore be financed **only** if it is **subsidized**.



And indeed, **80 per cent** of the costs paid by broadcasters to DAB-platform-operators **are covered**. Incidentally, it is not only FM broadcasters, who are entitled to a contribution, but all radio stations, including cable or web radio stations.



By building cost-effective island platforms, Digris has also made a **significant** contribution to the **media diversity** required by our **constitution**. Because even radio stations with **small budgets** can enter the market. I **maintain**, that this strategy has to date been **successful** for all those involved, as shown by the large number of new DAB only stations.



I think, we are on the way. Because we are convinced, that a switchover can only **succeed** if **everyone** is on board. --

That's it from the regulator's perspective: I am sure you would now like to hear the conclusions of the network operator. Thomas, over to you: