5 possible growth areas for TikTok

Article

INSIDER

INTELLIGENCE



The challenger: TikTok parent company **ByteDance** filed for a "**TikTok Music**" US trademark, <u>per</u> Insider, potentially positioning the social media juggernaut as a player in the music streaming space and pitting it against **Spotify** and **Apple**.

TikTok's music inroads: TikTok is considered the go-to platform for <u>discovering new music</u>, which has propelled obscure songs into the **Billboard 100** and **Spotify Viral 50**.

The company already runs a music app called **Resso** in India, Brazil, and Indonesia.

eMarketer.

- TikTok teamed up with Ticketmaster and now enables users to discover events and buy concert tickets through the app.
- The combination of social video feeds and streaming music on demand is a one-two punch that could augment TikTok's dominance and create a super app.

Four other potential areas of growth: TikTok has the advantage of being a cross-platform service accessible across **iOS** and **Android** devices and on the web. This gives it access to TikTok's <u>1 billion active users</u> and makes it possible to expand its services ecosystem.

- Messaging and chat: Private messages and DMs are already possible on TikTok for registered account holders age 16 and older. TikTok can spin off a standalone messaging app that will work across platforms and devices, challenging the likes of Viber, WhatsApp, iMessage, and Google Duo.
- Mobile games: ByteDance already has mobile gaming aspirations. The Chinese tech giant produced \$1 billion in player expenditures across its mobile games, a 16% increase from the year prior, per Sensor Tower. It could easily create a library of games exclusive to TikTok users.
- Online learning: TikTok could convert engagement into education by leaning into more informative content. The company already has a series of 30-second "TikTok Taught Me" ads, setting up potential for e-learning in snappy, bite-size videos.
- Search: TikTok is already nipping at the heels of YouTube in <u>user time spent</u>, and the service has similarly beaten Google as the <u>most visited website</u> in 2021. This positions it perfectly for a search play as well as a vital cog in any super app aspirations.

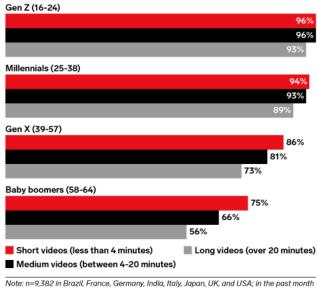
The big takeaway: While various competitors <u>scramble to copy</u> TikTok's success, it could flip the script and similarly emulate competing services in a range of areas, securing future user growth and engagement.





Length of Videos Watched by Social Media Users Worldwide, by Generation, Aug 2021

% of respondents in each group



Note: n=9,382 in Brazil, France, Germany, India, Italy, Japan, UK, and USA; in the past month Source: GWI, "Social: The latest trends in social media," March 2022 274652 eMarketer | InsiderIntelligence.com



