

Skype to introduce ads

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Skype, which bypasses the standard telephone network by channeling voice, video and text conversations over the Web, said the [ads](#) will appear only in Britain, Germany and the United States for now.

The introduction of advertising is Skype's latest bid to increase [revenue](#) ahead of an [initial public offering](#) expected later this year.

The Luxembourg-based [Skype](#), which was founded in 2003, announced plans in August to raise up to 100 million dollars by listing on the

Nasdaq stock exchange.

"The Skype experience is our first priority, which is why we've taken a lot of time working through and testing what kind of advertising would work best in the Skype environment," Skype said in a blog post.

"We believe that [advertising](#), when done in the right way, will help us continue to invest in developing great products," the company said.

It said initial advertisers include discount coupon site Groupon, Universal Pictures, and Visa.

Skype said ads will appear in the home tab in Skype for Windows "and we may experiment with ads in other areas as well."

"The ads won't interrupt your Skype experience," the company said. "You won't suddenly see annoying pop-up ads or flashy banner ads in middle of conversations."

According to its IPO registration statement, Skype generated \$406 million in revenue in the first half of 2010 and had 560 million registered users.

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