



 **PMG** | TRENDING NOW

# The Limits & Endless Potential of Generative AI





# In Brief

Artificial intelligence has moved to the forefront of the tech industry and digital ecosystem with the latest developments being Google's announcement of Bard, its generative AI search and discovery product, and Microsoft formally integrating ChatGPT into the search experience on Bing. According to Google, the scale of the largest AI computations is [doubling every six months](#), "far outpacing Moore's Law." New applications, regulatory concerns and partnership innovations are making headlines every day, as there are truly endless possibilities for what the future holds as the commercial capabilities of generative AI are just beginning to take shape.

Like all emerging technologies, PMG recommends marketers adopt a test-and-learn approach to explore the capabilities of generative AI models. It's important to exercise caution if utilizing AI outputs for commercial purposes, such as AI-generated images, as the legal use of AI-generated content for enterprise brands remains unclear.

**G**enerative AI has captured the imaginations of nearly everyone, from business leaders and policymakers to marketers and technologists, with the latest generation of AI apps like ChatGPT signaling a new era in artificial intelligence. While chatbots and other AI assistants have been commercially available for years, recent advancements have supercharged the potential of this technology to revolutionize knowledge creation and productivity.

## Catch Up: Defining Generative AI

**G**enerative AI refers to a new class of AI tools that utilize neural network models to generate content, such as creative writing, art, and coding, as well as manage general-purpose tasks. While the concept first formed nearly a decade ago, a recent wave of generative AI developments has [accelerated](#) more sophistication while lowering the costs associated with running such complex workflows. Combined, these trends enabled research labs like OpenAI and Stability AI to recently expand from closed to open betas (and even some open source tools), unlocking new opportunities for app development, creativity, and exploration.

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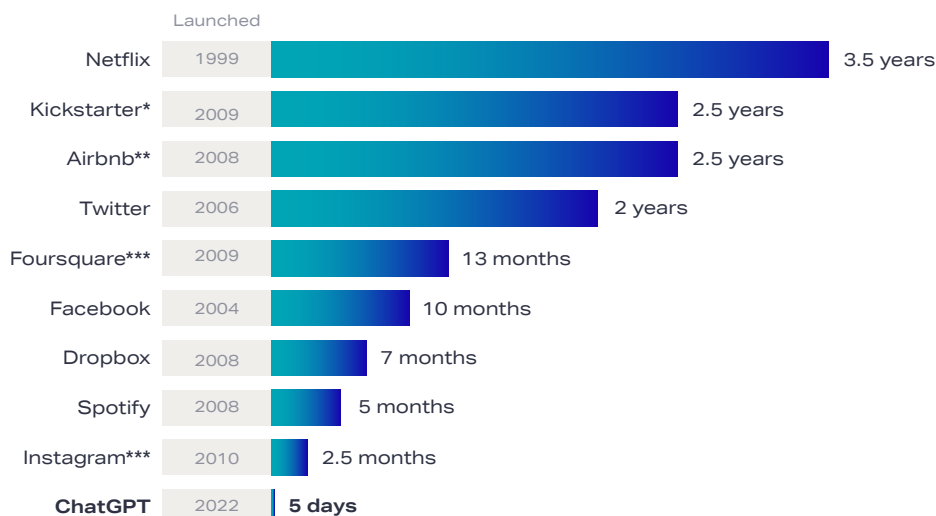
### Microsoft CEO Satya Nadella dubbed early 2023 the “ChatGPT moment.”

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It’s not uncommon for new apps and tech trends to get sensationalized by early adopters, however, generative AI is already seeing substantial growth, rapid adoption and real traction. OpenAI reigns as the current market leader of generative AI technology, thanks to its first-to-market products DALL·E-2 and ChatGPT. Within five days of its release in November 2022, ChatGPT reached one million users.

## CHATGPT SPRINTS TO ONE MILLION USERS

Time it took for selected online servicers to reach one million users



\*one million backers \*\*one million nights booked \*\*\*one million downloads

Source: [Statista](#)

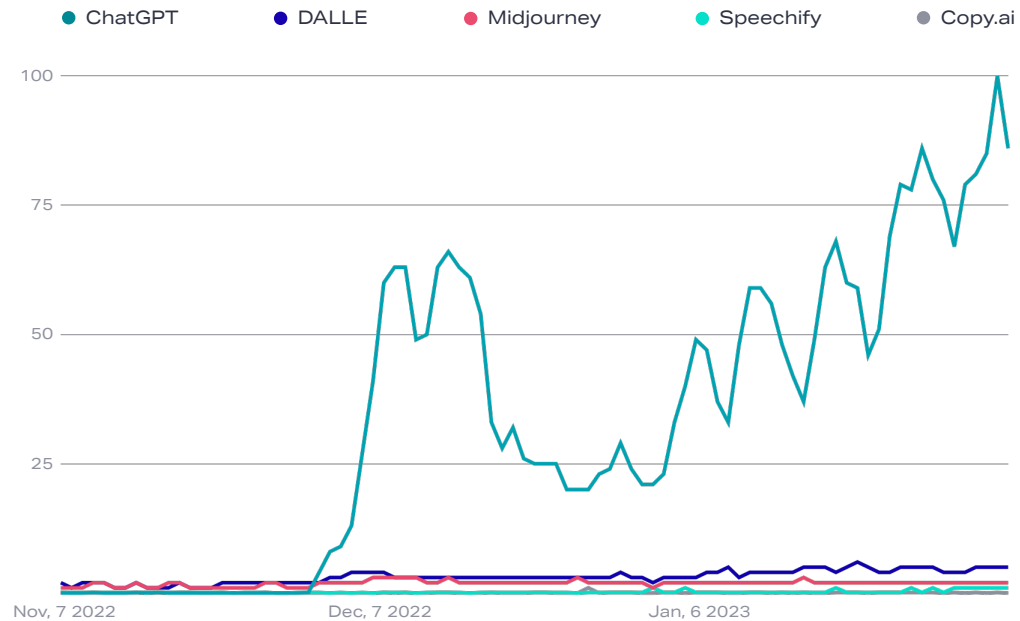
Consumer interest in OpenAI's ChatGPT shows no signs of slowing down and demonstrates true staying power, having eclipsed all other popular generative AI apps and tools to date. As shared by Box CEO Aaron Levie in a tweet, "There's a certain feeling that happens when a new technology adjusts your thinking about computing. Google did it. Firefox did it. AWS did it. iPhone did it. OpenAI is doing it with ChatGPT."

### Further Reading:

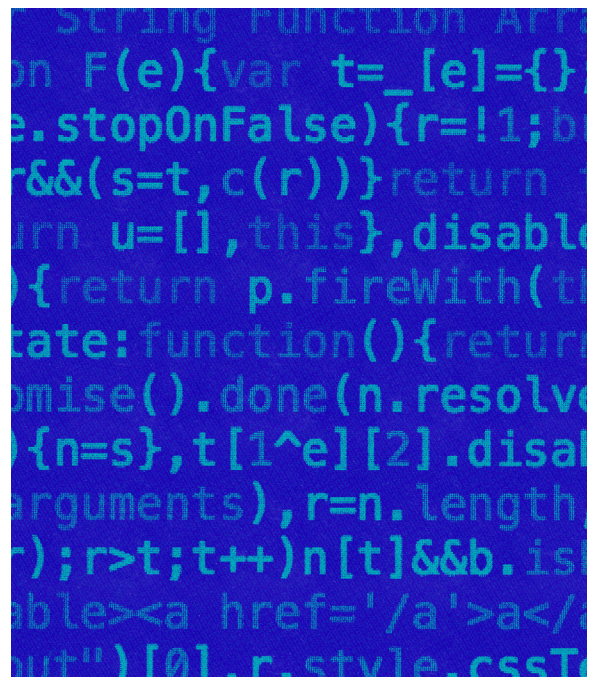
[GENERATIVE AI STEALS THE SHOW AT 2023 WORLD ECONOMIC FORUM](#)



## INTEREST OVER TIME

Source: [Google Trends](#)

Generative AI will become even more mainstream as tools like ChatGPT dominate headlines and industry discussion. Already, Microsoft CEO Satya Nadella dubbed early 2023 the “ChatGPT moment.”





## Generative AI is Much More than ChatGPT

Just this week, Google announced Bard, a new generative AI search and discovery product that is entering a closed beta and will become more widely available to the public in the coming weeks. According to the [blog post announcement](#), “Bard seeks to combine the breadth of the world’s knowledge with the power, intelligence and creativity of our large language models (LLM). It draws on information from the web to provide fresh, high-quality responses.” Bard will soon integrate into Google Search, with AI features on the search results page helping to “distill complex information and multiple perspectives into easy-to-digest formats.” Similarly, Microsoft officially announced ChatGPT will integrate seamlessly into the Bing search experience, helping users harness the power of ChatGPT directly on search results pages.



**“AI is the most profound technology we are working on today.”**

**— Alphabet CEO Sundar Pichai**

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Generative AI is poised to deliver trillions of dollars in economic value as new applications of generative AI models burst onto the scene and expand how technology plays a role in people’s lives. It’s difficult to quantify the impact generative AI has had—and will continue to have—as the underlying technology stack grows more sophisticated. Already, a host of apps, assistive technologies, and task managers have launched, with most built upon the same language learning models powered by the likes of OpenAI, Stability AI, and Hugging Face.



# The Generative AI Application Landscape

Continuously Expanding and Evolving



Source: Sequoia Capital

## Early Watchouts

As adoption grows and new entrants emerge to capitalize on this evolving frontier, every day brings more advancements and creative opportunities, alongside new challenges. Amid the excitement of these groundbreaking technologies, experts in the field and early adopters have raised questions about its potential to replace human creativity alongside concerns for the trustworthiness and the legitimacy of autonomous creative production. Since many of these apps and neural network models are in open beta, we'll continue to see new feature rollouts in the months to come as researchers and the general public pressure-test these systems with real-world applications.

**Won't Approximate Human Intelligence:** There is [clear consensus](#) among researchers across the discipline that while the natural language outputs by LLMs and generative AI apps *appear* to approximate human intelligence, these systems don't have the ability—or capacity—to replace humans.

In terms of written content, OpenAI recently released an AI Text Classifier to better understand if, and under what circumstances, AI-generated content can be detected. It's also important to note that AI-generated content is considered spam under [Google Webmaster Guidelines](#).

**Exists in a Legal Gray Zone:** The language models and neural networks that power generative AI are built by effectively scraping hundreds of gigabytes of information from the internet then training the model to infer and predict what information should be used to create an output from a prompt. Already, [creators](#) and companies like [Getty Images](#) have filed legal complaints against research firms [Midjourney](#) and Stability AI for scraping content without the consent of original artists, acting in violation of copyright law.



**Content Ownership Remains Unclear:** Until there are clear legal frameworks for identifying content ownership—and as active complaints wind their way through the legal system—there’s an increased risk of copyright infringement by using AI-generated art and imagery for commercial purposes like advertising.

**Outputs Can Be Inaccurate:** A quick search of social media will surface [countless examples](#) of how generative AI tools delivered erroneous information despite expressing a tone of certainty. Early applications by CNET for ChatGPT to produce written news articles for the newsroom quickly ended after fact-checkers determined the AI-generated content was inaccurate.

## The Big Questions:

**W**ho owns AI-generated content? Who’s responsible for its accuracy? How does the industry eliminate bias, misuse and ensure ethical applications? Answers to these questions are unclear or largely depend on the generative AI platform in use. Midjourney’s [terms of service](#), for example, state that the user owns all assets created with Midjourney, although Midjourney has broad license to use AI-generated images as well as the text prompts used to generate the images.

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**As the field of generative AI continues to evolve, regulation won’t be far behind.**

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Like any emerging technology, as the field of generative AI continues to evolve, [regulation](#) won’t be far behind. Already, European lawmakers are [drafting legislation](#) to ensure more responsible use of generative AI. While recent advancements are impressive in their own right, generative AI technology has a long way to go before being capable of unsupervised autonomous creative production of content in any form.

**S**o far, some of the most popular marketing-related applications for generative AI have been used to power:

- **Copy and content creation:** Tools like Jasper AI and Writer provide copy templates to help generate product descriptions, FAQs, script writing, closed captioning, and creative messaging ideas.
- **Code generation:** No-code web solutions are nothing new, but plenty of code generation AI models have been introduced to build simple landing pages or web app environments, construct design layouts, and more.
- **Art and 3D models:** Art and image generation from the likes of Midjourney and DALLÉ-2 can be used to help accelerate creative ideation.

## Marketers, Lean In and Explore Generative AI

**T**here are truly endless possibilities for what the future holds for generative AI as its commercial capabilities are just becoming clear. As with any exciting innovation, we encourage marketers to lean in and test generative AI tools to better understand their current capabilities—and take note of their limitations. Material from generative AI models may supplement human creativity with idea generation or process automation, but any output will always need to be carefully reviewed for accuracy and quality by trusted experts.

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**T**he bottom line is that when put to use in good faith, generative AI enables an exciting future for marketers where tedious processes can be automated, and knowledge creation as well as productivity can be enhanced by technology, helping people focus their time and creativity on solving challenges and creating what's never been done before.



# The Bottom Line

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**Generative AI is evolving fast.** Marketers will do well to keep tabs on industry news, machine learning advancements, and new applications for generative AI as they become available.

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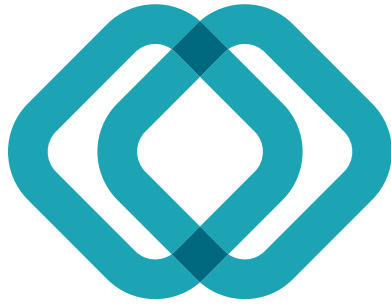
**Lean in and test the capabilities—and limitations—for generative AI applications.** The generative AI landscape is more than OpenAI's ChatGPT, and we recommend that marketers explore the most popular applications and technologies, paying special attention to their capabilities and limitations.

3

**Exercise caution when using AI-generated content for commercial uses.** As legal complaints over content ownership and copyright infringement make their way through the legal system, most AI-generated content exists in a legal gray area, and we recommend exercising caution before utilizing AI outputs for advertising and other commercial purposes.







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