

Influence of packaging on sales of local farmyoghurt in supermarkets

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In a 4-week testcase during April and May 2021 Inagro, in cooperation with a dairy farm from Diksmuide, measured the influence of packaging on the sale of farm yoghurt in a local supermarket. The results contain valuable lessons for farmer producers focusing on B2B sales.



4 testpacks to compare

In cooperation with dairy farm 't Hof van de Rhille from Diksmuide Inagro worked out a testcase to measure the influence of packaging on the sale of farmyoghurt in local supermarket AD Delhaize Diksmuide. 't Hof van de Rhille already sold individual portions of yoghurt in the supermarket for a number of years.

In order to compare the differences in sales between individual flavours, but also the difference between different designs of the packaging 4 testpacks of 4 units of yoghurts were composed. This resulted in the following packs:

- Yellow fruits (pineapple, apricot, mango, exotic fruit)
- Red fruits (strawberry, blueberry, raspberry, cherry)
- Strawberry
- Strawberry basic design





To allow comparison between the sales of individual portions and the sales of the testpacks, both were presented simultaneously in the same fridge in the supermarket.

In designing the packages, a cardboard sleeve was chosen which is of high quality and looks professional and attractive. At the same time we tried to keep the link with the artisanal image of the farm and its products.

Several hypotheses were formulated:

- The combined packaging of individual portions will lead to an overall higher sale of yoghurt.
- A more colourful package will sell better than a simple design.
- Combined packaging will have a positive influence on the sale of less popular flavours of yoghurt.



Combined packaging works

During a testperiod of 4 weeks there was an overall average sale of 5,81 portions of yoghurt per week, as is shown in Table 1. The results show that there are clear differences in popularity between different flavours of yoghurt. Cherry and raspberry appear to be the most popular flavours with an



average of 9 and 10 sold portions per week.

Apricot and pineapple are less popular with an average turnover of 2,75 portions per week.

| Flavour | Total delivered | Total <u>sold</u> | % Sold | Avg. sale/wk |
|------------------|-----------------|-------------------|--------|--------------|
| Strawberry | 45 | 25 | 56% | 6,25 |
| Blueberry | 50 | 32 | 64% | 8 |
| Raspberry | 50 | 40 | 80% | 10 |
| Cherry | 50 | 36 | 72% | 9 |
| <u>Pineapple</u> | 33 | 11 | 33% | 2,75 |
| Apricot | / | 11 | 1 | 2,75 |
| Mango | 21 | 15 | 71% | 3,75 |
| Exot. fruits | 27 | 16 | 64% | 4 |

Table 1: Sales of individual portions during testing period (4 weeks)

Table 2 shows the sales of the testpacks. Here, the packs containing a variety of flavours seem to be the most popular with an average turnover of 7 packs of yellow fruits and 6,5 packs of red fruits per week.

This has a direct influence on the sale of less popular flavours, such as pineapple and apricot. By including them in a package with other flavours their average turnover increased. On the contrary, the sale of cherry and raspberry decreased slightly when combined with other flavours.

| Package | Total delivered | Total sold | % Sold | Avg. Sale/wk |
|-----------------------------------|-----------------|------------|--------|--------------|
| Red fruits | 38 | 28 | 74% | 7 |
| Yellow fruit | 37 | 26 | 70% | 6,5 |
| Strawberry | 30 | 13 | 43% | 3,25 |
| <u>Strawberry</u> basic design | 30 | 5 | 17% | 1,25 |

Table 2: Sales of combined packages (4 units) during testing period (4 weeks)

Most important to remember is that the overall turnover increases when individual portions are sold together. For example, during the test period there was an average weekly sale of 6,25 individual portions of strawberry yoghurt versus an average sale of 3,25 packs of strawberry yoghurt. The fact that the packs of strawberry yoghurt contain 4 individual portions leads to an average turnover of 13 individual portions of strawberry yoghurt. Thus, combining individual portions has led to twice as much strawberry yoghurt being sold.



Appearance does matter! The design of the packaging makes a difference.

Not only what you pack, but also how you pack it plays an important role in the sale of your products. The testcase shows the influence of package design in the sale of strawberry yoghurt. Two packs of strawberry yoghurt contain the same product, but the design of both packs differs. The yoghurt presented in a colourful package had a 26% higher turnover in comparison with the same yoghurt in a more basic package.



Lessons to implement in your activities

The results of this testcase show that local SMEs benefit from working on the packaging of their products when selling through retail.

Firstly, combined packaging has a positive influence on the overall turnover of individual products.

In addition the turnover of less popular products can be boosted when they are packed in combination with popular products.

Finally, it is important to overthink the influence of package design. It pays to take the time and to think about how to create a nice looking package for your products, that corresponds with the image of your business. In this way, you can use packaging as a way to enhance the story of your company.