## **AUSTRALIAN FOODSERVICE INDUSTRY ISSUES:**

### PRODUCT SAMPLING: ACTIVATOR OR ANNOYANCE?

# PRODUCT SAMPLING FACTS IN OZ



**86%** of Australians **like regularly receiving** free samples

**85%** of Australians say they are **willing to provide feedback** for a product sample

# Most popular product samples in Australia by FMCG segment -

- 1. Food & Drink 79%
- 2. Cleaning products 69%
- 3. Personal hygiene 64%
- 4. Cosmetics 54%

Companies that heavily product sample in **Australia** -

- 1. White Glo Toothpaste
- 2. Chemist Direct
- 3. Kiehl's (Skin care)

Specialised marketing companies such as Black Box offer FMCG companies tailored sampling opportunities direct to households

#### WHAT IS PRODUCT SAMPLING?

- Product sampling is a marketing and sales activation tool which enables potential customers to try a new product without obligation
- Product sampling has been known to be the most effective and most preferred promotional tool by customers across all FMCG products
- Product sampling can be done via multiple channels i.e. online requests, trade shows, customer meetings, 'cook-ups', 'pop up locations' and conferences
- Product sampling plays on the human psychology that we are getting a 'freebie'
- Product sampling is traditionally classified a 'marketing' expense

### PRODUCT SAMPLING ISSUES IN FOODSERVICE



- Effectiveness of food sampling in Foodservice is to ensure the sample is tried by the 'decision maker' i.e. the Chef and or the Buyer
- Sampling can drive different strategies for a Distributor -Sampling directly to End Users can drive a Distributor to range a product whilst Sampling directly to Distributors can encourage 'street trade' by End Users

- Sales Reps are more likely to close a sale quicker if they have product samples on hand when with a Chef or Buyer
- Sampling is difficult for suppliers of perishable, frozen or ambient products vs suppliers of long life products for example, bakery, cakes, meat and seafood vs condiments and confectionery
- Potential obstacles for sales teams include sample collection from remote manufacturing sites to not having appropriate cooling storage equipment in field sales' work vehicles leading to food safety risks

### **SOURCES**

- **Better Connections: Attitudes towards Product Sampling** (Australia Post, September 2015) https://auspost.com.au/content/dam/auspost\_corp/media/documents/better-connections-report-attitudes-to-product-sampling-oct15.pdf
- https://aussiemoneymum.com.au/free-samples-australia/

for more free tools & industry information visit www.sabellaconsulting.com