



**RETAIL NEWS THAT MATTERS •** £2.40 • 04.08.2017

# How we stand out locally

Cheshire retailer Ian Handley switched symbols, added a kids' zone and focused on value to better compete with two other c-stores in his village Page 6 \$



Milktra

#### CONVENIENCE Morrisons' McColl's deal blow for Nisa

Milk

'Convenience is evolving. This is where retail is heading,' retailers tell RN Page 5 >>>

#### TESCO MERGER Retailers: We'll leave Booker if costs rise

CMA report shows stores could absorb 50% of any increase in prices Page 4 >>



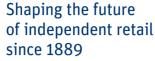


#### SUPPLY CHAIN Stores left with calendar quandry

Closure of UK's oldest supplier would create supply gap for indies Page 11 >>

## DRITE

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"We sell about £1,000-worth of calendars from them a year. We're not sure what we're going to do now " John Vine on the potential closure of supplier J Salmon Page 11

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**KIDS ZONE POINT OF** DIFFERENCE Page 6

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#### In a dark market without product branding, the role retailers play in tobacco's future is incredibly important



n May, a story in the FT suggested tobacco companies are looking to incentivise retailers to act as sales people and promote their brands. It quoted Imperial Brands chief executive Alison Cooper as saying: "It's very much a partnership we look for with retailers and we've been very successful at it."

Editor Chris Gamm 🕑 @ChrisGammRN 020 7689 3378

This came as no surprise to me. Back in July 2013, pre-tobacco display ban, retailers told RN the way manufacturers wanted to work with them was changing.

After meeting Imperial, Cardiff retailer Mark Dudden said: "They told us they don't want to

have a manufacturer/retailer relationship anymore. They want to work as a partner to make sure the category is profitable."

The FT identified one reason why as being the influence retailers have over customers, who view them as knowledgeable. Swansea retailer Dev Aswani put it more bluntly in 2013: "Consumers come in looking for the cheapest cigarettes. They ask us and that gives us a huge amount of power."

So the health research-funded study, published this week, which found manufacturers are incentivising retailers to tap into this influence and power is therefore not new news.

In this week's issue, we find out what it looks like in 2017 how manufacturers are working with retailers to protect market share, stay ahead of trends and launch new products.

What's clear is that in a dark market without product branding, retailers are incredibly important to the long-term future and profitability of the category.

But as Mark Dudden told me this week: "You have to look after your customers' needs as well as your own, and no one knows those needs better than retailers.'

## BREAKING NEWS

#### Amazon's Fresh face no threat to retail

A retailer has said he is not convinced AmazonFresh will be a threat to his business, following news the online retail giant is partnering with independent suppliers as part of its same-day delivery service.

AmazonFresh Local Shops & Markets is offering customers premium products from independent suppliers and food markets, including hand-butchered meats, fresh-caught fish and seafood, farm-fresh dairy and imported cheeses, artisan baked goods, prepared foods, wines, spirits and more. It promises freshness by collecting products daily.

However, Gary Pilsworth, of Offley Stores & Post Office in Hitchin, said: "Our customers have established shopping habits. I doubt they'd switch to a service like that so easily."

#### Cash in on WH Smith?

Independent retailers could grow sales of regional newspapers after WH Smith stopped stocking some Newsquest titles.

WH Smith no longer stocks The Northern Echo, the Dorset Echo or the Salisbury & Forest Journal, following a move by the chain to try and impose fees to sell the titles, according to the publisher.

NFRN news operations manager Pete Williamson said he hopes local independents will benefit from increased sales as a result.

It follows a dispute between News UK and WH Smith earlier this year which resulted in The Times and The Sun briefly being displayed away from other national newspapers.

WH Smith did not respond to a request for comment.



#### Ice cream device a scoop for One Stop

Sunder Sandher's new ice cream machine is proving a hit with customers with more than 50 scoops a day being sold. The machine, currently on trial from a Warwickshire company, produces soft ice cream in a tub on sale for £1. Mr Sandher, who runs a One Stop in Leamington Spa, said: "It's taken people by storm. It's easy to use and I serve with syrups like strawberry and chocolate." The machine also makes frozen voghurt which, Mr Sandher said, may be perfect for his large student

## CMA report shows costs could be passed to retailers 'I would change supplier' 'We'd switch supplier if merger pushed up costs'

#### by Helena Drakakis RNreporter@newtrade.co.uk

Store owners will leave Booker if the proposed merger with Tesco results in a worse deal for retailers.

This is the response which follows revelations retailers could have to absorb 50% of any increase in costs – an expectation of Tesco and Booker, according to a report published by the Competitions and Markets Authority (CMA), the body investigating the deal.

Sunita Kanji, who runs a Family Shopper in Little Hulton, said any increases would force her to review her symbol group.

"Booker is already the most expensive cash and carry around, but they are brilliant on service. Any price increases would force me to look at other symbol groups," she said.

"We are already mixing and matching with several wholesalers just to stay competitive. It feels like when we were an independent and out looking for deals all the time."

The report has been published by the CMA as part of its decision to refer the merger for an in-depth phase 2 investigation. It states it believes any increase in products absorbed by retailers would be passed on to their customers.

Ferhan Latif, of Premier One Stop Shop, in Kirkaldy said: "I've been to several meetings about this and we've only ever been told positives – that the deal will result in a reduction of costs.

"If prices went up, I would be changing my supplier 110%."

The CMA has also warned the proposed deal could reduce competition in the sector, resulting in the "foreclosure of Palmer & Harvey (P&H) leading to a potential loss of competition".

This comes in a week when the struggling wholesaler launched a formal search for new investors as the deadline to repay tobacco manufacturers JTI and Imperial Tobacco, who are currently propping up the company, looms.

According to a report by the Telegraph, P&H is understood to need around £50m of fresh funds by the end of September.

### Tobacco firms offer up trade incentives

Tobacco firms are using a host of incentives to grab market share and push newer products in a postregulation market.

Retailers have told RN they were rewarded for recommending certain brands for shoppers.

Nainesh Shah, of Mayhew News in Belgravia, said: "Now customers can't see the brands, the cigarette companies are doing whatever they can to get influence.

"We are offered £40 for converting customers to IQOS."

Mark Dudden, of Albany News at the Post Office in Cardiff, said manufacturers used reps and hospitality events to influence retailers. "I attended a Philip Morris event once and it certainly influenced me," he said.

"I was pushing their products and I converted a lot of customers to Chesterfield when they asked what's the cheapest."

Nishi Patel, of Londis Bexley Park, said British American Tobacco offered incentives on Pall Mall and Rothmans, its cheaper brands.

"We have had a secret shopper come in and ask for the cheapest 20-packs. We gave them Rothmans and got a £30 voucher."

A health researchfunded study of 24 independent retailers in Scotland this week found a variety of incentives being offered.

## Mult agrees to supply 1,650 McColl's stores Deal reveals Morrisons' convenience intentions Morrisons sets its sights on growing convenience

#### **Helena Drakakis**

helena.drakakis@newtrade.co.uk

Morrisons is to make a further push into the convenience market after agreeing a supply deal to McColl's in a move that may spell trouble for Nisa.

The winning tender will see the supermarket supply 1,300 McColl's convenience stores and 350 newsagents, and is designed to enhance Mc-Coll's, fresh food offering.

However, Nisa, which is in its own talks with Sainsbury's, will lose two contracts with the chain. One five-year supply deal to McColl's expires next year and a separate contract to supply 300 stores McColl's acquired from the Co-op last year expires in 2020.

As part of the McColl's deal, the multiple will also revive its Safeway brand with around 400 products to be supplied exclusively through the convenience and newsagent chain.

Nick Read, chief executive of Nisa, said: "We are disappointed that the tender process has been halted nine weeks early - before there had been a chance for follow up conversations and proposals – especially when sales at Nisa-supplied McColl's stores were 8.4% ahead of budget."

While the deal will undergo a transition period, it is another sign of Morrisons' intentions to be a major player in the fast-growing convenience market. In 2015, the supermarket was forced to scrap its M Local brand. However, last year it launched 10 Morrisons Daily stores and also trialled a convenience offer with forecourt operator, Motor Fuel Group.

Commenting on the deal, Premier retailer Mo Razzaq said: "It's not surprising. With the Tesco-Booker merger and Nisa-Sainsbury's on the cards there's a correlation. This is where retail is heading.

"Retailers know they need to be under some sort of umbrella with the benefits of things like fixed promotions and logos. Convenience is evolving.

"There are challenges coming our way, but I see this as an opportunity for others."

#### Children's and puzzle magazine sales soar

Children's magazines typically experience a 22.5% increase compared to average sales in June and a 13.5% increase in August, while puzzle magazines experience a 15.7% increase in June, data obtained by RN from distributor Marketforce has revealed.

Meanwhile, the data shows TV listings titles achieve 15.7% sales increase in August, and women's interest titles also grow slightly by 0.2% in the same month.

None of the categories are shown to perform as highly in July, indicating June and August are the most important months for retailers to push these most popular summer categories.

Marketforce's group circulation manager Rob Humphrey said his advice to retailers is to ensure the key categories receive extra visibility to maximise the opportunity.

#### Trinity's £55m drop in revenue

Trinity Mirror has reported a £55m decline in revenue to £320m for the first six months of the year, after suffering a 21% fall in print advertising revenues.

The Daily Mirror publisher, which owns more than 200 local newspapers, is now set to accelerate its existing cost savings drive by £5m this year to £20m.

Chief executive Simon Fox said he anticipated improved revenue in the second half of 2017 as a result of initiatives implemented earlier in the year.

Trinity Mirror is still in talks about the possible acquisition of a significant stake in Daily Express publisher Northern & Shell.

### Self-serve 'will save £15k in its first year'

Independent retailers could save more than £15,000 in their first year of installing self-service checkouts, according to manufacturer Point Four.

The company said by installing two lanes of selfservice tills retailers can typically save £15,571 in the first year and £87,954 in five years. The figures apply to any retailer currently operating two or more manned tills.

The retail IT specialist has recently launched ServeAssist, a system which it believes will increase staff interaction for customers when using self-service. The system involves one customer-facing assistant keeping an eye on all the checkouts and speaking to customers.

However, retailers told RN self-service would not work in every location.

Kevin Hunt, MD of the 27-store Spar group Lawrence Hunt & Co in the north of England, is about to remove self-service checkouts after a six-month trial in one of his stores.

"Customers have told me they want to be served by familiar faces and they want to interact with staff," he said.

Meanwhile, London store Budgens of Islington

is installing five self-service tills next month.

Duty manager Junaid Rehan said: "The main reason is to cut costs and increase the number of tills to make it easier to manage queues."



#### Irene comes to the rescue

Two daily paper rounds usually carried out by schoolboys are being covered by a "wonderful" 68-year-old at a newsagent in Cumbernauld, Scotland. Irene Louder stepped in to help at I & E Wales Newsagents after a calendar clash left the store struggling to cope at the start of the school holidays. Owner David Wales said: "She's wonderful and the customers just love her."

Service. Meanway store Budg

## **STORE LOOKBOOK**



## Success doesn't rest

Maintaining the loyalty of his customers has been paramount to Ian Handley's success. However, with new financial challenges, it hasn't been easy in recent times. **Joe Cooper** hears about the hard work he's been doing to stay on top xperienced retailer Ian Handley has been in the game long enough to know he can't rest on his laurels.

With overheads rising and strong local competition, he has had to work hard to maintain the loyalty of his customers in the Cheshire village of Northwich.

Ian's business has been a family affair for almost 40 years, but has been through a lot of changes within the past five.

He expanded from a traditional CTN to a convenience store in 2014, doubling his store size to 900sq ft in the process, and joined Booker's Premier Express fascia.

His latest move was to switch to Go Local in May, which Ian says has opened up several opportunities for him to create a better offer for his customers. The results? Footfall is up and basket spend, which has been steadily rising thanks to the convenience offering – from £4 in 2014 to £7 now – is increasing too.

"I switched symbols because I wanted to stand out," Ian says. "There are three convenience stores in the village – us, a Spar and another Premier – so I wanted to offer the village something different."

Ian had already been getting some of his stock through Parfetts, so the firm was an obvious new partner, he says. "I was finding their prices were more competitive. I got talking to an RDA and it went from there."

Tobacco has been a particular area where

Ian has been able to secure lower prices and this has meant his store can undercut a nearby Spar. "We've got an Imperial Tobacco gantry with a sign saying we sell at RRP. People are starting to realise this now and they're pleasantly surprised," he says.

Cheaper alcohol prices, too, mean Ian's sales volumes are rising. Customers can now pick up a four-pack of Corona for £4.99, for example, rather than £6.49.

"Wages and overheads are always going up and balancing that with getting the margins you want is not easy at all," he says. "But we are trying to be as competitive as we can and get a good deal for our customers."

The local competition has noticed how Ian is stepping up his game and has responded. But Ian is up for the fight, and when Spar introduced a slush machine, he invested in a three-barrel machine to maintain a point of difference.

Newspapers and magazines have, perhaps inevitably, taken a hit in Ian's convenienceled model. Newspaper counter sales dropped by 40% after the Spar initially cut its paper prices in response to Ian's expansion into convenience.

He also decided to halve the shelf space allocated to magazines, and has used it to create a dedicated kids' zone, with his traditional sweets range and slush machine placed together.

Ian's next major challenge is to increase 💙

RN keeps me up to date with new products. I also got the idea of a media screen from one of the retailer profiles, which is helping drive footfall." IAN HANDLEY







#### What you can learn

1 Ian has switched to a three-barrel slush machine to stay ahead of the competition.

2 Ian makes the most of the space in his store.

 3 Ian can now offer better deals on alcohol.
4 Handley's made the

switch to Go Local in May.

#### INFORMATION

**Location** 55 Mere Lane, Sandiway, Northwich, Cheshire, CW8 2NR

Staff numbers One full time, seven part time Weekly turnover

£10,000 per week

**900sq ft** 

tocal

1

## **STORE LOOKBOOK**



his fresh sales. His store is on a parade with a butcher and greengrocer nearby, and a covenant agreement means he has agreed not to sell fresh groceries or meat. But he is making headway with persuading his neighbours to let him stock their produce when his shop is open and theirs are not.

The village of Sandiway is quieter than it used to be, and with two competitors on his doorstep, Ian has his work cut out. Perhaps it is for this reason that a once-planned second store hasn't yet materialised.

Instead, Ian and his wife Kathryn have found it is their family that has expanded, with five children in their home since they took up foster caring.

Such a move makes sense for a man whose approach to business highlights the commitment to his community and customers. It is something perhaps only a business with 40 years of history can deliver.

Despite all the changes his store has been through, Ian's community work has remained a constant, whether that is getting bottles of prosecco for functions at the school or donating carrier bag charges to the hospice.

"We take pride in our store and its place in the community. People respect that," he says. •



Want to see more of Ian's store? Go to betterretailing.com/ianhandley-go-local

#### What you can learn

**5** A new special offers display showcases Parfetts best offers.

6 Ian uses his suppliers to get good deals for his community.





RN page ad.indd 1

## **SYMBOL NEWS**

#### Facebook is key for Costcutter

Store owners have welcomed a social media initiative which allows Costcutter retailers to interact with customers through Facebook to promote the symbol group's Independent range.

The 'Tasty in No Time' Facebook campaign focuses on the group's recipe for summer homemade burgers, providing interactive content through an app called Facebook Canvass.

Jenny Leetch, brand manager for own brand, said: "Facebook Canvas allows users to build a unique experience with the combination of text, images, videos, carousels and product feeds as well as targeting content to specific users."

Mike Nicholls, of Costcutter Dringhouses in York, said: "The social media element is very good. It drives awareness and completely ties into Costcutter's 'shop the way you live' message."

The campaign is also supported by in-store PoS, radio, print advertising and leaflets.

#### Parfetts celebrates

Parfetts is celebrating its latest showcase trade week, which achieved a £250,000 sales increase compared to its Easter trade event.

The summer trade week, held at six wholesaler depots, was a chance for retailers to buy products on promotion and meet suppliers. Sales rose by almost £2.5m compared to the same week last year, although this was not a showcase trade week.

Retailer Jai Singh, of MJ's Go Local Extra in Sheffield, is a regular at Parfetts' trade weeks. He said: "The trade weeks give us the chance to buy in bulk on deal so we can offer promotions throughout the year."

### Retailers express sadness over Andrew King's departure 'He and his team helped all of us' One Stop director out as Tesco seeks to 'simplify'

#### by Charlie Faulkner charlie.faulkner@newtrade.co.uk

One Stop retailers said they accept it is a key time to adapt in an evolving industry but expressed shock and sadness at the departure of franchise director Andrew King as a result of a restructure by Tesco.

Mr King left One Stop this week as part of a move by Tesco to allow it to "simplify its business".

Vip Measuria, of One Stop Prior Way in Derby, told RN he suspected the restructure would result in the franchise sitting closer to Tesco. He suggested the move could be to smooth the way to a favourable conclusion in the CMA investigation of the Tesco-Booker merger.

"The foundations laid by Andrew are good," said Mr Measuria.

"But everything in our business is changing at the moment and sometimes we have to change and adapt to the times."

Meanwhile, IGD also suggested the merger could "trigger wider restructuring of convenience operations". Sunder Sandher, of One Stop Working with Royals in Leamington Spa, said the news had come as a big surprise.

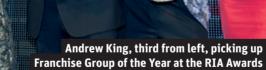
"Andrew is very well respected and a trooper all the way," said Mr Sandher.

"A lot of retailers are upset he's left. From day one, he and his team have helped all of us. We are where we are because of him."

Mr King joined the business in January 2013, building and piloting the franchise model in the first year before taking it to market in the following January. He has overseen the franchise as it has grown – now consisting of more than 165 stores across the UK.

A One Stop spokesman said: "We are very grateful for the work Andrew has done over the last three years, and we look forward to building on these achievements."

Mark Williams, retail, property and distribution director, has also left the business and One Stop franchises will now be headed up by head of operations John Miller.





### **Own label relaunch takes centre stage**

A Yorkshire retailer has capitalised on Best-one's own label relaunch by creating in-store theatre around the range to drive revenue while also offering charitable donations with every purchase.

David Ramsey, who runs a Best-one store in Knottingley, West Yorkshire, will be donating up to 2p from every Best-one purchase to a variety of local causes from 1 August.

Mr Ramsey's forthcoming scheme is happening as the wholesaler reports increased sales following the relaunch of the Bestway range, Best-in, in June.

According to Bestway Wholesale the refreshed range has experienced an initial growth against the former Best-in brand – up 26% in value and 40% in volume sales in the initial two-week period since launching in July.

Mr Ramsey said: "We are at the heart of the community. We're setting up our EPoS system so that the money from every Best-one own brand sale will automatically go into the charity pot. We will lose on margin but we're in a rural village and our customers are our lifeblood."

The new Best-one range now comprises a selection of core-branded products and a new premium range called Best-one Inspired.

Haresh Karia, of Bestone, in Uxbridge, said: "The new designs have freshened up the packs and it looks more appealing."

## NEWS & MAGS



J Salmon calls time on trade 1880 firm points to 'challenging conditions' for imminent closure

## Days may be numbered for veteran calendar firm

#### by Jennifer Hardwick jennifer.hardwick@newtrade.co.uk

Retailers face the prospect of sourcing a new postcard and calendar supplier after the UK's oldest publisher of the products announced a proposal to cease trading.

In a letter sent to customers, J Salmon, which was founded in 1880, blamed the proposal on "increasingly challenging trading conditions", as well as a lack of new family members joining the business.

The company said it

intends to stop printing products from the end of 2017 ahead of a full closure of the business in 2018, pending a consultation process with the company's staff.

John Vine, of Newsworld in Church Stretton, Shropshire, said the company is a "very big supplier" for his store.

"We sell about £1,000worth of calendars from them a year. We also do postcards, greeting cards and diaries," he said. "We're not sure what we're going to do now. I don't know any other suppliers that do calendars."

Mike Mitchelson, of Mitchelson Newsagents in Brampton, Cumbria, also described the company as his store's "major supplier" of calendars and said he is unsure where else to turn to for the category.

Meanwhile, John Parkinson, of Broadway Premier in Penrhyn Bay, Gwynedd, said he was "very sad" to hear the news but attributed the decision to retailers turning to cheaper suppliers. "There are other manufacturers on the market who sell at much cheaper prices. They don't offer the same quality but unfortunately between a £2.50 calendar and a 60p calendar, the 60p one wins out," he said.

In a statement, joint managing directors Charles and Harry Salmon said: "Increasingly challenging trading conditions and changes to the nature and size of the market for the company's publications have resulted in uncertainty over the viability of its trade going forward."

#### Guardian is on track for safer future

The Guardian Media Group has said it is "on track" to secure the future of the newspaper after announcing its financial results for the year to April.

The results show the group cut its losses by more than a third to £45m in the last financial year, as it seeks to break even within the next two years.

The number of readers paying for print and digital subscriptions remained stable at about 185,000 and more than 190,000 one-off financial contributions were made, with last year's 20p cover price rise also helping buoy revenues.

Guardian Media Group chief executive officer David Pemsel said: "Despite the challenging market conditions, our three-year strategy is well on track to achieve its financial goals and to secure the future of the Guardian."

#### PoS kicks off sales season for indies

Independent retailers can get free PoS materials from the publisher of The Football League Paper to celebrate its relaunch after a summer break.

The title relaunches on Sunday as the new football season begins today, and provides a retail margin of 25% or 37.5p per copy.

Trade marketing manager Neil Wooding said: "I doubt there is a single retailer out there who doesn't have at least one football fan visiting their store and our titles offer a significant sales opportunity."

He advised retailers to display the titles next to Sunday newspapers.

### Comag closure will not affect partworks

Store owners do not expect the closure of Comag to affect their supply of partworks, despite the company being the leading distributor of the category.

Comag distributes a significant portion of partwork titles in the UK for publishers including Eaglemoss and DeAgostini, but recently revealed it will cease distribution on 31 October. Owners Hearst UK and Condé Nast Britain announced their intention to withdraw from the business in May.

Jason Birks, of Moscis in Peterlee, County Durham, said the industry-wide partwork group created earlier this year should ensure the category is run more smoothly than in the past despite a change in distributor.

The group includes the NFRN, Smiths, Menzies, Marketforce and Comag, and new measures introduced have cut the number of back orders in the system by 75%.

"I was at meetings with both Smiths and Menzies last week and all the retailers there were saying their problems with partworks have improved a lot," added Mr Birks.

Mark Ansell, of Liskeard News in Cornwall, said: "There might be an issue with one or two titles initially, but there are too many there for someone not to step into the breach."



#### **MAXIMISING THE TOBACCO CATEGORY IN A POST-STANDARDISED-MARKET**

Darsh & Rishi Patel own two stores in the Southampton area and have recently opened their third, located next door to a large national convenience retailer. Their main business objective is to increase **footfall** in all three stores and despite recent legislative developments they firmly believe the tobacco category remains a **key driver** in helping to achieve this.

#### WE ASKED DARSH ABOUT HIS CONCERNS AROUND THE NEW LEGISLATION ...



I was worried about customers being confused with EUTPD II and standardised packaging, and blaming retailers for it. I was also concerned that people would think that national retailers would price more competitively than independent stores, especially as price marked packs were phasing out.

Imperial understood that independent retailers like Darsh had legitimate concerns around the new legislation, and were determined to provide a **best practice framework** to **partner for success** moving forwards!



For Tobacco Traders Only

#### HOW IMPERIAL HELPED DARSH MANAGE THE TRANSITION...



#### What support did your Imperial Tobacco sales representative provide you with?

æ

**C** Our sales rep was really **supportive** and **proactive** in guiding us through the legislation. The START packs she provided us with contained many resources and tools which helped my staff and me offer **our customers** the best service while being **legally compliant**.



#### What actions did you take in store?

**G** We worked with our rep to **merchandise our gantries** and label all products before plain packaging came in so we became familiar with the new layout. We also did the same in our stock rooms to ensure we **maintained availability**, plus continued to **stock up the gantry** while rotating stock to ensure we sold through all branded packs before the **May 20 deadline**.





#### How did you help your consumers?

We made sure that all our **staff were fully trained** on the **brand variants** so they could advise our customers and minimise transaction times. Something else that helped inform the customers were the **information cards** around the legislation and how it affected them as smokers. We also made sure that we clearly displayed that we **priced at RRP or below\*** to ensure we kept our customers loyal.

#### WHAT IS YOUR ADVICE TO OTHER INDEPENDENT RETAILERS?

Continue to work with your Imperial Tobacco rep. You only need to make small changes in your store, but they can have a really positive impact.

#### DARSH'S TOP TIPS FOR FUTURE SUCCESS

- Pick your top selling lines and order an additional **three outers** of those **availability is key!** 
  - Make sure you **restock your gantry** regularly. We find first thing in the morning and mid-afternoon after the lunch time rush works best.



**Organise your stock room** and make sure you label all stock so you can see what brands you have and what needs to be ordered to avoid mistakes.

- 4 Invest in **staff training**. With the help of our rep we make sure our customers receive the best service possible. We also keep training records that are signed by our employees so we can keep track of their development.
- 5 Avoid over pricing: always price at RRP or below\* and communicate this clearly with a price board and sticker. This fosters shopper loyalty and benefits us through increased footfall and basket spend.







www.imperial-trade.co.uk



### boom is good for indies

Booker retailers can now get their hands on products from Ella's Kitchen, the baby food company which is celebrating 11 years of consecutive double-digit growth.

Ella's Kitchen aims its products at parents making top-up, out-of-home and emergency purchases.

Raai Chandarana. owner of Tara's News in High Wycombe, said: "Ella's Kitchen is going really well," he said. "Mums are looking for the best for their children."

David Cantle, brand manager for Ella's Kitchen at distributor RH Amar. said: "Ella's Kitchen is now the number one brand in impulse with a 37% share of all sales and growing by 46%, which means that parents increasingly want to be offered products from this range."

#### **IRI points to** gap in food to go sales

Independent retailers are missing out on food to go sales by being too reliant on sandwiches and not broadening their ranges to include salads, baguettes and sushi.

New data from IRI shows food to go sales at independent stores dropped by 0.4% over the past year, but the multiples surged by 6.6%.

While sandwiches still account for most volume sales, it is baguettes, salads and sushi - all higherpriced items - which are growing faster.

"You can only get so far with sandwiches," said London Simply Fresh retailer Mehmet Guzel. "Just look at cities and how much people spend in the sushi places and Pret."

#### Ella's baby Wholesaler launches gluten-free guide Wholesaler Tree of Life Gluten-free accounts retailers stepping into

has produced a glutenfree buying guide to help retailers take advantage of the growing market.

The guide contains information on the topselling brands from Tree of Life's 2,500 gluten-free products and market insight from Bradley Grimshaw, marketing director of Shar UK.

for nearly 60% of annual free-from sales, which are worth £585.6m and are projected to reach £673m bv 2020.

Kirsten Sowerby, marketing controller of Tree of Life, said: "Many consumers are now choosing gluten-free as a lifestyle choice, but it can be overwhelming for this market.

'We offer our convenience retailers planograms tailored for them based on our bestsellers to help them make the most of the category."

Abdul Arain, of Al Amin Stores in Cambridge, has offered gluten-free food to go for 15 years. "Trends are always

changing and you've got to read through all the information, as well as talking to manufacturers and attending exhibitions," he said.

Joe Williams, of The Village Store, Hook Norton, now dedicates a halfmetre bay to gluten-free. "We try to have something to cater across every category," he said.



**US Food and Drug Administration reveals plan** UK retailers say move could be good opportunity

## Low-nicotine tobacco may drive UK smoking market

#### by Joe Cooper RNreporter@newtrade.co.uk

Proposals to cut nicotine levels in tobacco to "nonaddictive" levels in America could present retailers with an opportunity to drive revenue if the same move was implemented in the UK.

That is the response from UK retailers who told RN they believe reduced-nicotine products would lead to increased sales of tobacco and cigarettes.

Nainesh Shah, of Mayhew News in London, was sceptical that the move

would lead to customers smoking less.

"Cigarette smokers are addicted to nicotine. If you lower the amount of nicotine, they may just take more draws and buy more cigarettes," he said.

When my customers come in during the morning, they want cigarettes for the nicotine, so I can't see this would have the desired effect."

In a bid to reduce the 480,000 tobacco-related deaths in the US, the Food and Drug Administration (FDA) announced the plans on Friday. Shares in big

tobacco firms plummeted following the proposal.

Some health experts warned the move could end up exposing smokers to higher levels of toxins, though the FDA hopes it will shift people to alternatives such as e-cigarettes.

Hitesh Pandya, of Toni's News in Ramsgate, Kent, said: "Some tobacco firms might move to healthier alternatives, but there will always be a market for cigarettes. Governments need to stop listening to lobbyists and more to what people want."

Ian Handley, of Hand-

ley's Go Local in Northwich, Cheshire, said: "I'll be keeping an eye on this, but I do know that, despite the changes in legislation in this country, my sales have not been affected. In fact, we've been sticking to RRP and sales are slightly up."

A British American Tobacco spokesman said the FDA's comments "do not come as a surprise".

"We are well prepared and look forward to participating in a thorough process to develop a comprehensive plan for tobacco and nicotine regulation," he added.

## **BRAND SNAPSHOT**



**Old El Paso looks new** General Mills has updated Old El Paso packaging with a simpler design to give clearer product differentiation for customers.



#### **Christmas is coming**

Mondelez has unveiled its Christmas range for its Cadbury and Maynards Bassetts brands, including Jelly Babies Snowmen, at an RRP of £1.32.



#### **Classics up for swap**

PepsiCo has launched a campaign allowing customers a vote to swap classic UK Walkers flavours for new flavours which are popular abroad.





#### **Fitter water**

Ribena Lucozade Suntory has introduced Lucozade Sport FitWater, a water brand which taps into the growing functional water category.



#### **Aquafresh refreshed**

GSK has created a new pack design for its Aquafresh Kids' toothpaste, toothbrushes, and mouthwashes, backed with a TV campaign.



#### **Lucozade addition**

A new Lucozade Sport Lemon & Lime flavour is available now, exclusive to wholesale, in  $12 \times 500$ ml outers. Bottles are pricemarked at £1.



Single malts unveiled

Loch Lomond Whiskies has unveiled

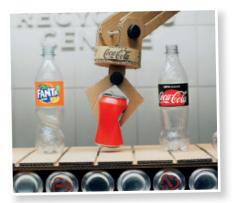
two new single malts from its Island

Collection - Inchmoan 12 Year Old

and Inchmoan Vintage 1992.

#### **Twinings range grows**

Twinings has launched a fruit Infusions range which are 100% natural and sugar-free, including flavours such as Strawberry & Raspberry.



**Greener Coca-Cola** Coca-Cola European Partners has launched an advert using 100% recycled paper. It is being shown on cinema, digital and social media.

## **INDUSTRY PROFILE** Thatchers

## Cider

Fresh with news of two launches aimed at tapping into the on-going trend for craft, head of trade James Kennedy talks to RN about the other ways Thatchers Cider is supporting independents

### RN How is Thatchers supporting retailers and helping them make the most of this category?

JK We really feel it's important to support our retailers. So, alongside our field sales team who are driving brand awareness and visibility in store, we are able to provide retailers with stand-out PoS – such as floorstanding display units and shelfedge stripping, for example.

This has contributed to fantastic growth within the convenience sector, of 72.6%. In fact, we've seen this accelerate to a massive 112% growth in the latest 12-week period.

#### RN What changes have you made to your portfolio in 2017?

JK This year we have introduced two new craft ciders. Barrel Roller and Leaf Twister are gently sparkling ciders, packaged in 330ml cans, and both are crafted from local bittersweet apples.

Leaf Twister (5.0% ABV) is a softlyrounded and medium-dry cider, with a delicate fruity-floral aroma with a hint of spice.

Barrel Roller (6.0% ABV), is a more robust, smooth, cloudy cider, full of tannin fullness.

We have also introduced our 2016 Vintage Cider, featuring new packaging.

### RN What's been behind the success of the cider category in recent years?

JK There has been hugely successful product innovation in the cider category, particularly within apple ciders where we have seen emerging sub-categories blossom, such as cloudy and craft.

Meanwhile, fruit ciders have

been driving growth. Consumers are prepared to spend more to enjoy a high-quality, premium cider like Thatchers which demonstrates strong and genuine values of heritage, provenance and quality.

#### RN Alongside craft, are there any other trends driving the market?

JK A big trend driving the market is cloudy cider – where we see Thatchers Haze growing at 605%, and also craft cider.

Haze is consistently outperforming the competition and has really struck a chord with consumers.

#### RN Has Thatchers been tempted to launch its own fruit ciders to tap into this growing sub-sector?

JK We're experts in apple cider, and this is where we place our focus. We have 500 acres of our own orchards where we grow our apples, as well as having a number of trusted growers who work with us.

There's a plethora of different fruit

### \*\* Company CV \*\*

#### **Company** Thatchers Cider

**Head of off-trade** James Kennedy **Profile** Producer of premium cider, Thatchers owns and runs its own 500-acre orchard in Somerset. It was set up in 1904 by William Thatcher and is still run by his family.

Key brands Thatchers Gold, Thatchers Haze, Thatchers Green Goblin

Latest news To tap into the seemingly unending trend for craft, Thatchers has launched two new craft ciders this summer – Barrel Roller and Leaf Twister.

**	**
~ ~	





A big trend driving the market is cloudy cider and flavoured ciders on the market and retailers really need to rationalise and back the winners within the fruit category, leaving enough space for apple ciders which represent the majority of the market.

#### RN What's the most common mistake retailers make when managing their cider ranges?

JK The category has seen considerable change over the past few years and retailers need to understand these changes and manage their range accordingly. Ciders that have traditionally performed well are now in significant decline.

Thatchers can help retailers understand the market and have a considered range on their shelves – we'd recommend 75% of cider shelf space is given to apple ciders, as well as maximising chiller space.

#### RN What are the best ways retailers can use ranging and merchandising to encourage additional basket spend alongside a cider purchase?

JK It's long been recognised that cider goes fantastically well with food, and we have some great pairing advice on our website.

Try merchandising Thatchers Vintage alongside the cheese counter, for example, or Thatchers Haze alongside a barbecue display.

## CATEGORY AD

## Get set for yoghurt success

**Danone** is sharing top tips and expert advice with two retailers to help them boost sales in the chilled yoghurts and potted desserts category. RN meets the retailers taking part...





RETAILER **CAMRAN RAHI** Nisa. Islington



"My yoghurt range changes all the time, and the challenge for me is stocking lines that sell every week - not just when they are on promotion. I need some advice on getting a consistent range that stays in place all year."

EXPERT ADVICE

"96% of the population buy chilled yoghurts and potted desserts so there's an opportunity within

convenience to drive the category and boost sales. I'm

the right core range and merchandise in a way that's

relevant to the diverse convenience shopper missions."

REBECCA LOVELADY

Category Executive, Danone



RETAILER

PERRY

**SANU** 

Costcutter.

East London

"There's not a lot of variety in my yoghurt range at the moment, and I want to know what the bestselling lines are that I should have in my store. I need advice on stocking a best-inclass range that will increase sales in yoghurts and desserts."





72% of yoghurt purchases are pre-

planned - shoppers will go elsewhere if they can't find preferred brands

1/3 of shoppers struggle to find healthy products in convenience stores

#### What happens next?

Perry and Camran will make changes to their range and merchandising based on the advice they receive during a store visit from Rebecca. These changes should lead to a significant boost in sales for both retailers over the six-week trial period. You can read more about Rebecca's advice and the changes the retailers will make in our next feature.





If you would like to take part in a similar project call 020 7689 3377 or tweet @betterretailing to let us know!

in association with

DANONE

## **18 WHAT'S NEW**



#### Love Cocoa

Founded by the great-great-great grandson of John Cadbury, James Cadbury's Love Cocoa products are free from refined sugars, gluten and soya.

RRP £4

Contact james.cadbury@lovecocoa.com



#### Rustichella d'abruzzo pasta

This authentic Italian pasta range is made with selected durum wheat grown in the Abruzzo region of Italy. The company also makes accompanying pasta sauces. RRP £2.99

Contact info@rustichella.it



#### Sauce Shop mayo

Perfect for summer, this mayonnaise range comes in on-trend flavours such as Lime & Coriander, Really Hot, Buffalo Hot, and Green Sriracha.

Contact info@sauce-shop.co.uk



#### Meridian snacks bars

North Wales company Meridian specialises in high-energy nut snacks and spreads. These bars are dairy-free, gluten-free and are suitable for vegans. **RP** £1.19

Contact sales@meridianfoods.co.uk



#### Dr Will's

Set up last year by a doctor and chef, Dr Will's sauces contain no refined sugar. They are available in Beetroot Ketchup, Tomato Ketchup and BBQ Sauce flavours.

**RRP** £3.99

Contact info@dr-wills.com



#### Ugly Orange sparkling water

Ugly Drinks has responded to the proposed sugar tax with this infused sparkling water range, available in Lemon & Lime and Grapefruit & Pineapple variants. RRP £1.49

Contact hello@uglydrinks.com





#### Dalston's craft soda

Dalston's offers three low-calorie drink core flavours - Orangeade, Lemonade and Classic Cola - which are all brewed at the company's east London site. **RRP** £1.19

Contact sales@meridianfoods.co.uk



Vegetable crisps are growing in popularity and availability, and provide an alternative to traditional standard crisps. With their higher price points, they provide welcome higher margins too



#### **Roots Crisps**

30

Made using carrots, parsnips and beetroot, Roots Crisps come with a pinch of sea salt and are now available in single packs priced at 90p. **RRP** 90p Contact roots@huntapac.co.uk



#### Scott Farms chips

These sweet potato chips from the US are made hand-cooked in their skins. In the UK, they are available in Orange and Purple & White variants. RRP £3.95 Contact sales@scottfarmschips.co.uk

#### **Colin Smith**

Pinkie Farm Convenience Store. Musselburgh, Edinburgh Healthier crisps, such as ones made with lentil and quinoa, have really picked up in the past 18 months. We have them near the fresh food. The price points and sizes also give the impression of better value.



#### **Ginger Bakers**

Based in the Lake District, Ginger Bakers use local ingredients to create cakes, shortbreads and brownies. The Lime & Coconut Pistachio Blondie is one of six tray bakes. RRP £3.50

Contact info@gingerbakers.co.uk



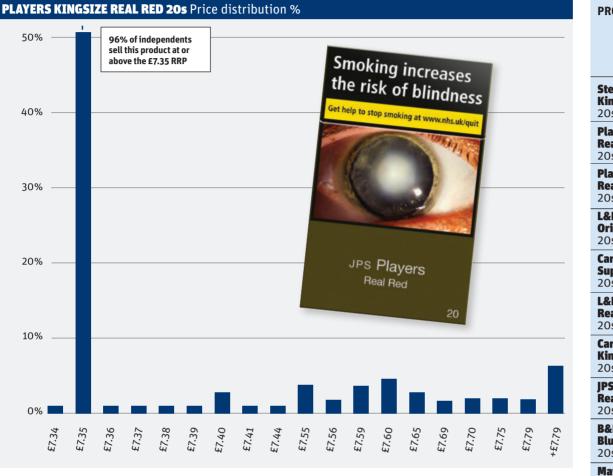
#### Nothing But snacks

Continuing the health trend, these sliced beetroot and parsnip snacks come in at 36 calories per bag and are aimed at adults and kids. **RRP**£1.29

Contact nothingbutsnack.com

## $\mathsf{PR}(\mathsf{C} = \mathsf{W}/\mathsf{A}(\mathsf{C}))$

### Profit checker Cigarettes



### Analysis

It is now more than two months since EUTPD II regulations came into force. Customers' budgets are being squeezed and retailers report many are abandoning brand loyalty and asking for the cheapest cigarettes. More than

half the retailers in our survey stick to RRP in the case of Players Real Red, giving them a margin of slightly less than 5%. The four retailers we spoke to were not willing to charge extra, with competition and price-savvy customers cited as the reason. Shaving a few pennies off the RRP can help make a name for a store, some said. Around 45%, however, add to the RRP – most commonly by 10p, 15p, 20p and 25p - to achieve extra profit.

#### **Price checker**

PRODUCT
<b>Sterling</b> <b>Kingsize Dual</b> 20s
<b>Players Superkings Real Red</b> 20s
<b>Players Kingsize Real Red</b> 20s
L&B Kingsize Original Silver 20s
Carlton Superkings Red 20s
L&B Kingsize Real Blue 20s
Carlton Kingsize Red 20s
JPS Kingsize Real Blue 20s
B&H Kingsize Blue 20s
<b>Mayfair Kingsize</b> 20s
Marlboro Kingsize Gold 20s
Sovereign Kingsize Blue 20s

### How we drive our profit

#### Ranjan Patel

**STORE** Marsh Hill News **LOCATION** London SIZE 500sa ft **TYPE** high street

#### TOP TIP

Make sure your customers know what they're buying is genuine



We sell Players at its RRP. I feel we get better sales this way, especially as some of the other shops around here add a little extra Customers come in and have a moan about other shops, which sell at £7.45 or more, which is quite a bit over RRP. I want a quick sale - to get stock sold as fast as possible. A problem I face in my area is counterfeit cigarettes. I even had a customer asking to swap his packs, but you have to be firm - you have to know what you are buying - and I know this works for me because my regulars keep coming back.

#### **Eugene Diamond**

**STORE** Diamond's **LOCATION** County Antrim SIZE 1,000sq ft **TYPE** residential

TOP TIP

It's all about value and making sure your customers know you have what they want at the best price



We sell Players Real Red for £7.35, its RRP. We have to compete for sales because we have some big competition nearby as far as cigarettes go from Tesco, Sainsbury's and a Co-op. We have got to keep our local customers happy by selling the big brands they are looking for. The only time I will go above RRP is with the premium brands. The illicit trade has really cut into the market too. It's all going on under the counter where people can't see. Obviously, there is nothing you can do to promote cigarettes, so it's just about keeping the prices as low as possible.

BOOKER

RRP

£8.45

£7.35

£7.35

£9.00

£7.45

£9.10

£10.09

£7.44

AVERAGE

UK

RETAIL

PRICE<sup>4</sup>

£8.61

£7.44

£7.44

£9.26

£7.53

£7.93

£7.52

£8.20

£7.57

£9.22

£10.34

£7.57

#### Toby Hill

RNreporter@newtrade.co.uk

O20 7689 3357

### **MY LOCAL HERO**

Retailers reveal the most profitable produce on their doorsteps

Surekha Patel Best-one, Bexhill-on-Sea



#### Ruby's Cakes £3.99



#### How did you discover them?

Ruby's Bakery operate locally in Sussex and they came to see me to talk about supplying a range of cakes a while ago. My shop is in quite an affluent area so any local offerings we can stock appeal to my customers. I actually order them through a supplier, but all my customers know the name.

#### Who buys it?

It's a really mixed demographic, but I think word has got round that I stock a range of lemon drizzle and Bakewell tarts and small sponges so we get quite a few people coming in for them. There's around a dozen in a pack, and they are great for morning coffees and afternoon teas and because they are baked locally, the quality is good.

#### Why is it so popular?

My customers don't seem to mind paying a premium for good quality and these cakes taste like they are homemade. At £3.99 they are not too pricey, but cost more than a pre-packed offer. I put them all out on the counter too, so it's hard to ignore them. I probably sell around a dozen packs a week.

£7.35	£7.35	£8.00	£7.35	
£7.74	£7.75			
£7.35	£7.35	£8.00	£7.35	
£8.00	£8.00	-	£8.00	

Data supplied by

RETAILER

£8.45

£7.35

£7.35

£9.00

£9.10

£10.40

£7.44

C

SMALL C-STORE IN C-STORE IN KENT CORNISH COASTAL VILLAGE

RETAILER

£9.00

£8.00

£8.00

£10.00

£8.10

£9.80

£10.55

£8.10

2

RETAILER

CORNER SHOP IN LANCASHIRE TOWN SUBURB

£8.45

£7.35

£7.35

£9.00

£7.45

£9.10

£10.09

£7.44

1

EDFM is a specialist in helping leading suppliers to the UK's independent convenience channel get value, insights and business benefits from EPoS data.

**RFTATI FR** 

4

HIGH STREET STORE IN SCOTTISH VILLAGE

£8.45

£7.35

£7.35

£9.34

£7.35

£7.75

£7.35

£8.00

£7.35

£9.00

£10.09

To find out how they could help you call 07976 295094

5

**RFTATI FR** 

C-STORE IN CENTRAL CARDIFF

£8.69

£7.39

£7.39

£9.29

£7.49

£7.99

£7.49

£8.39

£7.59

£9.29

£10.49

£7.69

RETAILER

C-STORE ON MAIN ROAD IN LARGE DURHAM TOWN

£8.60

£7.35

£7.35

£9.00

£7.35

£7.75

£7.35

£8.00

£7.45

£10.38

6

Amandeep Singh

**STORE** Family Shopper **LOCATION** Barnsley **SIZE** 3,000sq ft **TYPE** main road

#### **TOP TIP**

Ensure availability is up to scratch. Changes in the law mean customers are mixing and matching more



We sell around 80 packs of Players Real Red a week at RRP at a margin of 4.8%. We sell all cigarettes at RRP because customers are very aware of price trends at the moment, and have a poster next to the gantry showing the RRPs. We have a One Stop, Tesco and Co-op nearby so pricing and availability is everything. We've had some availability issues with Sovereign Dual, Amber Leaf and Hamlet recently, but I think that's because manufacturers thought things would be worse than they are. People will just change brands if they come in and can't get what they want.

#### Dennis Williams

**STORE** Premier Broadway **LOCATION** Edinburgh **SIZE** 1,700sq ft **TYPE** residential

\* from a sample of 3,500 stores

#### TOP TIP

Cutting even a small amount off the RRP can help make a name for your store



We sell Players Real Red at £7.30, 5p under the RRP. JPS is a big name and we want to have the best price in the area so I'm prepared to price lower like this. You lose a bit from your margin but it's definitely a footfall driver to my store, which is important when the tobacco market is as tough as it is. I think the tobacco regulations shook things up a bit at first, but things have settled down and price is still very important. We have had a few supply problems with JTI brands like Amber Leaf lately, however.

#### 4 August 2017 • RN



## YOUR REGION

### SOUTH EAST NFRN DISTRICT COUNCIL 24.07.2017

#### Tim Murray reports from the NFRN South East district council meeting

#### **Menzies pledges** its commitment

22

Menzies is aiming to deliver newspapers and magazines to retailers when they need them, the company told delegates.

Speaking to the district council, the company repeated its commitment to the market, saying it was still the most important part of its business. Menzies regional manager for the south Ian Nesbit said: "We have diversified, but the main focus is still the newspaper and magazine business. We will have very few shared vehicles.'

Discussing the company's new routing plans, Mr Nesbit said: "In terms of efficiency, of course we expect to make some savings.

"It's part of it, but it's also about trying to get titles to retailers at the time they need them." He admitted, after

questioning

from East Kent member Hitesh Pandya about Menzies' tagline of "Blue Vans Mean

Business". that it only owned 25% to 30% of its vans, with the balance being from contractors.

Hitesh

Pandya

And while he further noted that agency staff were needed to help pack during busier times, he added: "There isn't any evidence to suggest that agency pickers are worse than staff pickers."

Responding to calls from retailers such as North West Kent members Jeet Chopra and Ron Rushbrook, who outlined problems they and other members had been experiencing with late deliveries and mispacked

🚪 Menzies regional manager for the south, Ian Nesbit, says newspapers and magazines are

orders, Mr Nesbit pledged to look at ways to ensure HND cus-Ron tomers get their Rushbrook papers first when there are prob-

lems. He also promised to attempt to prioritise independent retailers. Mr Nesbit further

promised that Menzies would investigate illegal sales of magazines at market stalls, including one notable seller in the Chelmsford area.

"We need to find out where they are coming from and put a stop to this," Portsmouth member Colin Fletcher said.

#### Your say

increased concerns in the media about sugar content and health? Drinks sales are buoyant and sugary drinks are

still doing well, although people are drinking a lot more water. Smartwater has become a top seller, the 850ml and 1.5l are most popular. Cheaper waters aren't really working, people aren't sure of the taste.

**Hitesh Pandya** 

Toni's News Ramsgate

We have diversified. but the main focus is still the

still the company's main focus

newspaper and magazine business

**Ian Nesbit** Menzies regional manager for the south

Have you noticed changes to your soft drinks sales in the light of

#### **Carriage charge** clarity 'pursued'

The NFRN will challenge Smiths and Menzies to provide clarity on how their carriage charges are calculated following the latest set of rises published last month.

NFRN chief executive Paul Baxter outlined to South East district council members some of the ways the federation is tackling "unfairness" in the news sector.

He said: "We're seething. We demand to see how their outrageous 4% rise was worked out. I want them to justify it. How can they launch so many businesses alongside distribution, keep the papers later and still charge us without recompense?"

North West Kent member Naresh Purohit added: "We can't maintain our business with carriage charges from wholesalers going up, margins going down and publishers pleading poverty. Surely they both understand to sustain the industry all of us need to make money?"

People are

conscious

now and

too. There are a lot more

options with less sugar

and a lot with zero sugar

and I've noticed younger

customers are starting

to move towards the

zero options now.

more health-

#### **District's future** in the spotlight

NFRN districts in the south-east have always been forward-thinking, but more needs to be done to prepare for the future.

That was the message from visiting NFRN president and district member Linda Sood. "We have to



look further than restructuring of branches and even districts 10 years down the line. We need to start thinking about the future of the districts," she said.

Paying tribute to the support of the South East district, she added: "I want the federation to carry on, but we have to change. Let's get some ideas together."

#### **Zapper 'levels** the playing field'

Working with payment system Zapper enables independent convenience stores to keep up with the multiples by offering customers their own loyalty card, the company's NFRN account manager Grant Forrest told the council.

"It offers a level playing field with yourselves and supermarkets," he said.

"You can have your own club card for customers. Your opportunity ends when a customer walks past your store, but Zapper gives you the chance to contact them, drive them in-store and drive the frequency of visiting. It's a real gamechanger."

He further pledged that Zapper was for independents only.

"We won't be dealing with Co-op and Tesco and others," he said, responding to retailers' questions.



their habits. People are still buying the same drinks they have always bought. Sugary energy drinks are still selling really well. Price isn't a factor when it comes to whether or not they buy soft drinks.

**Bob Patel** 

Ramsgate

Dunwells News

**Pradip Amin** Birds Newsmarket Portsmouth



#### 23

#### NFRN brings new deals to south London

Members heard about the latest deals offered by NFRN Commercial, as well as the benefits of Zapper, when the revived Croydon and South London branch held its July meeting at the Grange venue in Wallington last week. Also in attendance was 3R Telecom, which unveiled its new cash machine, and PepsiCo, which offered an exclusive Walkers deal for attendees of the event.



Multiple threatens community spirit 'We have loyal customers who value us'

## Arsenal stores return fire to retail big gun

#### by Joe Cooper

RNreporter@newtrade.co.uk

North London retailers are continuing the battle against a new Sainsbury's Local opening in their area as the supermarket giant attempts to overturn an initial decision by the council to reject its planning application.

The multiple's bid to open a store in Highbury has been met with opposition from a joint campaign by business owners and residents, who value the diversity and services offered by longstanding independents. There are already several multiple convenience stores within walking distance, including a Sainsbury's Local.

Islington Council rejected a planning proposal on the grounds it would "adversely impact the vibrancy of Finsbury Park town centre", but Sainsbury's has appealed to the secretary of state for communities and local government to try

to overturn the decision. Hitesh Patel's family has owned Arsenal Wines for almost 40 years. "I've had to put things at my business on hold to fight this – I've spent around 100 hours on this," he said. "We have loyal customers who value us – we know their children's names, we look after them – but we know we can't compete with Sainsbury's prices."

Mr Patel said his father was considering selling up if Sainsbury's gets its way.

"We don't want to see any more independents go," he added. "This isn't needed and I hope common sense prevails." Ali Yavuz, of Arsenal Supermarket, said: "They have one shop just down the road. Why do they need another? My sales will be seriously affected."

Islington councillor Caroline Russell said: "There's already a wealth of community stores providing residents with great service. A second chain store will not help the many small businesses who play an essential part in a thriving local economy."

A planning inspector will take evidence from both sides and make a decision in the following months.

Sainsbury's said up to 20 jobs would be created by a new shop.

"Our stores aim to complement, not compete with, local businesses," a Sainsbury's spokeswoman said.



**ACADEMY IN ACTION** 

INDEPENDENT

### Three month follow up: Marketing to Customers

In March, Hi! Street Digital managing partner Jonathan Daniels visited Tariq Majid's Brookside Filling Station near Hungerford to advise on marketing. Three months on, what action has he taken?

#### IAA ADVICE

Request new signage from Mace and place an advert on the shop's front door

**2** Seek expertise and set up a shop Facebook page

**3** Research ways to introduce a loyalty scheme and begin implementing the best one

### TARIQ SAYS

I spoke to Mace about new signage but didn't get the response I was looking for,

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so have decided to switch all six of my shops to Spar. I am just sorting out my contracts but they should all be with the new symbol group within two or three months.

They have let me know they can help me set up a Facebook page and loyalty scheme. I am very excited for these changes and wouldn't have thought

about this without the shop visit.

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#### Your action plan

Visit **betterRetailing.com/AiA** to find out more about Tariq's visit, to develop your own action plan and see similar results in your shop

### **Retailer calls for PayPoint support**

A store owner who has been asking PayPoint to install a terminal in his Cambridgeshire store without success for two years has accused the company of not supporting retailers.

Amit Lodhia, who runs Jayes News in Huntington, contacted the company in 2015 asking for the PayPoint service. However, he was told that due to his credit card terminal being managed by Worldpay, the service could not be provided. Mr Lodhia has since contacted PayPoint persistently to negotiate an arrangement, but has had no response.

"I am the only retailer within a 10-minute walking radius and have a lot of people coming in who need the Pay-

radius and nave a lot of peopleblogistcoming in who need the Pay-"OnPoint service. I'm in the middlehas spof town and I'm having to send[Mondpeople away," he said. "In thetomorpast two weeks, I've had to re-his rec

fuse two £1,000 bills. It doesn't make sense that PayPoint is not supporting me.

"They can't claim to support retailers when clearly they are just not bothered."

A PayPoint spokeswoman apologised for the "initial delay".

"One of our representatives has spoken to Mr Lodhia today [Monday] and is meeting him tomorrow [Tuesday] to discuss his requirements," she said.

## YOUR VIEWS

#### **YOUR LETTERS**

#### PayPoint offer is a little behind the competition

You published my letter recently about the knock-on effect of PayPoint retailers terminating their contracts.

They are terminating their contracts because of the costs of offering PayPoint as well as PayPoint's decision to offer only 'integrated' EPoS systems to replace the old yellow box.

The reason I chose not to take Pay-Point on when I took over this store last year was precisely for these reasons – and the fact that I already had an EPoS system. A very good one, in fact, that I have had for years. I think the software only cost about £150.

When I asked PayPoint about the EPoS system it was offering, it didn't compete with the one I already had.

Now, a year on, I see PayPoint is launching PayPoint One Pro that will enable retailers to have "additional" functionality such as stock takes. That really sums up PayPoint. Stock take functionality is a basic component of any EPoS system – the fact that it hasn't been included in its original system suggests it rushed into delivering an EPoS system that simply wasn't comparable to the freeware versions Good luck PayPoint, but you have entered a market where "best of breed" is long established and you have a lot of catching up to do Tim McCormack out there, let alone EPoS systems that cost retailers £10 per week.

Good luck PayPoint, but you have entered a market where "best of breed" is long established and you have a lot of catching up to do, as well as establishing a fair price for your offer.

> **Tim McCormack** Moffats Newsagents, Coldstream

#### A PayPoint spokesperson said:

"We work closely with retailers to ensure PayPoint services are supporting the growth of their business and helping them *deliver great customer service. PayPoint* One is already helping over 5,000 retailers run their whole store from one device, with EPoS Core enabling those retailers to access cutting-edge technology with no upfront cost. EPoS Pro takes the proposition to a different level with a fully-blown EPoS solution targeted at symbol retailers and independents who want full inventory control. It also makes full use of mobile technology to give retailers the freedom to control their store and their stock from anywhere with any device."

#### Publishers need to let Diana rest

I'll probably get sent to the tower for this, but here we go. Open message to the publishers – you know who you are – how many more years' worth of never-before-seen pictures/stories of Diana have you got stored away?

The poor girl is getting more coverage in your papers than George Best, Nobby Stiles or indeed Piers Morgan. Do you not think it is high time you let the girl rest?

For the sake of her family and your readers, when customers are saying "not again" it's time to quit.

> Graham Doubleday Doubleday Newsagents Mossley, Ashton-under-Lyne

#### Menzies' support good, supply is not

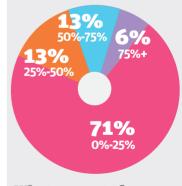
Just a note to clarify, in the Eastern Counties NFRN district council report in last week's RN, comments I made regarding having a manager in my shop at 8am to explain a lack of papers referred not to lateness, but a lack of supplies, so it was a circulation manager I would like to see, not a Menzies manager. We have a good relationship with Menzies in Norwich, and long may it continue. Apologies for any confusion caused.

> **Ralph Childs** Childs Newsagents, Great Yarmouth

#### Neville 'nailed it' in his column

I had a real wow moment when I got to Neville Rhodes' column (Margins

#### **RN READER POLL**



What percent of your parcel customers also make purchases in your shop?

#### NEXT WEEK'S QUESTION

Do you think AmazonFresh will be a threat to your business?



## YOUR SAY Is there demand for lunchtime food in your area?

#### Vic Grewal

Simply Fresh, Thames Ditton, Surrey

I used to have two stores and in the larger store we had a deli which we used to serve everything from pizza to sandwiches from, which was great. We have leased out the larger store now and this store is only 1,000sq ft so we are constrained by the space but we do offer sandwiches and soft drinks. There are a lot of offices round here so workers come in at lunchtime.

Adrian Rodda

AR News, Harrogate, Yorkshire

There's not much space for me to offer that kind of food here and I don't want to lose space that I give to greeting cards. I like to keep it a traditional store and people don't expect to find it here. There are so many other food places for people to go in Harrogate that they wouldn't choose to come here because it probably wouldn't be as high quality considering what you usually find in convenience stores.

#### Naresh Purohit

Dartford, Kent

I used to do a lot of sandwiches and fresh food but as soon as the Co-op near me started doing them as well, people would always go there. Regardless of the price or quality of what I was offering I found that people would just go there so I couldn't make any money on it. It made more sense for me to focus on other things and not offer it anymore.



#### **MY 40P FEE COVERS MY CHARGES**

I read the article on credit card charges (RN, P4, 28 July). As a central London retailer, I am concerned at the change in law. I charge a small fee (40p) for credit and debit card charges and a cashback service. I am simply passing on my bank charges.

People are happy to pay,

aren't everything, RN 28/07/17).

He nails it. Retail is all about the money and how to ensure one is undertaking activities that make the effort worthwhile.

I was always told that

and they have a choice – if they don't, they can either pay in cash or walk away.

A blanket ban suggests we are all the same, but that's not true.

I don't charge extortionate fees like some ATMs do, or online services.

If I can't offer cash-back or debit and credit card

one can only bank cash, not percentages. This is a high value article from Neville!

> Steve Denham Associate editor, betterRetailing.com

services then I'm not serving my customers properly. Is anyone campaigning

on this change on behalf of retailers?

David Polluck HV Kingsley, London

**100** EARS AGO 4 August 1917

A London newsagent was persecuted for displaying a hand-written paper poster concerning newspapers outside his shop, despite only having used the back of an old contents bill.



I will start by telling Vijay Patel (letters page 14 July) I also had no copies of Motor Cycle News for week ending 8 July.

I too rang Smiths News in Wednesbury to find out where they were and I was told I was no longer down for them. My copies are all ordered and I never send any back so I was not at all pleased. When I asked why they had been taken off my order I was told marketing had done it. This is the fourth time that whoever runs this wretched section has cocked my order up and it is getting rather annoying.

There is a new phone system in place at Smiths News. It used to be that a person would answer giving their name and asking how they could help – simple and quick. But that's been stopped. With this new rubbish I now dial the number and a voice tells me my call may be recorded, before telling me to tap in my customer number to be connected to an agent (I thought maybe Pussy Galore or Miss Moneypenny had started to work there).

However, the system didn't recognise my number and I was advised to try again. This palaver went on four times before I finally got to speak to someone.

Seven Trent has got a considerable length of the A519 between Eccleshall and Woodseaves dug up again. Of course, that involves temporary traffic lights causing long queues at peak times of the day. It was supposed to be for a week but up to now it has been 12 days and there is no sign of them finishing yet.

#### YOUR SOCIAL MEDIA COMMENTS THIS WEEK Contact us facebook.com/ThisisRN

Contact us facebook.com/ThisisRN and @ThisisRN



The advantage of rural living is that you can witness your local food being produced. Pop to *@itteringhamshop* sometime and enjoy the harvest!

Itteringham Shop @ItteringhamShop

Cooking on the weekend? One customer commented "it looks like supermarket quality but at the local



shop" #YoullLoveTheChange

One Stop Mount Nod @OneStopMountNod



New craft beer stand looking the part and already going down well on payday Raaj Chandarana @raai c

Gifts of flowers & wine from two **#happycustomers** today - lovely! @ThisIsRN @IAAcademy Meryl Pike Williams @meryl\_pike



#### In response to RN's Facebook post: Anger as Smiths carriage freeze ends with 10% hike

Smiths delivery vans carry Amazon parcels yet newsagents pay the cost in the "carriage" charges. As the drivers stop longer at each shop to deliver/collect Amazon items, so each successive news delivery to the next newsagent is further delayed. And drivers don't return to depot for re-run titles until all their Amazon stuff is sorted first. Those with access to publishers might like to refresh them on this system, as missed sales and higher wastage continues to kill off the retail estate. Karim Mawji

## **CRISPS** & S Make the most of new trends

With a plethora of new products on the market to satisfy the growing snacking needs of shoppers, now is a great time to brush up on how to encourage more sales. Helena Drakakis takes a look at the key trends and how to capitalise on them

hanging eating habits have led to a marked increase in snacking. Old favourites in the crisp category have been joined by new and exciting flavours, and there is a whole new selection of better-for-

26

you snacks for customers to indulge their cravings. But with sales of single packs down and more new products than ever to choose from, what simple steps can retailers take to ensure they can make a profit from crisps and snacks?

**Crisps and** snacks represent a huge opportunity to grow basket size

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Only 21% of shoppers in independent and symbol stores know what they intend to buy before they visit a store, so it is essential to try to influence purchases. Visibility is key and placing best-selling products at eye level in high footfall areas will drive sales. "We worked on the flow of our store so people shop the outskirts for impulse and meal solutions and the interior with household goods," says Harj Dhasee who runs a Nisa store in Gloucestershire.

#### **BLOCK SNACKS TOGETHER**

### PUT SALTY SNACKS NEXT TO DRINKS

According to PepsiCo's convenience research, salty snacks and drinks go together. "We know customers often buy salty snacks alongside soft drinks and beers, wines and spirits, so use secondary locations in these areas to encourage more sales," says PepsiCo's Pierre Jackson.

### CAPITALISE ON 'MEAL FOR TONIGHT' SHOPPERS

Shoppers have moved from doing regular weekly shops for the whole family to shopping for occasions or specific needs. According to KP Snacks, 52.6% of spend within the convenience channel is for replenishment, but the fastest-growing sector by far is 'meal for tonight', which is up 8% year on year. "For this reason, crisps and snacks represent a huge opportunity to grow basket size when shoppers are in-store. They sit outside of this mission but will tempt hungry customers as they plan evening meals," says sales director for convenience, wholesale, discounters and foodservice, Matt Collins.

> Low-fat and lowcalorie products offer customers more choice

#### **GET YOUR CORE RANGE RIGHT**





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## Enjoy a summer of soaring sales



7 OF THE TOP 10

best-selling £1 PMP\* sharing lines are Walkers



VISIT WWW.COUNTSFORMORE.CO.UK & ENJOY THE BENEFITS

> The more points you earn, the more you can spend on your business

\*Recommended retail price. 1. Nielsen, Impulse Channel, 12 weeks to WE 27.05.2017

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## **CRISPS & SNACKS**

#### HIGHLIGHT PRICE-MARKED PACKS

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The majority of shoppers cite price as a determining factor behind purchases. "We are increasingly finding pricemarked packs to be a key feature among independent retailers as a means of building trust with shoppers as they communicate transparency on pricing," says Pladis's Hena Chandarana. Likewise, PepsiCo £1 pricemarked packs now make up more than 50% of all pricemarked sharing packs in independents and are in double-digit growth. Roshan Ramzan, a Best-one retailer in Methil in Scotland says: "Pricemarking has had a profound impact and has increased singleserve sales by 22%. Our customers love top brands at great prices."

Pricemarking has had a profound impact and has increased singleserve sales by 22%

#### **PRICE CLEARLY** A crisps and snacks range with

WALKERS

Cheese & Onior

clear, visible pricing, preferably via shelf-edging, makes the category easy to navigate but also highlights promotions and value. "I use shelf-edging on my value ranges and especially anything on promotion. In my store, people notice price above anything else," says Sunita Kanji, who runs a Family Shopper in Little Hulton.

> £1 pricemarked packs make up more than half of sharing packs in independents

> > SATIONS

#### **CREATE GREAT DISPLAYS**

Manufacturer PoS and advertising tie-in displays are a great way to attract shoppers' attention. New campaigns such as Walkers' Choose or Lose, which asks shoppers to vote for their favourite flavours, help the category stand out. These campaigns are in plentiful supply – KP Snacks is also planning activity around its nut offering. "KP will this year be investing heavily behind its KP Nuts brand to capitalise on its market-leading position with new products and advertising support. From cartons to cards and clipstrips, KP has a comprehensive range of packs and formats range to offer a solution for all retailer requirements," says Matt Collins.

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#### SHOW OFF NEW PRODUCTS

New products are important for suppliers looking to reinvigorate the category and drive sales alongside the core range, and industry advice is to position launches in prominent positions and re-stock fast-selling products, while weeding out unpopular lines. Rik Pandya, of Premier Rik's One Stop, in Gillingham, Kent, says: "I always put snack launches on my counter in a prominent position. If they sell well I reorder and position them in the snack aisle, whether it's chocolates or crisps or biscuits."

#### Popcorn is becoming ever more popular



#### HIGHLIGHT HEALTHY CHOICES

Nuts, baked snacks, and a plethora of better-for-you niche prands such as Yushoi rice snacks are offering shoppers more choice. 'Health has never been higher on the agenda. Offering choice and a range of pack formats helps shoppers to select products,' says Pladis's trade communications controller Hena Chandarana. Popcorn, too, is becoming ever more popular. "For consumers seeking ighter snacking options for when they are watching films at home or snacking on the go, the Kettle Foods' portfolio now includes Metcalfe's skinny popcorn,'' says Kettle foods head of impulse, Andy Verney.



Locations such as the front of the store, near the confectionery aisle, the sandwich chiller, or the till are great secondary areas for crisps and snacks to capitalise on the impulse nature of the category. Different formats are also good to second-site in additional areas.

#### **PROMOTE SHARING**

Sharing is a key growth trend in the snacking category, driven by the increasing popularity of nights in. "Brexit concerns and economic instability are encouraging more consumers to swap expensive restaurants for nights in with friends and family," says Andy Verney from Kettle Foods. PepsiCo's Pierre Jackson advises retailers to prioritise sharing alongside beers, wines and spirits, soft drinks and other high-traffic areas to cash in on the trend. ●





**Register your interest at betterRetailing.com/LSS** 

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#### **THE TREND**

**Healthier baking** (including using more fresh fruit)

#### PRODUCT

Nature's Finest 400g sharing pots, available in Mango, Peach, Pineapple, Pear, Pitted Prunes, Mandarin and Tropical Fruits



"We recommend stocking fruit products as part of the core baking range, as they are a popular ingredient used in baking for adding flavour, natural sweetness, and texture to bakes. Our fruit pots also contribute to one of your 'five a day' and contain no added sugar, making them ideal for health-conscious consumers."

#### **Georgina Edmonds**

Marketing manager, Nature's Finest

#### THE TREND **Natural ingredients** and aesthetics

PRODUCT Dr. Oetker's Mini Wafer Flowers

"Natural beauty is a theme for cake decorating as home bakers strip back to basics. Dr. Oetker's Mini



Wafer Flowers are a great decoration for this trend, as they allow home bakers to create a floral look with minimal effort. Stocking these ingredients near to the home baking fixture is a great way to inspire customers.'

Ian McKee

Executive head of marketing, Dr. Oetker UK



Shoppers look for best-quality

cooking

chocolate



Merchandising the right products together can help increase impulse purchases

## Watch your sales rise

It's August and traditionally that has meant the return of Great British Bake Off and with it our national home baking obsession. Toby Hill asks suppliers and retailers which products they champion to get sales going

t is seven years since The Great British Bake Off sparked a revolution in home baking, inspiring people up and down the country to get their hands sticky with flour and sugar and propelling the category to a total value of £771m. Many store owners responded to the trend, expanding their ranges of core baking products to include colourings, flavourings, fillings and decorations.

"The sector spans across every

THE TREND

Small sweet decorations

demographic," says Jonathan Summerley, purchasing director at Hancocks. "From amateurs and children baking a cake with friends during the summer holidays, to professional bakers".

But with the TV programme moving to Channel 4 and Brits feeling a squeeze on their incomes, how is the category holding up now? Are people still committed to baking, and which trends and products are catching their imaginations in 2017?

THE TREND **Baking with chocolate** (for buttercreams, ganache, sponges and striking decorations)

PRODUCT Dr. Oetker Fine Dark Cocoa Powder Tub

\* 1410



"There is a significant move towards branded

chocolate in this category, which is up 7% year on year, as shoppers look for best-quality cooking chocolate with high cocoa solid levels. Cocoa Powder is also growing by 30% at a category level. To build on this, in March Dr. Oetker launched Cocoa Powder in a tub format."

#### Jan McKee

Executive head of marketing, Dr. Oetker UK







"Our Let's Bake brand has launched, and with Mini Marshmallows Caramel Fudge pieces and Honeycomb Sprinkles (to name a few) retailers can earn up to 66.4% profit. Although they're baking items, retailers can crossmerchandise too: place honeycomb sprinkles in the ice cream or yoghurt section, for example."

#### **Jonathan Summerley**

Purchasing director, Hancocks

#### **THE TREND** More baking

#### with gelatine PRODUCT

Dr. Oetker gelatine sachet multipack 3 x 12g sachet

"Gelatine is seeing strong market growth, driven by the trend towards mirror glaze cakes as seen on Great British Bake Off. as well as



the trend towards homemade sweets popularised by slimming recipes."

#### Ian McKee

Executive head of marketing, Dr. Oetker UK

#### THE TREND Parents baking at home

with their children

#### PRODUCT Baking powder sachets

"It used to be that mums with small kids would just buy ready-made Mr Kipling cakes, but



now they want to bake themselves. They're still busy, so they're looking for ways to make baking easy. As a result, I sell lots of Dr. Oetker baking powder, muffin mixture or chocolate chips - the whole range which makes it easy to bake at home."

#### **Bimal Patel**

Londis Ferme Park Road, North London



#### **THE TREND Elderly people making** traditional cakes

#### PRODUCT

Mrs Darlington's strawberry raspberry or apricot jam

"We sell a lot of flour and eggs to elderly people who enjoy baking. They then look for nice jam

or cream to put in their cakes. Our Mrs Darlington's range of specialist jams are really popular - they're priced at £2.20 but sell much better than cheaper brands like Hartley's."

#### **Julie Atkinson**

Hollin's Green Community Shop, Warrington

THE TREND

**Baking with** 

dried fruit

put in their cakes. I've condensed

my range down to just one bag of

Happy Shopper dried mixed fruit.

It's pricemarked at £1.45, which

gives me a margin of 31%."

The Corner Shop, Crossgates, Fife

Robert Kirkwood

Customers walk in with their cookery books looking for all sorts of bits and pieces

#### THE TREND Artisan and heritage flours

#### PRODUCT Wessex Mill flours

"Great British Bake Off has been around for a long time but baking is still a verv buoyant category.



We do a range of 12 Wessex Mill artisan flours - pasta flour, rye flour, French bread flour, onion flour and there are definitely people who come in because they know we have those niche products. They give us healthy margins too, around 30%."

**Charles Mills** 

Budgens of Mortimer, Berkshire

#### **TOP FIVE** merchandising tips

#### Jan McKee

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xecutive head of marketing, Dr Oetker

#### Encourage impulse buys

Cake decorations should be merchandised at eye level to encourage impulse purchases and inspire customers with choice.

#### Cater to scratch bakers

The flow of the fixture should go from the more experienced scratch bakers to the less so, from flour to cake mixes.

#### Give shoppers ideas

Point of sale is key, as shoppers often need recipe inspiration in order to buy new products.

#### Provide excitement

Stocking innovative decorations or ingredients can encourage customers to make further purchases and buy everything they need to bake from scratch.

#### Bring together ingredients

Cross-merchandise home baking with other key recipe ingredients such as lemon juice, golden syrup, suet, treacle, dried fruit and nuts, as well as jams and ambient desserts. 🔵

#### THE TREND **Bringing cookery** books in store PRODUCT

#### Dr. Oetker Food Colouring

"We've seen home baking increase and now have two metres in the store. Customers walk in with their cookery books looking for all sorts of bits and pieces so it's important to have a decent range. We have several bottles of food colouring, which we price at £1.65. It gives us a margin of 35% to 40% and we sell about 10 packs a week."

Joe Williams The Village Shop, Hook Norton, Oxfordshire 31



**Dried fruit provides** a healthier option for bakers





## CELEBRATIONS

## Get these sales wrapped up

Store owners are perfectly placed to provide cards, wrapping paper and even gifts to customers celebrating life's many landmarks, anniversaries and achievements. **Toby Hill** catches up with three retailers who know how to get the best from this opportunity

**John Vine** NewsWorld, Church Stretton, Staffordshire

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John Vine sells £35,000 of greeting cards a year, including £10,000 at Christmas alone. He makes an average of a 50% margin on them, too, so this is a fantastic source of income.

#### John's celebration strategy Work with the right companies

We've been working with the same companies for 10 years now. We began by ringing a few and asking them to come in. Carlton Cards were quick to respond and their rep was very good, helping us establish a really good range.

Birthday

Build the right range The best advice my wife ever gave me was: "you can't just choose the cards you like". You've got to make sure you appeal to everyone. We have some humorous cards, but nothing too crude. Most of our customers are ladies looking for something traditional.

**Take every opportunity** The single biggest period is Christmas, but we sell lots at other times of year too. Easter cards are massive, birthday cards sell well and sympathy cards sell well too. Father's and Mother's Day, the dog's birthday – there's a card for everything.

**Set up a good fixture** When we did a shop fit recently we put in a Bartuf stand which is 25-cards tall and four-metres wide, so we can fit a lot of cards on there. It's on your right as you come through the door so people can't help but notice it right away.

#### Maintain the display constantly

You've got to keep the display tidy, freshen it up with new products and change your range depending on the time of year. It's almost a full-time job: my wife can go over to the stand and be there sorting it out for two or three hours. The best advice my wife ever gave me was: "you can't just choose the cards you like"

#### **Kate Clark** Sean's News,

Upton-upon-Severn Worcestershire



Sean's News in Upton-upon-Severn is only 750sq ft, but owner Kate Clark fits a wide range of gifts into this small space. "It's definitely worth it," she says. "We have key rings that light up, spinners, kids' cups with dinosaurs, picture frames... people know they can come in here and get what they need."

#### Kate's celebration strategy

**Keep prices low** My cards go from 99p through to the Noal Tate range at £1.99. The same with my gifts: everything costs less than £10. It fits in with the rest of the shop. It's a newsagents, it isn't somewhere people come expecting to spend £20.

#### Make sure you cater to kids I've

diversified to suit all demographics, but stocking gifts in a local shop works particularly well for kids. They come into a shop they already know with pocket money and buy mum a birthday present along with sweets and a can of pop.

**Listen to your customers** Choosing which gifts to stock isn't always easy. It's about utilising the people who come into your shop: I chose 90% of my range by getting information from someone else and following up on it.

#### Chatting to my suppliers yields the best ideas

Suppliers go into shops all over the country, they know what sells well in different places and to different people. You can talk to them over a cup of tea, or while doing a stock order, but it's worth taking the time to draw on their wealth of knowledge.

#### Look for inspiration in different places I also

get ideas for products by going into wholesalers, looking around, and talking to staff about what's selling. Trade magazines are useful too: I'll read them over my lunch break, or when it's momentarily quiet in the shop. You've got to keep up to date with what's happening and grab opportunities. It's vital to adapt your display to each seasonal event

> Mark Dudden Albany News at the Post Office, Cardiff

Mark Dudden's store is on a busy high street so he has a lot of competition. But he has still managed to make it a destination for people looking for cards and gifts all year round.

#### Mark's celebration strategy Focus on Christmas early We'll

begin stocking for Christmas in February, when all the lessons we learned from the previous year are still fresh in our minds. That process usually begins with the Birmingham NEC Spring Fair in September, where we'll buy a lot of cards and gifts for the next season.

#### Trade shows are vital for smaller events too The next

big event we have coming up is probably Halloween. The Autumn Fair is also good for this season, so we'll get lots of ideas for Halloween and other autumn and winter events there. Let customers know they can rely on you for wrapping paper, cards and small gifts

#### Merchandise your stock effectively

As we're on a high street there's stiff competition, but we get a lot of passing trade, so it's good to have something colourful to grab people's attention as soon as they come through the door.

Let your stock sell itself We also have pop-up cardboard displays which we use for seasonal displays, that stand right in your face. It's vital to adapt your display to each seasonal event to get the best sales.

#### Cross-merchandise seasonal cards and gifts Beyond that,

it's good to match gifts with each event. For example, for Father's Day this year, not only did we use one of our pop-up displays for the greetings cards, but I also brought in a new range of local history books and displayed them next to the cards. They sold very well.

### THIS WEEK IN MAGAZINES



#### **Football League**

## THERE'S MORE TO FOOTY THAN THE PREMIERSHIP

The big clubs and the big players tend to get the big headlines. But grassroots soccer is alive and well as this popular weekly proves

**THE FOOTBALL** League Paper is back after its summer break, offering fans of football outside the Premier League their own dedicated newspaper every Sunday. It offers extensive coverage for all 72 Football League clubs with news, features and gossip plus comprehensive match reports. Publisher Greenways Publishing says independents account for around 40% of the sales of both this title and sister title The Non-League Paper, which both offer a retail margin of 25%. Posters displayed in stadiums at a minimum of 100 matches will tell fans to buy their copy from their local newsagent.





#### THE FOOTBALL LEAGUE PAPER On sale out now Frequency weekly Price £1.50 Distributor Mail Newspapers Disclosurity actional

Display with national newspapers

#### **Round up**



Jennifer Hardwick Magazines reporter jennifer.hardwick@newtrade.co.uk @Jenniferh\_RN

#### THE SUN IS SHINING ON LAUNCHES

This week, as I was putting together This Week in Magazines, I was faced with the pleasant problem of having to choose from the highest number of launches I have ever been presented with in one week.

Truth be told, I previously had no idea what to expect from the summer months as holiday season hits and the out of office email replies mount up, but it appears publishers are feeling both positive and innovative as a number of new one shots and regular titles are hitting the shelves.

The excitement over the start of the football season continues with Greenways Publishing's one shot guide to stadiums around the country, as well as the return of their weekly The Football League Paper after the summer. Meanwhile, younger readers are spoilt for choice with the launch of both Hanazuki magazine and DC Super Hero Girls.

Perhaps most encouraging to see is the arrival of GoRugby to the newsstand after previously launching as a subscription-only model, subverting the trend of publishers gaining readers via retailers before tempting them away with a cut-price subscription offer.

It already has a circulation of 2,500 so it will be interesting to see how it fares on the shelves, and whether other titles could follow its lead.

Like those out of office emails, you might be finding a lot of your regular customers are away from home at the moment, but if you catch them before they fly make sure you try and persuade them to stock up on reading material from you before they head to the airport.

If you do decide to order some of the launches mentioned here, you might even be able to persuade them to try something new on the sun lounger.



### THIS WEEK IN MAGAZINES



#### Bestsellers

#### Sport

	Title	On sale date	In stock
1	Angling Times	08/08	
2	British Homing World	11/08	
3	Angler's Mail	08/08	
4	The Countryman's Weekly	09/08	
5	Match of the Day	08/08	
6	Shooting Times & Country	09/08	
7	Boxing News	10/08	
8	Kick	30/08	
9	Match	08/08	
10	Cycling	10/08	
11	Carp Talk	08/08	
12	FourFourTwo	06/09	
13	Sea Angler	24/08	
14	Rugby Leaguer & League Express	07/08	
15	Sporting Gun	31/08	
16	Improve your Coarse Fishing	29/08	
17	Carpworld	25/08	
18	Match Fishing	25/08	
19	Advanced Pole Fishing	01/09	
20	Racing Pigeon	11/08	
Dat	a from independent stores supplied by	SmithsN	ews



**HANAZUKI** Animated digital series Hanazuki launched globally on YouTube at the start of 2017 and has already been watched more than nine million times in the UK. This launch issue has two magazines in one package, with content for seven- to nine-year-olds and comes with a three-piece flavoured lip balm set, scented stickers, mood madness memo notes and a 16-page comic story magazine.



BAKING 3

#### **DC SUPER HERO GIRLS**

DC Super Hero Girls centres on the female Super Heroes and Super-Villains of DC as they discover their Super Hero potential. Aiming to deliver storytelling that promotes character and confidence, the magazine features comic strips as well as puzzles, games and creative activities. The magazine will come with a bespoke Super Hero-themed cover-mounted gift with every issue. The price will depend on included covermount.

#### WOMAN & HOME ULTIMATE BAKING

This baking special issue from Woman & Home is packed with quick and simple recipes that readers can recreate themselves. Providing inspiration for baking enthusiasts of all levels, there are more than 100 easy-to-follow recipes and tips, including glutenfree options that have been tried and tested for busy cooks. The issue has every sweet treat covered from chocolate and cheesecakes to tray bakes and tarts.

#### **10TH EDITION SLAM ATTAX**

Topps has launched the 10th edition of Slam Attax for wrestling fans with more than 350 cards to collect. WWE fans can expect to get their hands on all the latest Superstars from Raw, SmackDown Live and NXT, plus legends and Hall of Famers. Starter packs cost £4.99, including a collector binder, A1 game guide and mat and one packet of cards, including one limited edition. Individual packets cost £1.



#### **UNIOR PUZZLES**

Junior Puzzles contains a mix of puzzles and games to suit a broad age range. This summer holiday issue is packed with more than 100 puzzles including familiar ones such as wordsearch, spot the difference and riddles. There is also the chance to win a Kindle Fire Tablet and Rubik's goodies.



On sale 8 August Frequency monthly Price £3.99 Distributor Seymour Display with My Little Pony, Littlest Pet Shop

On sale out now Frequency monthly Price £3.99/£4.99 Distributor Seymour Display with Shout, Ultimate Spider-Man

41110

On sale out now Frequency one shot Price £4.99 Distributor Marketforce Display with BBC Good Food, Olive

On sale out now Frequency one shot Price £4.99 Distributor direct Display with Match Attax, WWE Ultimate Sticker Collection

AEE GIRT

On sale 9 August Frequency bi-monthly Price £2.99 Distributor Marketforce Display with Quiz Kids, Q Puzzle Compendium



## THIS WEEK IN MAGAZINES



#### **MINECRAFT: OFFICIAL** MAGAZINE

Egmont already publishes Minecraft's official books, of which they have sold nine million in the UK to date. The debut of this new magazine takes fans behind the scenes for an exclusive look into Minecraft creator Mojang's offices in Stockholm. For crafters who want to become better builders, there are 14 pages of tips, with each build broken down into detailed steps that show readers how to hone their skills.



#### BERUGBY

This is BeRugby's launch to the newsstand having already successfully launched as a subscriptiononly title, with a circulation of 2,500. Aimed at young players and fans of the sport of both genders, BeRugby provides advice and support, connecting people involved in mini and junior rugby at grassroots while also focusing on the national game.



#### **FOOTBALL GROUNDS: A FANS' GUIDE**

Covering all 92 football grounds of the English Premier and Football Leagues - as well as the Cup Finals and League Play Offs venue, Wembley Stadium - this one shot is filled with useful information and tips for travelling supporters. As well as practical details such as directions to grounds, there is also listings for recommended pubs for the best food and drink.



#### **AIRLINER CLASSICS**

Created by the team behind Airliner World, this eighth edition of the Airliner Classics series turns the clock back once again to bring readers the best from the classic years of commercial aviation. With illustrated articles paying tribute to some of the most iconic aircraft and airlines of yesteryear, its 100 pages include features on the Bristol Britannia, Classic Propliners and BKS Air Transport.



#### PRACTICAL PHOTOGRAPHY

This issue of Practical Photography comes with 13 free gifts including CyberLink Power Director 14 LE software worth £40, 60 minutes of new camera and editing videos, eight tips cards, a 32-page editing magazine, hand-colouring swatches, bokeh effects kit, and updated camera buying guide. Inside, readers can learn how to master the flash with four projects, plus how to capture natural pet portraits.

41114



On sale out now Frequency monthly Price £4.99 Distributor Seymour Display with PC Gamer, Lego Friends



**Frequency** monthly **Distributor** Inter-Media **Display with Kick**, Strike It, Match, First News



On sale out now **Frequency** one shot Price £6.99 **Distributor** Inter-Media Brand Marketing Display with FourFourTwo, World Soccer, When **Saturday Comes** 



On sale out now Frequency one shot **Price £5.99 Distributor** Seymour **Display with Air** International, Airforces



On sale out now Frequency 13 per year Price £5.49 Distributor Frontline Display with Digital Camera Magazine, Amateur Photography

#### Industry viewpoint **Javnie** Bve Consultant publishe

Match of the Day, Immediate Media



race yourselves! The start of the 2017/18 football season is here so expect a flurry of excited young football fans at the newsstand. Football will be the talking point in

the playground and will mean a surge of interest in the vibrant football and sports magazine category, which is worth £7m annually in the UΚ

Immediate Media's Match of the Day magazine, which has steadily grown its weekly share to a market-leading 72%, is a must-have for loyal fans who don't want to miss out.

The new season has kick-started for Match of the Day magazine with our high-RSV-generating foil-bagged issues, featuring our collectable League Ladders, as

Top tip

Make sure you capitalise on the new season football

buzz by ensuring Match

of the Day magazine is clearly visible at

the front of the

fixture

well as big competitions, posters, quizzes, skills advice and redhot transfer rumours. Football

is hugely popular among children in the UK, where 1.5

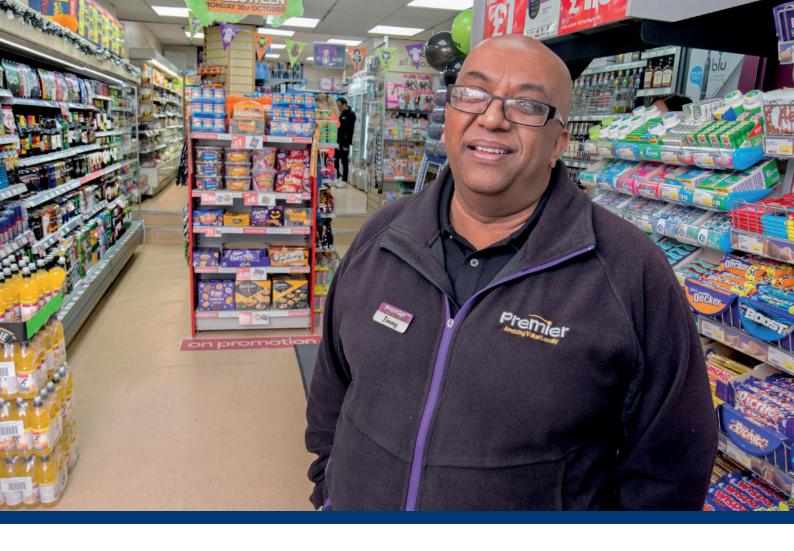
million seven to 12-yearolds support a football team and 656,000 are actively out there playing football themselves. That's a huge potential audience for football magazines.

This is boosted by a very high rate of parental purchase by adults who value the heritage of this long-standing BBC brand.

As well as being an affordable weekly treat, the magazine is often praised for encouraging reading among difficult-to-reach boys, and persuading young couch potatoes to get out and get fit.

Take advantage of the focus on football - and the sales potential in this market - by ensuring that Match of the Day magazine sits at the front of fixture





Reading RN has made experimental ideas seem achievable. I've been inspired by Binny Amin's Indian curries and Justin Whittaker's food to go, for example.

JIMMY PATEL, PREMIER JIMMY'S STORE, NORTHAMPTON

Each week RN is full of easy to use advice that gives you instant value to help grow your profits



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