

#### **Getting started:**

14 ways marketers can have an impact on sustainability

### **Framework**

Strategic

Strategic marketing

Brand Positioning

Solution (Product)

<u>A</u>vailability (<u>P</u>lace)

<u>V</u>alue (<u>P</u>rice) <u>E</u>ducation (<u>P</u>romotion)

Operational

#### 14 marketing levers of action towards sustainability



### 1 Question fundamental strategic choices

 Would my company improve its overall societal impact by making other <u>strategic</u> marketing choice?



- Adress different customers?
- Satisfy different needs?
- Fundamentally change the way we adress the same needs?

#### Example:

• d'leteren becoming a mobility company and offering new mobility solutions (shared cars, taxis, bicycles) sometimes to a different target group.





• Umicore: From mining and smelting to clean mobility and circular materials (for electric cars for instance)







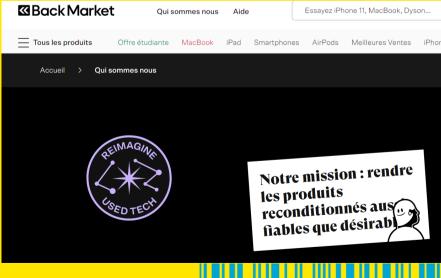
### 2 Satisfy customer needs in a radically different way



- Can I change my business model in order to satisfy the same needs in a way that has a better societal impact:
  - Functionality economy: 'rent' instead of 'buy'
  - Sharing instead of buying
  - Second hand...
  - Recondition...
  - ...
- Examples:
  - Decathlon offering subscirption for sports equipment
  - Selfridges offering second hand fashion items
  - Backmarket re-conditioning electronics...







### 3 Making sustainable desirable

- Assuming you already offer a highly sustainable product/service, make it more desirable
  - How can a sustainable offer become a sexy brand
  - Sexyness doen't have to come from sustainability...
- Examples:
  - Tony's Chocolonely, making the fight against slavery interesting and funky
  - Tesla, making electric driving a status symbol
  - Brussels Beer Project making craft beer cool





Positio -ning

Education (promotion)

#### 4 Improve the impact of the production of my product



- Even if you sell the same kind of product/service, how can you produce it differently so you improve its societal impact?
  - Social impact: well being and income of producers, staff well being...
  - Ecological impact: CO<sup>2</sup>, Biodiversity, Plastic polution...
  - Quid sustainability schemes: Organic, Fairtrade, Improve eco-score, FSC/PEFC...

- Galler switching to Fairtrade cocoa
- Polestar using blockchain to trace the minerals of their batteries





### 5 Improve the impact of the usage of my product

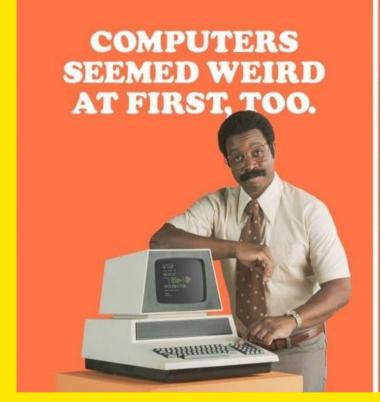
Solution

Changing product characteristics so that the overall impact of their usage will improve.

#### Examples:

- Washing powder that allows to wash at lower temperature
- Electric car (Higher CO2 to produce, lower CO2 at usage)
- Packaging that increases shelf life and reduces food waste







Linked to 12



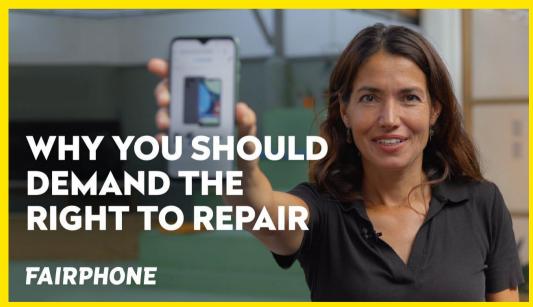
# 6 Improve the impact of my product at the end of its life



- Changing product characteristics so that the impact at the end of their life will be more positive of in order to increase their life
  - Improve repairability
  - Avoid programmed obsolescence
  - Improve recyclability
  - Build to last longer

- Darty offering subscription to repair household appliances
- Fairphone making smartphones easy to repair and providing spare parts
- Nespresso making capsules compatible with 'blue bag'









# 7 Improve the direct impact of the distribution of my product



- Improving the distribution or adopting new distribution model to improve sustainability:
  - Lower the rate of returns for 'e-commerce'
  - Shorten distances
  - Switch to more sustainable transportation
  - E-commerce only to distribution points and not at home
  - Smaller packs

- Colruyt ant their closed fridges
- B-post using electric vans







### 8 Improve the availability of sustainable solutions

Availability

- Assuming you already offer a highly sustainable product/service (even as a variant/option), make it more easily accessible:
  - Broaden distribution
  - Increase visibility
  - 'Choice editing': lower the distribution or 'delete' your less sustainable products
- Examples:
  - Fairtrade/Bio choice on Delhaize website
  - Kazidomi products at Delhaize
  - Lidl not selling certain types of fish because they cannot be MSC certified



← News

Delhaize vend les best-sellers de Kazidomi dans 6 magasins affiliés

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### 9 Improve afordability of sustainable solution



- Assuming you already offer a highly sustainable product/service (even as a variant/option), make it affordable:
  - Avoid taking higher margins on more sustainable options
  - Create economies of scale by pricing sustainable products competitively
  - ...while paying attention to pay 'fair prices' to suppliers
  - Afordability can also be a perception issue, sometimes you just have to communicate the real price

#### Examples:

- Lidl making all it's chocolate tablets Fairtrade at no extra cost
- Bio shops in Belgium communicating on their competitive price levels vs. Supermarkets
- Tesla constantly lowering the price of its models to increase EV market size (and market share).

TECH · TESLA

Tesla is cutting prices for the fifth time this year





▲ Illustration. © Getty Images/Maskot

Non, les produits bio ne coûtent pas forcément plus chers en magasin spécialisé, et ont un autre atout



## 10 Avoid over-stimulating demand

#### Avoid creating waste by over-stimulating demand:

- Avoid price promotions that could lead to waste
- Balance the margin per unit / volume equation (selling less at higher price ?)

#### Bad examples:

- Proximus offering a TV when you subscribe
- 1+2 for free promotions
- ...





### 11 Promote sustainability friendly values

- Promote values that are compatible with a more sustainable society (subjective!)
  - More collective
  - Less immediate satisfaction of desires
  - More inclusive
  - Etc...
- Examples:
  - Dove
  - Gilette
  - Intermaché 'fruits moches'







### 12 Promote sustainable usage of your product

- Promote a sustainable usage of your product or a more sustainable way to use it.
  - Leading to less waste
  - Leading to longer usage
  - Leading to less use of energy...

- Barilla on 'slow cooking' pasta
- Patagonia on repairing your jacket







### 13 Lower the direct impact of your communication

- Make sure the means of communication have a lower footprint
  - Production of communication (shootings, printing...)
  - Diffusion of communication: chose chanels with lower impact
- Example:
  - Coms to zero: tool allowing you to measure and optimize the carbon footprint of your campaigns.



## 14 Promote a sustainable lifestyle

- Use your brand communication to promote a sustainable lifestyle
  - Less waste
  - Healthier eating...
- Examples:
  - Hellman's campaign against waste
  - Colruyt promoting meat-free alternatives

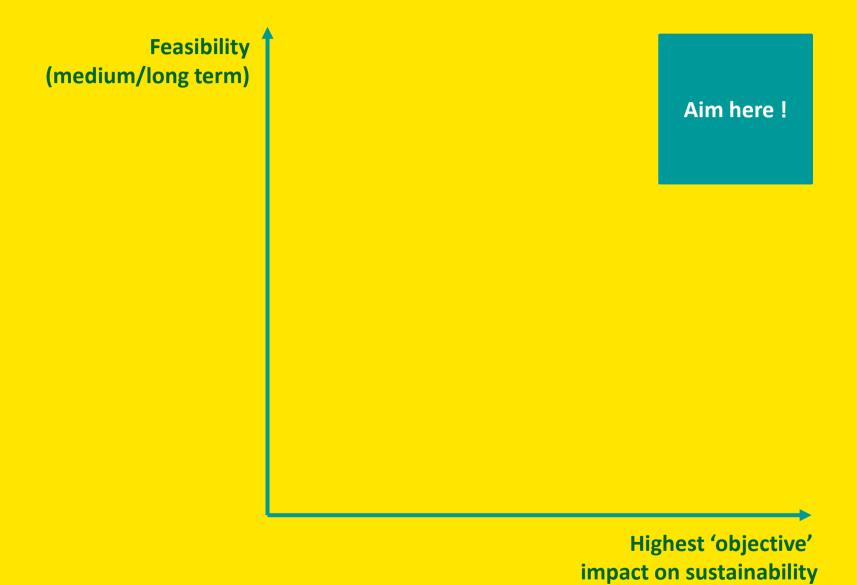
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#### Une publicité de Colruyt fait polémique

La dernière publicité de Colruyt, qui invite les consommateurs à manger moins de protéines animales, suscite la polémique auprès des producteurs de viande belges.



### Chose a 'lever' based on:



#### **Sustainability lever framework**

(losely inspired by the Osterwalder format)

**Sustainability impact:** how is your idea having a positive impact on planet and/or people?

Customer/consumer impact: what is, if any, the impact of your idea on consumers? Do they care? Can you leverage it as a benefit to them?

#### Idea:

Describe your idea in 2/3 short phrases

**Brand impact:** is there a way this idea can strengthen the positioning of your brand, even indirectly? How?

**Impact on other stakeholders:** what will be the impact on employees, journalists, authorities, NGOs?

**Communication:** should you communicate around this idea? To whom? How?

**Costs:** Is this idea going to generate costs? Which ones? Does it require capital investment?

**Revenues:** Will this generate extra revenues (sales, price increase, subsidies...)

**Resources:** Which resources will you need to achieve this?

**Partnerships**: With whom could you / should you partner to realize this?