

CONSUMER SHOPPING EXPECTATIONS ARE RISING. BRANDS TAKE NOTICE.

Despite increased online shopping, 1,500+ respondents in CGS's 2018 Retail Survey note in-store buying and returns are still important to the shopping experience. And, issues around product ethics and sustainability are on the rise.

TOP 4 FACTORS

Impacting Consumer Purchasing Decisions



60% Material/fabric of a product



40% Ethical Business & Manufacturing Operations



34% Where product was made



30% Sustainability (Eco-friendly)

As 40% of total respondents expressed interest in the ethics of the product, an increased interest in product sustainability was also clear.

Consumers are willing to pay more for ethically manufactured and sustainable products



50% of Millennials will pay more (b 1981 – 97)



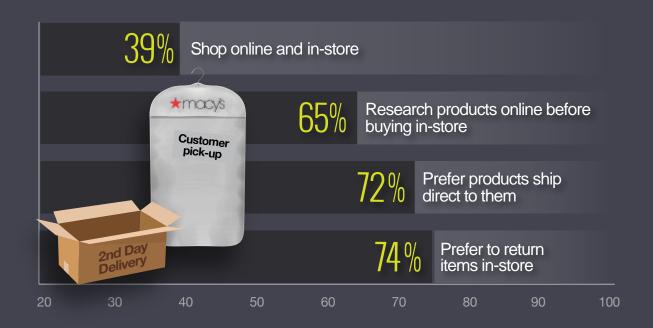
45% of Gen X'ers will pay more (b 1965 – 80)



40% of Baby Boomers will pay more (b 1946–64)

eCOMMERCE SALES INCREASING

Brands Look to Expand Omnichannel Strategy



With nearly three-quarters of respondents noting they prefer to return items in-store, brands need to evaluate their store experience and strategize how to:

- Provide fast-and-easy-returns experience
- Gather valuable product & shopping experience feedback for continuous improvement
- Look for opportunities to upsell/cross-sell on products in the store
- Accelerate product-returns processing to increase sales and decrease markdowns.
- Leverage supply chain technology to unify online and offline channels

Brands look to speed up order fulfillment

EXPEDITED SHIPPING BECOMES THE NORM

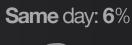
Consumer Online Shipping Preferences

2 Days: 28%

3-5 Days: 49%

Next day: 8%

5+ Days: 9%





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