

16th Annual Global Shopper Study released

Zebra Technologies Corporation, a digital solution provider enabling businesses to intelligently connect data, assets, and people, announced the findings of its 16th Annual Global Shopper Study which confirmed retailers are feeling the omnichannel squeeze, particularly with managing online returns and reducing shrink caused by theft, fraud and other contributing factors.



Image supplied

Eight in 10 retailers agree minimising fraud/shrink is a significant challenge (85% in Europe, 82% globally), and the ability to forecast demand is important to their organisation (86%).

The Zebra study indicates 41% of European retailers (36% globally) believe better analytics on shrink could help drive profitability. Many retailers expect to deploy loss prevention analytics (49%) and demand planning and forecasting (54%) by 2026.

While omnichannel shopping causes challenges for retailers, most shoppers prefer options. Eight in 10 favour a blend of online and in-store shopping, and 75% choose to shop with online retailers that have a brick-and-mortar location. As omnichannel shopping continues to grow, the volume of returns increases along with it.



6 reasons why South African consumers hesitate to embrace online shopping KLA 4 Oct 2023



Seven in 10 retailers say the pressure is mounting to improve the efficiency and expense of managing online orders, returns, and the fulfilment process. Six in 10 retailers say they are upgrading their returns management technology by 2026.

Store associates will be pleased with this technology investment. Among associates managing returns from online orders, nearly three-quarters (76% in Europe, 74% globally) cite frequent returners as their top challenge.

This year in Europe and globally, the ease of making returns has moved ahead as a leading reason shoppers choose to shop in stores, outpacing comparison shopping. The increase of returns has impacted retailers globally, growing to \$1.8T according to the IHL Group.

"Retailers simply can't keep doing what they are doing when it comes to returns," said Matthew Guiste, global retail strategy lead at Zebra Technologies.

"While consumers are demanding the ability to easily return items more frequently, retailers find themselves in a tailspin trying to manage the increased expenses associated with inventory visibility, reverse logistics and a high-level of returns. Despite their best efforts and capital expenditures, the problem has progressed, not improved."

The returns conundrum also impacts related industries, particularly warehousing. Retailers are tapping into the power of technology to help manage returns with 62% saying they plan to deploy reverse logistics technology by 2026 to better manage fulfillment pressures. Nearly three in 10 (31%) of retailers think charging a fee for online orders from frequent returners could potentially improve the overall profitability of online orders.

Consumers dialing into digital checkouts

Since 2020, the number of shoppers who favour digital payment applications have increased substantially; solutions like Zebra Pay align with this trend. Those preferring pay/checkout anywhere in-store almost doubled from 15% to 26%, mobile payments jumped from 33% to 50% and "just walk-out" to avoid a long checkout line doubled from 14% to 30%.



5 ways brands can seize the advantage of digital communities this festive season Greg Bailie 26 Oct 2023

Meanwhile, 48% of consumers opt for self-checkouts with 75% saying it helps improve their experience.

Most retailers agree self-checkouts deliver value. In fact, eight in 10 of them agree the investment in self-checkouts is paying off as this technology allows associates to work on higher value tasks and improves the customer experience. However, about 85% of European retail decision-makers and associates (84% globally) agree store shrinkage and theft is a major issue with self-checkouts.

Moving modern retail forward

Consumers have high expectations for technology. In fact, 80% of surveyed consumers expect retailers to use the latest

technology, and seven in 10 say it improves their shopping experience. In alignment with this trend, over half of retailers plan to deploy handheld mobile computers (56%), scanners (54%), RFID (61%) as well as task (54%) and workforce (56%) management software by 2026.

Store associates will favour this outcome as the study shows eight in 10 (87% in Europe, 84% globally) of them feel more valued—and view their employer more positively (87% in Europe, 81% globally)—when they have technology to help them do their work. Today, 87% of associates in Europe (up from 61% in 2022) and 77% globally (up from 67% in 2022) feel shoppers are better connected to information than they are.

"To successfully operate a modern store today, it's critical retailers invest in technologies that elevate the customer experience, engage associates and optimise inventory," said Guiste. "Consumers demand the way they browse, acquire, consume, and return merchandise to be seamless wherever they shop. This shift requires retailers to work in new ways with technology to deliver the shopping experiences consumers expect, more profitably."

View the full 2023 Global Shopper Study here.

For more, visit: https://www.bizcommunity.com