# Doing Business with BC Liquor Stores

Industry Webinar: November 16, 2016



## **Objectives:**

- Clarify Wholesale and Retail functions
- Outline BC Liquor Store listing process for BC VQA wine
- Provide information on support for BC Liquor Store listings

## Agenda:

#### Wholesale/Retail Divisions

- Responsibility of each division
- Setting the wholesale price
- Registering your products
- Listing your products

#### Types of Buys – BC Liquor Stores

- Examples of buys and requirements
- Exclusive listings

#### The Process

- Buying requirements
- Sales performance

#### **Supporting Your Listing**

- Marketing options
- Important dates/deadlines

#### **Other Resources**

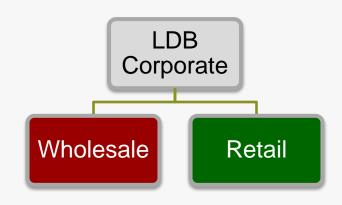
- Vendor-facing website
- Contacts

### **Wholesale & Retail Divisions**

• April 1, 2015 – Clear separation between Wholesale & Retail

#### Wholesale:

- Registering products
- Applying the mark-up structure
- Setting the <u>wholesale</u> price



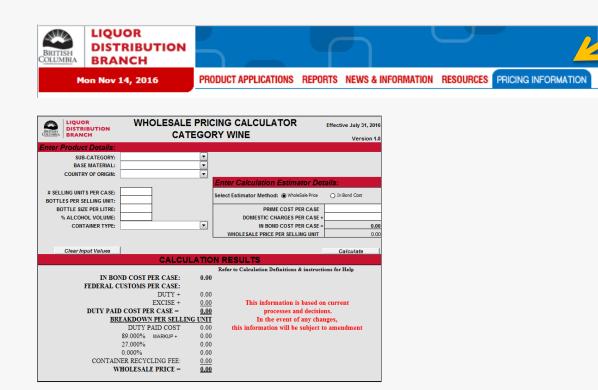
#### Retail:

- <u>Listing</u> products for the BC Liquor Stores chain
- Setting the <u>retail</u> price
- In-store marketing, merchandising, store operations, etc.

## **Setting Your Wholesale Price**

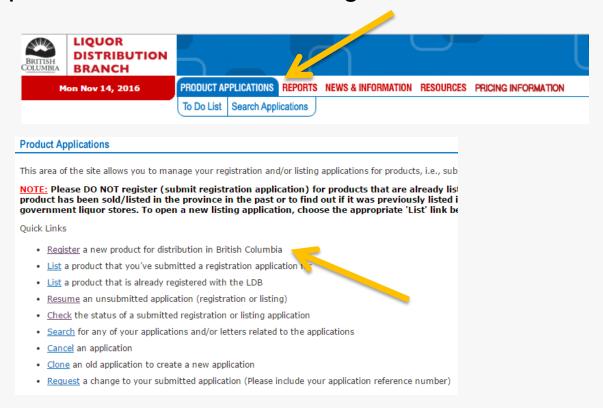
Vendor website: <a href="www.vendor.bcliquorstores.com/">www.vendor.bcliquorstores.com/</a>

Step 1: Calculate Wholesale Price using the online resources



## **Registering Your Products**

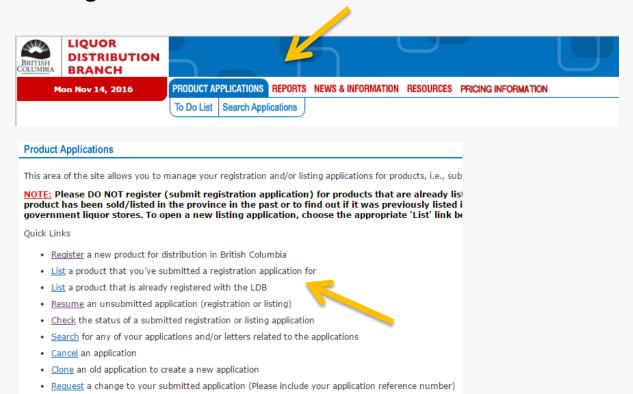
**Step 2:** Register your product for sale in the province of B.C. This process now occurs through LDB Wholesale.



## **Listing Your Products**

If you want to apply to have the product sold at BC Liquor Stores:

**Step 3:** Apply to have your product listed. This process occurs through LDB Retail.



## **Types of Buys**

**Ongoing:** year-round listings, based on widespread consumer demand. Price point usually less than \$20.

**Seasonal:** market fresh items for April-August & September-December. Supply required 500 - 1500 cases. Price point \$16 - \$22.

**Monthly:** one-time buy to offer newness/diversity of BC VQA product over the year - featured on end aisle displays in 80 stores. Price point \$15 - 20.

**Ad Hoc:** one-time buy for top selling stores only - ongoing over the course of the year based usually on supply and availability. Supply required 28 - 200 cases. Price point \$25+.

## Types of Buys – continued

**Exclusives:** any type of the preceding buys. Typically ongoing products, with extra margin to allow BC Liquor Stores to price promote when necessary.

- Currently,12 SKUs being sold as Exclusive listings through BC Liquor Stores
- \$12.99 \$18.99 price range
- Exclusive products cannot be sold in any other channel in the BC marketplace, including through winery shops.
- The current list shows excellent customer response with preferred placement in BC Liquor Stores

## **BCLS** Buying Requirements

- All products applying for sale through BC Liquor Stores must:
  - Be listed via the Vendor website (as mentioned on previous slides)
  - Be BC VQA approved the winery may be asked to attach the BC VQA approval to the listing application
  - Be preceded/accompanied by samples to go with listing applications
  - Have the correct bar codes on the case and bottle
- Wineries must ship the vintage approved in the listing approval letter.
- This letter may have other conditions/communication around the buy, timing, seasonality, shipping, Purchase Order requirements.

### **Sales Performance**

- Different price points mean different expectations when it comes to maintaining a listing
- Different expectations for unique products or varietals
- Bottom 10% guideline this is used for changing out BC Liquor Store listings
- For one-time buys and monthly buys, customer demand over the 1-3 month sell-through period is the best indication of a product's success versus cases purchased

## **Delisting from BC Liquor Stores**

### Why?

If an ongoing product is not meeting expectations

#### How?

- Discussion between Category Manager and supplier
- Delisting of the product takes place 60 days later
- Category Manager proceeds with the product delisting plan

## **Supporting Your Listing**

### Display, Gift With Purchase display

- Deadline is quarterly (ex: April, May, June 2017 due December 10<sup>th</sup> 2016)
- Email to <u>promotions@bcliquorstores.com</u>

### Value-Added (on-packs)

- Deadline is by the 10<sup>th</sup> 2 ½ months prior (ex. January 10<sup>th</sup> for April)
- Email to <u>marketing@bcldb.com</u>

**Supplier Shelf Talkers** (rep delivered or mailed directly to stores on or before period start date)

- Deadline is by the 15<sup>th</sup> 2 ½ months prior (January 15<sup>th</sup> for April)
- Email to <u>marketing@bcldb.com</u>

## **Supporting Your Listing**

### Special Events at Signature stores

- Deadline is by the 1<sup>st</sup>, two months prior (ex. February 1<sup>st</sup> for April)
- Email to <u>events@bcliquorstores.com</u>

### In-Store Tastings

- Deadline is by the 5<sup>th</sup>, two months prior (ex. February 5<sup>th</sup> for April)
- Email to <u>tastings@bcldb.com</u>

#### Product Information Sell Sheet

- No deadline, no application, mailed to all stores internal mail
- Email to <u>marketing@bcldb.com</u>

### Taste Magazine

- Quarterly publication
- Email to <u>tastemagazine@bcldb.com</u>

### Resources

The Vendor Website is key: <a href="https://www.vendor.bcliquorstores.com">www.vendor.bcliquorstores.com</a>

- Registration of new products (through Wholesale)
- Wholesale pricing calculator (through Wholesale)
- Listing application (through Retail)
- All Marketing applications
- Relevant deadlines

Retail listing questions: <u>stephen.schiedel@bcliquorstores.com</u>

Wholesale registration questions: <a href="mailto:ldbagentinfo@bcldb.com">ldbagentinfo@bcldb.com</a>

# Thank you!