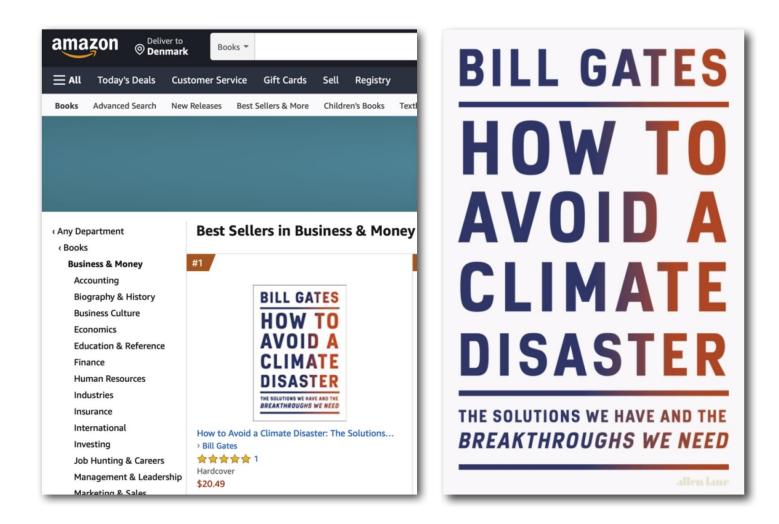
Marketing sustainability to customers – why & how

James Bryce Smith, **Magnetize** Morten Kornerup, **Blue Business**

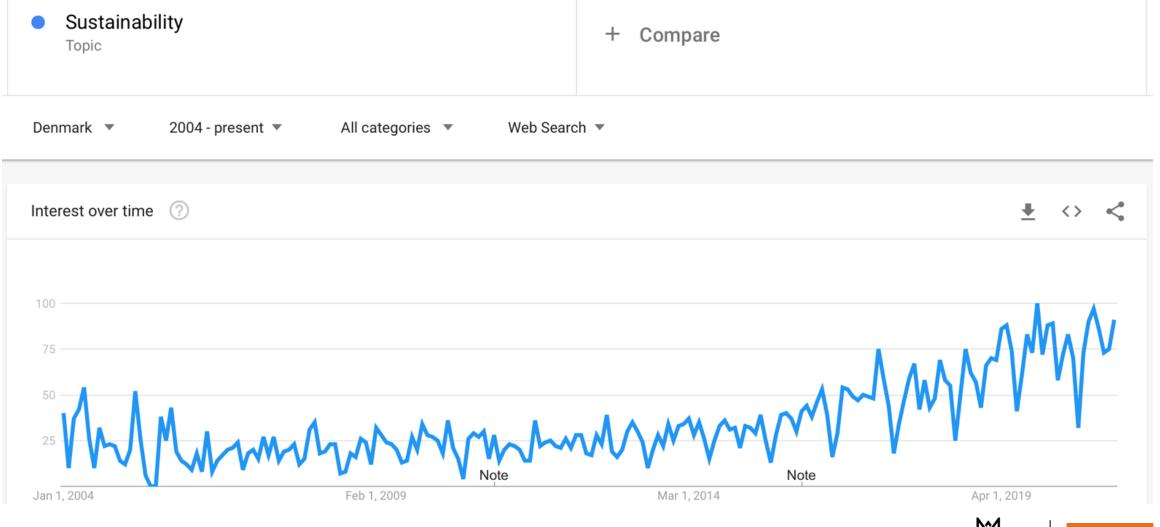


Number 1 best selling business book





Google Trend: Sustainability has taken off!





Agenda

- 1: Introduction
- 2: Why market your sustainability to customers
- 3: How to do it
- 4: Offer

Practical remarks:

- The coffee is virtual ☺
- Camera on, microphone off!
- Slides will be shared
- The webinar will be recorded and available on-demand
- Please use the chat
- Q & A at the end



Introductions





I want to see sustainable products & services flourish

James Bryce Smith - Magnetize

- 20+ years in B2B marketing
- Passionate scuba diver
- MBA from Copenhagen Business School
- Mission to help B2B companies investing in sustainability become the preferred choice among buyers
- Use customer insights to develop powerful messages, strategies and content
- Differentiate your business, attract customers, and help win business





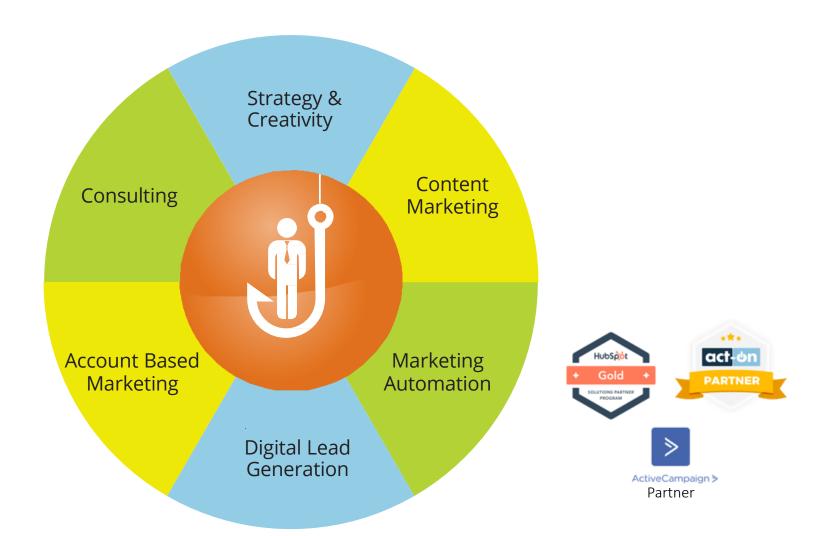
Morten Kornerup - Blue Business

- Co-founder, Partner, Blue Business
- We help B2B companies grow their pipeline, get better leads, and strengthen their position in the market





Blue Business



Lead Generation and Account Based Marketing

Generating, qualifying and nurturing accounts and leads to increase sales and marketing effectiveness



Fortunate to work with many small, medium & large brands

| salling group | Nilfisk | < DUPONT > |
|---------------|----------------|-------------|
| CAT ® | novo nordisk | MÆRSK |
| Microsoft | FLSmidth | DFDS |
| PHILIPS | lactosan | |



Pitstop & Poll

About you

- Do you have a sustainability strategy?
- How important is sustainability to your business?
- To what degree have you commercialised your sustainability?





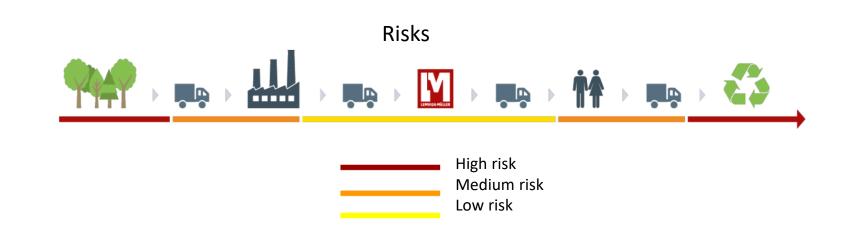
Why market your sustainability to customers?





SUSTAINABILITY IN THE VALUE CHAIN

The biggest opportunities for improvement are outside a company's own operations



Source: Lemvigh Muller







27 October 2020

DARING CITIES USE THEIR PUBLIC PROCUREMENT POWER TO TACKLE THE CLIMATE CRISIS

Cities around the world commit to leveraging their purchasing power to reduce carbon emissions at Daring Cities - the global virtual forum f ...



29 January 2021

Deep Dive

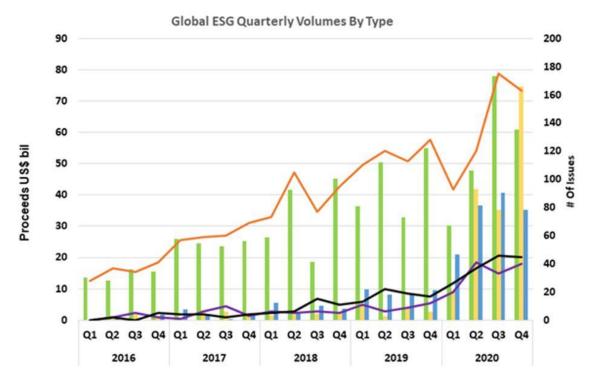
News

POWER OF PROCUREMENT: NORDIC CITIES DECLARE JOINT STATEMENT ON DEMAND TOWARDS FAIR, CIRCULAR SMARTPHONES

As major consumers of smartphones, ICLEI members and Procura+ participants Malmö, Oslo, Copenhagen and Helsinki are challenging the mar ...



"I spend more time discussing ESG with investors than the latest quarter's results." Alan Jope, Unilever CEO



📖 Green 💴 Social 🚃 Sustainability —— Green No Of Deals —— Social No Of Deals —— Sustainability No Of Deals

Source: Forbes





FINANCIAL TIMES

Half of FTSE 100 companies link executive pay to ESG targets

MARCH 17, 2021





BØRSEN

BØRSEN BÆREDYGTIG

BÆREDYGTIG

Bæredygtighed rykker ind i lønpakkerne hos topselskaberne



BØRSEN

Green in 2023 - Tryg drops dirty suppliers

THE

Morrisons sets farms zero emissions target

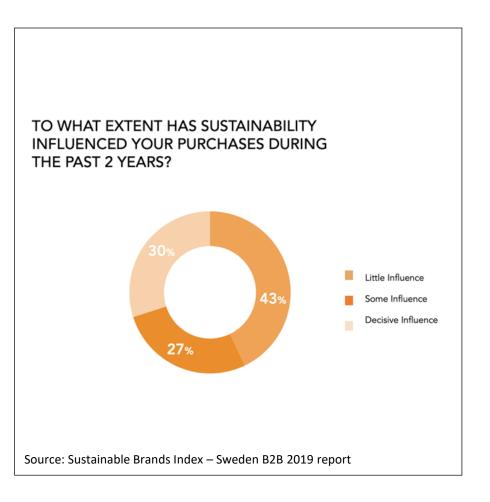
PIONEERS POST

Consumer goods giant Unilever has pledged to spend €2bn each year by 2025 with suppliers owned and managed by people 'from under-represented groups'.



62% of companies have a sustainable procurement policy

57% say sustainability influences the purchase decision "somewhat" or "decisively"





67% of B2B buyers seeking to work with companies that are striving to lower their impact on the environment.

30% of B2B buyers will disengage from a brand whose values don't match their own



Generational shift

• Buyers under 45 are twice as likely to prefer a brand that shares their stance on environmental and social issues, compared to buyers over 45

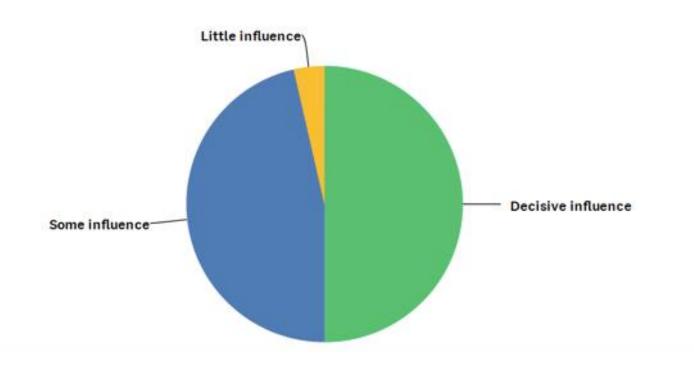


68% of B2B buyers factor brand purpose into the buying decision

48% B2B brands have lost sales the last two years because they didn't demonstrate a clear sense of purpose



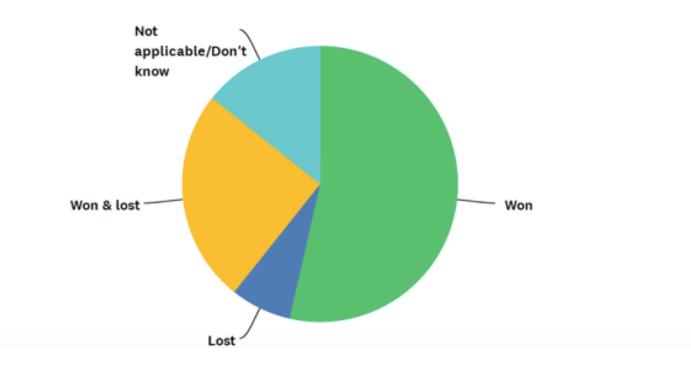
Q6 To what extent does sustainability influence your customers' and prospects' decision to buy from you?





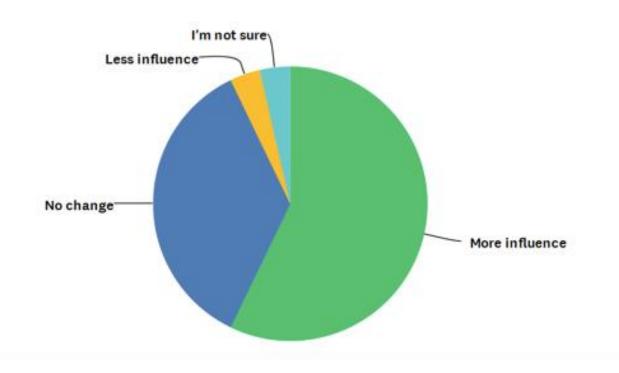
Source: Magnetize, 2020

Q7 Have you lost or won business for sustainability reasons?





Q8 Do you expect the influence of sustainability in buying decisions to change over the next year?

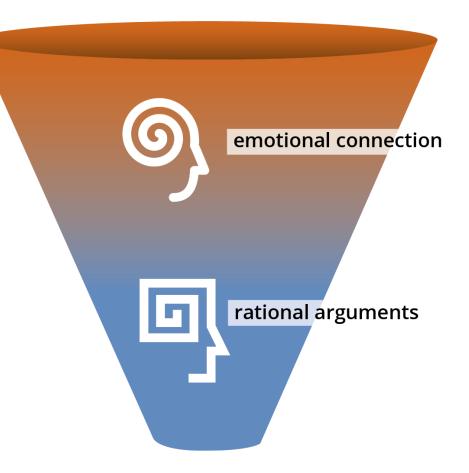




- If you don't stand out you become a commodity and chosen on price
- **71%** of B2B customers do not feel engaged with their B2B suppliers
- "Only 31% of B2B marketing and insights professionals believe their brand communicates a distinct purpose or strong USP"

Sources:

- Gallup, Analytics & Advice for B2B Leaders, 2019
- B2B International, Top 3 Focus Areas for B2B Brands, 2020





- Big range of investment levels
- Opens the door to using sustainability as a differentiator
- Don't be a laggard

Percentage of Earnings Allocated towards Environmental Sustainability

Reporting: % Selected

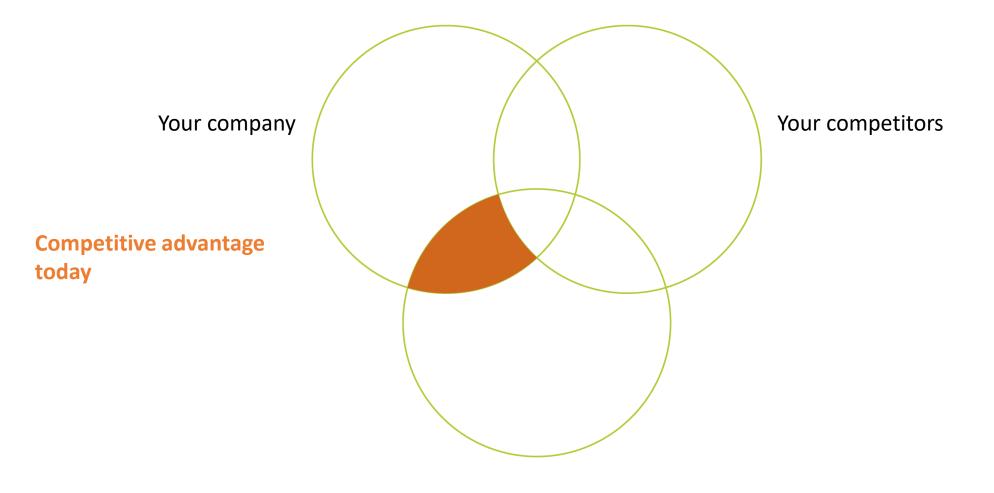




Sustainability budgeting is rolled up with operating costs and not

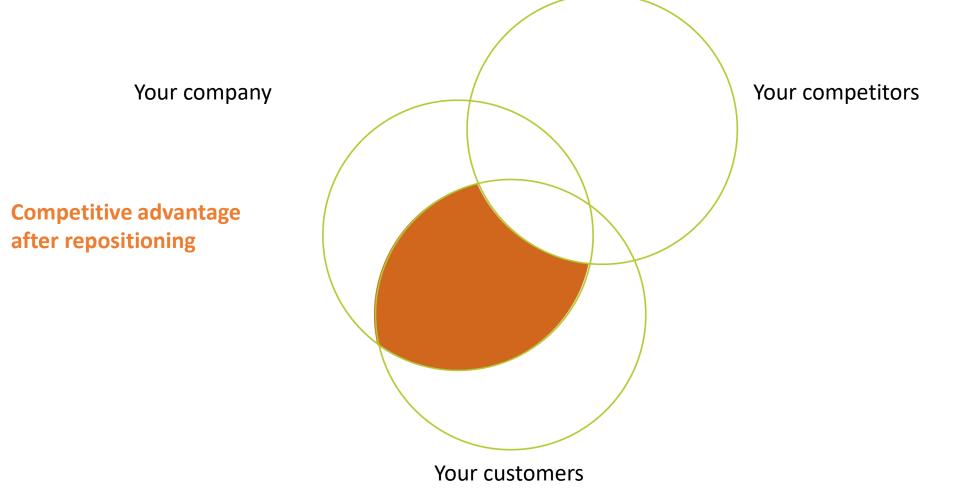
considered separately

Source: Food & Nature Digest, The Nature Conservancy, November 2020



Your customers







3. Stronger brands command higher prices





4. A sustainability report isn't enough

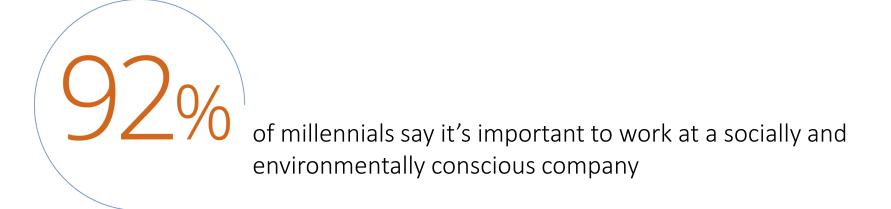
- Targets a broad audience with the goal of demonstrating responsibility
- Not a focussed message for customers
- But it's a great launchpad
 - Provides data, targets, strategy, results, initiatives

"We used to see the same in B2C... Today, we see diverse sustainability communication accessible for several target groups."

Source: Creating a Culture of Sustainability, Sustainable Brand Index, 2019



5. Your employees want to help make the world a better place



Source: Why Millennials Choose CSR, MorningFuture, 2017



And the movement is growing

US rejoins Paris accord: Biden's first act sets tone for ambitious approach

By Matt McGrath Environment correspondent

() 19 February







Global Agenda The Davos Agenda 2021 How to Save the Planet Climate Change

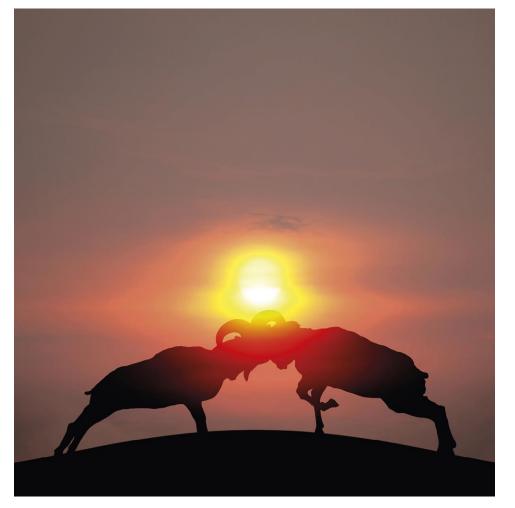
What changes to environmental stewardship will 2021 bring? Here's what business leaders say





The decade of sustainable brands: The new competitive battleground

- Next 2-3 years will be decisive in terms of establishing who the sustainable brands are and upsetting the status quo
- Still white space in many industries easier to claim the sustainable position when it's vacant than oust a rival who has already claimed it





"The biggest commercial opportunity ever"

"The companies that will be the winners of tomorrow are the ones capable of commercializing their innovations to address the global challenges that our world is facing."

Mauricio Graber, CEO, Chr. Hansen, 2020

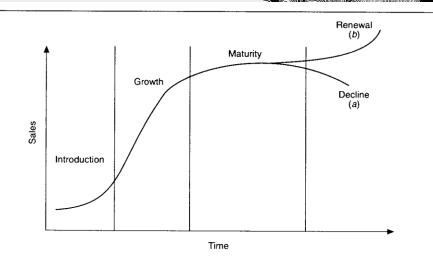




But if you don't market your sustainability...

The future could be bleak:

- Declining sales may lead to financial difficulties
- Lost talent and investment
- Fail to have your desired impact in the world







Let's make marketing meaningful



Pitstop & Poll

Which reason to market your sustainability is most relevant to your business?

- 1. Survival of your business
- 2. Improve competitive position
- 3. Meet demand from buyers/ procurement
- 4. Strengthen pricing power/profit
- 5. Have a positive impact in the world



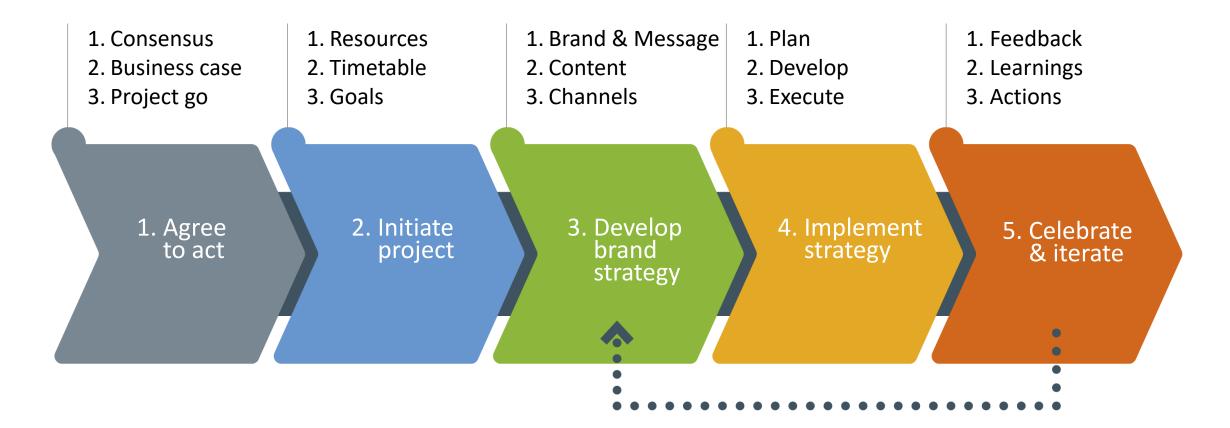


How to market your sustainability to customers?





5 steps to marketing your sustainability





5 Considerations





1. Who is your audience?

- Existing target market?
- New target market?
- Millennials, Gen X...?
- What are their values and sustainability issues?





2. Get your message straight

- What is the overall message you want customers to know?
- Do you need to update your overall brand promise?
- Make it relevant to your customers
 not about how wonderful you are
- Align with SDGs
- Speak to values & emotions as well as rational arguments



3. Time to update your company purpose/mission?

- Buyers want to work with suppliers who value the same thing
- But there needs to be substance



4. Be credible

- Avoid greenwashing by backing up claims
- Mix of data and stories
- Real investment and long-term commitment is expected, not words or charitable donations
- Don't put your reputation at risk. Enhance it





5. Incorporate sustainability across the buyer journey

- Brand marketing
- Lead generation
- Sales communications
- Customer base
- Also outside the funnel





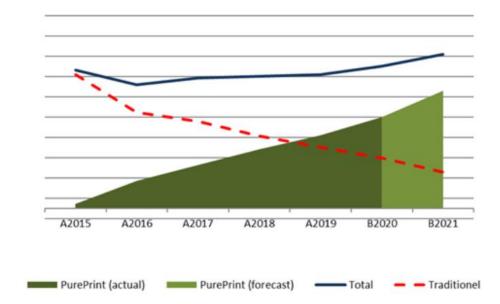
Case: KLS PurePrint





KLS PurePrint: Sustainability as a survival strategy

- A fourth-generation family-owned printing company operating in a market declining by 5 – 10%
- In 2015 KLS launched a new strategy focusing on sustainability and with the vision of being the worlds most sustainable printing company
- The strategy has resulted in **150 new customers** including McDonalds, Coop and Pandora



COOP PANDÖRA

Sales of sustainable solutions have ensured survival in a market where the number of printing companies have been reduced from 2,000 in 2007 to 80 in 2020!



Pitstop & Poll

What are your top challenges with marketing sustainability?

Select up to 3:

- Getting commitment from my organization
- Getting the brand message right
- Identifying relevant content
- Selecting the right channels
- Developing an implementation plan
- Measuring impact





Offer





Strategy workshop

Part 1: Discovery Meeting (1 hour online) Part 2: Strategy Workshop (2 hours online)

To register your interest, send one of us an email with the word "Workshop"

James

james@magnetize.dk

Morten

mk@bluebusiness.com











Thank you

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