



Promotional Period:

November 14 - December 31, 2022

Warm wishes, delicious dishes! We've curated a list of our most mouth-watering recipes that resonate with the season's flavors to infuse added fun and adventure into consumers' holiday celebrations. We are also excited to launch our "Indulge with Hiland" email series which features fun recipes and tips on how to take your dishes to that next level of comfort food using Hiland Dairy, from breakfast to dessert. Calories don't count this holiday season!

An integrated marketing campaign utilizing paid social media (including Facebook, Instagram, TikTok, Snapchat, Pinterest), digital display/native, video/connected/programmatic linear television, and radio will help drive awareness of and traffic to the promotional landing page where consumers can sign up for a chance to win a year's worth of Hiland Dairy products and have access to recipes, savings, and more.

We will be running a separate set of creative in our new Texas markets, with a focus on encouraging former Borden loyalists to give Hiland a try this holiday season. The ads will feature an icon representing the Borden acquisitions. The message will be subtle, warm, and inviting. .

Goals/Objectives:

- Inform and educate consumers about Hiland Dairy products, with a separate message for new Texas markets (formerly Borden)
- Support product sales efforts
- Increase engagement and awareness



樂 Happy 樂 Hiland-days!

Digital, Social and Traditional Marketing

The media schedule will provide powerful tactics to ensure the message is heard throughout Hiland's trade area.





Media Support

- Digital Ads
- Social Media Ads, Cover Photos and Strategy
- Streaming Audio
- Connected TV
- Pre-Roll Video
- Public Relations
- Consumer Emails
- Programmatic linear TV
- Radio

Wally Made	NOVEMBER				DECEMBER			
Locally Made.	7	14	21	28	5	12	19	20
Naturally Delicious.								
DIGITAL								
Markets for digital - Nebraska, Oklahoma, Kansas City, Springfi Nichita, Oklahoma, Tyler-Longview, Little Rock, Fay/Ft. Smith ,		-	-			nes,		
DISPLAY/NATIVE								
Native ads placed within cooking, Holiday and entertainment verticals								
VIDEO								
Pre-roll & CTV video within Holiday content								
PAID SOCIAL MEDIA								
Image & Video ads on Facebook, Instagram, Pinterest, TikTok and Snapchat								
TELEVISION								
Programmatic linear television in key markets of Omaha/CB, Oklahoma City, Kansas City, Little Rock, Fayetteville/Ft Smith, Springfield MO, Wichita, Tulsa								
AUDIO								
Programmatic streaming audio across radio, podcasts, etc.								



Have a store that wants to get involved? We can provide customized point-of-sale materials.



Questions?

Call Kelly or Kathy at Envoy I 402.558.0637

Visit the landing page for more details: HilandDairy.com/Holiday





MilkPEP Billboards in Texas



We worked out a deal with MilkPEP to pay for half of our outdoor board renewals in Tyler and Lufkin, Texas in exchange for using their new creative assets. We have 4 boards total in the markets and 2 remain fully Hiland branded.

We also have a board in the Kansas City market featuring their new soccer creative that they split payment on.

MilkPEP has posted these new boards around the country in major markets like Denver, Dallas, etc. Keep an eye out! The new creative is edgy and fun and we're excited to be a part of it.



CPG + Grocery Trend Watch -- Download full report here.

What's driving household spending today?

Rising prices, supply chain delays and inflation at a 40-year high¹ have all affected how people engage with CPG brands and retailers. This doesn't just mean consumers are cutting back — they're scrapping long-term behaviors and finding entirely new ways to be savvy.

This makes it critical for marketers to zero in on consumer demographics and behavior.

To successfully retain and acquire new shoppers in a volatile environment, marketers need to know how different segments spend and how to capture their attention. It's never been more difficult to achieve acquisition and retention goals

OF CONSUMERS
FEEL MORE ANXIOUS
ABOUT THE INCREASE
IN INFLATION

OF CONSUMERS STRUGGLE TO AFFORD ESSENTIALS

01

BABY BOOMERS

Preparing for the Pinch

Baby boomers are the most particular when it comes to price.

- 83% say the increase in prices is their biggest challenge when shopping for food, health and beauty, personal care or household items online or in-store
- 36% are most likely to switch products when preferred products aren't available
- Are less worried about lengthy shipping times (12%) and trading down to less expensive options (17%)

BIGGEST
CHALLENGES
FOR ALL SHOPPERS





DAIRY FOODS

BABY BOOMERS
Preparing for the Pinch

Baby boomers have created new habits since the pandemic began, including how they discover deals and plan their shopping.

- 43% are most influenced by coupons that arrive in the mail or newspaper when shopping at a new store or trying a new product, followed by print circulars delivered to their home (38%)
- 20% have been searching for more coupons online and in print
- They shop at less crowded times of day (38%) and have been sticking to their shopping list to keep costs down (32%)

Older generations are getting comfortable with ecommerce. An omnichannel approach to deals will pay dividends when it comes to shoppers looking to save.

MILLENNIAL PARENTS

Craving Convenience

For millennial parents, times are tight.



REALITY OF SHOPPING TODAY







LOWER THAN THE CONSUMER AVERAGE OF MILLENNIAL PARENTS

SAY THEIR GROCERY STORE HAS QUALITY, REASONABLY PRICED PRIVATE LABEL BRANDS

- 53% STRUGGLE TO AFFORD ESSENTIALS
- 29% SAY IT'S HARD TO FIND PREFERRED PRODUCTS
- 26% TRADE DOWN TO LESS EXPENSIVE OPTIONS
- 23% USE CASHBACK REBATES/APPS

OF BABY BOOMERS are most influenced by coupons to shop at a new store or try a new product

A MISSED OPPORTUNITY when parents look for lower-priced options.

To maintain their edge, brands should disrupt the trade-down mindset by continuing to advertise to stay top of mind and to close the price gap with retailers' private label brands.



AFFLUENT SHOPPERS
Seeking Quality + Value

Consumer vs. industry perspective

Eighty-one percent of grocery stores rate themselves highly for having a weekly digital ad to build shopping lists, but only **48%** of consumers agree.



Retailers can turn this gap into an opportunity to differentiate themselves by providing shoppers with the enhanced digital experiences they want. Consumers are not fully satisfied with retailers' digital weekly ads. To stand out, retailers need to make their weekly ad experience dynamic and interactive.

JULIE COMPANEY

AFFLUENT SHOPPERS
Seeking Quality + Value

Email is a highly effective tool for sharing deals with affluent shoppers.

Thirty-six percent of brands and **47%** of retailers rate email as the most effective media for acquiring new buyers.

While email is seen as a top strategy, certain segments, such as baby boomers and affluent shoppers, tend to be more receptive to it. Consider re-evaluating your email marketing strategy to attract new shoppers and address the needs of specific audience segments.

EMAIL ADVERTISING INFLUENCE
SHOP AT A NEW STORE/WEBSITE OR TRY A NEW PRODUCT

OF AFFLUENT SHOPPERS +
 OF ALL SHOPPERS



for gaining new buyers. Yet many retailers focus their email strategies on loyalty members. With loyalty at risk due to inflation, retailers need to continually work to win new shoppers.

JULIE COMPANEY
DIRECTOR, CLIENT STRATEGY



New York Times Article - "Why Coupons Are Harder to Find Than Ever"



Highlights:

- According to a New York Times article, brands and retailers are shifting away from clipped newspaper discounts, and the digital version has yet to grow fast enough to catch up, making coupons harder to find than ever. This is not good for consumers as grocery prices skyrocket.
- In 2021, 168 billion coupons circulated, across both print and digital formats. That was down from about 294 billion in 2015.
- Redemption rates of coupons declined to 0.5 percent of all print and digital coupons in 2020 from about 3.5 percent in the early 1980s
- Economists see a larger phenomenon: Increasingly time-strapped consumers don't want to deal with even small hassles to save a few dollars on toothpaste.
- The declining use of coupons and the declining redemption rates indicate a fundamental shift in consumer shopping behavior. Additional evidence that declining price sensitivity reflects a longer-run secular trend

Full article here.

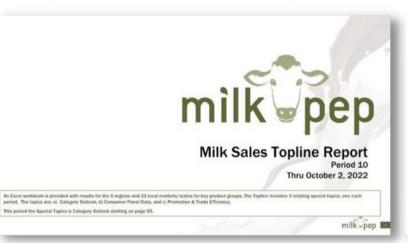


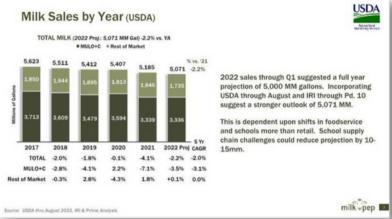
MilkPEP Sales Topline



Period 10 Thru October 2, 2022

If you would like to see the full report, click here.





Key Takeaways:

- Retail milk volume sales in Period 10 (4 weeks ending 10/2) dropped -3.2% versus the same period in 2021. Dollar milk sales grew +12.0%.
- The price of a white milk gallon increased 17.3% vs. YA.
- Lactose Free/Reduced white milk volume sales increased 5.1%.
- Organic milk declined -4.5% and flavored milk dropped -9.4%.
- The alternative plant beverage category (almond, oat, soy etc.) declined -3.7%.
- The USDA reports that all channel milk volume increased +0.8% in August 2022. This uptick comes from a calendar overlap, yielding one more selling day. YTD sales have been down -2.2% vs. '21.



The Hiland Sales Home

Please be sure to share this very important tool chest with your sales teams! We are constantly updating the Sales Home with new materials. Please check the New Updates tab to see what's new.

What's new this month?

1

Materials Update



New Point-of-Sale Materials Available!

Contact Sarah to order.







Materials Update

Elastitags

Elastitags are available to order via Sarah or Greg and come pre-packaged in quantities of 250.



Farmer-owned. Future-focused. Driven by care and quality. Locally Made. Naturally Delicious. HilandDairy.com

Company Brochure Refresh Please contact Sarah or Greg to order the new corporate brochure.

Sales Folders

We have made some revisions to the Sales Folder and the Springfield office has about 1,500 available to send out to markets. These are in boxes of 250. Please contact Sarah or Greg to order.





2022 Materials Update



Milk Posters

Interested in posters that show the 12 ways that milk can help your body? Sarah has customized and printed and can send to you.



We Proudly Serve Stickers

We have produced these stickers to provide to retail stores (think ice cream or donut shops, etc) that say they proudly serve Hiland. Please let Sarah know if you are interested in ordering.



Shelf Strips

These general Hiland-branded shelf strips are available to order from Sarah.



We're Here to Help

Need Marketing Assistance?

Sponsorships/Race Ads • Print Ads/Materials • Grocer Partnerships and In-Store Materials • Research and Consumer Feedback • IRI • Local Marketing Initiatives • Design (from trailers to murals, you name it) • Public Relations • And more!

Have an upcoming event you want to promote? Let us know and we can share with our fans on social media or send an email to targeted zip codes.

Hiring? We can help attract qualified leads with targeted ads on social media driving to your job posting.

Give us a shout!

Sarah Carey SCarey@hilanddairy.com 417-370-6451 Kathy Broniecki, APR KathyB@envoyinc.com 402-558-0637 ext 107 Kelly Bentley KBentley@envoyinc.com 402-558-0637 ext. 129

We've added a Comments/Suggestions form to <u>thehilandsaleshome.com</u>. You can use this to submit product suggestions, marketing ideas, general feedback, etc.

