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Ask Afrika Icon Brands shows preference for local brands

The Ask Afrika Icon Brands survey, which identifies brands that are used across the South Africa demographic irrespective of race, culture, income, education or lifestyle, found that South African consumers have an affinity for local brands and tend to use local brands or brands that they feel are their own.



Image via Pixabay

This year 16 out of the 28 brands that reached iconic status, selected from thousands of brands measured within 164 product categories and 19 industry sectors, were local brands. The international brands that achieved icon status and resonate with local consumers are ones that are so ingrained in the South African lifestyle that many people think of them as being local brands.

South Africans are willing to pay more for quality products and, in line with global trends, functionality from a brand is no longer enough, consumers want brands that make them feel something, that provide an experience with which they can identify. They are looking for brands that they 'feel at home' with in their homes and that create a sense of belonging.

"Winning brands follow an emotional strategy, optimising social and sensory dimensions and they localise. Economic pressure is affecting loyalty as well as a range of social influencers. The quest for loyalty is becoming more complex, it is now about ticking all the boxes - the loyalty principles need to be re-considered," says Sarina de Beer MD of Ask Afrika.

Millennials support local brands

"About 40% of millennials claim a preference for buying local, even if these goods were more expensive than mass-market alternatives. We need to take into account the pressure of social mobility and social dependency, which are more pronounced in youth markets. There are some differences and conspicuous consumption amongst some segments. Personal expression is still a strong influencer behind consumption."

The survey found that it is still important for brands to show what they are giving back to the country, South African society and its communities. Values are still a key driver on the path to purchase but brand choice is influenced by a brand identity that is authentic and has built trust.

De Beer says, "This is vital and the bar has just been raised, again. A few years ago, we spoke about aspiration being a driver; two years ago, we said there was a movement from aspiration to inspiration. The future is a shift from inspiration to provocation - we will have to dig deeper to enable consumers to take notice and feel something."

Consumers need to be able to relate to a brand in order to feel something about it and brand owners need to put in effort in this regard and not be complacent about their place in the market. Familiarity breeds trust and consumers tend to trust brands that are able to localise more. Brands that fit into the consumer lifestyle seamlessly, that become ingrained in a family lifestyle appealing to all age groups in a family, and that symbolise in some way what it means to be a South African, will find it easier to gain iconic status across the local demographic.

Methodology

The survey uses a nationally representative random sample, 15,690 consumers were surveyed, representing over 23.3 million adult South African consumers. An enumerated area sampling design was employed and the universe includes all communities with more than 8,000 inhabitants 15 years old and above. The data was weighted using the Statistics South Africa's population mid-year estimates and audited by respected independent experts BDO and Dr Ariana Neethling.

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