

Metro Kereskedelmi Kft

Presentation to "Magyar Termek" Kft What can be done by a wholesale chain to support the local production?



Romain Vincent Offer Management Director METRO Kereskedelmi Kft.

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METRO Cash & Carry – a core division of METRO Group





- 1964 Germany
- 28 countries
- 762 stores
- 110.000 employees
- 2012/2013 32 bn EUR sales

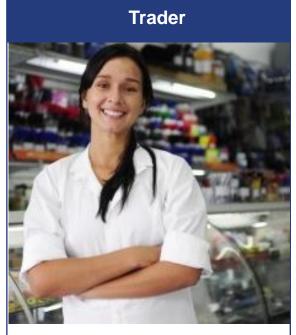
- 1994 Hungary
- 13 stores
- 2.500 employees
- Delivery service
- Gastro Academy



Exclusive & Tailor-made Offers to Professional Customers



- Restaurants
- Fast Food
- Bars & Cafes
- Accommodation
- Caterers
- Canteen



- Generalist food
- Specialist food
- Kiosks & Petrol stations
- Wholesaler





- Institutions
- Offices
- Health care and wellneess
- Craftsmen
- NF trader

METRO Kereskedelmi Kft.



METRO transformation & repositioning is under way...

A YOU&METRO approach and launch

METRO is Champion for independent business













Metro Cash & Carry 50 Years Anniversary



METRO Group turns 50

To celebrate the round number METRO Cash & Carry offers a lot of activities and promotions to the customers

The success story of the Hungarian business unit,

20 years in Hungary

Anniversary activities

International approach for the customers as an umbrella, special promotions all over the world.









Own Brands products: reliable and trustworthy for our customers

















- Clear, exact product definition for safe product on appropriate level
- Selection of qualified producers, suppliers
- Traceable and visible supply chain
- Continuous control during supply chain and life time of the product
- Handle and evaluate customer feedback and complaints

Corvinus Brand: traditional tastes reloaded



- Unique, traditional and premium quality products of Hungary
- Leading Hungarian producers, Hungarian recipe
- Traditional, excellent taste
- Exclusive to METRO, uniqueness, differentiation
- Currently 49 products delivered by 11 Hungarian suppliers







Corvinus Brand: a sophisticated new design

Corvinus Black label for everyday needs

- Simplistic design using black and gold to show quality
- The product is very visible, the packaging does little to hide, making the product sell itself.

Corvinus Gold label for premium/ regional products



- The gold version is aimed to give the Corvinus line a touch of premiumness
- The Hungarian map is shown with the region highlighted where the actual product is originating from

Food quality/Food safety – Total Quality Management

Elements of TQM

- Documentation
- Product sample
- Labelling packaging
- Sample from first production
- Good receiving
- Daily control in stores

- Incidents Management
- Monthly store audits
- Laboratory tests
- Customer feedback
- Authority control
- Qualified producers, suppliers

Projects

- Traceability
- Food Information Regulation 1169/2011/EU regulation
 - revise all OB labels
 - digitalise all food products
- Product specification system
 - internet based system for OB products
- Sustainability











Fruit & Veg strategy: our aim is to focus on small growers

- Purchase directly from local growers and cooperatives
- More than 50 local suppliers covering...
- ...70% of our COGS in local season
- 54% certified against GFSI schemes (e.g. global G.A.P.; IFS)









Future cooperation – Metro C&C Hungary supports growers through cultivation programs



 Promote growers and their products via our METRO MAIL

Example:

Introduce Hungarian lettuce grower

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Member of METRO GROUP



Future cooperation – Metro C&C Hungary helps local producers to sell their production abroad



 Involve our Partners to common sourcing project

Example:

Hungarian duck suppliers were introduced to many other MCC countries via our trading offices.

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Future Cooperation – Introduction of Magyar Termek trademark on Metro C&C Hungary's own brand products labels

MAGYAR TERMÉK TRADEMARK

- start with Corvinus brand ⇒49 products 14 suppliers
- communication in Metro Mail planned for November
- second wave Fine Life products in 2015



Hungarian Product:

100% Hungarian raw material. Made in Hungary

Domestic product:

>50% Hungarian raw material. Made in Hungary.

In case of non food products place to market in Hungary first.

Domestically produced product:

Made from import raw material. Made in Hungary



Future cooperation – Professional Gastronomy Fairs





 Promote our partners on special events like SIRHA



BUDAPEST

Biggest HORECA Fair in Hungary & CEE!

- More than 15.000 visitors,
- 20.000 nm exibition area,
- 300 exibitors,
- 60 Thematic presentations



Contact



Romain Vincent

Offer Management Director

METRO Kereskedelmi Kft. 2041 Budaörs Budapark, Keleti 3.

Tel: +36 23 508 441 Mobil: +36 30 377 9010

E-mail: romain.vincent@metro.co.hu

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