

JAY CHIAT AWARDS 2023
CATEGORY: NATIONAL STRATEGY

## CREATING A

COFFEE GENERATION
IN A TEA COUNTRY

Nescafe, an iconic global brand, struggled in India as its penetration remained stagnant for decades.

Over the years, the brand had tried multiple arguments to get Indians to give up tea and switch to coffee.

Yet, Nescafe failed to change their beverage of choice because tea is woven into the fabric of India.
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Therefore, Nescafe had to reinvent its strategy-
Instead of trying to convert habitual tea drinkers, it decided to focus on those who were not (yet) drinking tea.

## THE LATE TEENS

They are graduating from school and just
a life-stage where parental influence starts waning, and independence starts setting in.

It is also a time when their beverage habits are formed.

We discovered that Nescafe had the opportunity to make them choose coffee instead of tea - the beverage of choice for their parents.

For this cohort, we decided to make coffee a rite of passage.

Hence, creating a coffee- drinking generation.

This campaign led to a growth in household penetration of $18.5 \%$ over the previous year.

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## For 50 years, Nescafé tried

## different strategies.

Nescafe entered India in 1963, which gave it an early-mover advantage in the market.
Over the years, it continued to be the market leader in the instant coffee segment, trying to find a way to get more Indians to take up coffee as their preferred beverage.



A drink for special moments



Owning the mornings

# But coffee penetration in India remained 

low.

Nescafe was the leader in the coffee category, but the coffee category itself was small.

Even after 5 decades, its penetration in the North, East and West of India was just 12.9\%.


## That's because

## Indians are habituated to tea.

Indians have a near- addiction to tea. Tea is consumed across dayparts, in every season and for various reasons.

## For every 1 cup of coffee,

## Indians drink 60 cups of tea.

(client data)

Clearly, for Indians, tea isn't just a drink, it's a habit.

## THE CHALLENGE

To grow, Nescafe needed to
convert tea-drinkers to coffee drinkers, but
it's impossible to change the beverage habits of an entire country.

So, Nescafe decided to change its strategy in India.

## THE INSIGHT

Beverage habits are formed at inflection points in life.

## STRATEGIC PIVOT \#1

## "Stop trying to convert tea-drinkers.

To win, create a coffee generation."

We discovered that once a beverage habit is formed, it is very difficult to break.
Hence, we decided to target those whose beverage habits were not fully formed - those who were not yet hooked - on to tea.

## Therefore, we decided to talk to THE LATE INDIAN TEENS.

These teenagers were at the cusp of adulthood as they were moving from school to college.

Which meant that they would have to form new habits and make independent choices during this new life stage. Most importantly, these decisions will define their identity.

So far, they were either drinking milk or tea (which was the goto drink for their parents).

However, now, as they step outside, they had the option of choosing their own beverages, snacks and hang out places.


## THE BARRIER

## However, these teenagers didn't like to drink coffee.

In their opinion, coffee was too strong a beverage as it kept them awake all night.

However, rather that letting that be a negative, we decided to play the same qualities as the strength of coffee.

So, to target the late Indian teenagers to become the coffee generation, we asked them
to drink coffee:

NOT INSPITE OF THEIR BARRIERS BUT PRECISELY BECAUSE OF THEM.

## THE INSIGHT

During this new life stage, there will be an unprecedented change in the pace, pressure and hustle that is hard to keep up with.

## STRATEGIC PIVOT \#2

## Redefined coffee from being a drink that did not allow them to sleep to a beverage that awakens them.

We understood that to keep up with the increasing hustle, they need to realize that gentle won't do anymore.

The gentle comfort of tea won't cut it anymore.
Therefore, they need to shift their beverage of choice to Nescafé for its bold taste and aroma which will provide them with the strong stimulation to get them going.

## THE BIG IDEA

## REPOSITION NESCAFE AS THE STEP- CHANGE BEVERAGE TO

 FUEL THEIR RESOLVE.
## Building a coffee generation in a tea- country.



Making it a habit


Living the coffee habit


## Building a coffee generation in a tea- country.



Living the coffee habit


## Building a coffee generation in a tea- country.



Living the coffee habit



## Building a coffee generation in a tea- country.



Living the coffee habit
Drive frequency of consumption In- college


In over 5 decades of its existence, Nescafe managed to be in

Post this campaign, we have already

## 8 MILLION HOUSEHOLDS

## ADDED 16 MILLION HOUSEHOLDS.

## HIGHEST EVER PENETRATION in tea strongholds!

HOUSEHOLD PENETRATION IN NORTH- WEST- EAST INDIA



