

Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.



"Many beverages limited by the times of day at which they are most commonly used. Brands could increase consumption frequency by positioning their products for a wider range of occasions and locations, such as milk with meals or juice drinks instead of sports drinks at the gym. Similarly, healthy non-alcoholic beverages such as juice and drinkable yogurt can be better positioned as snacks."

— Marla Commons, Food & Drink Reports

This report looks at the following areas:

- · Can juice and milk extend beyond their primary use as breakfast drinks?
- · How can sports drink brands increase consumption frequency?
- How can healthy non-alcoholic beverages be better positioned as snacks?

Consumers are most likely to drink a wide range of non-alcoholic beverages at home rather than away from home, limiting the number and type of locations and occasions upon which they drink them. While beverages such as milk, juice, coffee, soft drinks, and bottled water enjoy relatively high penetration, daily consumption is significantly lower than general consumption of these beverages. Much of this limitation is fueled by perceptions of specific drinks as best suited for only one meal time—such as milk or juice for breakfast—which hampers their potential for use during other parts of the day or with other types of meals. Additionally, consumers often associate specific drinks with certain characteristics that also limit their occasions for use. For example, while seven in 10 respondents perceive milk as healthy, far fewer associate it with refreshment or functionality. Brands of non-alcoholic beverages must do more to position their products as suitable for a wider range of occasions to encourage more frequent consumption.

BUY THIS REPORT NOW

VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533

> Brazil 0800 095 9094

+1 (312) 943 5250

+61 (0) 2 8284 8100

EMAIL: oxygen@mintel.com

DID YOU KNOW?

This report is part of a series of reports, produced to provide you with a more holistic view of this market



Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Table of Contents

Scope and Themes

What you need to know

Definition

Data sources

Sales data

Consumer survey data

Abbreviations and terms

Abbreviations

Executive Summary

Overview

Non-alcoholic beverages grow moderately but steadily

Figure 1: Total US sales and fan chart forecast of non-alcoholic beverages, at current prices, 2008-18

Market mostly driven by demographics

The consumer

Respondents most apt to report any consumption of soft drinks, daily consumption of coffee

Figure 2: Frequency of non-alcoholic beverage consumption, by any consumption, November 2013

At-home daily drinkers of select beverages often keep drinks at home to take on the go

Figure 3: Frequency of non-alcoholic beverage consumption (at least once a day), by location of non-alcoholic beverage consumption—at-home drinkers, November 2013

Daily drinkers of select beverages bring drinks from home out to save money

Figure 4: Frequency of non-alcoholic beverage consumption (at least once a day), by location of non-alcoholic beverage consumption—away-from-home drinkers, November 2013

Home consumption greater than away-from-home consumption

Figure 5: Locations for non-alcoholic beverage consumption, November 2013

What we think

Issues and Insights

Can juice and milk extend beyond their primary use as breakfast drinks?

The issues

Insight: Positioning milk and juice as ideal for other occasions How can sports drink brands increase consumption frequency?

The issues

Insights: Promoting other uses for sports drinks

How can healthy non-alcoholic beverages be better positioned as snacks?

The issues

Insights: Highlighting freshness and relatively minimal processing

Trend Applications

Trend: Transumers
Trend: Cool Vending



VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094

EMAIL: oxygen@mintel.con



Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Mintel Futures: Generation Next

Market Size and Forecast

Key points

Sales grow steadily in 2010-13

Demographics, health concerns mainly drive sales

Further increases forecasted into 2018

Sales and forecast of non-alcoholic beverages

Figure 6: Total US sales and forecast of non-alcoholic beverages, at current prices, 2008-18

Figure 7: Total US sales and forecast of non-alcoholic beverages, at inflation-adjusted prices, 2008-18

Fan chart forecast

Figure 8: Total US sales and fan chart forecast of non-alcoholic beverages, at current prices, 2008-18

Market Drivers

Key points

Age factors significantly in household use of non-alcoholic beverages

Figure 9: Household usage of various types of non-alcoholic beverages, by age, May 2012-June 2013

The impact of household income

Figure 10: Household usage of various types of non-alcoholic beverages, by household income, May 2012-June 2013

Households with kids most likely to use juice products

Figure 11: Household usage of various types of non-alcoholic beverages, by presence of children in the household, May 2012-June 2013

Blacks, Hispanics, Asians report high household usage of OJ

Figure 12: Household usage of various types of non-alcoholic beverages, by race/Hispanic origin, May 2012-June 2013

Health considerations factor into non-alcoholic beverage perceptions

Figure 13: Characteristics associated with non-alcoholic beverage segments, November 2013

Time of day drives consumption of specific non-alcoholic beverages

Figure 14: Timing of non-alcoholic beverage consumption, November 2013

Marketing Strategies

Overview of the brand landscape

Theme: Occasion-specific positioning

Brand focus: Folgers

Figure 15: Folgers Coffee print ad, 2013

Brand focus: Milk Processor Education Program

Brand focus: Lipton

Figure 16: Lipton brand logo, 2013

Theme: Natural positioning Brand focus: Simply Orange

Figure 17: Simply Orange print ad, 2013

Brand focus: Coke Zero

Figure 18: Coke Zero print ad, 2013





Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Locations for Non-alcoholic Beverage Consumption

Key points

Many drinks most likely to be consumed at home

Figure 19: Locations for non-alcoholic beverage consumption, November 2013

Attitudes toward Location of Consumption

Key points

Attitudes of at-home drinkers and daily consumption of non-alcoholic drinks

Figure 20: Frequency of non-alcoholic beverage consumption (at least once a day), by attitudes toward location of non-alcoholic beverage consumption—at-home drinkers, November 2013

Attitudes of away-from-home drinkers and daily consumption of non-alcoholic beverages

Figure 21: Frequency of non-alcoholic beverage consumption (at least once a day), by attitudes toward location of non-alcoholic beverage consumption—away-from-home drinkers, November 2013

Attitudes toward Timing of Non-alcoholic Beverage Consumption

Key points

Attitudes toward non-alcoholic beverages by time of day consumed

Figure 22: Attitudes toward timing of non-alcoholic beverage consumption, by gender, November 2013

18-34s most apt to look for function and fun

Figure 23: Attitudes toward timing of non-alcoholic beverage consumption, by age, November 2013

Consumption and Consumption Timing of Various Non-alcoholic Beverages

Key points

Daily non-alcoholic drink users and attitudes toward morning consumption

Figure 24: Frequency of non-alcoholic beverage consumption (at least once a day), by attitudes toward timing of non-alcoholic beverage consumption—morning drinkers, November 2013

Daily non-alcoholic drink users and attitudes toward afternoon consumption

Figure 25: Frequency of non-alcoholic beverage consumption (at least once a day), by attitudes toward timing of non-alcoholic beverage consumption—afternoon drinkers, November 2013

Daily non-alcoholic drink users and attitudes toward evening consumption

Figure 26: Frequency of non-alcoholic beverage consumption (at least once a day), by attitudes toward timing of non-alcoholic beverage consumption—evening drinkers, November 2013

Daily non-alcoholic drink users and attitudes toward snack consumption

Figure 27: Frequency of non-alcoholic beverage consumption (at least once a day), by attitudes toward timing of non-alcoholic beverage consumption—between meals, November 2013

Characteristics Associated with Carbonated Soft Drinks

Key points

Respondents most apt to associate soft drinks with refreshment

Figure 28: Characteristics associated with carbonated soft drinks, by gender, November 2013

Those aged 55+ most apt to associate soft drinks with refreshment

Figure 29: Characteristics associated with carbonated soft drinks, by age, November 2013

Characteristics Associated with Juice and Juice Drinks

Key points

Most perceive juice/juice drinks as healthy, refreshing, natural

Figure 30: Characteristics associated with juice and juice drinks, by gender, November 2013

18-24s most apt to perceive juice as refreshing, natural, suitable for kids

BUY THIS REPORT NOW VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094

EMAIL: oxygen@mintel.cor



Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Figure 31: Characteristics associated with juice and juice drinks, by age, November 2013

Characteristics Associated with Bottled Water

Key points

Hydration, refreshment most commonly associated with bottled water

Figure 32: Characteristics associated with bottled water, by gender, November 2013

18-24s most likely to associate bottled water with positive characteristics

Figure 33: Characteristics associated with bottled water, by age, November 2013

Characteristics Associated with Sports Drinks

Key points

Less than half of respondents associate sports drinks with hydration

Figure 34: Characteristics associated with sports drinks, by gender, November 2013

18-24s most likely to associate sports drinks with positive attributes

Figure 35: Characteristics associated with sports drinks, by age, November 2013

Characteristics Associated with Energy Drinks

Key points

Only 22% perceive energy drinks as functional

Figure 36: Characteristics associated with energy drinks, by gender, November 2013

Younger respondents most apt to perceive positive attributes

Figure 37: Characteristics associated with energy drinks, by age, November 2013

Characteristics Associated with Dairy and Non-dairy Drinks

Key points

Seven in 10 perceive milk as healthy

Figure 38: Characteristics associated with dairy and non-dairy drinks, by gender, November 2013

Seniors most apt to associate milk with health

Figure 39: Characteristics associated with dairy and non-dairy drinks, by age, November 2013

Frequency of Non-alcoholic Beverage Consumption

Key points

Daily consumption highest for coffee, bottled water

Figure 40: Frequency of non-alcoholic beverage consumption, November 2013

Frequency of Juice, Juice Drink, and/or Smoothie Consumption

Key points

Men report more daily usage of juice/juice drinks/smoothies than women

Figure 41: Frequency of non-alcoholic beverage consumption—juice, juice drinks, or smoothies, by gender, November 2013

18-34s most likely to drink juice at least once a week

Figure 42: Frequency of non-alcoholic beverage consumption—juice, juice drinks, or smoothies, by age, November 2013

Frequency of Uncarbonated, Still Bottled, or Sparkling Water Consumption

Key points

BUY THIS REPORT NOW VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094

EMAIL: oxygen@mintel.con



Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

18-34s report most consumption of uncarbonated/still bottled water

Figure 43: Frequency of uncarbonated or still bottled water consumption, including flavored water, by age, November 2013

Presence of children equals more frequent consumption

Figure 44: Frequency of uncarbonated or still bottled water consumption, including flavored water, by presence of children in household, November 2013

18-34s most likely to report any consumption of sparkling water

Figure 45: Frequency of sparkling water consumption, including flavored water, by age, November 2013

Households with children most likely to report sparkling water use

Figure 46: Frequency of sparkling water consumption, including flavored water, by presence of children in household, November 2013

Frequency of Carbonated Soft Drink Consumption

Key points

Men more likely than women to go for soft drinks

Figure 47: Frequency of carbonated soft drink consumption, by gender, November 2013

Seniors most likely to avoid carbonated soft drinks

Figure 48: Frequency of carbonated soft drink consumption, by age, November 2013

Respondents with kids more apt to drink soft drinks

Figure 49: Frequency of carbonated soft drink consumption, by presence of children in household, November 2013

Frequency of Sports Drink Consumption

Key points

More than half of respondents use sports drinks; men more than women

Figure 50: Frequency of sports drink consumption, by gender, November 2013

Sports drinks most popular among younger respondents

Figure 51: Frequency of sports drink consumption, by age, November 2013

Presence of children means more frequent sports drink consumption

Figure 52: Frequency of sports drink consumption, by presence of children in household, November 2013

Frequency of Energy Drink/Shot Consumption

Key points

Roughly a third drink energy drinks; men more than women

Figure 53: Frequency of energy drinks and/or shots consumption, by gender, November 2013

18-34s very likely to use energy drinks

Figure 54: Frequency of energy drinks and/or shots consumption, by age, November 2013 $\,$

Presence of children means higher likelihood to consume energy drinks

Figure 55: Frequency of energy drinks and/or shots consumption, by presence of children in household, November 2013

Frequency of Coffee and Ready-to-drink Coffee Consumption

Key points

Respondents more likely to drink ground, single-cup, instant coffee than RTD

Figure 56: Frequency of coffee consumption, by age, November 2013

Coffee consumption higher among households with children

Figure 57: Frequency of coffee consumption, by presence of children in household, November 2013

BUY THIS REPORT NOW VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094

FMALL: oxygen@mintel.con



Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Frequency of Tea and Ready-to-drink Tea Consumption

Key points

Loose leaf, bagged, single-cup tea use much higher than RTD

Figure 58: Frequency of tea consumption, by gender, November 2013

18-34s most likely to drink RTD tea

Figure 59: Frequency of tea consumption, by age, November 2013

Presence of children translates to higher tea consumption

Figure 60: Frequency of tea consumption, by presence of children in household, November 2013

Frequency of Milk Consumption

Key points

Milk has high penetration

Figure 61: Frequency of milk consumption, by age, November 2013

Presence of children indicates higher and more frequent consumption

Figure 62: Frequency of milk consumption, by presence of children in household, November 2013

Frequency of Drinkable Yogurt and/or Kefir Consumption

Key points

Relatively low penetration for kefir and yogurt drinks

18-34s most likely to report any consumption

Figure 63: Frequency of drinkable yogurt and/or kefir consumption, by age, November 2013

Households with kids most likely to use yogurt drinks

Figure 64: Frequency of drinkable yogurt and/or kefir consumption, by presence of children in household, November 2013

Race and Hispanic Origin

Key points

Blacks report most likelihood to consume juice

Figure 65: Frequency of juice, juice drinks, or smoothies consumption, by race/Hispanic origin, November 2013

Blacks most likely to report any consumption of bottled water

Figure 66: Frequency of uncarbonated or still bottled water consumption, including flavored water, by race/Hispanic origin, November 2013

Hispanics, Blacks over index for consumption of sports drinks

Figure 67: Frequency of sports drink consumption, by race/Hispanic origin, November 2013

Whites least likely to report any consumption of energy drinks

Figure 68: Frequency of energy drinks and/or shots consumption, by race/Hispanic origin, November 2013

Asians, Hispanics most likely to consume RTD coffee daily and weekly

Figure 69: Frequency of coffee consumption, by race/Hispanic origin, November 2013

Asians most apt to report any tea consumption

Figure 70: Frequency of tea consumption, by race/Hispanic origin, November 2013

Asians, Hispanics most apt to report any consumption of drinkable yogurt

Figure 71: Frequency of drinkable yogurt and/or kefir consumption, by race/Hispanic origin, November 2013

Blacks, Hispanics most apt to say a healthy morning drink is important

BUY THIS REPORT NOW VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094

EMAIL: oxygen@mintel.cor



Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Figure 72: Attitudes toward timing of non-alcoholic beverage consumption, by race/Hispanic origin, November 2013

Blacks most likely to perceive juice as affordable, fun, indulgent

Figure 73: Characteristics associated with juice and juice drinks, by race/Hispanic origin, November 2013

Blacks most apt to view sports drinks as refreshing, healthy, fun

Figure 74: Characteristics associated with sports drinks, by race/Hispanic origin, November 2013

Blacks, Asians most apt to perceive energy drinks as functional, refreshing

Figure 75: Characteristics associated with energy drinks, by race/Hispanic origin, November 2013

Appendix - Market Drivers

Health and lifestyle

Figure 76: American adults by weight category as determined by body mass index (BMI), 2008-October 28, 2013

Childhood and teen obesity—highest in decades

Figure 77: Prevalence of obesity among children and adolescents aged 2-19, 1971-2010

Consumer confidence

Figure 78: University of Michigan's index of consumer sentiment (ICS), 2007-13

Unemployment

Figure 79: US unemployment rate, by month, 2002-13

Figure 80: US unemployment and underemployment rates, 2007-13

Figure 81: Number of employed civilians in US, in thousands, 2007-13

Retail channels

Figure 82: Distribution of expenditures on food for off-premise consumption, by channel, 2008-12

Racial, ethnic population growth

Figure 83: US population by race and Hispanic origin, 2009, 2014, and 2019

Figure 84: Households with children, by race and Hispanic origin of householder, 2013

Shifting US demographics

Figure 85: US population, by age, 2009-19

Figure 86: US households, by presence of own children, 2003-13

Appendix - Other Useful Consumer Tables

Frequency of juice, juice drink, and/or smoothie consumption

Figure 87: Frequency of non-alcoholic beverage consumption—juice, juice drinks, or smoothies, by household income, November 2013

Frequency of uncarbonated, still bottled, or sparkling water consumption

Figure 88: Frequency of uncarbonated or still bottled water consumption, including flavored water, by gender, November 2013

Figure 89: Frequency of uncarbonated or still bottled water consumption, including flavored water, by household income, November 2012

Figure 90: Frequency of sparkling water consumption, including flavored water, by gender, November 2013

Figure 91: Frequency of sparkling water consumption, including flavored water, by household income, November 2013

Frequency of carbonated soft drink consumption

Figure 92: Frequency of carbonated soft drink consumption, by household income, November 2013

Frequency of sports drink consumption

Figure 93: Frequency of sports drink consumption, by household income, November 2013

Frequency of energy drink/shot consumption

BUY THIS REPORT NOW VISIT: store.mintel.con

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094

EMAIL: oxygen@mintel.com



Report Price: £2466.89 | \$3995.00 | €3133.71

The above prices are correct at the time of publication, but are subject to change due to currency fluctuations.

Figure 94: Frequency of energy drinks and/or shots consumption, by household income, November 2013

Frequency of coffee and ready-to-drink coffee consumption

Figure 95: Frequency of coffee consumption, by gender, November 2013

Figure 96: Frequency of coffee consumption, by household income, November 2013

Frequency of tea and ready-to-drink tea consumption

Figure 97: Frequency of tea consumption, by household income, November 2013

Frequency of milk consumption

Figure 98: Frequency of milk consumption, by gender, November 2013

Figure 99: Frequency of milk consumption, by household income, November 2013

Frequency of drinkable yogurt and/or kefir consumption

Figure 100: Frequency of drinkable yogurt and/or kefir consumption, by gender, November 2013

Figure 101: Frequency of drinkable yogurt and/or kefir consumption, by household income, November 2013

Attitudes toward timing of non-alcoholic beverage consumption

Figure 102: Attitudes toward timing of non-alcoholic beverage consumption, by household income, November 2013

Characteristics associated with carbonated soft drinks

Figure 103: Characteristics associated with carbonated soft drinks, by household income, November 2013

Characteristics associated with juice and juice drinks

Figure 104: Characteristics associated with juice and juice drinks, by household income, November 2013

Characteristics associated with bottled water

Figure 105: Characteristics associated with bottled water, by household income, November 2013

Characteristics associated with sports drinks

Figure 106: Characteristics associated with sports drinks, by household income, November 2013

Characteristics associated with energy drinks

Figure 107: Characteristics associated with energy drinks, by household income, November 2013

Characteristics associated with dairy and non-dairy drinks

Figure 108: Characteristics associated with dairy and non-dairy drinks, by household income, November 2013

Race and Hispanic origin

Figure 109: Frequency of carbonated soft drink consumption, by race/Hispanic origin, November 2013

Figure 110: Frequency of milk consumption, by race/Hispanic origin, November 2013

Figure 111: Characteristics associated with carbonated soft drinks, by race/Hispanic origin, November 2013

Figure 112: Characteristics associated with bottled water, by race/Hispanic origin, November 2013

Figure 113: Characteristics associated with dairy and non-dairy drinks, by race/Hispanic origin, November 2013

Appendix - Trade Associations



VISIT: store.mintel.com

Americas +1 (312) 943 5250 APAC +61 (0) 2 8284 8100

EMAIL: oxygen@mintel.con