

Report Price: £2895.00 | \$4688.31 | €3677.55

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



"What had been a boom sector for ten years has been struggling with decline since the onset of recession, hit by weak demand and the growing maturity of the computer market. Retailers have had to come to terms with the growing strength of online retailers, notably Amazon, but are showing signs of beginning to fight back."

— Richard Perks, Director of Retail Research

This report looks at the following areas:

It is becoming increasingly clear that online and in-store retailers complement each other, each has its own strengths, but store based retailers need to make the most of their advantages – display, service – while price matching the online players. Online players must major on breadth of range and convenience. We think that the seemingly inexorable rise of the online players is coming to an end and the two will learn how to co-exist.

BUY THIS REPORT NOW

VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533

> Brazil 0800 095 9094

Americas +1 (312) 943 5250

+86 (21) 6032 7300

APAC +61 (0) 2 8284 8100

EMAIL: reports@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: £2895.00 | \$4688.31 | €3677.55

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

Table of Contents

Europe - Overview

Technical notes

Market sizes - consumer spending on electricals

Market sizes - Retail data

Leading retailers

Financial definitions

Abbreviations

VAT rates

Figure 1: VAT rates, 2012-2016

Executive Summary - Europe - The Market

The market

Consumer spending

Figure 2: Europe: Electricals market by product, 2014

Figure 3: Europe: All consumer spending on electrical goods, 2010-14

Figure 4: Europe: consumer spending on Household appliances, 2010-2014

Figure 5: Europe: consumer spending on Audio-visual, photographic and information processing equipment, 2010-2014

Figure 6: Europe: consumer spending on Telephone and telefax equipment, 2010-2014

Spend per capita

Figure 7: Europe: Spending on electrical goods per capita, 2014

Spending on electricals in 2015

Retail sales data

IT and telecoms

Figure 8: IT and telecoms specialist retailers sales (excl Vat), 2011-2015

Figure 9: IT and telecoms specialist retailers forecast sales (Excl Vat), 2016-2020

Household electricals retailers

Figure 10: Household electricals retailers sales (Excl Vat), 2011-2015

Figure 11: Household electricals retailers forecast sales (Excl Vat), 2016-2020

All electricals specialist retailers sales

Figure 12: Europe: All electricals retailers, estimated sales, 2011-2020

Leading store-based specialist retailers

Figure 13: Europe: Top 20 electricals retailers sales, 2011-2015

Figure 14: Europe: leading electricals retailers, outlet numbers, 2011-2015 Figure 15: Europe: Leading electricals retailers, sales per outlet, 2013-2015

rigare re. Europe. Ecdamy electricals retailers, sales per datiet, 20

Market share

Figure 16: Leading retailers share of spending on electricals, 2015

Executive Summary – Europe – The Consumer



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Who bought electricals?

Figure 17: Proportion of internet users who bought electricals, by country, January 2016

Online vs In-store

Figure 18: Proportion of electricals buyers in-store vs online, January 2016

Retailers used

Figure 19: Europe: Most used electricals retailer and share of number of electricals buyers, January 2016

Figure 20: Top 5 electricals retailers in Europe by proportion of all electricals buyers, January 2016

Customer satisfaction

Figure 21: Percentage satisfied or very satisfied with retailer attributes by country, January 2016

Figure 22: Europe: Top three most recently used retailers, by country, January 2016

Figure 23: Satisfaction by country, relative to the attribute average, January 2016

What we think

France

Germany

Italy

Spain

UK

Executive Summary - Europe - Innovation and Launch Activity

Apple extends Personal Pickup service to Europe...

...Amazon launches Prime Now in Italy

Media-Saturn rolls out digital lifestyle stores...

...O2 opens a new kind of mobile phone store

Capi's enhanced airport electrical store

France

Overview

What you need to know

Areas covered in this report

Executive Summary

The market

Spending and inflation

Figure 24: France: Consumer spending on electrical items (annual % change in volumes, 2010 prices), 2010-14

Channels of distribution

Figure 25: France: Estimated distribution of spending on electrical/electronic goods, 2015

Sector size and forecast

Leading Players

Key metrics

Market shares

Figure 26: France: Leading specialist electrical retailers: Shares of spending on electricals items, 2015

Online



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

The consumer

Where they shop

Figure 27: France: Where they bought electrical goods in the last 12 months, in-store versus online/catalogue, January 2016

Levels of satisfaction

Figure 28: France: Levels of satisfaction with last electricals retailer purchased from, January 2016

What we think

Issues and insights

What does the Fnac/Darty deal mean?

The facts

The implications

How can store-based retailers respond to the rise of Amazon?

The facts

The implications

The market - What you need to know

Economy weak but spending picking up

Electricals market impacted by falling prices

Specialists dominate distribution, with the big players growing share

Hypermarkets losing non-food sales but online expanding fast

Specialist electricals retailers standing firm

Countering competition from online

Spending and inflation

France's economy a weak spot in the eurozone

Consumption and purchasing power regaining momentum

Electricals market buoyed by telecommunications

Figure 29: France: Consumer spending on electrical items (incl. VAT), 2010-15

Figure 30: France: Consumer spending on electrical items (annual % change in volumes, 2010 prices), 2010-14

Inflation

Figure 31: France: Consumer Prices, Annual % change, 2011-15

Figure 32: France: Consumer price inflation on electrical items, annual % change, July 2014-December 2015

Unit volumes

Figure 33: France: Main Electricals markets, spending (inc VAT) 2011-19

Channels of distribution

Specialists dominate

Grocers important, but in decline

Online taking market share

Department stores most significant in Paris

Figure 34: France: Estimated distribution of spending on electrical/electronic goods, 2015

Sector size and forecast

Specialists have proven resilient



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Standing up to the threat from online players

Figure 35: France: Electricals retailers' sales, excl VAT, 2010-15

Subdued growth on the horizon

Figure 36: France: Electricals retailers' sales, Forecasts, excl VAT, 2016-20

Figure 37: France: Electricals retailers' sales as % of all spending on electricals, 2010-15

Leading players - What you need to know

A mature market, with consolidation on the cards

Darty the market leader

Top groups growing combined share

French online market at a medium stage of development

Amazon leads, but Fnac, Darty and Boulanger all big online

Leading players

The triumvirate of Darty/Boulanger/Fnac

The Darty/Fnac merger

Integrating online, with marketplaces a key driver

Expanding physical stores too

Furniture/electricals combo retailers also strong

Independents in decline

Figure 38: France: Leading specialist electrical retailers: sales, 2012-15

Figure 39: France: Leading specialist electrical retailers: Outlet numbers, 2012-15

Sales per outlet

Figure 40: France: Leading specialist electrical retailers: sales per outlet, 2012-15

Market shares

Fnac has larger sales but Darty is leader in electricals

Top groups growing combined share

Conforama and BUT also important

Figure 41: France: Leading specialist electrical retailers: shares of spending on electricals items, 2012-15

Online

France at a medium stage of development

Online activity

Figure 42: France: Online buyers of electrical items in last three months, 2011-15

Online sales

Leading online players

Figure 43: France: Top retail sites by number of unique visitors, October-November 2015

Figure 44: France: Estimated sales of electricals online by leading retailers, 2014

The consumer - What you need to know

Men and younger age groups most likely to buy

Specialists most popular, but online catching up

Amazon and Darty lead the market



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Consumers are satisfied with product-related issues

But less satisfied with services

The consumer - Who is buying?

More men than women

Figure 45: France: Purchasing of electrical goods in the last 12 months, by gender, January 2016

More younger people than older

Figure 46: France: Purchasing of electrical goods in the last 12 months, by age, January 2016

The consumer – Where they shop for electrical goods

Specialists popular but online now ahead of the grocers

Amazon and Darty now level-pegging overall

Figure 47: France: Where they bought electrical goods in-store or online in the last 12 months, January 2016

Amazon dominant online

Figure 48: France: Where they bought electrical goods in the last 12 months, in-store versus online/catalogue, January 2016

Average age and affluence

Figure 49: France: Where they bought electrical goods, by age and income, January 2016

The consumer - Levels of satisfaction

Satisfaction higher on product than service related aspects

Figure 50: France: Levels of satisfaction with last electricals retailer purchased from, January 2016

Satisfaction with specific retailers

Darty

Figure 51: France: Those agreeing they were satisfied at Darty relative to electrical retailer average, January 2016

Fna

Figure 52: France: Those agreeing they were satisfied at Fnac relative to electrical retailer average, January 2016

Amazon

Figure 53: France: Those agreeing they were satisfied at Amazon relative to electrical retailer average, January 2016

Appendix – Data sources, abbreviations and supporting information

Abbreviations

Data sources

Germany

Overview

What you need to know

Areas covered in this report

Executive summary

The market

Spending and inflation

Figure 54: Germany: Annual % change in total household expenditure and expenditure on electrical goods, 2011-15

Figure 55: Germany: Consumer prices, annual % change, 2011-15

Channels of distribution

Figure 56: Germany: Estimated distribution of spending on electrical goods, 2015



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Sector size and forecast

Figure 57: Germany: Annual % change in all retail sales (excl fuel) and electrical specialists sales, 2010-15

Leading players

Key metrics

Market shares

Figure 58: Germany: Leading specialist electrical goods retailers, % share of total spending on electricals, 2014-15

Online

The consumer

Where they shop

Figure 59: Germany: Where they bought electrical goods in the last 12 months, in-store versus online/catalogue, January 2016

Levels of satisfaction

Figure 60: Germany: Levels of satisfaction with last electricals retailer purchased from, January 2016

What we think

Issues and insights

Closing the loop on the customer journey

The facts

The implications

Amazon is raising the bar for customer expectations

The facts

The implications

The market – What you need to know

Consumer spending up but electricals not keeping pace

Audio-Visual spending down

Inflation at its lowest level since 2009

Channels of distribution

Sector size and forecast

Spending and inflation

Consumer spending drives economic growth

Spending on electricals not keeping up

Figure 61: Germany: Consumer spending on electrical items (Incl. VAT), 2010-15

Inflation

Figure 62: Germany: Consumer prices, annual % change, 2011-15

 $Figure\ 63:\ Germany:\ Consumer\ price\ inflation\ on\ electrical\ items,\ annual\ \%\ change,\ July\ 2014-Dec\ 2015$

Jnit volumes

Figure 64: Germany: Main electricals market, unit volumes, 2011-19

Channels of distribution

Online pureplays continue to grow

Figure 65: Germany: Estimated distribution of spending on electrical goods, 2013-15 Figure 66: Germany: Estimated distribution of spending on electrical goods, 2013-15



VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094 Americas +1 (312) 943 5250 | China +86 (21) 6032 7300



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Sector size and forecast

Specialists catching up with non-specialists

Figure 67: Germany: Electricals retailers sales, excl. VAT, 2010-15

Figure 68: Germany: Electricals retailers sales, Forecasts, excl. VAT, 2015-20

Figure 69: Germany: Electrical specialists' sales as a share of total spending on electricals, 2010-15

Leading players - What you need to know

Media Markt/Saturn continues to dominate

Buying groups maintain their popularity

Market shares

Online sales

Amazon dominates online

Leading players

Media Markt/Saturn is the dominant specialist

Buying groups remain popular

Telefonica's acquisition of E-Plus increases its handset sales

Figure 70: Germany: Leading specialist electrical retailers sales, 2013-15

Figure 71: Germany: Leading electrical retailers, outlets, 2013-15

Sales per outlet

Figure 72: Germany: Leading electrical retailers: estimated sales per outlet, 2013-15

Market shares

Media Markt/Saturn grows its market share

Figure 73: Germany: Leading electrical retailers, market shares, 2013-15

Online

Online activity

Figure 74: France: Online buyers in last 12 months of electrical items, 2011-2015

Online sales

Leading online players

Figure 75: Germany: Where they bought electrical goods online in the last 12 months, January 2016

The consumer – What you need to know

Almost three-quarters bought from a specialist

Amazon and Media Markt dominate the sector

Specialists remain a long way behind online

Consumers are satisfied with prices and products

Less satisfied with service

Amazon customers are most satisfied

Who is buying?

Men more likely to buy than women

Figure 76: Germany: Purchasing of electrical goods in the last 12 months, by gender, January 2016

A broad appeal but most popular amongst the young



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Figure 77: Germany: Purchasing of electrical goods in the last 12 months, by age, January 2016

Where they shop for electrical goods

Media Markt/Saturn and Amazon dominate the sector

Grocery stores a long way behind

Figure 78: Germany: Where they bought electrical goods in the last 12 months, January 2016

Specialists remain a long way behind online

Figure 79: Germany: Where they bought electrical goods in the last 12 months, in-store versus online/catalogue, January 2016

Customer profiles

Figure 80: Germany: Where they bought electrical goods, by age and income, January 2016

Levels of satisfaction

Consumers are happy with quality, price and range

More work to do on offering service

Figure 81: Germany: levels of satisfaction with last electricals retailer purchased from, January 2016

Satisfaction with specific retailers

Media Markt/Saturn

Figure 82: Germany: Those agreeing they were satisfied at MediaMarkt/Saturn relative to electrical retailer average, January 2016

Amazon

Figure 83: Germany: Those agreeing they were satisfied at Amazon relative to electrical retailer average,

Specialist Retailers (excluding Media Markt/Saturn)

Figure 84: Germany: Those agreeing they were satisfied at any specialist retailer (excluding MediaMarkt/Saturn relative to electrical retailer average, January 2016

Any non-specialist

Figure 85: Germany: Those agreeing they were satisfied at any non-specialist relative to electrical retailer average, January 2016

Appendix – Data sources, abbreviations and supporting information

Abbreviations

Data sources

Italy

Overview

What you need to know

Areas covered in this report

Executive summary

The market

Spending and inflation

Figure 86: Italy: Annual % change in total household expenditure and expenditure on electrical products, 2010-15

Channels of distribution

Figure 87: Italy: Estimated distribution of spending on electrical products, 2015

Sector size and forecast

Figure 88: Italy: Annual % change in all retail sales (excl. fuel) and household goods retail sales, 2010-16

Leading players

Key metrics



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Market shares

Figure 89: Italy: Leading specialist electrical retailers: Estimated shares of spending on electricals items, 2015

Online

The consumer

Where they shop for electrical products

Levels of satisfaction

What we think

Issues in the market

Specialists struggling to compete with Amazon

The facts

The implications

Pressure on retailers to deliver on product demonstration and technical expertise

The facts

The implications

The market - What you need to know

Consumer spend up for a second consecutive year

Category deflation eases, but still below the headline rate

Channels of distribution

Sector size and forecast

Spending and inflation

Consumer spending

Figure 90: Italy: Consumer spending at current prices (incl. VAT), 2010-15

Inflation

Figure 91: Italy: Consumer prices, annual % change, 2011-15

Figure 92: Italy: Harmonised indices of consumer prices: year-on-year % change, January 2014-november 2015

Unit volumes

Figure 93: Italy: unit volume of selected major electrical goods categories, 2010-19

Figure 94: Italy: Definitions for unit volume market data

Channels of distribution

Figure 95: Italy: Estimated distribution of spending on electrical goods, 2014-15 Figure 96: Italy: Estimated distribution of spending on electricals goods, 2015

Sector size and forecast

Figure 97: Italy: Household goods retailers sales, exc. VAT, 2010-15 Figure 98: Italy: Household goods retailers sales, exc. VAT, 2015-20

Leading players – What you need to know

A shifting market

Expert's membership in flux

Specialists market share of total consumer spend on electricals declining

Leading players



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Media World/Saturn store closures

Trony plans more store openings

Euronics focusing on technical specialisation

Figure 99: Italy: Leading specialists - sales, 2012-15

Figure 100: Italy: Leading specialists – outlet numbers, 2012-15

Figure 101: Italy: Leading specialists - Estimated sales per outlet, 2012-15

Market shares

Figure 102: Italy: Leading electrical specialists - estimated share of all spending on electrical goods, 2012-15

Online

Market size

Online retailers

Figure 103: Italy: Where they bought electrical goods online in the last 12 months, January 2016

Online shoppers

Figure 104: Italy: Percentage of all individuals having purchased electrical goods online in the past 12 months, selected categories, 2009-15

The consumer – What you need to know

84% of consumers purchase electrical goods from a specialist retailer

Amazon is the most popular retailer used for electrical goods purchasing

Service-related issues rank highest for dissatisfaction

Media World Saturn scores poorly on satisfaction

The consumer - Where they shop for electrical goods

Specialists dominate

Figure 105: Italy: Where they bought electrical goods in the last 12 months, in-store or online/catalogue, January 2016

Amazon enhances its market-leading online position with Prime Now

Figure 106: Italy: Where they bought electrical goods in the last 12 months, in-store versus online/catalogue, January 2016

Average age and affluence

Figure 107: Italy: Where they bought electrical goods, by age and income, January 2016

Levels of satisfaction

Figure 108: Italy: Levels of satisfaction with last electricals retailer purchased from, January 2016

Satisfaction with specific retailers

Media World Saturn

Figure 109: Italy: Those agreeing they were satisfied at Media World Saturn relative to electrical retailer average, January 2016

UniEuro

Figure 110: Italy: Those agreeing they were satisfied at UniEuro relative to electrical retailer average, January 2016

Euronics

Figure 111: Italy: Those agreeing they were satisfied at Euronics relative to electrical retailer average, January 2016

Amazon

Figure 112: Italy: Those agreeing they were satisfied at Amazon relative to electrical retailer average, January 2016

Appendix - Data sources, abbreviations and supporting information

Abbreviations



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Data sources

Spain

Overview

What you need to know

Areas covered in this report

Executive summary

The market

Spending and inflation

Figure 113: Spain: Harmonised indices of consumer prices: year-on-year % change, September 2014-November 2015

Channels of distribution

Figure 114: Spain: Estimated distribution of spending on electricals goods, 2015

Sector size and forecast

Leading players

Key metrics

Market shares

Figure 115: Spain: Leading specialist electrical retailers: Estimated shares of spending on electricals items, 2015

Online

The Consumer

Where they shop

Figure 116: Spain: Where they bought electrical goods in the last 12 months, in-store versus online/catalogue, January 2016

Levels of satisfaction

Figure 117: Spain: Levels of satisfaction with last electricals retailer purchased from, January 2016

Issues and insights

Who will win the omnichannel race?

The facts

The implications

Price and promotions - a changing marketplace

The facts

Implications

The market – What you need to know

Market recovers

Deflation eases

Black Friday event grows

Channels of distribution

Sector size and forecast

Spending and Inflation

Consumer spending picks up in 2014

Figure 118: Spain: Consumer spending at current prices (incl. VAT), 2010-15

Inflation



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Figure 119: Spain: Harmonised indices of consumer prices - annual % change, 2010-15

Figure 120: Spain: Harmonised indices of consumer prices: year-on-year % change, September 2014-November 2015

Unit volumes

Figure 121: Spain: Unit volume of selected major electrical goods categories, 2010-19

Figure 122: Spain: Definitions for unit volume market data

Channels of distribution

Specialists dominate the sector

Figure 123: Spain: Estimated distribution of spending on electrical goods, 2014-15 Figure 124: Spain: Estimated distribution of spending on electricals goods, 2015

Sector size and forecast

Sector sales recover

Figure 125: Spain: Electrical specialists sales, 2010-15 Figure 126: Spain: Electrical specialists sales, 2015-20

Figure 127: Spain: Electrical specialists sales as share of total spending on electricals, 2010-15

Leading players - What you need to know

Media Markt stands out

Leading chains focus on omnichannel

Market shares

Online electricals spending

Amazon leads in the online sector

Leading players

Media Markt growth accelerates in 2015

Worten – driving omnichannel and a new store concept

Click & mag drives Fnac omnichannel sales

Figure 128: Spain: Leading specialists - sales, 2012-15

Figure 129: Spain: Leading specialists – outlet numbers, 2012-15 Figure 130: Spain: Leading specialists – sales per outlet, 2012-15

Market shares

Figure 131: Spain: Leading electrical specialists – estimated share of all spending on electrical goods, 2012-15

Online

Market size

Online retailers

Figure 132: Spain: Where they bought electrical goods online in the last 12 months, January 2016

Online shoppers

Figure 133: Spain: Percentage of all individuals having purchased electrical goods online in the past 12 months, selected categories, 2009-15

The consumer - What you need to know

Shopping across channels

Amazon dominates the online sector

Consumers are satisfied with product-related issues



VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094 Americas +1 (312) 943 5250 | China +86 (21) 6032 7300



Report Price: £2895.00 | \$4688.31 | €3677.55

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

But less satisfied with services

Most satisfied with Amazon and El Corte Inglés

The consumer – Where they shop for electrical goods

Non-specialists not far behind specialists

Figure 134: Spain: Where they bought electrical goods in the last 12 months, in-store or online/catalogue, January 2016

Amazon dominates the online sector

Figure 135: Spain: Where they bought electrical goods in the last 12 months, in-store versus online/catalogue, January 2016

Average age and affluence

Figure 136: Spain: Where they bought electrical goods, by age and income, January 2016

Figure 137: Spain: Selected retailers and channels where they bought electrical goods, by age, January 2016

Figure 138: Spain: Selected retailers where they bought electrical goods, by income, January 2016

The consumer - Levels of satisfaction

Differences in satisfaction levels

Figure 139: Spain: Levels of satisfaction with last electricals retailer purchased from, January 2016

Ease of returns ranks higher

Figure 140: Spain: More detailed levels of satisfaction with last electricals retailer purchased from, January 2016

Figure 141: Spain: Ranking of satisfaction levels with last electricals retailer purchased from, January 2016

Satisfaction with specific retailers

Media Markt

Figure 142: Spain: Those agreeing they were satisfied at Media markt relative to electrical retailer average, January 2016

El Corte Inglés

Figure 143: Spain: Those agreeing they were satisfied with El Corte Inglés relative to electrical retailer average, January 2016

Amazon

Figure 144: Spain: Those agreeing they were satisfied with Amazon relative to electrical retailer average, January 2016

Any grocery store

Figure 145: Spain: Those agreeing they were satisfied with a grocery store relative to electrical retailer average, January 2016

Abbreviations

Data sources

UK

Overview

What you need to know

Areas covered in this report

Executive summary

The market

A decline in spending in 2015

Figure 146: Consumer spending on all electrical products: market size and forecast (including VAT), 2010-20

Specialist sector size

Figure 147: Annual percentage change in the value of sales through electrical goods specialists, 2010-15



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Online

Figure 148: Estimated percentage of all consumer spending on electrical goods coming through online channels, 2011-15

Deflation

Figure 149: Consumer prices inflation, annual rate of change, 2010-15

Leading retailers

Market shares

Figure 150: Market shares of the leading specialist and non-specialist retailers of electrical goods, 2014 and 2015

Distribution of spending

Figure 151: Estimated distribution of spending on electrical goods, 2014 and 2015

The consumer

77% purchased some electrical goods in the past year

Figure 152: Types of electrical products purchased in the past 12 months, November 2015

And 58% plan to buy some goods in the next year

Figure 153: Planned purchase of electrical goods in the next 12 months, November 2015

Where they buy

Figure 154: Retailers used for electrical goods purchases in the past 12 months, either online or in-store, November 2015

Satisfaction with retailers

Figure 155: Overall net satisfaction with last electrical buying experience, by criteria, November 2015

Attitudes to electrical goods retailers

Figure 156: Attitudes towards electrical goods retailers, November 2015

Black Friday

Figure 157: Purchase of electrical goods on Black Friday 2015, in-store or online, December 2015

What we think

Issues and insights

The importance of stores in the decision making process

The facts

The implications

Sainsbury's and Argos: what does it mean for the electricals market?

The facts

The implications

Getting service right

The facts

The implications

Black Friday: making sense of it all

The facts

The implications

The market - What you need to know

Consumer spending falls in 2015

A positive year for the specialists





Report Price: £2895.00 | \$4688.31 | €3677.55

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

Channels of distribution

Deflation remains a downward driver

Black Friday

Market drivers

A good second half of the year for computer and telecoms specialists

Figure 158: Annual % change in the all retail sales, electrical household appliances and computers & telecoms equipment, non-seasonally adjusted, Jan 2014-Dec 2015

Prices continue to fall

Figure 159: Consumer prices inflation, annual rate of change, 2010-15

A positive environment for consumers?

Figure 160: Annual percentage change in earnings versus consumer price index, January 2010-December 2015

Consumer financial status

Figure 161: How consumers describe their current financial situation, February 2009-October 2015

Property market continues to show growth, but renting continues to climb

Figure 162: Annual Number of UK residential property transactions, non-seasonally adjusted, 2006-15

Figure 163: Percentage of individuals living in households by tenure, 2010-14

Market size and forecast

Spending falls in 2015 but expected to bounce back in 2016

Figure 164: Consumer spending on all electrical products: market size and forecast (including VAT), 2010-20

Figure 165: Electrical products: market size and forecast (including Vat), in current and constant prices, 2010-20

Figure 166: Annual consumer price inflation, by electrical category, 2015

Segment forecasts

Household appliances

Figure 167: Household appliances: segment size and forecast (including VAT), 2010-20

Computing and telecoms

Figure 168: Computing and telecoms goods: segment size and forecast (including VAT), 2010-20

Audio-visual and photographic goods

Figure 169: Audio-visual and photographic goods: segment size and forecasts (including VAT), 2010-20

Personal care appliances

Figure 170: Personal care appliances: segment size and forecast (including VAT), 2010-20

Segment forecasts: annual data

Figure 171: Electrical goods segment forecasts (including Vat), 2010-20

Forecast methodology

Specialist sector size

A good year for specialist retailers

Figure 172: Electrical goods specialists sales relative to all consumer spending on electrical goods (including VAT), 2010-16

Figure 173: Electrical goods specialist sector sales (excluding VAT), 2010-16

Stores: Back in fashion?

Figure 174: Share of all online sales by store-based and online-only retailers, by monthly share, 2009-15

Enterprises and outlets



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Figure 175: Number of retail outlets, 2011-15

Figure 176: Number or retail enterprises, 2011-15

Channels of distribution

Electrical goods specialists recording growth

Figure 177: Estimated distribution of spending on electrical goods, 2014 and 2015

The consumer - What you need to know

77% bought electrical items in 2015...

...but only 58% plan to buy in 2016

Non-specialists the go-to for electricals

Consumers happy with products, less so service

Price matching - a differentiating factor but many don't trust it

Over a third say they choose where to shop because of after-sales service

Those who do buy on Black Friday, buy online

The consumer - What they bought

Mobile phones the most popular purchase

Figure 178: Types of electrical products purchased in the past 12 months, November 2015

New purchases edge up

Figure 179: Types of electrical products purchased in the past 12 months, November 2013, 2014 and 2015

Younger consumers more technology focused

Figure 180: Types of electrical products purchased in the past 12 months, by age, November 2015

Home-ownership: is it affecting appliance buying?

Figure 181: Purchasing of household appliances, by home-ownership status, November 2015

The consumer – Where they buy

Non-specialists the go-to for electrical goods

Figure 182: Retailers used for electrical goods purchases in the past 12 months, either online or in-store, November 2015

Shopper profiles

Figure 183: Retailers used for electrical goods purchases in the past 12 months in-store or online, by income and age, November 2015

Trend data

Figure 184: Retailers used for electrical goods purchases in the past 12 months, either online or in-store, November 2015

Online versus in-store

Figure 185: Channels used to purchase electrical items in the past 12 months, November 2015

Amazon, unsurprisingly, the dominant player online

Figure 186: Retailers used for electrical goods purchases in the past 12 months, by online or in-store, November 2015

Repertoire of retailers used

Figure 187: Repertoire of retailers used to purchase electrical goods in the past 12 months, November 2015

The consumer – Satisfaction with retailers

Figure 188: Overall net satisfaction with last electrical buying experience, by criteria, November 2015

Key driver analysis

Figure 189: Key drivers of overall satisfaction with last retailer purchased from, November 2015



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Figure 190: Overall satisfaction with last retailer purchased from - Key driver output, November 2015

How the retailers compare

Figure 191: Overall satisfaction with last retailer used, November 2015

How they perform on pricing, range and quality

Figure 192: Satisfaction with pricing, by retailer last used, November 2015

Figure 193: Satisfaction with product range, by retailer last used, November 2015

Figure 194: Satisfaction with stock availability, by retailer last used, November 2015

Figure 195: Satisfaction with the quality of goods, by retailer last used, November 2015

Service

Figure 196: Satisfaction with staff knowledge, by retailer last used, November 2015

Figure 197: Satisfaction with after-sales service, by retailer last used, November 2015

Delivery, returns and website use

Figure 198: Satisfaction with range of delivery options, by retailer last used, November 2015

Figure 199: Satisfaction with ease of website use, by retailer last used, November 2015

Figure 200: Satisfaction with the ease of returns, by retailer last used, November 2015

Methodology

The consumer - What they expect to buy

Figure 201: Planned purchase of electrical goods in the next 12 months, November 2015

Planned purchases down

Figure 202: Planned purchase of electrical goods in the next 12 months, November 2014 and November 2015

Virtual reality

Figure 203: Interest in the potential functions of virtual reality headsets, August 2015

The consumer – Attitudes towards electrical goods retailers

Price matching schemes

Figure 204: Attitudes towards retailers' price matching schemes, November 2015

Figure 205: Agreement attitudes toward retailers' price matching schemes, by age, November 2015

Services

Figure 206: Attitudes towards services provided or could be provided by retailers, November 2015

Figure 207: Agreement towards Attitudes to after-sales services provided by retailers, by socio-economic group, November 2015

Researching and buying electrical goods

Figure 208: Attitudes towards researching and buying electrical goods, November 2015

Figure 209: Attitudes towards researching and buying electrical goods, by gender, November 2015

The consumer – Black friday

Figure 210: Purchase of electrical goods on Black Friday 2015, in-store or online, December 2015

Figure 211: Purchase of electrical goods on Black Friday 2015, by age, December 2015

Reasons for buying on Black Friday

Figure 212: Reasons for buying electrical items on Black Friday 2015, December 2015

Reasons for not buying on Black Friday 2016

Figure 213: Reasons for not buying electrical items on Black Friday 2015, December 2015



VISIT: store.mintel.com

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

APAC +61 (0) 2 8284 8100

EMALL: reports@mintel.com



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Key players - What you need to know

Argos ups the ante with same-day delivery

Dixons Carphone continues to perform well since merging

AO.com continues its strong growth

Amazon pulls ahead as the largest non-specialist

Grocers struggle with lower footfall to superstores

Online sales overtake store sales

Advertising spend falls

Amazon's reputation for service puts it ahead of the competition

Currys PC World struggles with negative brand associations

Innovation and launch activity

Same-day store collection and same-day home delivery

Bringing the in-store experience into customers' homes

Gadget trade-in service

Personalised Christmas gift wishes campaign

Space allocation summary

Space allocation overview

Figure 214: Leading electricals retailers, summary space allocation, January 2016

Detailed space summary

Supermarket in-store electrical department comparisons

Smart and wearable technology

Figure 215: Leading electricals retailers, detailed space allocation estimates, January 2016

Figure 216: Leading electricals retailers, detailed space allocation estimates, January 2016

Electrical departments as a percentage of total supermarket floor space

Figure 217: Supermarkets: Electricals department as a percentage of total floor space, January 2016

Retail product mix

Estimates

Figure 218: Leading electricals retailers, summary space allocation, 2015

Figure 219: Leading electricals retailers, electricals space, 2013/14

Sales density

Figure 220: Electricals retailers sales densities by broad product area, 2014/15

Sales by broad product category

Figure 221: Electricals retailers, estimated sales, by product, 2014

Figure 222: Electricals retailers: Estimated market share by broad product area, 2014

Leading electrical specialists – Key metrics

Dixons Carphone performing well since merging

AO.com continues its strong performance

O2 Telefonica retail sales remain skewed by accounting changes

Maplin improves its multichannel offer



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Figure 223: The leading specialist retailers of electrical goods: total net revenues, 2010-14

Figure 224: The leading specialist retailers, compound annual growth rates in total net revenues, 2010-14

Outlets and sales per outlet

Figure 225: The leading specialist retailers of electrical goods, outlet numbers, 2010-14

Figure 226: The leading specialist electrical retailers: compound annual growth rate of store numbers, 2010-14

Figure 227: The leading specialist retailers of electrical goods: annual sales per outlet, 2010-14

Figure 228: The leading specialist retailers of electronical goods, compound annual growth rate of annual sales per outlet, 2010-14

Operating profits and margins

Figure 229: The leading specialist retailers of electrical goods operating profits, 2010-14

Figure 230: The leading specialist retailers of electrical goods, operating margins, 2010-14

Sales area and sales densities

Figure 231: Selected leading specialist retailers of electrical goods: total sales area, 2010-14

Figure 232: Selected leading specialist retailers of electrical goods: annual sales per sq m, 2010-14

Leading non-specialists - Key metrics

Amazon pulls ahead despite slower growth

John Lewis moves into mobile

Grocers struggle with lower footfall to superstores

Smaller non-specialists declining

Figure 233: Leading non-specialist retailers' sales of electrical/electronic goods (excluding VAT), 2011-15

Figure 234: The leading non-specialist retailers: compound annual growth rates in electrical goods sales, 2011-15

Argos rolls out digital stores

John Lewis reaches Birmingham

Figure 235: Leading non-specialist retailers of electrical goods, store numbers, 2012-15

Market shares

Figure 236: Market shares of the leading specialist and non-specialist retailers of electrical goods, 2014 and 2015

Online

Online overtakes store-based sales

Figure 237: Estimated online sales of electrical goods (including VAT), 2011-15

Figure 238: Leading online retailers' estimated shares of online spending on electrical goods, 2015

Where people shop online

Figure 239: The Consumer: Where consumers shopped online for electrical goods in the past 12 months, November 2015

Advertising and marketing activity

Total 2015 recorded above-the-line, online display and direct mail spend down 12.2%

Figure 240: Recorded above-the-line, online display and direct mail total advertising expenditure by UK supermarket and online grocers, 2011-15

Leading electrical retailers ad spend down 9.6%

Figure 241: Leading UK retail advertisers of electrical products: Recorded above-the-line, online display and direct mail total advertising expenditure, 2011-15

TV attracts the most advertising spend

Figure 242: Leading UK retail advertisers of electrical products: Recorded above-the-line, online display and direct mail total advertising expenditure, by media type, 2015

Nielsen Media Research coverage



VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094 Americas +1 (312) 943 5250 | China +86 (21) 6032 7300



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Brand research

What you need to know

Brand map

Figure 243: Attitudes towards and usage of selected brands, November and December 2015

Key brand metrics

Figure 244: Key metrics for selected brands, November and December 2015

Brand attitudes: Argos and Currys PC World stand out for their widespread availability

Figure 245: Attitudes, by brand, November and December 2015

Brand personality: AO.com benefits from being engaging and accessible

Figure 246: Brand personality – Macro image, November 2015 and December 2015

John Lewis stands out for being authoritative and stylish

Figure 247: Brand personality - Micro image, November and December 2015

Brand analysis

Amazon stands out for its broad customer base

Figure 248: User profile of Amazon, December 2015

John Lewis' sense of quality appeals to high earners

Figure 249: User profile of John Lewis, November 2015

Apple Store divides opinion but is particularly favoured by the young

Figure 250: User profile of Apple Store, December 2015

Argos performs well on availability and trust

Figure 251: User profile of Argos, December 2015

AO.com is growing its awareness by delivering a reliable and responsive experience

Figure 252: User profile of AO.com, December 2015

Currys PC World struggles to improve negative brand associations

Figure 253: User profile of Currys PC World, December 2015

Appendix - Data sources, abbreviations and supporting information

Data sources

Financial definitions

Sales per store, sales per square metre

Exchange rates

Consumer research methodology

The consumer: Key driver analysis

 $Figure\ 254:\ Overall\ satisfaction\ with\ last\ retailer\ purchased\ from\ -\ Key\ driver\ output,\ November\ 2015\ driver\ outpu$

Figure 255: Overall satisfaction with last retailer purchased from - Key driver output, November 2015

Mintel market size definitions

Forecast methodology

Specialist sector size

Abbreviations

Amazon Europe



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

What we think

An evolving offer

Amazon Prime extends its breadth and reach

A sense of occasion

Product development continues

Delivery gets quicker, but pushes fulfilment costs higher

Click & Collect points limited to US universities

Looking ahead

Company background

Company performance

Growth slows in Europe

Figure 256: Amazon.com Inc: Group financial performance, 2010-15

Sales mix

Figure 257: Amazon: Composition of net sales, 2015

Retail offering

AO World

What we think

Launching in the Netherlands...

...and possibly Austria

Collect+ deal widens delivery options

Expanding audio visual product offering

AO.de sales progressing satisfactorily, but requiring big investment

Company background

Company performance

Figure 258: AO World Plc: Group financial performance, 2011/12-2014/15

Retail offering

Apple Retail

What we think

It's all about the iPhone

The importance of innovation

Apple stores an important to success of the brand

Company background

Company performance

Worldwide

Figure 259: Apple Retail: sales and operating profit, 2011-2015

Figure 260: Apple Retail: Outlet data, 2011-2016

Apple Retail UK

Figure 261: Apple Retail UK: Group financial performance, 2009/10-2014/15

Figure 262: Apple Retail UK: Outlet data, 2010/11-2014/15



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Figure 263: Apple Retail: European stores, 2014-16

Retail offering

Argos

What we think

Possible Sainsbury's takeover deal casts doubt on future of Argos' high street stores

Market-leading store collection and delivery options

Unique over the counter gadget trade-in service

Live chat help results in increased purchase satisfaction and online conversion rates

New regional hub would boost same-day fulfilment capability

Company background

Company performance

First-half FY16

Trading statement for the 18 weeks to 2 January 2016

Figure 264: Argos: Group financial performance, 2010/11-2014/15

Figure 265: Argos: Outlet data, 2010/11-2014/15

Retail offering

Boulanger/HTM Group

What we think

Targeting high population urban locations

Latest stores adapted to the digital age

Adapted well to online

Company background

Company performance

Figure 266: HTM (Boulanger): Group sales performance, estimated, 2011-15

Figure 267: HTM (Boulanger): Outlet data, 2011-15

Retail offering

Conrad Electronic

What we think

New service concept

Company background

Company performance

Figure 268: Conrad Electronic Germany: Group financial performance, 2010-15

Figure 269: Conrad Electronic: Outlet data, 2010-15

Retail offering

Darty Group

What we think

Fnac takeover deal

Digital strategy



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

First-to-market edge over rivals

Marketplace widens product offering and enhances price perception

Rolling out bespoke fitted kitchens offer into more stores

Capitalising on consumer demand for connected technology

Customer services offer

New store card with upgraded credit offering and loyalty benefits

Company background

Company performance

Figure 270: Darty Group: Group financial performance, 2010/11-2014/15

Figure 271: Darty Group: Outlet data, 2010/11-2014/15

Retail offering

Dixons Carphone

What we think

Connectivity

Making the most of the store base

Price matching

Where next

Company background

Figure 272: Dixons Carphone: Retail brands, by country, 2016

Company performance

Figure 273: Dixons Carphone, Like-for-like growth, 2014/15-2015/16

Figure 274: Dixons Carphone: Group financial performance, 2009/10-2013/14 Figure 275: Dixons Carphone: Group financial performance, 2013/14-2014/15

Figure 276: Dixons Carphone: Outlet data, 2009/10-2013/14
Figure 277: Dixons Carphone: Planned store closures, 2016

Figure 278: Dixons Carphone: Outlet data, 2013/14-2014/15

Figure 279: Dixons Carphone, Store portfolio, 2014-15

Retail offering

E-Square

What we think

Weaknesses

Other businesses

Company background

E-Square

Electronic Partner

E-Square members

Figure 280: E-Square members, 2015

Company performance

Figure 281: E-Square: Estimated retail sales, 2011-15

BUY THIS REPORT NOW VISIT: store.mintel.con

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Figure 282: E-Square: Members' approximate store numbers, by country/region, 2011-15

Germany

Other Germany

Denmark

Finland

.

France

Greece

Italy

Portugal

Spain

UK

Ukraine

Kazakhstan

Euronics International

What we think

Company background

Company performance

Figure 283: Euronics International: Group financial performance, 2010-14

Figure 284: Euronics International: Outlet data, 2010-14

Euronics membership

Figure 285: Euronics: Members, countries and trading names, 2016

Expert Europe

What we think

The up-sides

The downsides

Company background

Figure 286: Expert International, online shopping availability, 2016

Company performance

Figure 287: Expert Europe: Estimated sales at retail, excl. VAT, 2011-15

Figure 288: Expert Europe: Outlet data, 2011-15

Retail offering

Store formats

Fnac

What we think

Darty deal

Fnac Kids roll-out completed

Aiming for market leadership in the fast-growing connected devices sector

Expanding its digital cultural offering



VISIT: store.mintel.com

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



Report Price: £2895.00 | \$4688.31 | €3677.55

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

Enhanced marketplace offering puts it in direct competition with Amazon

Company background

Company performance

2015

Figure 289: Fnac: Group financial performance, 2010-14

Figure 290: Fnac: Outlet data, 2010-15

Retail offering

Maplin Electronics

What we think

Bolstering online support for non-store customers

Raising brand awareness of multichannel credentials and in-store advisory service

Full week of Black Friday sales

Retro trend for 80s gadgets

Company background

Company performance

Figure 291: Maplin Electronics Ltd: Group financial performance, 2010-2014/15

Figure 292: Maplin Electronics Ltd: Outlet data, 2010-2014/15

Retail offering

Media Markt/Saturn

What we think

Increasing the channels to market

Adding new store concepts

Market-leading delivery services

Encouraging innovation

Company background

Company performance

Figure 293: Media Markt/Saturn: Group financial performance, 2010/11-2014/15

Figure 294: Media Markt/Saturn: Outlet data, 2010/11-2014/15

Retail offering



VISIT: store.mintel.com

CALL: EMEA +44 (0) 20 7606 4533 | Brazil 0800 095 9094 Americas +1 (312) 943 5250 | China +86 (21) 6032 7300

EMAIL: reports@mintel.com