

Report Price: £3695 | \$4995 | €4400

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

This report looks at the following areas:

- Engaging the least engaged
- Using payment cards as touch point triggers
- Leveraging mobile apps

For banks to drive longer-term loyalty, it is important they find ways to generate a desire for in-person conversations to gain insights into Hispanics' needs and provide some guidance to help solidify relationships, as well as cross-sell products.



"As payment cards and banking apps are becoming the main ways in which Hispanics interact with their banks, the nature of customer touchpoints are shifting away from bank branches."

 Juan Ruiz, Director of Hispanic Insights

Visit	store.mintel.com
EMEA	+44 (0) 20 7606 4533
Brazil	0800 095 9094
Americas	+1 (312) 943 5250
China	+86 (21) 6032 7300
APAC	+61 (0) 2 8284 8100

Report Price: £3695 | \$4995 | €4400

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



Table of Contents

OVERVIEW

- What you need to know
- Definition

EXECUTIVE SUMMARY

Overview

Figure 1: Hispanics' banking attitudinal segments, November 2018

- The issues
- Hispanics lag in financial product ownership

Figure 2: Hispanics' financial product ownership, indexed to all, November 2018

Hispanics are satisfied clients

Figure 3: Hispanics' attitudes toward banks – Satisfaction, November 2018

Figure 4: Hispanics' motivations to switch banks, indexed to all, November 2018

- The opportunities
- Engaging the least engaged

Figure 5: Hispanics' financial product ownership, by gender and age, November 2018

Using payment cards as touch point triggers

Figure 6: Banking activities Hispanics did in the past three months, indexed to all, November 2018

Leveraging mobile apps

Figure 7: Hispanics' preferred transaction channel, indexed to all, November 2018

What it means

THE MARKET - WHAT YOU NEED TO KNOW

- There are four segments of Hispanics that approach banking differently
- Hispanic are satisfied, but shouldn't be taken for granted
- · Staff are key to strengthen the banking relationship
- Appearances still matter
- Perspectives contextualizing how Hispanics relate to banks include:
- Factors influencing how Hispanics relate to banks include:

BANKING ATTITUDINAL SEGMENTS

Four segments of Hispanics approach banking differently

What's included

Executive Summary

Full Report PDF

Infographic Overview

Powerpoint Presentation

Interactive Databook

Previous editions

Did you know?

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

All Mintel 2020 reports contain specific COVID-19 related research and forecasts. The world's leading brands rely on Mintel reports for the most complete, objective and actionable market intelligence.

Visit	store.mintel.com
EMEA	+44 (0) 20 7606 4533
Brazil	0800 095 9094
Americas	+1 (312) 943 5250
China	+86 (21) 6032 7300
APAC	+61 (0) 2 8284 8100

Report Price: £3695 | \$4995 | €4400

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



Figure 8: Hispanics' banking attitudinal segments, November 2018

Disenchanted Clients (19%)

Figure 9: Profile of Hispanic Disenchanted Clients, November 2018

Unbranched Clients (29%)

Figure 10: Profile of Hispanic Unbranched Clients, November 2018

• Faithful Clients (18%)

Figure 11: Profile of Hispanic Faithful Clients, November 2018

Unassertive Clients (34%)

Figure 12: Profile of Hispanic Unassertive Clients, November 2018

IMPLICATIONS OF HISPANIC BANKING SEGMENTS

Hispanic are generally satisfied with their current bank

Figure 13: Hispanics' attitudes toward banks – Satisfaction, indexed to all, November 2018

Figure 14: Hispanics' attitudes toward banks – Satisfaction, by attitudinal segments, November 2018

There are opportunities to add more substance to current interactions

Figure 15: Hispanics' attitudes toward banks – Customer service, indexed to all, November 2018

Figure 16: Hispanics' attitudes toward banks – Customer service, by attitudinal segments, November 2018

Appearances are important to give Hispanics peace of mind

Figure 17: Capital One Café - A New Way to Bank video, October 2017

Figure 18: Hispanics' attitudes toward banks – Engagement, indexed to all, November 2018

Figure 19: Hispanics' attitudes toward banks – Engagement, by attitudinal segments, November 2018

MARKET PERSPECTIVE

Hispanics are less confident about their finances

Figure 20: Hispanics' financial confidence, indexed to all, July 2017-August 2018

 Debt is not out of the question for Spanish-dominant Hispanics

What's included

Executive Summary

Full Report PDF

Infographic Overview

Powerpoint Presentation

Interactive Databook

Previous editions

Did you know?

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

All Mintel 2020 reports contain specific COVID-19 related research and forecasts. The world's leading brands rely on Mintel reports for the most complete, objective and actionable market intelligence.

Visit	store.mintel.com
EMEA	+44 (0) 20 7606 4533
Brazil	0800 095 9094
Americas	+1 (312) 943 5250
China	+86 (21) 6032 7300
APAC	+61 (0) 2 8284 8100

Report Price: £3695 | \$4995 | €4400

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



Figure 21: Hispanics' attitude toward debt – Hispanics versus all US consumers, by language spoken at home and age, July 2017-August 2018

Hispanics are online, opening the door to digital banking
 Figure 22: Internet usage – Hispanics versus all US consumers,
 by language spoken at home and age, July 2017–August 2018

MARKET FACTORS

Hispanic median household income is about \$50K

Figure 23: Median household income, by race and Hispanic origin of householder, 2017

Figure 24: Household income distribution, by race and Hispanic origin of householder, 2017

Figure 25: Median household income, by race/Hispanic origin of householder, in inflation-adjusted dollars, 2007-17

- Hispanics' net worth significantly below national median
 Figure 26: Median household net worth, by race/Hispanic
 origin of respondent, 2016
- Government is eliminating existing regulations to protect consumers
- Dodd-Frank and mortgages
- Payday loans
- Consolidation of branches

Figure 27: Structural changes in banking industry – Net loss of number of offices, February 2014 – February 2019

KEY PLAYERS – WHAT YOU NEED TO KNOW

- · Hispanics gravitate toward large national banks
- Initiatives that can resonate with Hispanics include:
- Unbanked and underbanked Hispanics remain a challenge
- Credit unions are not resonating with Hispanics
- · Looking ahead...

WHAT'S HAPPENING?

Banks' size matters to Hispanics

Figure 28: Banks Hispanics used in the past 12 months, indexed to all, July 2017-August 2018

Figure 29: Top five banks based on deposits in top 10 Hispanic MSAs*, June 2018

Conversations at branches can lead to cross-selling opportunities

Figure 30: Bank of America, Time to Schedule Your One-on-One Financial Review email, September 2016 – November 2018

What's included

Executive Summary

Full Report PDF

Infographic Overview

Powerpoint Presentation

Interactive Databook

Previous editions

Did you know?

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

All Mintel 2020 reports contain specific COVID-19 related research and forecasts. The world's leading brands rely on Mintel reports for the most complete, objective and actionable market intelligence.

Visit	store.mintel.com
EMEA	+44 (0) 20 7606 4533
Brazil	0800 095 9094
Americas	+1 (312) 943 5250
China	+86 (21) 6032 7300
APAC	+61 (0) 2 8284 8100

Report Price: £3695 | \$4995 | €4400

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



Digital presence gives more control

Banking apps are secure

Figure 31: Citibank Quick Lock mobile advertisement and landing page, January 2019

More power to the phone

Figure 32: Wells Fargo's statement mailing insert, January 2019

· Rewarding for referral programs

Figure 33: Chase referral program, loyalty email, January 2019

Embracing different life stages

Figure 34: Bank of America's Family Is Everything email, January 2019

Figure 35: Citibank's Life and Money mobile advertisement, January 2019

WHAT'S STRUGGLING?

 Hispanics continue to overindex for being unbanked and underbanked

Figure 36: Unbanked rates, by race and Hispanic origin of householder, 2013-19

Credit unions

WHAT'S NEXT?

- Digital and human assistants to team up
- Balance tangibility and visibility

THE CONSUMER - WHAT YOU NEED TO KNOW

- Some Hispanic groups need more attention
- National banks can leverage their strong physical and digital presence
- Plastic card use forms the perception of banking experiences
- Banking apps provide the convenience Hispanics want
- Hispanics balance convenience with trust
- Satisfied Hispanics shouldn't be taken for granted

FINANCIAL PRODUCT OWNERSHIP

Hispanics underindex for ownership of most financial products

Figure 37: Hispanics' financial product ownership, indexed to all, November 2018

· Financial sophistication depends on level of affluence

What's included

Executive Summary

Full Report PDF

Infographic Overview

Powerpoint Presentation

Interactive Databook

Previous editions

Did you know?

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

All Mintel 2020 reports contain specific COVID-19 related research and forecasts. The world's leading brands rely on Mintel reports for the most complete, objective and actionable market intelligence.

Visit	store.mintel.com
EMEA	+44 (0) 20 7606 4533
Brazil	0800 095 9094
Americas	+1 (312) 943 5250
China	+86 (21) 6032 7300
APAC	+61 (0) 2 8284 8100

Report Price: £3695 | \$4995 | €4400

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



Figure 38: Hispanics' financial product ownership, by language spoken at home and household income, November 2018

- Younger Hispanics could use some guidance
- The challenge of engaging Hispanic women

Figure 39: Hispanics' financial product ownership, by language spoken at home and household income, November 2018

TYPES OF FINANCIAL INSTITUTIONS HISPANICS USE

- National banks have the infrastructure to make Hispanics feel comfortable
- A note about online-only banks

Figure 40: Types of financial institutions Hispanics used in the past year, indexed to all, November 2018

· Hispanic women less likely to interact with banks

Figure 41: Types of financial institutions Hispanics used in the past year, by gender and age, November 2018

The less-affluent opportunity

Figure 42: Types of financial institutions Hispanics used in the past year, by language spoken at home and household income, November 2018

BANKING ACTIVITIES

Most banking activities take place outside the branch

Figure 43: Banking activities Hispanics did in the past three months, indexed to all, November 2018

Figure 44: Hispanics' use of mobile banking app vs bank branch visitation, by age, November 2018

Hispanics in different segments prioritize different banking activities

Figure 45: Banking activities Hispanics did in the past three months, by attitudinal segments, November 2018

BANKING PREFERENCES

Hispanics want convenience

Figure 46: Hispanics' preferred transaction channel, indexed to all, November 2018

Figure 47: Hispanics' preferred transaction channel, by attitudinal segments, November 2018

 The ability to visit a branch is a given; promoting an app can get attention

Figure 48: TURF Analysis – Preferred transaction channel, November 2018

What's included

Executive Summary

Full Report PDF

Infographic Overview

Powerpoint Presentation

Interactive Databook

Previous editions

Did you know?

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

All Mintel 2020 reports contain specific COVID-19 related research and forecasts. The world's leading brands rely on Mintel reports for the most complete, objective and actionable market intelligence.

Visit	store.mintel.com
EMEA	+44 (0) 20 7606 4533
Brazil	0800 095 9094
Americas	+1 (312) 943 5250
China	+86 (21) 6032 7300
APAC	+61 (0) 2 8284 8100

Report Price: £3695 | \$4995 | €4400

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



Figure 49: Table - TURF Analysis - Bank interaction, November 2018

BANKING FEATURES ASSOCIATIONS

Hispanics don't find everything they need in one place
 Figure 50: Hispanics' banking features associations,
 November 2018

Hispanics see banking mobile apps features more positively
 Figure 51: Hispanics' associations of bank mobile apps and
 teller visits at branches, indexed to all, November 2018

BANK SWITCHING TRIGGERS

- Increased fees, poor customer service are main reasons for Hispanics to look elsewhere
- Hispanics overindex for reacting to second tier issues
 Figure 52: Hispanics' motivations to switch banks, indexed to all, November 2018
- Younger Hispanics are more forgiving
 Figure 53: Hispanics' motivations to switch banks, by gender and age, November 2018
- Higher fees more likely to prompt action among moreacculturated Hispanics

Figure 54: Hispanics' motivations to switch banks – Increase in fees, by language spoken at home and household income, November 2018

APPENDIX – DATA SOURCES AND ABBREVIATIONS

- Data sources
- Consumer survey data
- Direct marketing creative
- Abbreviations and terms
- Abbreviations
- Terms
- TURF Methodology
- A note about acculturation

APPENDIX - DEMOGRAPHICS

• The youth of the market keeps health and wellness abstract Figure 55: Hispanic share of total US population, by age, 2018

APPENDIX - THE CONSUMER

Figure 56: Hispanics' financial confidence – Agreement of being good with money, by age and household income, indexed to all, July 2017-August 2018

What's included

Executive Summary

Full Report PDF

Infographic Overview

Powerpoint Presentation

Interactive Databook

Previous editions

Did you know?

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

All Mintel 2020 reports contain specific COVID-19 related research and forecasts. The world's leading brands rely on Mintel reports for the most complete, objective and actionable market intelligence.

	Visit	store.mintel.com
	EMEA	+44 (0) 20 7606 4533
	Brazil	0800 095 9094
	Americas	+1 (312) 943 5250
	China	+86 (21) 6032 7300
	APAC	+61 (0) 2 8284 8100

Report Price: £3695 | \$4995 | €4400





Figure 57: Hispanics' financial confidence – Not feeling financially secure, by age and household income, indexed to all, July 2017-August 2018

What's included

Executive Summary

Full Report PDF

Infographic Overview

Powerpoint Presentation

Interactive Databook

Previous editions

Did you know?

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

All Mintel 2020 reports contain specific COVID-19 related research and forecasts. The world's leading brands rely on Mintel reports for the most complete, objective and actionable market intelligence.

	Visit	store.mintel.com
	EMEA	+44 (0) 20 7606 4533
	Brazil	0800 095 9094
	Americas	+1 (312) 943 5250
	China	+86 (21) 6032 7300
	APAC	+61 (0) 2 8284 8100



About Mintel

Mintel is the **expert in what consumers want and why.** As the world's leading market intelligence agency, our analysis of consumers, markets, product innovation and competitive landscapes provides a unique perspective on global and local economies. Since 1972, our predictive analytics and expert recommendations have enabled our clients to make better business decisions faster

Our purpose is to help businesses and people grow. To find out how we do that, visit mintel.com.