

"Great engagement: the importance of people" Gunnar Heinemann

MEDFA Conference, Dubai

Overview

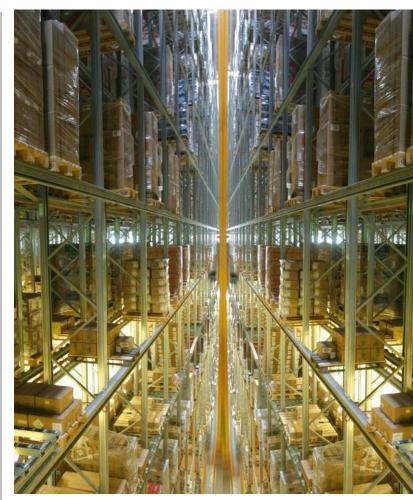
- I. Gebr. Heinemann 132 years in four minutes....
- II. Heinemann Duty Free
- III. Our people as reference



I. Gebr. Heinemann:

132 years in four minutes

- founded in 1879 as a ship chandler
- family-owned business (4th Generation), located in Hamburg
- one of the leading travel retail companies in the following business areas
 - Distribution
 - Airport Retail as well as
 - Cruise Ship Retail
- a state-of-the-art logistics centre (guarantees a consolidated, secure and quick delivery)



Logistics Centre in Hamburg Allermoehe



I. Gebr. Heinemann:

132 years in four minutes

- consolidated turnover 2010: EUR 2,0 bn
- 235 Duty Free, Travel Value and Specialty Shops at 55 international airports
- duty free operations since 1969 (Cologne Airport)
- sales area:
 - in 2010: 64,000 sq m
 - in 2012: 75,000 sq m
- 1,000 Distribution customers (B2B) in 70 countries
- staff within Gebr. Heinemann Group:
 - in 2010: 5,000
 - in 2012:,5,500





I. Gebr. Heinemann:

132 years in four minutes

- Brand development of generic discount brand Travel Value & Duty Free into "Heinemann Duty Free"
- Brand values closely related to company values:
 - individual
 - surprising
 - service-oriented
- Premium brands at privileged prices



Heinemann Duty Free shop at Hamburg Airport



Human Resource Strategy

- Higher revenues for the landlord based on better customer service and better motivated and experienced sales people
- Finding the right open minded people is absolute necessary for the success of every duty free operator





Training programs

- Regular training courses include consolidated training units to convey:
 - product know-how
 - Customer service (incl. complaint management)
 - sales techniques
 - language skills
 - knowledge in airport's passenger structure
 - the respective safety measures
 - Heinemann & Me

In total (Retail & Distribution) 10 Trainer are working within the Gebr. Heinemann Group, organizing over 1,000 trainings per year



Corporate Fashion







Value Workshops – Before you win the customer you got to win your own people

	Contents
<u>Objective:</u>	 Leaders and employees understand that our values are a crucial connecting factor in daily contact Leaders and employees are motivated to implement the brand in relation with the value orientation Leaders and employees exchange with each other and discuss to which degree values are being lived and where room for optimization may be found
Contents:	 ▶ Values in balance ▶ Definition of barriers ▶ The concrete implementation of Gebr. Heinemann values ▶ Derived course of action
Participants:	All employees and leaders, including logistics and administration
<u>Duration:</u>	approx. 2-4 h / modular composition
Execution:	a) RM with leaders b) Leaders with employees



"Beste Heinemannschaft"



"Beste Heinemannschaft"

- In order to increase the Heinemann turnover figures again, we create staff member contests.
- In doing so the contest is not carried out by individuals but by teams, while all pursuit the same objective: the maximum increase in turnover.
- Promotion period: Jul Sep 10 and Oct Dec 10
- Based on 2 product baskets:
 - 2 times app. 35 centrally selected products and 2 times app. 5 regionally
 - selected specialities in a time span of six months.
- Communication plan
- Placement on impulse zones (impulse zone strategy)



"Beste Heinemannschaft"





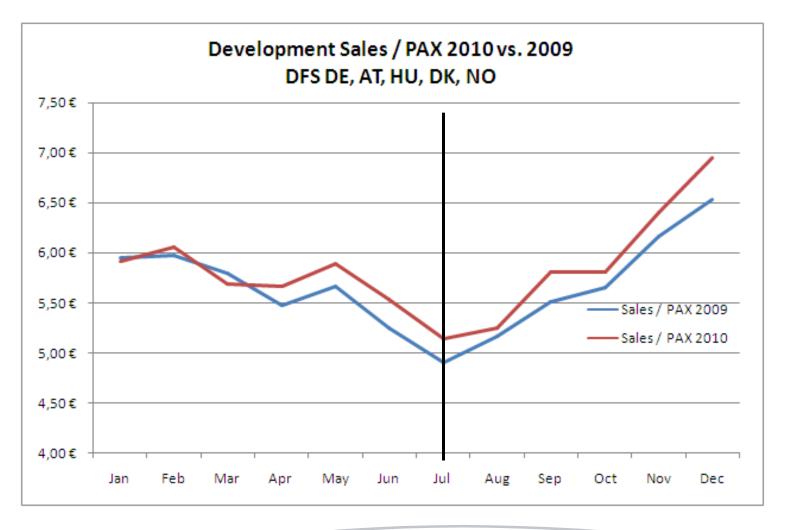
Recommendations for placements together with communicaion-tools instore.

Recommendation and statement from one of our employees.





"Beste Heinemannschaft"





"Beste Heinemannschaft"

The sales / PAX winners are

- Heinemann Duty Free Frankfurt Airport (FRA): +7%

- Heinemann Duty Free Berlin Tegel Airport (TXL): +12%

- Heinemann Duty Free Bratislava (BTS): +46%

BTS gets the title "Best Heinemannschaft 2010"



What comes next?

- Roll-out of Heinemann Duty Free in 2012 ff.
- Additional 10,000 sq m by June 2012 e. g. Berlin, Frankfurt, Vienna and others
- Introduction of HEINEMANN DUTY FREE in Norway
- Integration of 400 new staff members in the existing sales organisation
 - ⇒ Launch of our new career webside incl. a youtube channel to push the hiring process



