# A Reviewon the Effects of Nutritional Labelling on Consumer Buying Behaviour

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#### **Abstract**

Nutrition label defines the nutrient content of a food and is envisioned to guide the consumer in food selection. In today's era of Health and Wellness people are a lot aware about the ingredients that are harmful for them, so they actively try to consume those products which suit their requirements and which are not harmful.

A label consists of a lot of information like date of manufacturing, date of expiry, the contents of the container and also the nutritional facts. Earlier people only used to look up the label for the date of manufacturing and expiry but now they are moving towards reading and understanding nutritional part as well.

This paper is a review of select papers on the effect of nutritional labelling on consumer buying behaviour. The researcher has read a number of papers published during last 15 years all over the world and has made a conclusion on the effect labels have on buying behaviour of consumers.

**Keywords**: - Consumer Buying Behaviour, Nutritional Labelling, Purchase Intension, Health, Health Hazards.

#### Introduction

The purpose of this review paper is to provide the information about nutritional labelling and its effect on the consumer buying behaviour. The review of literature paper analyses, describes, evaluate and summaries previous studies carried out in the field in the concerned field which in this study is nutritional labelling and consumer buying behaviour. It provides the basic knowledge about the use and understanding of the nutritional labelling by the consumer.

Nutrition	<b>Facts</b>
8 servings per container Serving size 2/3 cup (55g)	
Amount per serving Calories	230
	% Daily Value*
Total Fat 8g	10%
Saturated Fat 1g	5%
Trans Fat 0g	
Cholesterol 0mg	0%
Sodium 160mg	7%
<b>Total Carbohydrate</b> 37g	13%
Dietary Fiber 4g	14%
Total Sugars 12g	
Includes 10g Added Su	igars 20%
Protein 3g	
Vitamin D 2mcg	10%
Calcium 260mg	20%
Iron 8mg	45%
Potassium 235mg	6%
* The % Daily Value (DV) tells you how a serving of food contributes to a dail a day is used for general nutrition ad	y diet. 2,000 calories

Due to increased Diet-related health problems in past few decades, it made the consumers more alert and conscious about their health. The nutritional labelling or food labels on the products help consumers in selecting the good food products. Nutritional label provides various information about the fats, calories, salts and carbohydrates contained in the food.

The various terminologies related to nutritional label are:

- **1.Food label:** It tells us about the product brand names, tag, mark, serving size, prize, expiry date etc....
- **2.Nutritional information panel:** It is found in the tabular form which contains the information about the nutrients like fats, carbohydrates, calories, protein, vitamins and salts in the product. It is basically in the form of g/ml or in %.

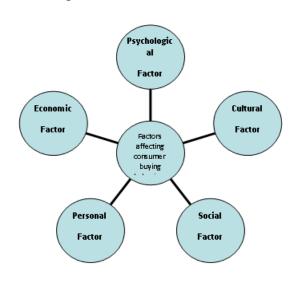
Image Source: - Wikipedia

Consumer buying behaviour mention attitudes, preferences and consumption pattern that affects while buying goods and services to satisfy human needs and characteristics and factors which affects their buying decision, shopping habits, brand preferences.

#### Factors affecting consumer buying behaviour are: -

- 1.Psychological Factors: -The various psychological factors that affects the consumer buying behaviour are:
- a. Motivation b. Perception c. Learning d. Beliefs and attitudes
- 2. Social Factors: "Man is a social animal". Hence his preferenceisaffected by his surroundings. The social factors that influences the consumer buying behaviour are: a. Family b. Reference groups c. Roles and Status.

3.Cultural Factors: - Human behaviour is affected by the set of beliefs, moral values, tradition, life style,



Source: - Source Self Made

language, values, perception preferences and family behaviour and background.

Cultural factors include: - a. Culture b. Sub-culture (religious group, geographical area etc.)

- c. Social class (income, occupation, power, property etc.)
- 4. Economic Factor: Economic factor affect consumer behaviour at large extent. Some of the economic factors that affect consumer buying behaviour are: -
- a. Personal income b. Family income c. Income expectation d. Savings e. Liquid assets of the consumers f. Consumer credit g. Other economic factors (business credit, inflation etc.)
- 5. Personal Factors: Personal factors plays an important part for affecting consumer buying behaviour. The important personal factors which influences the behaviour are: -
- a. Age b. Occupation c. Income d. Life Style.<sup>1</sup>

# **Objectives of the Study**

- 1.To understand the basic concept of nutritional labelling & consumer buying behaviour.
- 2. To find out the factor that affects consumer buying behaviour.
- 3. To identify the effect of nutritional labelling on consumer buying behaviour.

# **Research Methodology**

The current study is a descriptive & conclusive in nature. Study is based on the secondary sources collected from various research papers, review papers, articles and e-sources.

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<sup>&</sup>lt;sup>1</sup>Ali, S. A. M. (2016). Factors affecting consumer buying behavior. *International Journal of Applied Research*, 2(10), 76–80.

## **Review of literature**

Under this section reviewed conclusion of several research papers and article was done by the researcherto draw more clarity about meaning of nutritional labelling and its effect on consumer buying behaviour.

#### 1.1 Nutritional Labelling

According to this research "the use of nutritional labels" has been a multidimensional issue. Under this study researchers gave various definitions related to nutritional labelling and alternatively also find out the role of nutritional labels for influencing consumers for choosing healthy food products. (Azman, N., & Sahak, S. Z. 2014).

Attitude of consumer towards nutritional evidencementioned on food labels is positive, but most of the consumers refer food labels only for brand comparison. Some of the factors that's affects consumer buying decisions were food label designs, nutritional information, health claims and quality of product etc. (Kodali, S., & Telaprolu, N. 2018).

By making some improvements in food labels could make a little bit contribution for making a healthier food purchase decision. (Cowburn, G., & Stockley, L. 2005).

The main reasons which effects the usage of nutritional labels were mainly that consumers want to avoid the undesirable nutrients present in food products which hampers their diet and health. And some studies also found that consumers who usage nutritional labels while purchasing food products have higher intake of Fiber, iron, proteins & minerals etc than who doesn't prefer it. (Drichoutis, A. C., Lazaridis, P., & Nayga, R. M. 2006).

Even though reading of nutritional information is high but it does not mean that consumer can actually convert this evidence into healthier eating's, there was a need to make consumers more aware about the benefits of usages of nutritional labels for making a healthy purchase decision. (Wade, S., & Kennedy, O. B. 2010).

Some studies also state that gender plays an important role in usages of nutritional labels.

## 2.2 Consumer Buying Behaviour

Factors that affects the consumer buying behaviour were mostly related to the health status of an individual (Loureiro, M. L. 2006) and some of the common factors that influences consumer buying behaviour were psychological, personal, social and economical factors etc. were identified by (Ali, S. A. M. 2016).

Some demographic factors which were connected withconsumer label usage and knowledge: education orsocio-economic status, gender, family or householdsize, age, etc. And in India education level is positively related to usage of nutritional labels while purchasing food products. Two common factors which were noticed by various researchers in regard of not using the nutritional labels were lack of interest, understanding problems. (Mandle, J., Tugendhaft, A., Michalow, J., & Hofman, K. 2015).

#### **Conclusion**

This paper consolidates the evidences related to nutritional label use and its effect on consumer buying behaviour. On the whole review of papers, it is cleared that the usage of nutritional labelling for buying the products is rapidly increasing and it's also influencing consumers to adopt the healthier food choices. "The use of nutritional label" has been a multivariate issue.

Our review indicates that serval factors that affects the usage of nutritional evidence while purchasing a product are age, gender, income level, education and qualification, socio-economic status, children's, marital status, household size, special dietary status such as diabetics or heart disease etc....

Moreover, it was found that nutritional label features, font size etc. matters a lot in understanding the label. In some studies, it is seen that female's uses more nutritional labels Findings regarding the use of nutritional label showed that the eighty percent of consumers uses the food labels while making the food buying decision while purchasing a product in comparison to males, because still after redefining the role of women's, they are still main meal preparers & families food gatekeepers. They have a responsibility for providing safe &wholesome food for their families. On the other hand, males are more likely to purchase food only for themselves. Findings regarding the use of nutritional label showed that the eighty percent of consumers uses the food labels while making the food buying decision, which includes the consumers who are above 40 age and have special dietary status, females use labels while purchasing the product.

In general, it can be said that the impact of nutritional labelling use while purchase of product is positive in foreign countries such as USA, Europe, Britain etc. and in comparison, to these countries India had negative response on the nutritional labelling use while buying a product.

Finally, we urgently need more insight into whether labels actually are used in guiding buying decision with what effect.<sup>2</sup>

<sup>&</sup>lt;sup>2</sup>Grunert, K. G., & Wills, J. M. (2007). A review of European research on consumer response to nutrition information on food labels. *Journal of Public Health*, *15*(5), 385–399. doi: 10.1007/s10389-007-0101-9.

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