Courier & Mail

SE Business

HD China brings good fortune to winemaker

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WC 421 words

PD 26 September 2014

SN Courier Mail
SC COUMAI
ED CourierMail

PG 35 LA English

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A GROWING taste among **Chinese** consumers for expensive **wine** is helping a major Queensland label boost its exports.

Mt Cotton winemaker Sirromet is tapping the **Chinese** market through home deliveries – wherever the consumer lives.

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"We've had wine on the backs of yaks heading into the hills of Mongolia," Sirromet's sales and marketing director Rod Hill said.

The home delivery service made up 44 per cent of Sirromet's **Chinese** revenue last financial year and growth in the year to date had been encouraging, he said.

Mr Hill said the value of sales in its home delivery **business** had grown 52 per cent in the September quarter, compared to the same time last year.

Mr Hill said Sirromet's Signature premium wines **sold** in **China** for about \$50, while a bottle of its super premium St Jude's **wine** fetches an impressive \$1000. The latter drop carries a price tag of \$390 in Australia. The large pricing disparity comes, in part, from the high taxes **China** places on **wine** imports.

Mr Hill also said **Chinese** consumers had no preconceptions about Queensland wines and so judged the product on its merits.

Sirromet's 2010 St Jude's Shiraz won gold at the 2013 China Wine Awards and it's Signature Collection Merlot won a double gold at this year's event.

The **company**'s success in **China** (the value of its total exports grew by 14 per cent last financial year) is bucking a wider industry trend in which Queensland **wine** exports to the Asian nation have fallen from earlier highs.

According to Australian Grape and Wine Authority senior analyst Mark Rowley, that slump was due in part to austerity measures introduced in China in late 2012 aimed at putting the brakes on official corruption.

Mr Hill said the crackdown had affected Sirromet's **business** in **China**. "That said, we are fortunate that our home delivery **business** has been built on the back of **Chinese** inbound tourism, which in our case is predominantly middle-class **Chinese** private buyers," he said.

Mr Hill said a large part of Sirromet's good fortune was based on its efforts to attract **Chinese** tourists to its winery southeast of Brisbane where they could taste the product. Sirromet exported the equivalent of about 120,000 bottles of **wine** to **China** last financial year. Mr Hill said there was huge growth potential in **China** where only 19 **million** people consumed **wine** and only half of those Australian **wine**.

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