Aldi tests a checkout-free store format

Article



The news: Aldi has retrofitted a store in suburban Chicago with checkout-free technology to create an experience it calls "Aldigo."

The details: The technology, developed by a company called **Grabango**, doesn't require changes to the store's planogram or product displays. It uses computer vision to identify and keep track of every item in the store.

 Shoppers who download the Grabango app can navigate the store as usual, placing items in their baskets. When they're finished shopping, they scan a QR code in the app to have the bill





charged to their card.

Shoppers also have the option to check out with a traditional cashier.

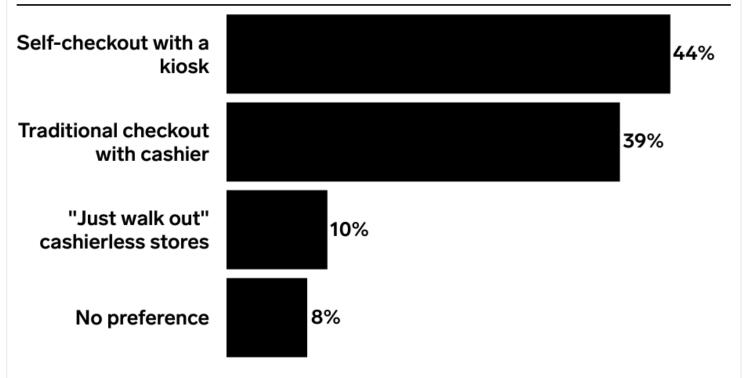
Differing approaches: Aldigo's rollout comes just weeks after **Amazon** announced it was pulling the plug on its cashierless "Just Walk Out" technology. The retail giant is shifting its focus to AI-powered Dash Carts, which allow shoppers to scan items as they move through the store and check their spending in real time.

- Just Walk Out—which Amazon continues to use in Amazon Go stores, Amazon Fresh in the UK, and third-party retailers—relies on shelf sensors, which are expensive to operate, wrote Grabango CEO **Will Glaser** in a blog post earlier this month. "These sensors, while innovative, necessitate a fixed store layout that clashes with the dynamic nature of retail, locking down the SKU list and requiring meticulous store upkeep," he wrote.
- That compares with Grabango's approach focused on computer vision, which Glaser claims is "more flexible and cost-effective."

The big takeaway: While Aldi is giving consumers the option of checkout-free shopping, it isn't forcing them to learn to navigate an entirely new technology. That gives it a better chance of success than Just Walk Out.

Preferred Grocery Store Checkout Method Among US Grocery Shoppers, April 2023

% of respondents



Note: ages 18+

Source: Progressive Grocer and RIS News, "2023 Grocery Tech Trends Study: A

Balancing Act," Aug 17, 2023

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