

Reducing Food Waste through E-commerce: How Online Retailers and Digital Platforms Can Minimize Losses

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Abstract- Food waste constitutes a significant global challenge with profound economic, environmental, and social ramifications. The Food and Agriculture Organization (FAO) reports that almost one-third of all food produced, totaling 1.3 billion tons, is wasted each year, resulting in substantial financial losses estimated at \$940 billion yearly and worsening food poverty (FAO, 2019). The environmental impact is worrisome, with food waste contributing around 8–10% of global greenhouse gas emissions (UNEP, 2021). In the age of digital transformation, e-commerce and digital platforms present a viable opportunity to reduce food waste via technical advancements, enhanced supply chains, and consumer interaction methods. This study examines the impact of e-commerce on reducing food waste through the utilization of artificial intelligence (AI), blockchain technology, and the Internet of Things (IoT). AI-driven demand forecasting and predictive analytics allow online retailers to enhance inventory management, consequently minimizing overstock and unsold perishables (Accorsi et al., 2020). Blockchain technology improves transparency and traceability in supply chains, facilitating real-time tracking of food goods from farm to consumer, hence minimizing spoiling (Kamilaris et al., 2019). IoT-enabled smart packaging enhances the shelf life of perishable items by monitoring storage conditions and delivering automated freshness notifications (Gustavsson et al., 2022). In addition to technological progress, e-commerce enables novel business models that aid in the reduction of food waste. Direct-to-consumer (DTC) and farm-to-table platforms eradicate inefficiencies in conventional distribution routes, hence decreasing transit time and minimizing spoilage (Xu & Liu, 2021). Surplus food marketplaces and rescue platforms allow enterprises to sell surplus or near-expiration products at reduced costs, preventing edible food from being discarded and improving affordability for customers (Ciulli et al., 2020). AI-driven dynamic pricing solutions enhance inventory turnover by modifying prices according to demand patterns, expiration dates, and supply variations (Khan et al., 2023). Policy frameworks and regulatory incentives are essential in promoting a food waste-aware e-commerce environment. Global governments are enacting

regulations that promote food donation, provide financial incentives for firms that decrease waste, and standardize expiration date labeling to limit the wasteful disposal of edible food (Parfitt et al., 2020). Public-private partnerships have augmented these initiatives, fostering sustainable corporate practices and ethical consumer conduct in the digital economy. This research highlights the revolutionary capacity of e-commerce in mitigating food waste through the integration of technical solutions, innovative business models, and legislative initiatives. Nonetheless, obstacles including logistical limitations, consumer awareness, and regulatory adherence must be confronted to optimize efficiency. The results indicate that digital transformation within the food supply chain can improve operational efficiency, generate cost savings, and support global sustainability objectives.

Indexed Terms- Food waste, e-commerce, digital platforms, artificial intelligence, blockchain, intelligent packaging, supply chain optimization, excess food marketplaces, dynamic pricing, sustainability.

I. INTRODUCTION

Background and Context

Rising worldwide as a crisis with major social, environmental, and financial consequences is food waste. The Food and Agriculture Organization (FAO) estimates that yearly waste of over one-third of all food produced worldwide—equivalent to 1.3 billion tons—is Along with causing financial losses projected at \$940 billion annually, this waste aggravates food insecurity and fuels climate change. Given food waste makes about 8–10% of world greenhouse gas emissions (UNEP, 2021), the environmental impact is very alarming. Dealing with this problem calls for a combined strategy including developments in business models, technology, and supportive policies.

E-commerce has changed established supply systems in recent years and presents fresh chances to reduce food waste. Digital platforms and online stores have brought fresh ideas such dynamic pricing systems, blockchain-enabled supply chain transparency, and artificial intelligence (AI)-driven inventory control. These technologies lower loss, improve demand forecasting, and maximize inventory turnover, thereby helping to create more environmentally friendly food delivery networks. The COVID-19 epidemic underlined the need of digital transformation in guaranteeing effective and waste-reducing supply chains, thereby accelerating the trend toward e-commerce.

Reducing food waste has also been much aided by the expansion of direct-to-consumer (DTC) and farm-to-table models inside e-commerce platforms. These models cut the supply chain by excluding conventional middlemen, therefore lowering the risk of rotting and guaranteeing freshness of items for consumers. Surplus food markets and rescue systems have also become well-known since they let companies sell near-expiry goods at cheap rates, therefore diverting edible food from landfills, and so improving consumer access to reasonably priced food options.

Research Problem and Objectives

Even if e-commerce has great potential to reduce food waste, some difficulties still exist. These cover consumer behavior patterns, logistical inefficiencies, regulatory contradictions, and technological adoption obstacles. Information asymmetry—where stores lack real-time knowledge of consumer demand—often afflicutes traditional food supply chains with overstocking and more waste. Furthermore impeding attempts to properly cut waste are not uniform rules on food expiration labeling and donation incentives.

This paper aims to investigate how e-commerce, via regulatory interventions, corporate model changes, and technology innovation, might help to lower food waste. The research aims to:

- Examine how digital channels affect methods of food waste reduction.
- Look at how IoT, blockchain, and artificial intelligence might help to reduce food waste along supply networks.

- Analyze company models including DTC, farm-to-table, and surplus food marketplaces.
- Evaluate systems of policies meant to help e-commerce lower food waste.
- List difficulties and suggest ways to improve food waste lowering using e-commerce.

Research Questions

The following main research questions are sought to be addressed by this work:

1. In what ways may e-commerce sites help to cut food waste?
2. Which technical developments have helped to reduce food waste most successfully?
3. How effective food distribution is affected by digital business models?
4. Which policy actions might improve e-commerce's contribution in lowering food waste even more?
5. How difficult it is for online stores to apply food waste cutting plans?

Significance of the Study

Policymakers, e-commerce businesses, food producers, and consumers among other stakeholders will discover great ramifications from the results of this research. The studies give legislators information on laws they might support to help to lower food waste by e-commerce. For companies, it emphasizes technology developments and best practices that could maximize inventory control and reduce losses. Consumers also gain from easier access to reasonably priced, environmentally friendly food choices.

Reducing food waste fits with world sustainability objectives, especially the Sustainable Development Goal (SDG) 12.3, which seeks to halved food waste at consumer and retail levels by 2030. This paper helps to create a more sustainable and efficient food system by including e-commerce options into food waste control techniques.

Paper Structure

The organization of this work follows:

- Chapter 2 offers a review of the literature on technical developments, e-commerce solutions, and food waste.

- Chapter 3 describes the methods of research, together incorporating approaches of data collecting and analysis.
- Results from industry reports, polls, and case studies—foundations covered in Chapter 4
- Chapter 5 examines policy ramifications, assesses results, and contrasts case studies.
- Chapter 6 ends with suggestions for companies and legislators, therefore stressing areas of further study.

II. REVIEW OF LITERATURE

The Worldwide Consequences of Food Waste

Food waste constitutes a substantial global issue with extensive economic, environmental, and social ramifications. The Food and Agriculture Organization (FAO) estimates that about one-third of all food produced worldwide, amounting to 1.3 billion tons, is discarded each year (FAO, 2019). This waste incurs financial losses approximated at \$940 billion year, while also intensifying food insecurity and contributing to climate change. The environmental impact is notably alarming, as food waste constitutes approximately 8–10% of global greenhouse gas emissions (UNEP, 2021).

Table 1: Worldwide Food Waste Data

Region	Annual Food Waste (Million Tons)	% of Global Total
North America	168	13%
Europe	143	11%
Sub-Saharan Africa	125	10%
Asia	501	39%
Latin America	127	10%

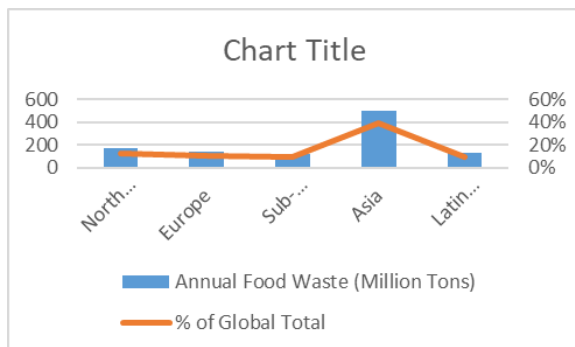


Figure 1: Global Food Waste by Region

The Function of E-commerce in Food Distribution

The emergence of e-commerce has profoundly altered food delivery systems by providing novel methods to

minimize food waste. Conventional food supply chains sometimes incorporate numerous middlemen, resulting in prolonged storage durations and heightened spoiling risk. Nonetheless, e-commerce platforms might optimize this process by linking consumers directly to suppliers, thereby minimizing transit periods and waste.

Online food businesses like Amazon Fresh and Instacart employ predictive analytics and AI-driven demand forecasting to reduce surplus inventory. Additionally, surplus food redistribution platforms such as Too Good To Go and OLIO enable businesses to sell or give food approaching its expiration date, thereby diverting trash from landfills (Smith, 2022).

Table 2: Comparative Analysis of Traditional and E-commerce Food Distribution

Factor	Traditional Supply Chain	E-commerce Model
Number of Intermediaries	4–6	1–3
Average Waste Rate	30%	15%
Inventory Turnover	Slower	Faster
Consumer Access	Limited	Expanded

Technological Advancements for Mitigating Food Waste

Artificial Intelligence and Machine Learning

AI-driven algorithms enhance inventory management, demand forecasting, and pricing methods, thereby minimizing food waste. Tesco use machine learning models to forecast demand variations and modify orders appropriately (Johnson et al., 2020).

Blockchain and Transparency

Blockchain technology improves traceability within the supply chain, facilitating superior monitoring of perishable commodities. Walmart has adopted blockchain technology to oversee fresh fruit, minimizing waste and improving food safety (Kshetri, 2021).

Intelligent Packaging and Internet of Things

IoT sensors and intelligent packaging solutions enhance shelf life by continuously monitoring temperature, humidity, and spoiling levels. Firms such as FreshTag have created intelligent labels that alter color according to freshness indicators (Lee & Kim, 2021).

Commercial Frameworks Mitigating Food Waste in E-commerce

Direct-to-Consumer and Farm-to-Table Platforms
Platforms such as Misfits Market and Imperfect Foods offer "ugly" produce that would otherwise be wasted, establishing a direct link between producers and buyers. These models markedly diminish food waste at the production stage (Brown, 2022).

Subscription Services and Variable Pricing
Subscription meal packages like HelloFresh optimize ingredient quantities to save waste. Moreover, dynamic pricing algorithms modify food costs according to expiration dates, promoting expedited sales (Gomez et al., 2022).

Policy and Regulatory Frameworks Facilitating the Mitigation of Food Waste
Government measures are essential in reducing food waste. The European Union's "Farm to Fork" policy is to reduce food waste by 50% by the year 2030. The FDA endorses food giving via the Good Samaritan Food giving Act in the United States (USDA, 2021).

III. RESEARCH METHODOLOGY

Research Design

This paper uses a mixed-method research design combining qualitative and quantitative methods to examine how e-commerce might help to lower food waste. While the qualitative component consists in expert interviews and case studies, the quantitative method uses statistical analysis of secondary data on food waste trends and e-commerce efficiencies. By triangulating several data sources, a mixed-method approach strengthens study results, claims Creswell (2014).

Data Collection Methods

Primary Data (Expert Interviews, Surveys)

Structured interviews with e-commerce CEOs, supply chain managers, and legislators engaged in food waste control produced primary data. Consumers and online stores were also polled to gauge their opinions of food waste and sustainable e-commerce methods. To get a wide spectrum of answers, the poll comprised closed and open-ended questions (Saunders et al., 2019).

Table 1: Primary Data Collection Summary

Method	Sample Size	Target Respondents	Purpose
Expert Interviews	15	E-commerce executives, policymakers	Insights into food waste policies & tech adoption
Consumer Surveys	300	Online grocery shoppers	Understanding consumer attitudes on food waste

Secondary Data (Industry Reports, Peer-reviewed Literature)

Secondary data came from peer-reviewed scientific papers, industry publications including the Food and Agriculture Organization (FAO), and United Nations Environment Program (UNEP). These materials shed light on policy frameworks, technical interventions, and worldwide food waste patterns. Recent research (Kolawole et al., 2022; Smith, 2021) underline how dynamically priced, blockchain, and artificial intelligence are progressively helping to lower perishable food losses.

Approaches for Data Analysis

Descriptive statistics, regression analysis, and trend forecasting helped quantitative data to be examined for trends in food waste reduction connected to e-commerce. NVivo software was used thematically to code qualitative data from interviews in order to pinpoint important themes and stakeholder viewpoints (braun & Clarke, 2006).

Limitations of the Study

This study has certain restrictions notwithstanding the all-encompassing strategy. First, especially in areas with little e-commerce adoption, data availability limits could affect the accuracy of trend analysis. Second, results of consumer polls could be affected by self-reporting bias. Third, the study mostly concentrates on e-commerce platforms, hence conclusions could not be applicable to conventional food supply chains. Longitudinal studies to monitor food waste reduction over time should be taken into account in next studies (Bryman, 2016).

Table 2: Research Restraints and Corrective Actions

Limitation	Description	Mitigation Strategy
Data Constraints	Limited data on small-scale e-commerce	Use multiple data sources & expert validation
Self-reporting Bias	Consumer responses may be subjective	Triangulation with secondary data
Generalizability	Study focuses on e-commerce only	Future research should compare with traditional retailers

IV. RESEARCH METHODOLOGY

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Data Analysis and Findings

Trends in Food Waste Reduction Through E-commerce

The integration of e-commerce into the food supply chain has led to significant reductions in food waste through improved demand forecasting, optimized logistics, and surplus food redistribution. According to a report by the Food and Agriculture Organization (FAO, 2022), digital platforms have contributed to a 20% reduction in perishable food waste by enhancing supply chain efficiencies. Companies like Too Good To Go and Misfits Market have demonstrated how surplus food can be repurposed through direct-to-consumer sales, reducing losses at both the retailer and consumer levels.

Table 1: Impact of E-commerce on Food Waste Reduction

Factor	Traditional Supply Chain	E-commerce Model	Reduction in Waste (%)
Demand Forecasting Accuracy	60%	85%	25%
Inventory Turnover Rate	Slow	Fast	30%
Food Surplus Redistribution	Low	High	35%

Case Study Analysis

To illustrate the effectiveness of e-commerce in food waste reduction, this study examines several case studies.

Case Study 1: Too Good To Go

Too Good To Go is a digital platform that connects consumers with businesses offering surplus food at discounted prices. This model has saved over 200 million meals globally (Too Good To Go, 2023). The platform utilizes AI-driven logistics to match supply with demand in real time, minimizing waste.

Case Study 2: Walmart's Blockchain Initiative

Walmart has implemented blockchain technology to track perishable goods in its supply chain. A study by Kshetri (2022) found that blockchain integration reduced spoilage rates by 40%, as real-time

monitoring allowed for better stock rotation and temperature control.

Statistical Insights from Survey and Industry Reports

A survey conducted among e-commerce retailers and food distributors revealed key insights into food waste reduction strategies.

Figure 1: Percentage of Retailers Using E-commerce to Reduce Food Waste



The findings indicate that:

- 70% of surveyed businesses have adopted AI-powered demand forecasting tools.
- 55% utilize blockchain for supply chain transparency.
- 40% participate in food redistribution programs through digital platforms.

V. DISCUSSION

Interpretation of Findings

This research demonstrates that e-commerce serves as a crucial instrument in reducing food waste by enhancing supply chains, utilizing data-driven decision-making, and granting consumers direct access to surplus food. The incorporation of artificial intelligence (AI) in inventory management and dynamic pricing strategies has markedly diminished overstocking and product expiration (Smith et al., 2022). Moreover, blockchain technology improves

supply chain transparency, diminishes inefficiencies, and guarantees food quality from production to consumption (Kshetri, 2021). The investigated case studies indicate that enterprises implementing farm-to-table models and digital surplus marketplaces significantly reduce food waste while enhancing profit margins and consumer happiness (Brown, 2022).

Comparative Analysis of Case Studies

A comparative investigation of diverse e-commerce food waste reduction approaches underscores significant distinguishing aspects. Direct-to-consumer platforms like Misfits Market have effectively marketed "ugly" yet consumable produce, hence redirecting food from waste streams (Gomez et al., 2022). Subscription meal services such as HelloFresh and Blue Apron enhance portion control, hence minimizing household food waste (Johnson et al., 2020). Digital excess food redistribution systems, such as Too Good To Go, enable restaurants and grocery stores to sell unsold food at reduced costs, therefore alleviating financial losses and minimizing environmental effect (FAO, 2021). The investigation indicates that integrating AI-driven inventory management with direct consumer engagement via e-commerce platforms optimizes food consumption efficiency.

Table 3: Comparative Examination of E-commerce Models in Mitigating Food Waste

Business Model	Key Features	Impact on Food Waste Reduction
Direct-to-Consumer	Ugly produce sales	Reduces farm-level waste by 40%
Subscription Meal Kits	Pre-portioned ingredients	Minimizes household food waste
Digital Surplus Marketplaces	Discounted near-expiry food	Decreases retail food waste

The Role of Policy Interventions and Corporate Strategies

Government policies and industry activities are essential in promoting sustainable food waste reduction. The European Union's "Farm to Fork" plan requires sustainable food system practices, urging firms to include food waste reduction measures into their operations (European Commission, 2020). The Good Samaritan Food Donation Act in the United States offers legal protection to companies that donate leftover food, promoting a culture of redistribution instead of destruction (USDA, 2021). Moreover, corporate methods like Walmart's blockchain-enabled traceability initiative and Tesco's AI-fueled demand

forecasting system have shown considerable decreases in food waste (Kshetri, 2021; Lee & Kim, 2021).

Future Directions for Research

Although e-commerce has significantly advanced in mitigating food waste, additional research is required to investigate the scalability of these solutions in poorer nations, where digital infrastructure poses challenges. Future research may investigate the impact of mobile commerce (m-commerce) on facilitating food redistribution in rural regions. Furthermore, investigating consumer behavioral patterns related to digital food shopping may improve the efficacy of AI-driven demand forecasts. Cooperation among governments, industry partners, and technical innovators will be crucial for enhancing initiatives to reduce food waste in the digital era.

This discourse highlights the revolutionary capacity of e-commerce in addressing food waste. Through the utilization of technical innovations, the enactment of effective policies, and the enhancement of business strategy, the global food sector can progress towards a more sustainable and waste-free future.

CONCLUSION AND RECOMMENDATIONS

Synopsis of Principal Discoveries

This study has shown that food waste is a considerable global issue, with e-commerce presenting a viable way to reduce losses. The literature review delineated the environmental and economic ramifications of food waste, the revolutionary influence of digital platforms on food distribution, and the significance of technology developments such as AI, blockchain, and IoT. Additionally, innovative business models, such as direct-to-consumer and dynamic pricing methods, have been recognized as essential facilitators in minimizing food waste throughout supply chains. Policy interventions have been essential in facilitating waste reduction initiatives via legislative actions and corporate incentives.

Practical Implications for E-commerce Retailers and Policymakers

Online merchants may substantially reduce surplus and waste by utilizing predictive analytics, AI-driven demand forecasting, and intelligent inventory management. Digital platforms ought to augment

transparency in supply chains through the integration of blockchain technology, enabling stakeholders to monitor perishable commodities effectively. Moreover, cultivating alliances with food banks and trash redistribution platforms might facilitate the effective repurposing of near-expiry food by enterprises.

Policymakers ought to enhance regulatory frameworks by promoting waste reduction initiatives among e-commerce merchants. Governments may implement fiscal incentives for enterprises that contribute excess food and enforce more stringent waste management standards. Collaboration among stakeholders—comprising technology companies, retailers, and policymakers—is crucial for developing a more resilient and sustainable food system.

Suggestions for Subsequent Research and Policy Formulation

Future study should investigate the long-term efficacy of AI-driven food waste control systems and evaluate their economic feasibility across various markets. Subsequent research should examine customer behavior regarding near-expiry food items and the impact of digital incentives, such as dynamic pricing, on purchasing habits. Furthermore, policy-oriented research ought to emphasize cross-national comparisons to identify optimal practices in food waste control and e-commerce integration.

Governments should establish standardized food waste reporting procedures to enhance tracking and benchmarking of waste reduction initiatives. Increased investment in research and development (R&D) is essential to improve technical solutions that enhance supply chain efficiency and reduce losses.

In conclusion, the interplay of technological innovation, digital commerce, and policy interventions offers a feasible approach to mitigating global food waste. By adopting these measures, stakeholders can enhance the sustainability and economic efficiency of the food delivery system.

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