

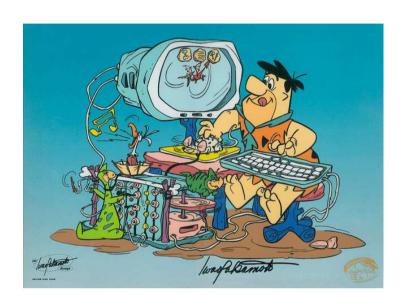
IBM Smarter Commerce

IBM Hursley February 2013



The Empowered Consumer is Evolving!











Put the customer at the center

Anticipate and deliver across mobile and social

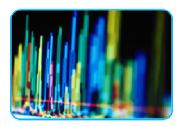
Apply deep insights to take action in real time



Extend core systems to synchronize













A supply chain **prepared** for the unpredictable



Marketing targeted to every customer personally

Service that **knows** what customers want before they do

Selling that's there for your customers, wherever they are



Buy

Adaptive procurement and optimized supply chain

Service

Anticipate behavior and deliver flawless customer service



Market

Targeted and personalized marketing across all channels

Sell

Seamless cross-channel customer experience



Customer Engagement

"Multi-channel" has evolved to "all channels, all the time"

Customer Insight and Intelligence

Advocacy based on trust is the new "loyalty"



Customer Experience

Value Chain Optimization

Integration and synchronization to meet new value delivery requirements

IBM's integrated retail portfolio for Smarter Commerce



Who is my customer?

Advanced Analytics and Master Data

Cross-Channel Analytics | Customer Segmentation | Action Clusters | Predictive Analytics | Web and Social Analytics | Master Data

Innovation and Business Value

Innovate business and technology model to drive value to the customer

What value should I bring?

Operating and Organization Models

Align merchandising, marketing, store operations and supply chain to engage customers

Commerce and Customer Strategy

Establish vision and roadmap focused on customer experience and outcomes

How do I engage with them?

Buy

- Inventory Optimization
- Trading Partner Enablement
- Network Optimization
- Supply Chain Visibility
- Logistics Management

Market

- Cross-Channel Campaign/Lead Management
- Customer Segmentation
- Marketing Spend
 Optimization
- Customer Behavior Analytics
- Search Optimization
- Pricing, Promotion and Product Mix Optimization

Sell

- Cross-channel Commerce
- Multi-Enterprise Order Mgmt
- Fulfillment Optimization
- Mobile and Social Commerce
- Point of Sale and Kiosk
- Digital Promotions/Loyalty
- Contextual Recommendations
- Inventory Visibility

Service

- Contact Center Optimization
- Customer Self-Service
- Order Visibility
- Delivery and Install Scheduling
- Returns Management

Workload Optimized Systems

IBM Systems, Storage and Software focused on agility, integration and automation to drive relevant business outcomes



Value Chain Strategy and Services

Core Business Solutions

Buy

Adaptive procurement and optimized supply chain

Market

Targeted and personalized marketing across all channels

Sell

Seamless cross-channel customer experience

Service

Anticipate behavior and deliver flawless customer service

Smarter Analytics

IBM SmartCloud Solutions and Smarter Computing



























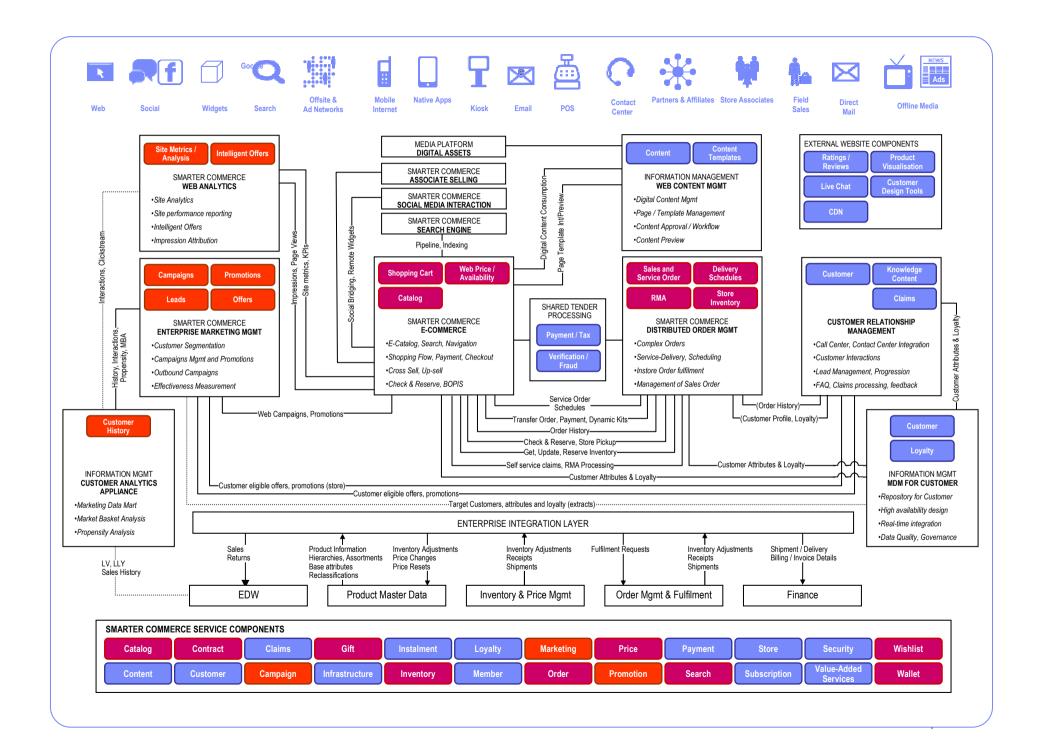
















Faster ROI on Projects

- Pre-built integrations across the portfolio means faster deployment times
- API integration to virtually any ERP or CRM system means fewer system changes and disruption



Lower Total Cost of Operation

- Embedded Optimization deliver efficient operations
- Integration with and across buy market sell service pillars means more effective use of IT staff



Greater Business Agility

- Embedded Analytics deliver greater insight
- Integrated but modular means start anywhere and expand as your business changes
- Mix of Cloud and On-premises solutions delivers flexibility to respond

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Example of 1+1=3!: Personalised onsite experience





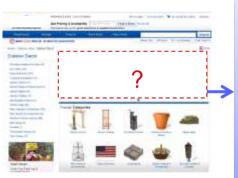
Cross-channel real-time marketing optimization. Integrates with any channel to optimize marketing offers in real-time.



Product recommendation engine.

Collaborative filtering to drive behaviorally-driven product and content

recommendations.





IBM Unica Interact and **IBM** Digital Recommendations will work together to optimize product recommendations. content, and offers



Optimized Image for Guest

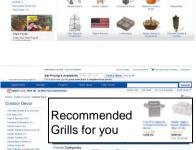


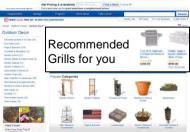
Optimized Campaign for Prospect or High Value Customer



Optimized Product Recommendation for Shopper













Leaders use insights tracked via loyalty cards and leverage it to drive offers to moms and parent clubs relevant to them. And for mobile they use insights deliver exactly what customers want.

Leaders today are <u>driving innovation</u> in their business by...



