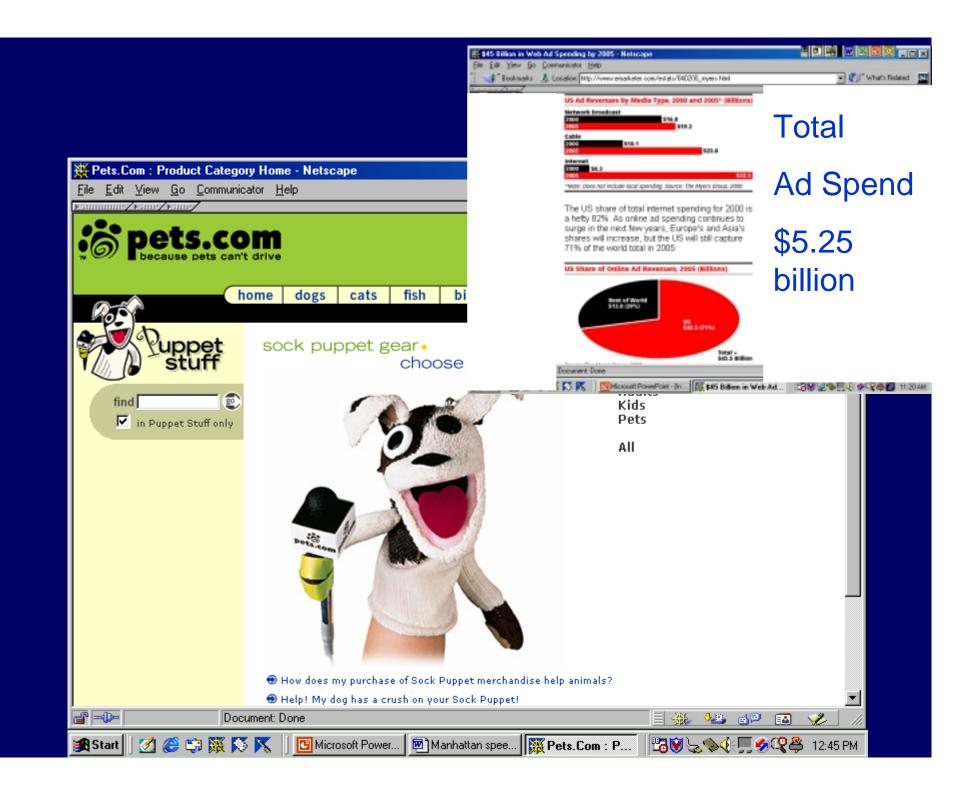
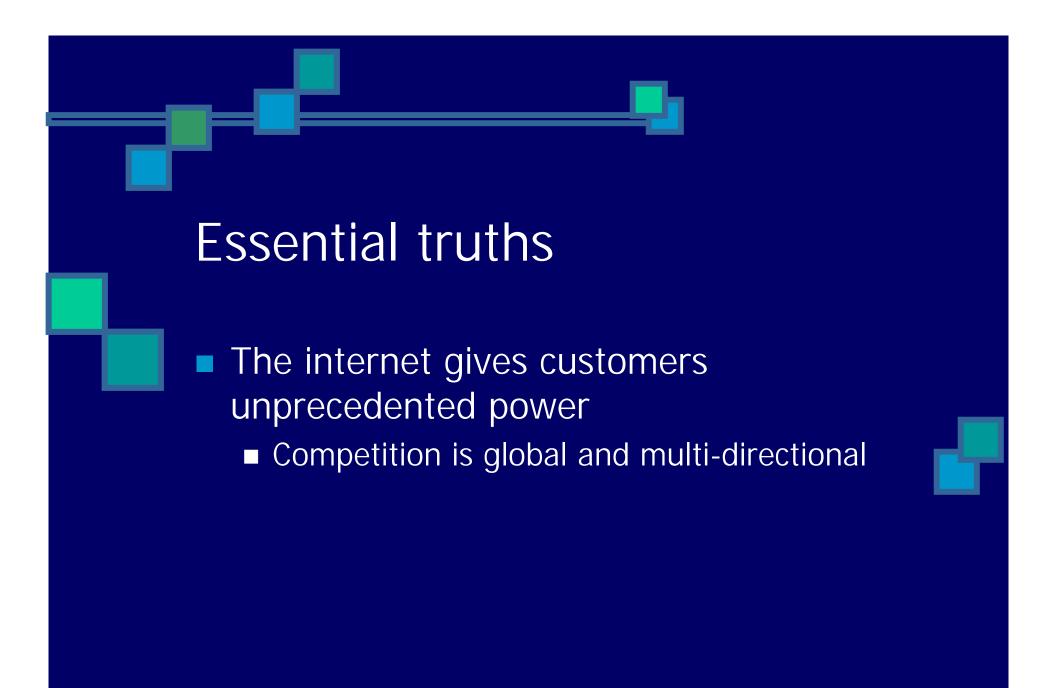
Fulfilling The Promise Customer Centric E-Commerce

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Delray Beach, Fl 33445
Tel 561-265-2700/Fax 265-2566/email sgardner@smith-gardner.com



- The internet reinvents business
 - Advertising opportunities abound
 - Building brand loyalty







Essential truths

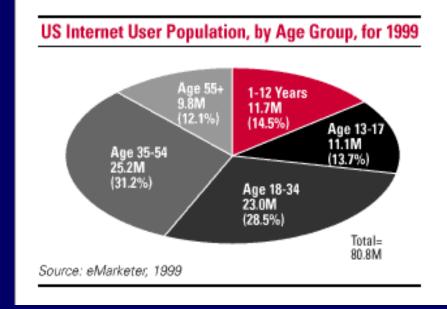
- Quality, price and convenience are mere entry level requirements
 - Quality across the shop experience
 - Over 80% comparison shop
 - Open for business 24/7



- Demographics & Technographics
 - Are your shoppers online?

What proportion of your target is online?

The Definitive Guide to Who's Online in the U.S. -- and What They Do.



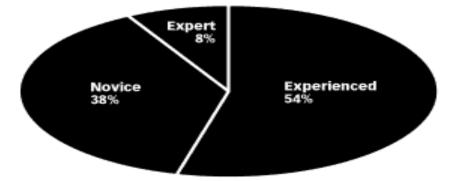


- Demographics & Technographics
 - Are your shoppers online?
 - Media elites Vs Digital wanabe's

Users Age 45 +

These demographic factors also affect judgments of their own computer abilities. Almost one in four (38%) consider themselves novices on computers, a group which tends to be older and less affluent. The majority consider themselves "experienced" and only a small number are "experts:"

How Computer Users Aged 45+ Rate Themselves

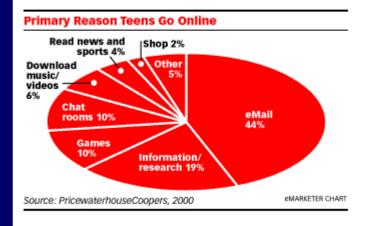


Source: Market Facts/ AARP, 2000

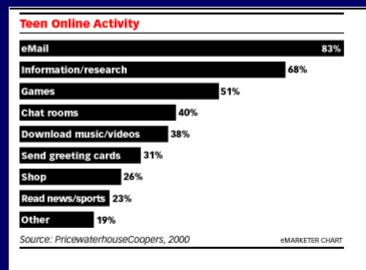
About half (51%) of the internet users in the group comparison shop online, although only 39% end up purchasing through the internet. A larger share make their purchases in traditional offline venues after shopping online:

Teens Online

Their limited access to credit cards does a lot to limit their purchasing power. And, as the survey reveals, e-mailing, not shopping, is the primary reason teens go online:



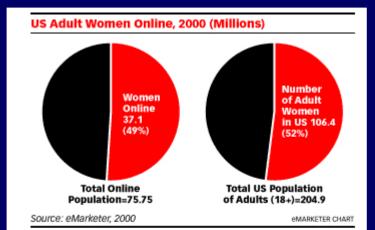
Only 2% primarily go online to shop, although shopping is still cited by 26% as one reason they want to go online. In addition to the primary ones, teens also cite many other reasons why they go online.



The survey found also that 31% of teen internet users purchas online compared to 76% of adult users. Another 25% of teens have shopped online but not bought.

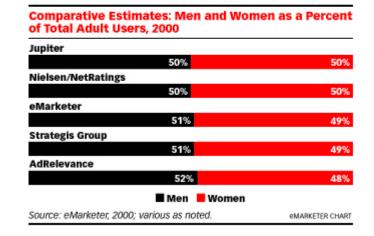
The survey also points out that teens and adults share the same shopping interests: books, CDs, software, toys and clothes. Teens put a higher premium on buying clothes, which they rank second after CDs and cassettes. Adults rank books first and clothes last

Women Online



By next year, eMarketer expects the number of women online will grow 21.3% to 45 million, and reach parity with men. Moreover, women will outpace men both offline and online by the year 2002. By this time, male representation both online and offline will shrink to 49%. There will be 2.1 million more women online than men by 2002 and 8 million more women in the general US population.

This year's estimates of the percentage of women online (as a percentage of all internet users) don't differ very much. eMarketer estimates that 49% of the US online population is female. Jupiter and Nielsen/NetRatings estimate that women account for 50% of net users and Strategis Group and AdRelevance estimate that women account for 48% of the US online population.





- Internet customers
 - Convenience-focused
 - Value-focused

20% OFF Your Favorite Brands!



Spotlight

All the hottest new products and great special offers.



20% Off
Everything
in the store!!





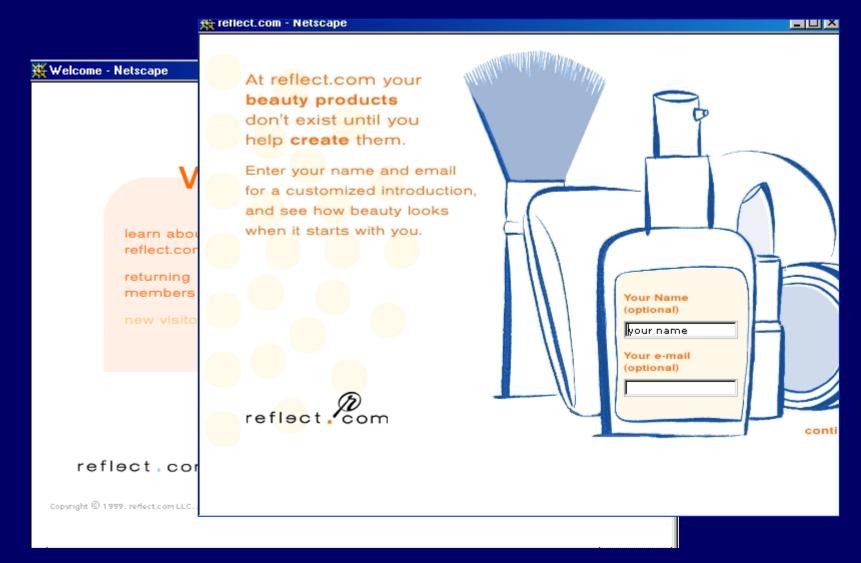
Identify your target market

- Loyalty/Incentive programs
 - Memberships
 - Discounts
 - Specials
 - Shipping Upgrades
 - Points programs
 - Clubs
 - Standing Orders for Consumables
 - Coupons and Gift Certificates

Identify your target market

- Consider connectivity issues
 - 21 million AOL users
 - Speak the customer's language
 - Design considerations
 - Enslaved or empowered
 - 8 second rule
 - 3 click rule
 - Open door policy

Browsers Not Welcome!





Building knowledge through technology

For retailers, online shopping presents an opportunity to gather more information about your customers than was ever available through retail channels.

Building relationships through knowledge

- A robust database is the engine that drives effective relationship marketing
- Customer information is a key asset to future success

Building relationships through knowledge

- Identify customer expectations
- Measure customer's ongoing value
- Align strategies with customer value and expectations
 - Increase loyalty
 - Increase retention & decrease acquisition costs
 - Increase average order & lifetime value

"Treat different customers differently"

-Peppers and Rogers

- Customization
 - Customer metrics/demographics determine campaign
 - First time buyer special
 - Frequent buyers receive free shipping and handling
 - Revitalizing lapsed customers through special promotions
 - Tailoring site to customer preferences -
 - Dog vs. Cat
 - Country vs. Classical

Value the customer

✓ Personalized customer service



Welcome back, Lynn! We hope you're

nordstrom.com. Are there changes you'd like to make to your registration information?

enjoying the services offered at

MY INFORMATION

Shopping is even more convenient when you register your billing and shipping information. Once you enter the information, it will automatically be used when you make a purchase.

ADDRESS BOOK

Need to send a gift to

GIFT REMINDER

With this service, you can set an e-mail reminder which will automatically be sent to you one month, week or day in advance of any upcoming event on your calendar. You can even write yourself a note about a gift idea.

ORDER HISTORY

If you've placed an order with



They know me



Personalized Recommendations







1.800.217.9153

Home | View Cart | Checkout | Order Status | Cust. Service | Catalog Request

SHOPPING CART

Currently your shopping cart contains 2 item(s).

Qty	SKU	Description	Unit Price	Ext. Price
1	L090+1037	<u>LANDWARE GOTYPE! PRO KEYBOARD</u> <u>FOR PALM V 1140</u>	\$89.95	\$89.95
1	A102+1775	APPLE POWERMAC G4 400 W/FREE 128MB	\$1624.00	\$1624.00
Update Qty			SUBTOTAL	\$1713.95

| Continue Shopping | Checkout | Remove Item | Empty Cart |

Customers who bought this/these item(s) also purchased the following:

FORMAC PROFORMANCE 3 16MB GRAPHICS CARD PNGA93-3

\$ 249.00 Add To Cart

ORANGE MICRO GRAPPLER SCSI 906F 10MB/SEC MAC ONLY

49.00

Add To Cart

APPLE G4 INTERNAL ZIP W/GRAPHITE BEZEL M7757LL/A

\$ 99.00

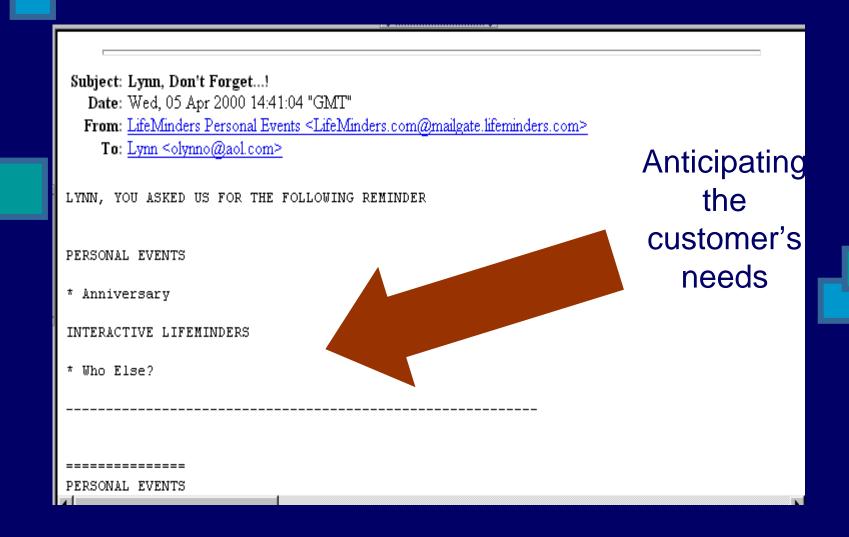
Add To Cart

ADAPTEC 2906 SCSI CARD

IMPORTANT Updates for Y2K

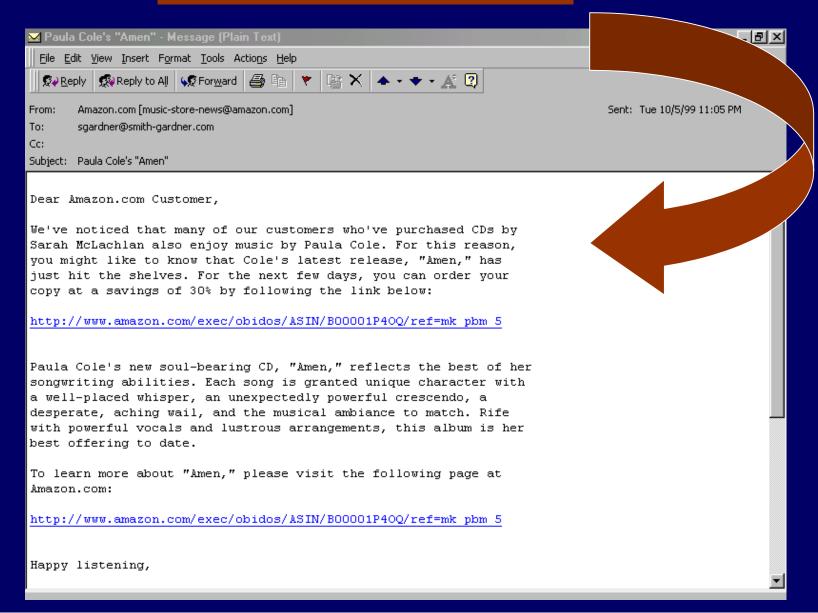
Users of Netscape 4.05 and earlier and MSIE 4.01 and 4.5 users, your browser's CA certificate expired on December 31, 1999. The security is still effective, but its

- Value the customer
 - ✓ Personalized customer service
 - ✓ Anticipate the customer's needs



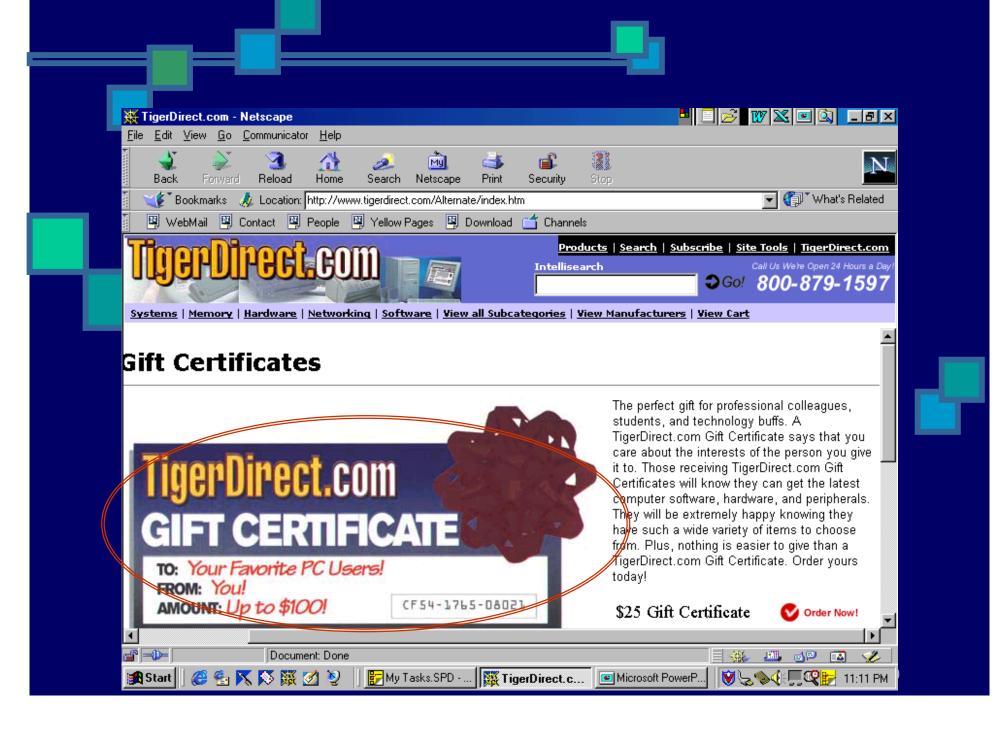
- Value the customer
 - ✓ Personalized customer service
 - ✓ Anticipate the customer's needs
 - ✓ Recognize preferences

Recognizing Preferences



Enhancing relationships through e-services

- Offer an array of services
 - Gift certificates
 - Gift finder
 - Wish lists
 - Gift Registry
 - Personal shopper



vveicome to our iviain Snopping Section. Please note that when you till up your snopping cart you are shopping for one person at a time. After you place your order your shopping cart will automatically be emptied and you can begin shopping for a second recipient. Questions? Please refer to our online ordering FAQ. Thank you for shopping at Hickory Farms!











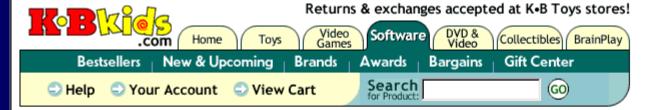
Beef & Cheese Gifts

Fresh Fruit Gifts Specialty Meats & Candies & Nuts Foods For Entertaining Seafood

Gift Finder

Enter a value in each of the three categories. Our gift finder will search our list of products with your description in mind and try to find a list of matches. If you would like to talk to one of our customer service representatives instead don't hesitate to call us at: 1-800-222-GIFT.

Price	Occasion	Category
less than \$25	Seasonal Holiday	Beef Stick & Cheese
C \$25-\$50	C Business	C Foods for Entertaining
C greater than \$50	C Birthdays & Anniversaries	C Fresh Fruit Gifts
	C For that special Person	C Specialty Meats & Seafood
		C Candies & Nuts
		C All Categories





Barbie Jewelry Designer

Mattel Media

Read Expert View Submit Your View

Sale Price: \$15.96 Win95/WinNT ADD WIN TO CART
Regular Price: \$19.95 CD-ROM



Age: 8-12

Description:

Play on your computer to design all kinds of jewelry you can wear! Mix and match colors, patterns and pretty dsigns to make it your way! Using an ink jet printer, print favorite designs on the "Print 'n Shrink" material, cut them out and bake in the oven. They shrink into colorful plastic jewelry that's fun to put together and wear. Plus you can make bead jewelry by designing letters and pictures!



Choose from one of the many templates in Barbie's shop to design your own personalized

KBkids.com Item Number: 500658-W

Expert View Summary:

shop registry

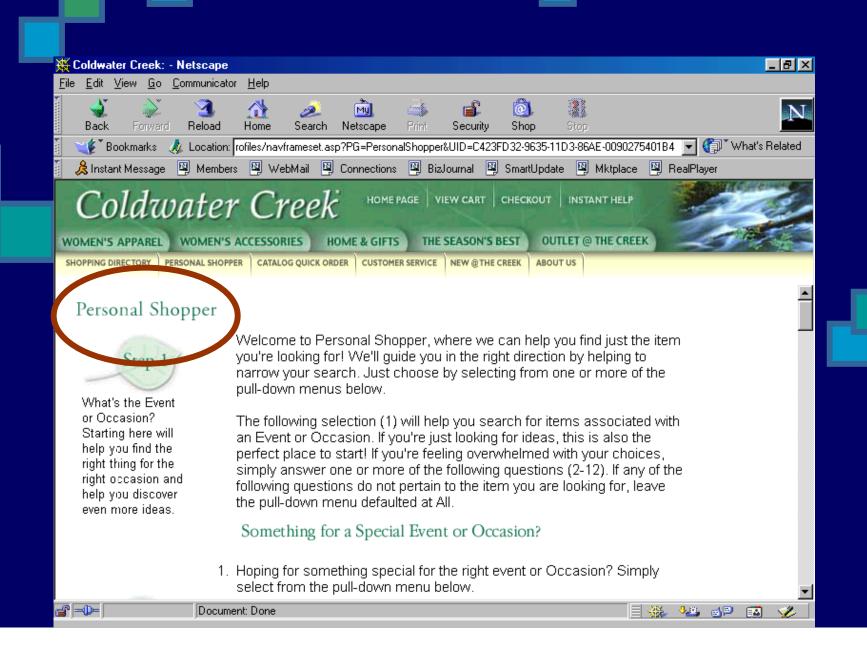
view order

checkout

Gift Registry for: Mesa Weinstein and Brady Farrell Gift Registry #: 239734

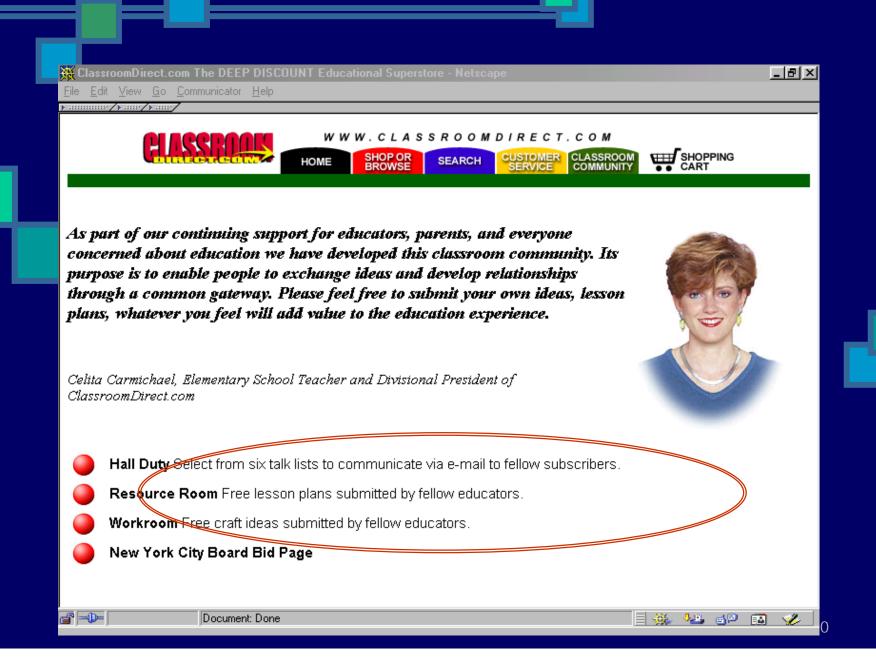
Click here to sort by price

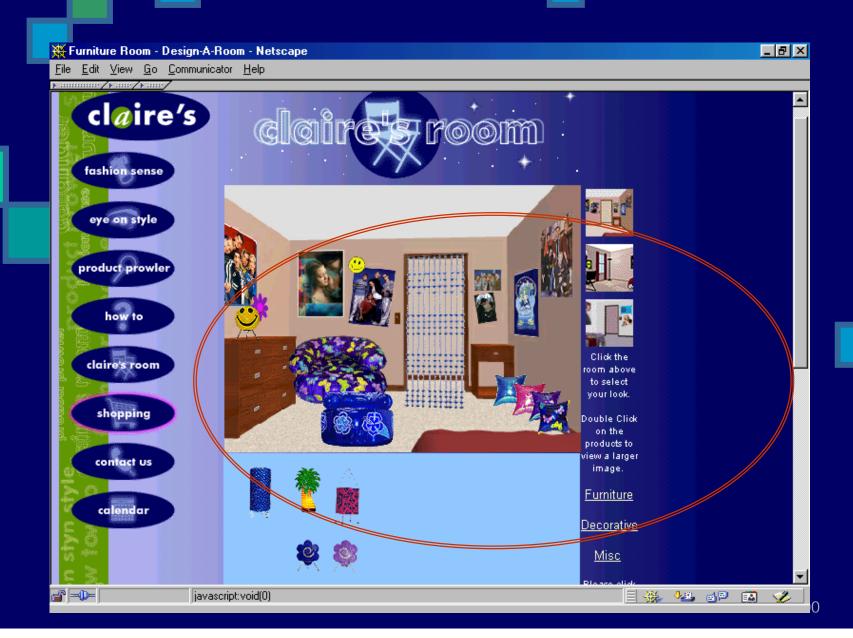
Barware	SKU	Wants	Has	Price		
Donegal Beer Mug 18oz.	165824	5	5	\$8.95	Fulfilled	<u>View</u>
Glass Accessories	SKU	Wants	Has	Price		
Sunflower Vase 8.5"	325783	1	1	\$29.95	Fulfilled	<u>View</u>
Joz.y Vase 6"	202835	1	1	\$12.95	Fulfilled	<u>View</u>
Chip & Dip 2 Pcs	374946	1	1	\$29.95	Fulfilled	<u>View</u>
Kitchenware	SKU	Wants	Has	Price		
Bistro Cheese Tool Set 4 Pc	353434	1	1	\$23.95	Fulfilled	
Home Accessories	SKU	Wants	Has	Price		
Cocktail Shaker 24 oz.	159069	1	1	\$23.95	Fulfilled	View
Cocktails Etched Ice/Winecoolr	429112	1	0	\$27.95	<u>Purchase</u>	
Basics	SKU	Wants	Has	Price		
Gala Martini 6 oz.	215058	4	4	\$3.50	Fulfilled	View
Griffin Cooler 18.5 oz.	379271	8	8	\$2.50	Fulfilled	<u>View</u>
Griffin Double Old Fashion 8 oz.	379298	8	8	\$2.50	Fulfilled	<u>View</u>



Enhancing relationships

Build community and give shoppers a reason to return





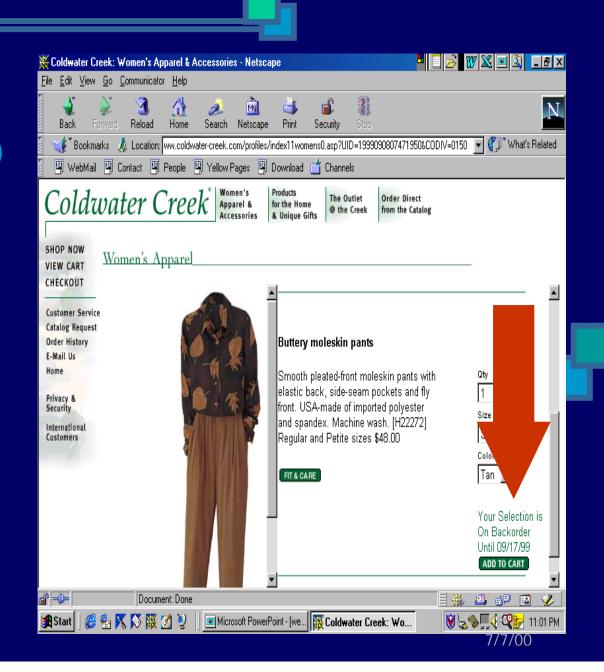


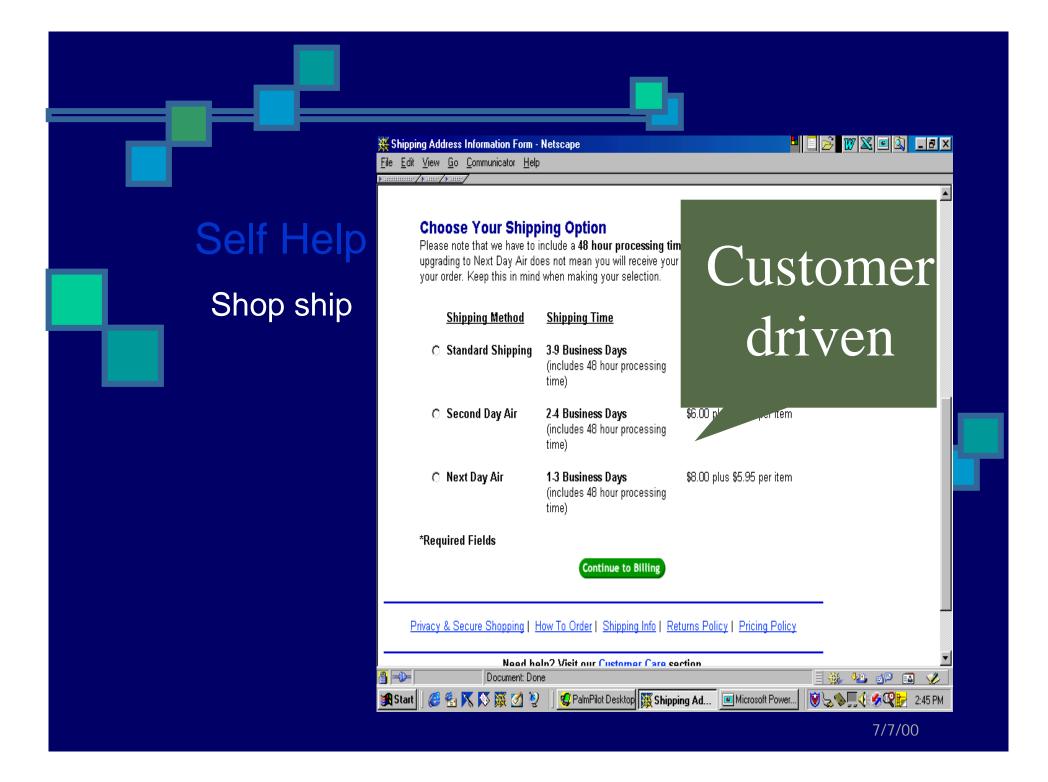
Empowering relationships

- Provide self-help information
 - Product availability
 - Shipping levels
 - Shipping confirmation
 - Order history
 - Company policies

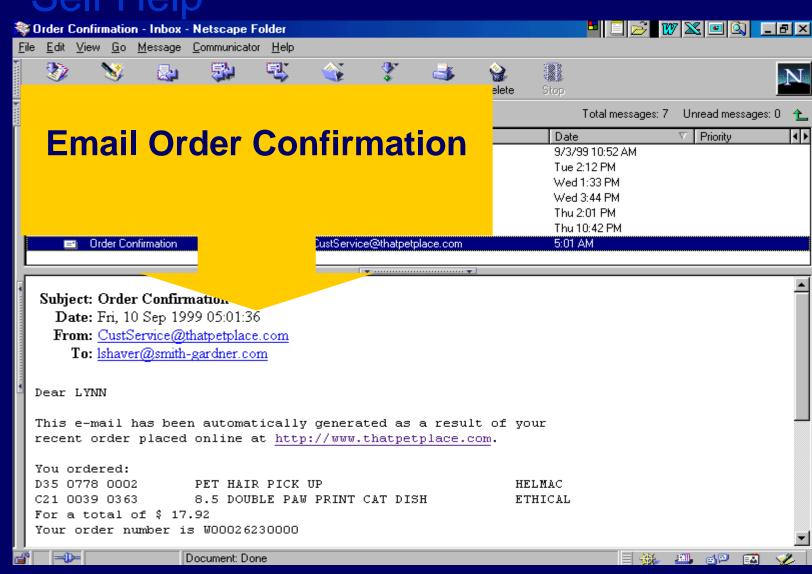
Self Help

Availability

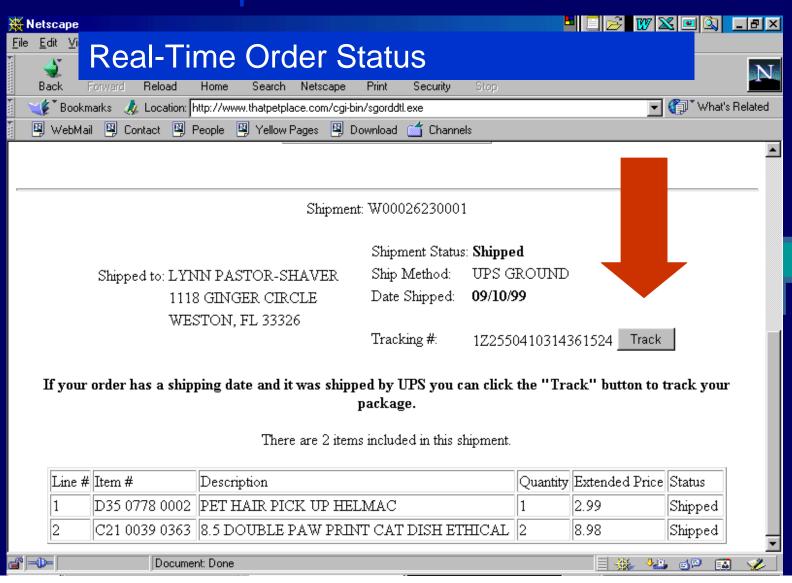








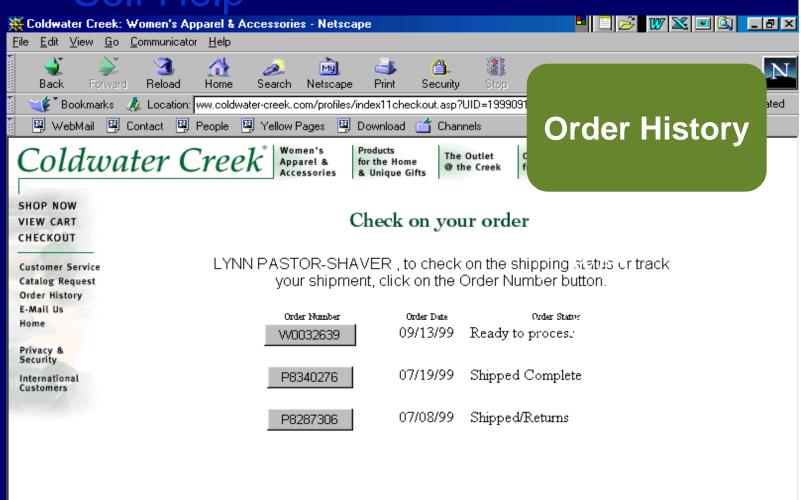






Document: Done

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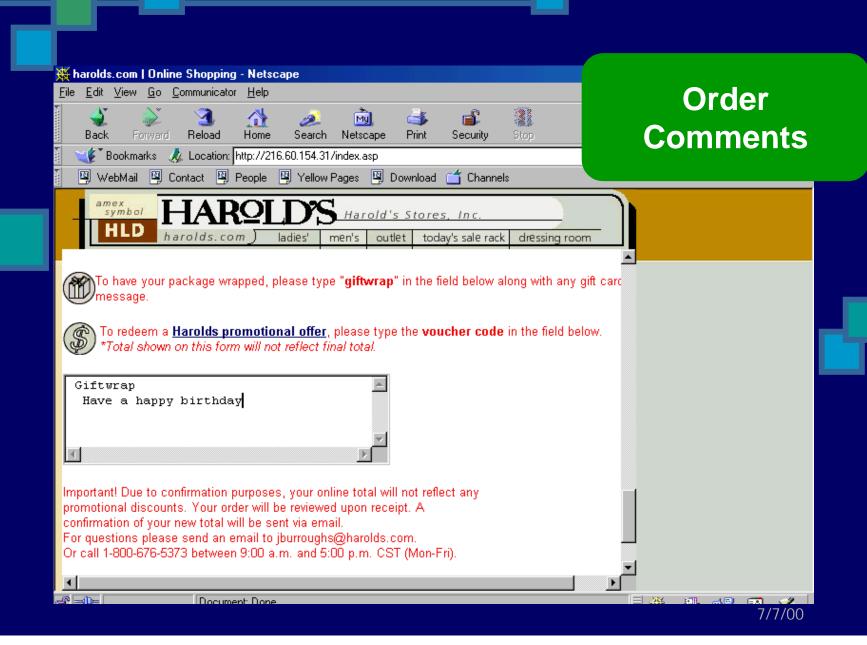


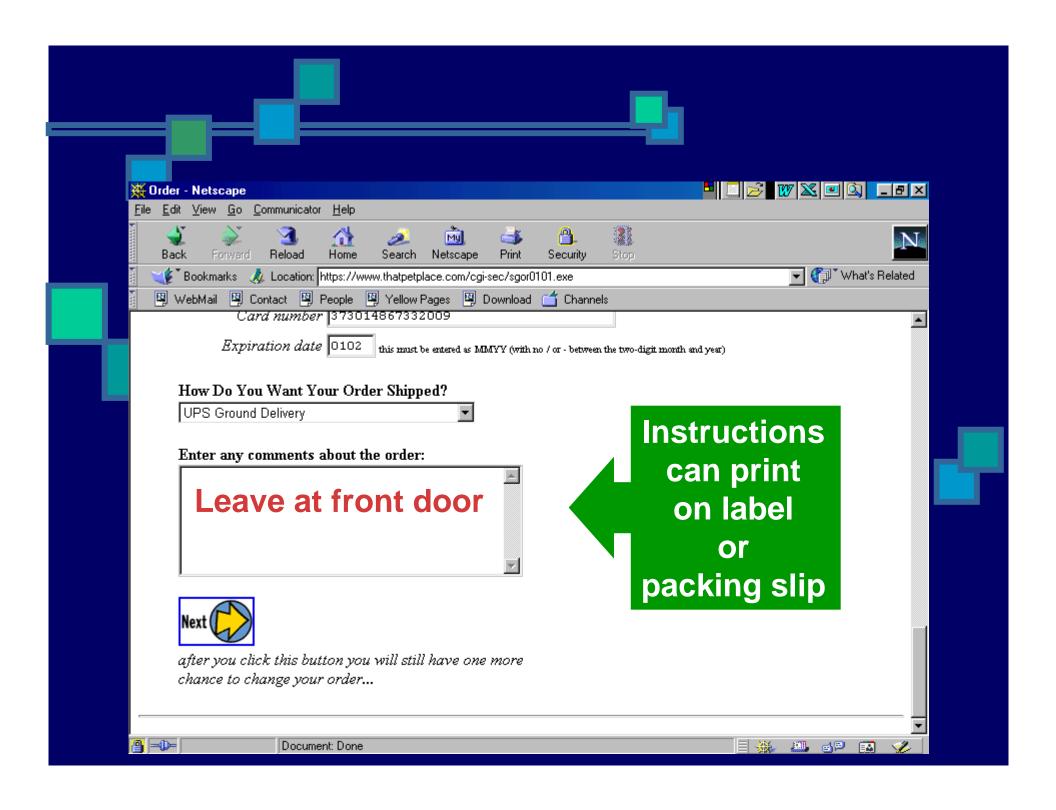
Self Help



Empowering relationships

 Give customers multiple channels to tell you what they need





Empowering relationships

- E-mail
 - Automated responses
 - Personally managed
- Chat
- Instant calling on the web
- 800 inbound

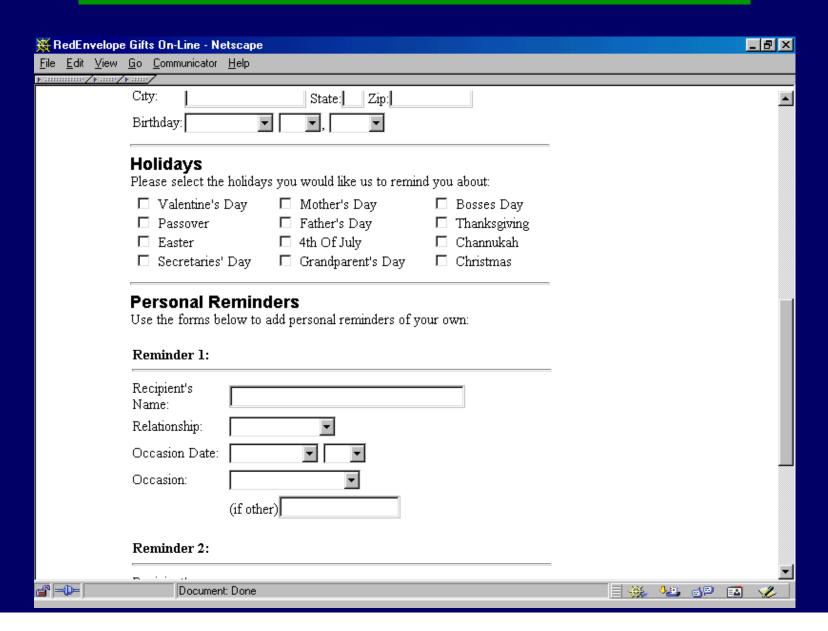
Fulfilling relationships

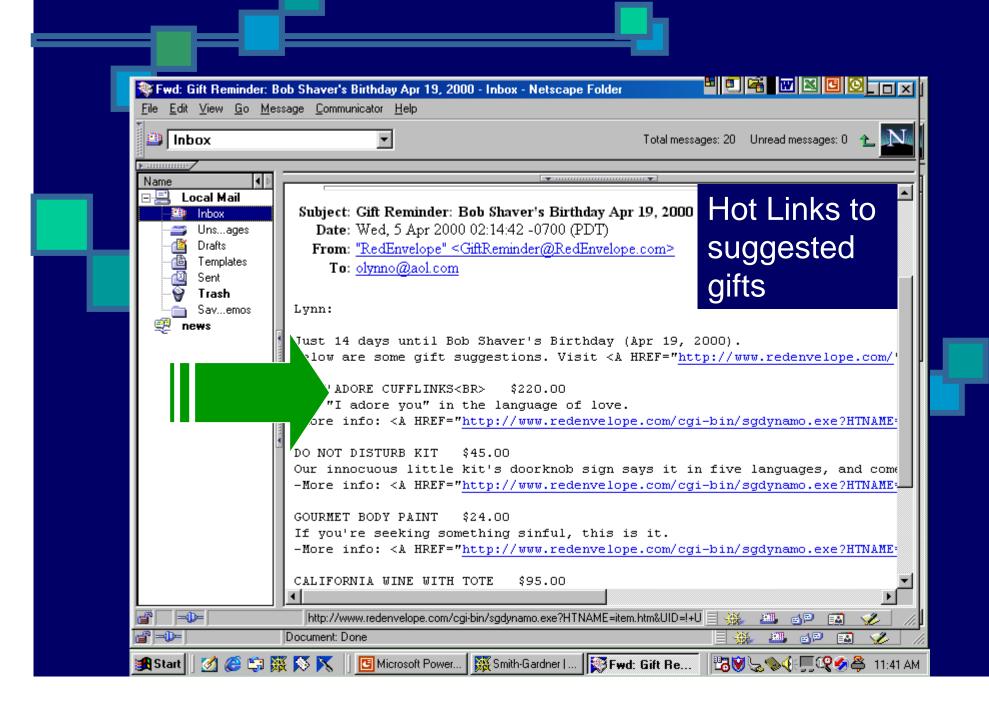
- Deliver the goods
 - Timely
 - Upgrades
 - Backorder alerts
 - Cancellations
 - Replacements/Exchanges
- Hassle-free process

Enriching relationships

- E-mails
 - Promote products driven from recommendation engine
 - Provide incentives to become repeat purchasers
 - Reminder services for consumables
 - Personal reminders

Strong incentive for providing information



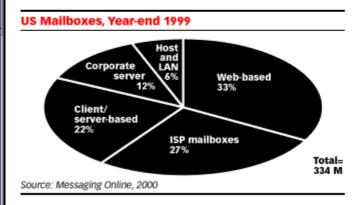


Respecting parameters of the relationship

- Provide an Opt-in/Opt-out
 - Levels
- Avoid avalanche e-mail
 - Relevant (purchase history, interests, etc.)
 - Value laden
- Privacy concerns

The study estimates that 89 million Americans use e-mail at work and around 50 million households use e-mail. Eliminating the overlap between work and home, the report further estimates that altogether 110 million Americans use e-mail. This is about 40% of the population.

Approximately, 33% of US e-mailboxes are web-based, another 27% are through ISPs; client/server-based mailboxes account for another 22%. Corporate internet servers make up 12% and the remaining 6% are in host and LAN arrangements.



One Billion e-Mailboxes

By 2001

Subject: Thank you

Date: Fri, 19 May 2000 20:49:52 -0400 (EDT)

From: specials@outpost.com

To: LSHAVER@SMITH-GARDNER.COM

Dear LYNN PASTOR-SHAVER,

Thank you for choosing Outpost.com for your recent purchase. We hope you enjoyed the experience and will be visiting us again in the future.

At Outpost.com, we pride ourselves on our ability to provide our customers with a level of service they can't find anywhere else. Service that is professional, personal, and fast.

As part of that service, we may send you timely email notifications of products and promotions we feel will complement your purchases. If you would not like to receive such emails, please follow the remove instructions located at the bottom of this email.

With a selection of over 170,000 products (from computers & electronics to

Subject: Especially for Lynn--sizzling savings on name brands!

Date: Fri, 9 Jun 2000 11:01:36 -0400

From: sinfo@overstock.com

To: <lshaver@smith-gardner.com>







Jill has more RED HOT DEALS just for you in our Home Decor department!!

You'll find SIZZLING SAVINGS on over 1,000 name-brand products at Overstock.com!!

But hurry...at these cool prices, quantities won't last long!!

Decorative Accessories

Timeless Beauty



Bulova Bulova 'Berlin' Mantle Clock

\$40.87 55% Discount Enjoy the hourly Westminster melody of this fine-precision, quartz-movement Bulova 'Berlin' Mantle Clock. The classic Roman numerals stand out on the metal face with gilt detailing, and a mahogany finish adds Old World charm

Measuring the relationship

- Thorough analysis of click stream
 - Consistency in fall outs or abandonment provide clues
 - Survey product information
 - Question process
 - Remap, Rewrite, Retest

Measuring the relationship

- Transactional data
 - What are customers buying?
 - Price points
 - Brands
 - Product categories
 - When are they buying?
 - Seasonality

Measuring the relationship

- Evaluate and segment customers based on recency, frequency and monetary value
- Examine trends and develop customized campaigns



- Only the context has changed
 - Know your target market
- Customers are individuals
 - Needs and values differ
- Customers still want
 - Good value
 - Good service

Summary

- Good technology supports rather than thwarts the customer
- Make it easy to do business with you
 - 30% leave because they can't find what they want



- Share information across business units
 - One view of the customer
 - Consistency across touchpoints
 - Avoids mishandling opportunities
 - Builds trust
 - Increases loyalty



- Customer care is crucial to success
 - Acquisition is important—retention is critical
 - It costs 6 times more to find a new customer
 - Leverage = Customer-centric practices
 - The number 1 factor in repurchase is customer support

Thank You!



Ecometry

Contact

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561-265-2700 ext. 4478