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Leveraging Business on the Web

Mike Martin - America's iSeries eBusiness
Segment Manager
Robin Clark - America's iSeries eBusiness
Segment Manager
Mark Mendelson - Corning Data Services
Henry Bestritsky - Binary Tree



Agenda



- What is Start Simple Grow Fast???

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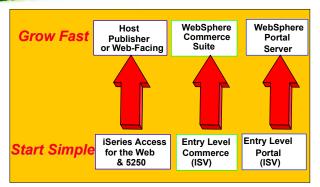
- Selling eBusiness on iSeries
 - Demand for eBusiness
 - IBM's Software Strategy
- Leveraging ISV solutions in eBusiness
- WebSphere Commerce Suite on iSeries



Start Simple Grow Fast... What is Start Simple Grow Fast?



- PROMINE



Start Simple...

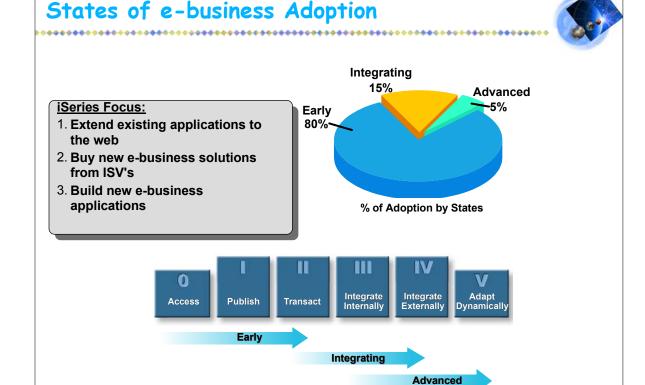
- With a low cost solution
- With all the basic function
- With a path to "Grow Fast"

...Grow Fast

- With a robust solution
- With best of breed functionality
- With a close tie to IBM Strategy

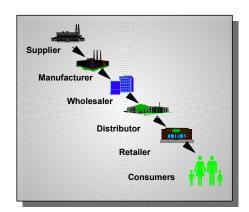
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Commerce Model is in Transition





The shift is well underway from the traditional value chain model...

...to an interconnected value net community of partners, suppliers, customers etc.





How to Respond



In a tight economy, companies must deliver an unparalleled online shopping experience while...

- Growing customer base
- Driving brand loyalty
- Managing costs and IT investments



...but how?



Today's Business Environment



2001 in Review...

"In a year that most retailers would otherwise like to forget, online retail shone as a beacon of growth. Sales held steady -- as retailers focused on profitability." - Forrester Research, January 2002

What Can We Expect in 2002...

"The Web is a dynamic medium for retailers. Successful retailers must continuously evolve their Web presence to address the demands of their customers and the market." - Gartner Research February 2002

Despite a tough economic climate, businesses need to keep their eye on the ball

- Consumers will go online, with online account management doubling by 2005
- Online retailers will continue to fight for "wallet share"
- CRM's role in corporate strategy becomes increasingly important



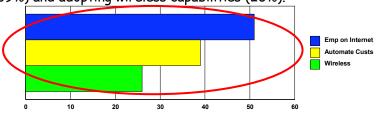
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Gaining Traction in Small Business

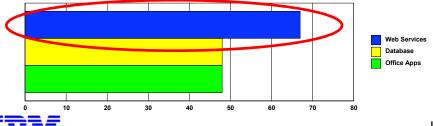


VARBusiness, 11:28 AM EST Wed., Aug. 07, 2002

A majority of SMBs (51%) ranked <u>connecting employees to the Internet</u> as their top technology priority this year, followed by automating customer interactions (39%) and adopting wireless capabilities (26%).

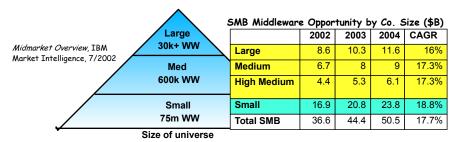


Moreover, among the SMBs polled, <u>Web services ranked as the No. 1</u> application running on the Internet (67%). Database software (48 percent) and general office productivity applications (48%) tied for second place.



Market Opportunity





SMB Software Opportunity by SWG Segment (\$B)

	2002	2003	2004	CAGR
Transformation and & Integration	10.5	12.8	14.6	18%
Leverage Info	11.3	13.5	15.2	16%
Leverage Know How	2.9	3.5	4	17.7%
Manage Technology	11.9	14.7	16.8	18.9%
Total SMB	36.6	44.4	50.5	17.7%

SMB Software Opportunity by Solution (\$B)

	2002	2004	CAGR
CRM	1.4	2.3	35.8%
ERP	2.2	3	17.3%
SCM	6.9	9.6	19%
Other Enterprise Apps	2.9	4.1	20.3%
Collaboration	1.6	2.2	18.3%
Consumer App	.46	.7	23.4%
E-commerce	.323	.728	51.2%

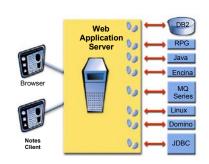
SWG Small and Midmarket Customer Set (SMB) Strategy for 2002, 11/2001
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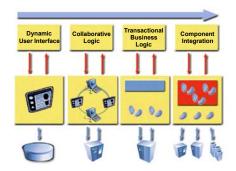


How to Move iSeries Apps to the Web



- 1. Extend Core Business Processes and Applications to the Web
 - Browser based User Interface
 - Minimal change to underlying applications
 - Minimal initial investment in skills
- 2. Add New Logic to Existing Applications
 - ► Interoperability between Java and RPG, COBOL, etc.
 - Full application integration
- 3. Build New eBusiness Applications
 - ► eBusiness applications written in Java, RPG, COBOL with XML, etc.
 - JSPs, Servlets







Your Options for eBusiness on iSeries



Buy a Web-Enabled Application

many vendors have already converted their code

Build a Web-Enabled Application

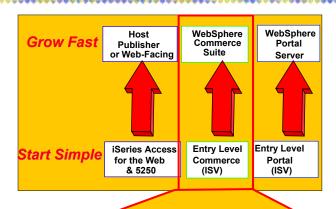
- ▶ iSeries Access for the Web
- ► Host Publisher
- WebFacing
- Domino
- WebSphere Commerce Suite
- WebSphere Portal Server



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Start Simple Grow Fast... eCommerce





Start Simple...

- BinaryTree ezMerchant
- Corning Data Service Port
- ■eOne

.Grow Fast

- WebSphere Commerce Suite
- professional edition (b2c)
- pro entry (new!)
- business edition (b2b)



ServicePort/400



CORNING DATA SERVICES, INC.

Corning Data Service Port



ServicePort/400 is the business-to-business self-service web solution developed by Corning Data Services.

ServicePort/400 integrates seamlessly with your ERP system to allow secure, real-time retrieval and reporting of enterprise information for:

- Customers
- Sales Staff
- Internal Support Staff
- Vendors
- Websphere Commerce Integration

Built with Lotus Domino technology and deployed on the IBM iSeries Dedicated Server for Domino, ServicePort/400 provides fast, secure, seamless, and easy to use access to your enterprise information.

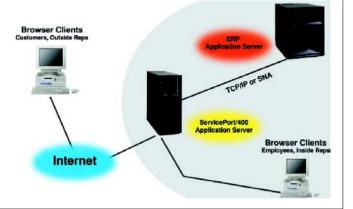
www.corningdata.com





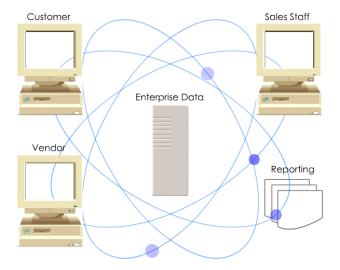
Allows you to leverage the significant investment made in business applications and mission critical information.

ServicePort/400 delivers quick ROI and low cost of ownership like no other solution in it's class



The Big Picture







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Why Customer Self Service



Web based self help has increasingly become the preferred method of obtaining customer specific information.

- Available at the customers convenience.
- Personalized marketing and one to one sales focus.
- information is current and up to date.
- Fits into a co-ordinated web portal strategy.
- One stop information center for account info, reports, marketing information, technical documents and other information that can be costly to distribute.



Collaboration



It's important to integrate the customer self service information with other customer focused applications.

- CRM
 - Interface with sales force automation and other tools.
- Messaging
 - Allows for internal notification of customer order placement.
- Commerce
 - Integration with B2C focused commerce applications.
- Remote order entry
 - Allows in the field order entry by customer, sales rep or CSR via web browser.



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Key Benefits of ServicePort/400



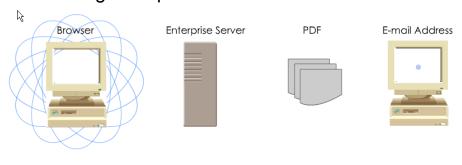
- Decreased operational costs by extending enterprise information to customers, vendors, and employees:
 - Eliminate excessive costs of phone call or email replies
 - Scalable (handle spikes in business without adding staff)
 - Improve collaboration with suppliers by allowing them access to information
 - Further enable your service and sales staff allow them to focus on higher priority items
 - Extend the life and expand the functionality of your current ERP investment
- Increased customer satisfaction:
 - Customer get answers to questions immediately
 - 24 x 7 access to information
 - Increased customer retention and loyalty



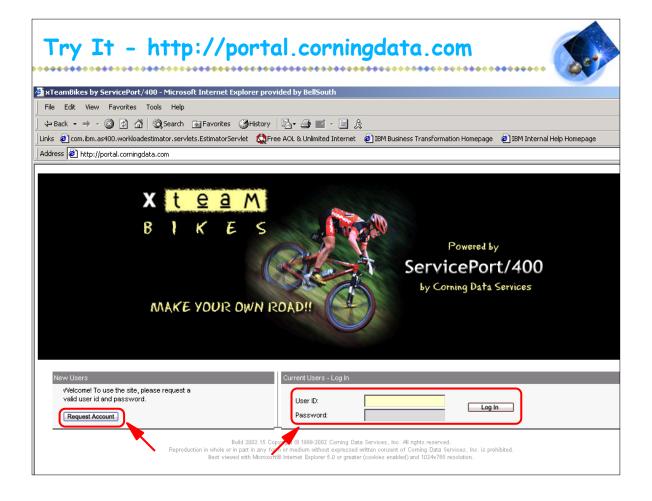
Reporting Self-Service



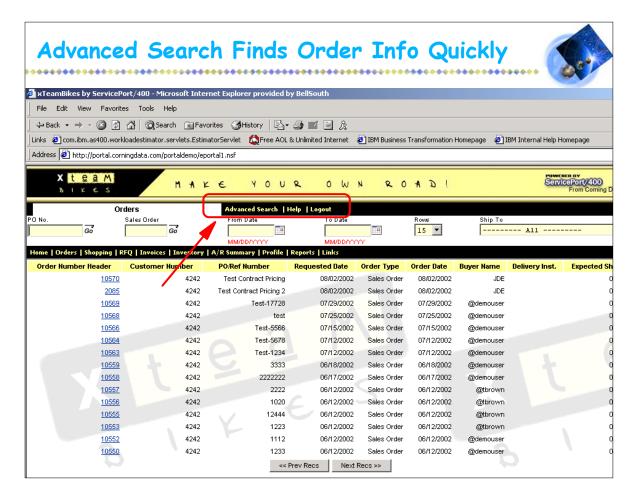
- From anywhere in the world, the user can initiate any batch job from a browser. The resulting reports will be packaged into a PDF, attached to an e-mail, and sent to any e-mail address.
- Queries, Worldwriters, Dreamwriters, and custom reports with user-defined selection criteria can all be run through this powerful tool.

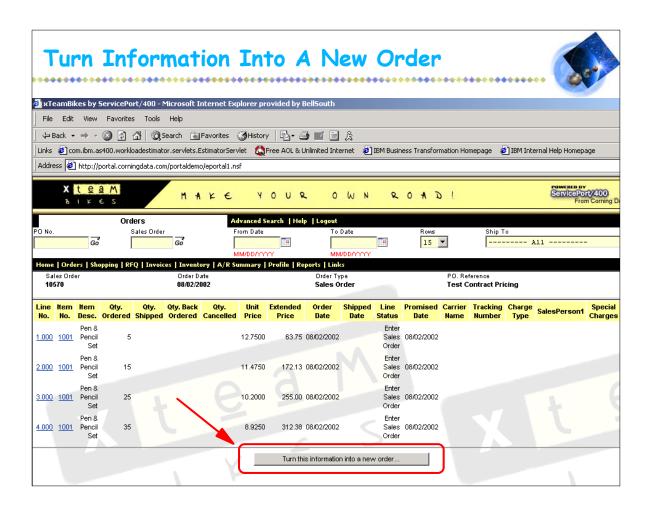


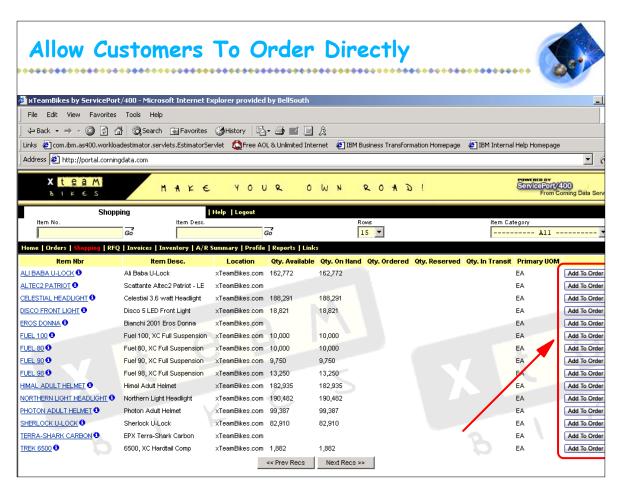












Customer Quotes





e online marketplaces but no one else in the industry offers 24x7 real-time access to customer service the way we can."

-Hal Parker, Director, Information Technology, Crosman Corporation

Climax Manufacturing Company

"ServicePort looked as visually impressive as the other systems we'd seen at much higher prices. And it made more sense because it tracked into J.D. Edwards."

-Tom Wright, Director of IT, Climax Manufacturing

CALDWELL mfg. co.

"ServicePort has improved our customer satisfaction. The software runs and you don't have to think about it."

-Jim Meitus, MIS Director, Caldwell Manufacturing



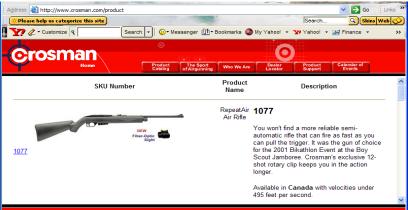
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Crosman Inc.



- Order placement via the web by dealers.
- Integrated with overall web presence and catalog.
- 24 x 7 customer order placement and self service
- Direct to ERP system order placement.
- Order entry process conforms to case lot and other customer specific

requirements





Climax Mfg.



- Customer Self Service focus
- Internal CSR's use web interface to handle customer calls (intranet)
- Orders can be checked by individual stores as part of larger chain
- Small number of customers large with many orders in process





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Caldwell Mfg.



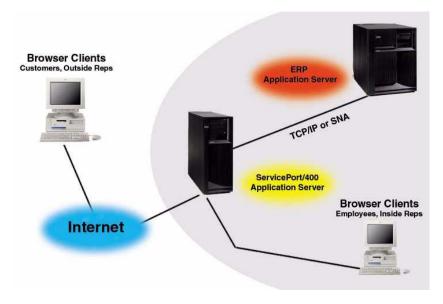
- Extensive customized information via exit programs
- Customer self service focus
- Support for Global manufacturing operations





Typical Deployment Scenario





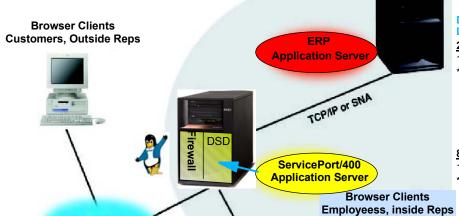
- * Firewall omitted for clarity. Web server usually deployed in DMZ
- * Single user profile accesses data for all users
- * Web users do not need user profiles on either iSeries system



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Typical Deployment Scenario w/ Firewall





Dedicated Server for Domino

270 DSD (2452, 2454)

- 1 or 2 way 270 with Domino
- * Optional Linux partition:
 - Firewall
 - ► File& Print
 - DNS
 - ► etc

820 DSD (2456 2457, 2458)

- 1-4 way 820 with Domino
- * Optional Linux Partition
 - ► Firewall
 - ► File& Print
 - ► DNS
 - etc

- * Optional firewall. Web server usually deployed in DMZ
- * Single user profile accesses data for all users

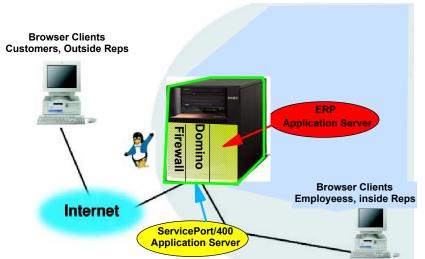
Internet

* Web users do not need user profiles on either iSeries system



Typical Deployment Scenario (SCON)





GreenStreak

270 GreenStreak (2432) 1 way 270 with Domino and ERP solution

- * * Optional Linux partition:
- ► Firewall
- ► File& Print
- DNS
- etc

820 GreenStreak (2436) 1 way 820 with Domino and ERP solution

- * * Optional Linux partition:
- Firewall
- ► File& Print
- ► DNS
- etc
- * Deploy LPAR on ERP server deploying Domino in LPAR and optional firewall in another partition
- * Single user profile accesses data for all users
- * Web users do not need user profiles on either iSeries system







Complete Packages





Highlights

- I iSeries servers built expressly for Lotus Domino, with processor capacity focused on Domino workloads
- Multiple Domino servers can run in a single iSeries footprint
- Domino partitioning and shared resources improve reliability, manageability and availability

820 270 manageability and availability

Installed with Dedicated Server for

Installed with Dedicated Server for Domino for under \$100K

* Model 270 #2452 processor Supports up to 100 concurrent users in a typical scenario



ezMerchant Collaborative Commerce Suite BinaryTree



Binary Tree EZ-Merchant Collaborative Commerce Suite

EZ-Merchant

Ringry Tree Inc

http://www.binarytree.com/ezmerchant

- Binary Tree's **Domino**-based e-commerce package
- Quick to install, easy to use and customize
- Site Creation Process- the 7-Step Wizard
- Interface via Lotus Notes Client
- Functional site in under one hour!
- Integration into back office data (DB2/400) and applications
- All Notes-based site administration
- Different payment methods including settlement via ROI ECard product
- Leveraging Domino Value Proposition
- Dramatically lower costs and time spent on interactive web development
- Maximizing use of existing iSeries applications and data
- eTeam Portal capability

www.binarytree.com





ezMerchant Collaborative Commerce Suite

Our suite of products include ezMerchantTM, Collaborative Application Portal and Navitas. The products enable companies to build transaction-enabled web sites and portals without major investments. Using customizable graphics templates, secure customer registration options, and built-in tax/shipping calculations, ezMerchant Collaborative Commerce Suite delivers control over web-based transactions and order fulfillment.

DSD Merchant

DSD Merchant features ezMerchantTM Collaborative Commerce Suite. This solution combines IBM's iSeries (Dedicated Server for Domino) hardware with Binary Tree software and services. DSD Merchant provides a more reliable and affordable alternative for the small to medium-sized company.

About BinaryTree



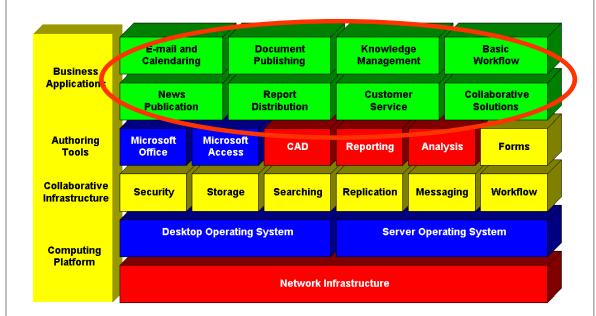
During the last nine years, Binary Tree received numerous awards citing its substantial growth in the high-tech industry. BinaryTree is a key Lotus Premium Business Partner in North America and earned Premium Business Partner status with IBM. they were named to the Deloitte & Touche Technology Fast 50 listing of developing technology companies two years in a row and chosen for Inc. magazine's "Inc. 500," list of the fastest growing companies in America.



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What Is Your Business?







Collaborative Commerce Suite



Collaborative Commerce Framework

Website Pages, Applications, Administration, Interface

Public Applications

- Dynamic Menus
- Dynamic Searching
- Dynamic Content
- Dynamic Applications
- Dynamic Site Maps
- Integrated With Portal
- No HTML Needed

Secure Portal

- CRM/SFA App
- Enterprise Workflow
- · Help Desk
- Employee Information
- Benefits Maintenance
- Timesheets
- Subscriptions
- Partnering Information
- Productivity Tools

Commerce

- B2C, B2B,
 Marketplaces
- Shopping Cart
- Online Forms
- Order History
- Legacy Integration
- JDEdwards
- SAP
- Oracle



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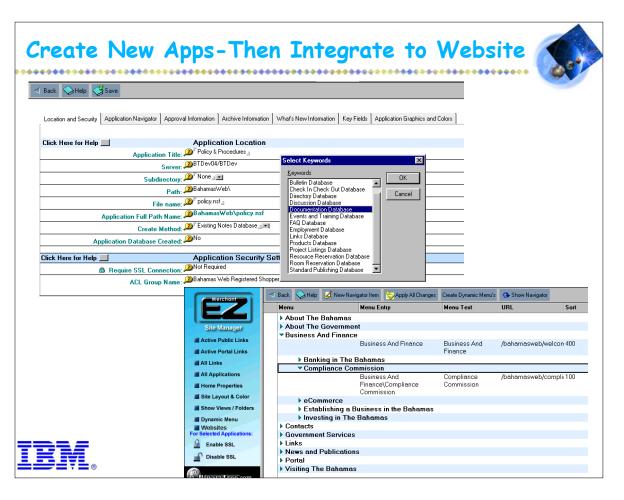
www.bahamas.gov.bs

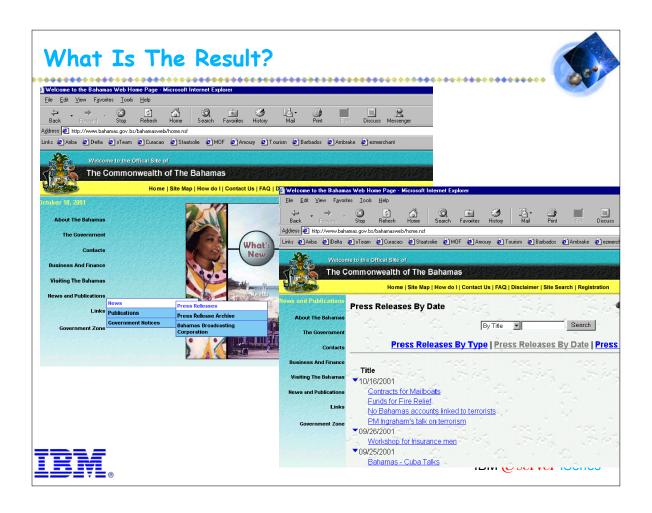


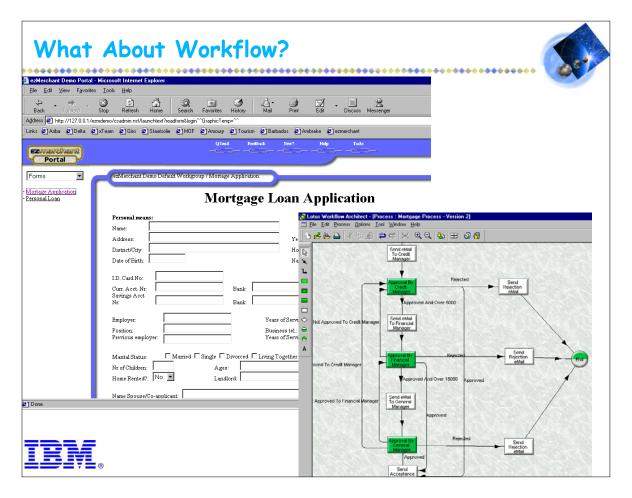


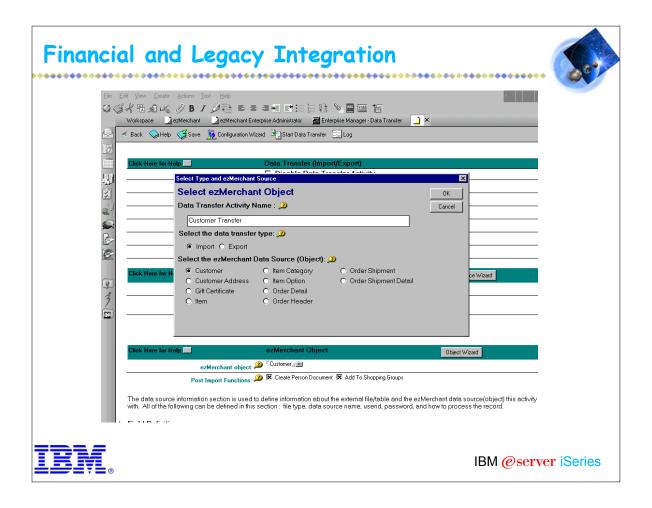


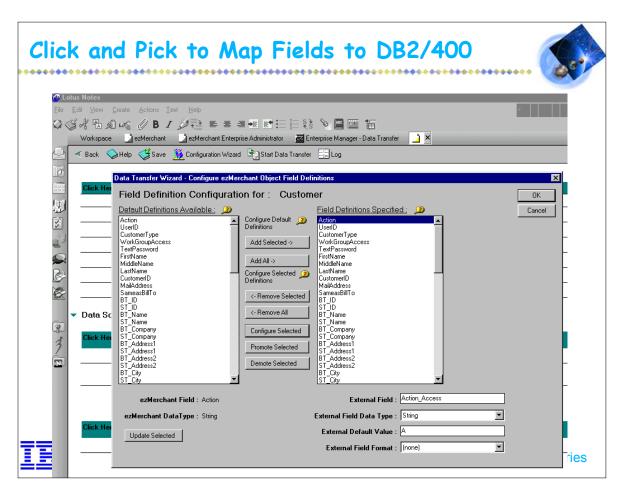








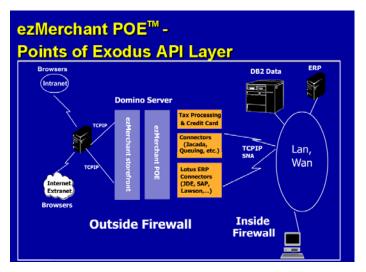




ezMerchant Points of Exodus (POE TM)



- An enterprise Integration framework for use with ezMerchant
- API architecture provides the wide array of integration Capabilities to existing legacy systems
 - -i.e. Check Inventory, Order Entry
 - -Exit points can be written in:
 - Lotuscript
 - ILE C or C++
 - Java

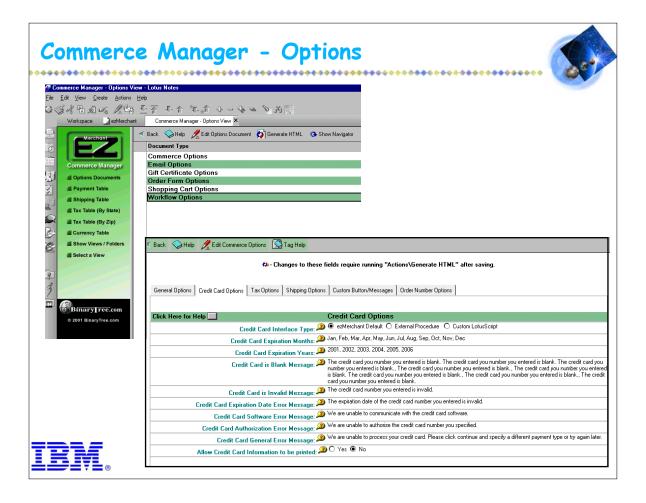


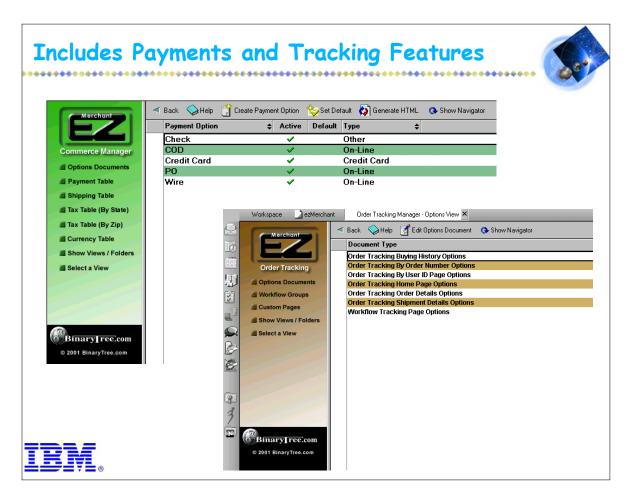


BinaryTree Cartridges

- Off-the-shelf modules that extend the reach and integration capabilities of the products in the eBusiness Collaborative Suite
- Provide comprehensive and easy to deploy integration to ERP systems like JDEdwards, Ariba and other industry standards







Complete Shopping Cart



Olmsted County, Minnesota Birth Record Birth Record Application Birth Record Birth Record Application Birth Record Birth Record Application Marriage License Marriage License Application Sub Total: \$59.00 Change order by clicking Change next to the desired item • Remove an item by clicking Remove next to the item Order more merchandise by clicking Resume Shopping · To provide payment and shipping information, click Checkout . To use Express Checkout, you need to have previously registered on the site. Express Checkout Resume Shopping Empty Shopping Cart



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Success Story - Delta Apparel



Delta Apparel outfits their resellers with ezMerchant business-to-business solution

Application

e-business B2B solution to enable Delta Apparel's resellers to place orders on-line

Software/Services

ezMerchant Software BinaryTree eBusiness Professional Services BinaryTree Creative Services

Hardware

IBM eServer iSeries

Delta Apparel is a vertical manufacturer of knitwear products for the entire family. The company purchases cotton direct from the field and through a stringently controlled process produces finished apparel for the domestic and international market place.

As one of America's oldest knitwear manufacturers Delta Apparel was looking to improve their presence on the Internet and move their business into the new millenium. They needed a Web site that demonstrated clearly their company motto, "Quality, Service and Unparalleled Value".

Charles Sutlief, a Vice President with Delta Apparel described the requirements for the Web site. "The site needed to display customer specific information in a secure, fast, and easy to use display."

BinaryTree.com set out to create a B2B website that's purpose was to give Delta Apparel's resellers the ability to place orders over the internet. BinaryTree's Collaborative eBusiness Suite also allowed them to cost effectively meet their business goals by building a site that enhanced their relationship with their customers.





Success Story - Atlas Copco



Atlas Copco unites its worldwide operation with ezMerchant

Application

B-to B e-commerce project creating on-line purchasing

Software/Services

ezMerchant Software BinaryTree.com eBusiness Professional Services

Hardware

IBM eServer iSeries

ERP System

BPCS

Processing orders for compressors, parts and services kits is a complex process. When this process transcends geographies and currencies, it becomes even more complicated. Couple these challenges with the fact that Atlas Copco has a extensive inventory including more that 80,000 SKUs, there is tremendous room for error when ordering, both on the side of the customer and Atlas Copco.

With its compressor manufacturing facility in Belgium, and more than 75 sales offices located in 150 countries, Atlas Copco's customers (distribution channel) faxed and phoned orders to the sales offices. In turn the sales offices entered the orders into local versions of the BPCS (Business Planning and Control System), the company's ERP system. These orders were forwarded to Belgium for fulfillment. This was a tedious and error prone process. Factoring in all the research and entry time, some orders took as much as a half-hour or longer to create.

Recognizing that the company needed a faster and easier way for customers to order products, Atlas Copco investigated Internet-based e-commerce systems and selected ezMerchant and the Collaborative Application Portal from Binarytree.com.



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So What Is It?



- Is it a Dynamic Website Management System?
- Is it a Content Management System?
- Is it a Portal?
- Is it a B2C and B2B eCommerce Infrastructure?
- Is it an Organizational Workflow and Process Management Infrastructure?
- Is it able to link the entire HR Organization?
- Does it offer real-time chat and user awareness?
- Is it a dynamic search engine?
- Does it have tools to integrate with back-end legacy applications?
- Can it leverage my existing technology investment?



Why invest in many different technologies?



Justify your ROI with one product and one technology

REDUCE TRANSACTION COSTS

Integrate Your Business

- Product Configurator (Java-script, XML)
- Web placed orders
- Automated work distribution
- Automated transaction notification
- Information subscriptions
- Automated reporting (Daily Bookings...)
- Shipment Tracking (Web)



SPEED TO MARKET

Site Creation and Deployment

- On the fly customization by user base
- Error correction
- Additions and deletions
- Back end Legacy Data integration
- Marketing Campaigns



SUMMARY

- ✓ Create Web Content With Ease
- √ Scalable (Savings are Exponential)
- √ Rapid Deployment (ROI)
- ✓ Phased Growth (Immediate Startup)
- ✓ Continual Improvement
- √ Fast Web Ready
- √ Secure

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INTEGRATION WITH BACK-END SYSTEMS

Back-end Legacy Integration (ODBC)

- Check Inventory (Real-time)
- Update Pricing and Product Catalog
- Customer Information
- Submit Orders (Real-time or batch)
- Credit Hold / Discounts
- Active and Inactive Parts Status
- JD Edwards Plug IN



•	WebSphere Commerce Family

WebSphere Sub-Families



- Portal
- Scalable solutions to personalize websites targeted at specific audiences to increase relevance and relationship
- Commerce
- Sell-side solutions to manage relationships and complex business processes
- Pervasive
- Wireless and voice solutions to extend reach across all customer, employee, and partner touch points
- Studio
- eBusiness professional development tools based on a common workbench technology

■ Process Integration

- Model and automate business processes across disparate systems and organizations
 - Information Connectivity and Integration
 - Enable customers to flexibly connect and integrate their assets within the enterprise and with trading partners

WebSphere

Reach & User

Experience

Foundation and Tools

- Application Server
- High performance and scalable platforms to deploy dynamic eBusiness applications
- Host Access
- Application & data access to legacy systems



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WebSphere Commerce Suite 5.4





WebSphere Commerce Business Edition (WCBE) \$140,000 per CPU

- WCPE function plus significantly more B2B functionality
- Sell-side managed contracts, RFQ's, approvals workflow, requisition lists, buyer/seller collaboration, advanced user management and access control
- Both WCPE & WCBE are priced per processor and include an entitlement for a maximum of 5 stores

WebSphere Commerce Professional Edition (WCPE) \$89,600 per CPU

- New WCPE function over V5.1 includes improvements in:
- Order management, catalog editing, commerce accelerator, live help collaboration, commerce analyzer, auctions and payment management
- Also includes some basic B2B functions

WebSphere Commerce Professional Entry Edition (\$20,000)

Single Store, Single processor

of WebSphere Commerce Suite.

Same functionality as WCPE (Sametime NOT included)





Business Edition Builds on Top of Pro ROLAP Reporting Customized Reports WebSphere Commerce Analyzer, Data Mining Drill-down Advanced WebSphere Commerce Business Edition V5.4 (\$140,000 per CPU) Pro V5.4 (\$89,600 per CPU) Business Relationship Manager Business Manager Interface for Contract pricing, catalog views, merchandising, marketing terms & conditions Customer Service, Auctions Catalog Manager Globalization Infrastructure Advanced Order Management WAS, HTTP Server, Secureway, Advanced User Mgmt Granular Access Control Store Model, Shopping Cart Pro Entry V5.4 (20K) Single-Seller RFQ Functionality Single Store, Single Requisition Lists Rules-based personalization processor Collaboration (ST & QP Technology) Auctions Same functionality as B2B Store Model **Entry Reporting** WCPE (Sametime and + all from Pro Edition QuickPlace NOT included) Payment Management VAJ, Studio (Dev Version Only) Business **WebSphere Commerce** Connectors Processes • Messages Integration Methodology Integraton Enablement

Product Differentiation and Value





- Core Commerce is the Focus of WCS
 - Online Storefronts for



- B2C Retailers
- Catalogers
- Fundamental B2B
 - Simple products and sales cycle
- Storefront and Shopping Experience
- Advanced Merchandising
- ► Personalization
- Catalog Management
- Analytics
- Order Management
- ► Transaction Management
- WCBE adds value beyond the Storefront
 - ▶ B2B Commerce Solution for Companies that:
 - Sell complex products
 - -Leverage extended Channels
 - Have complex sales processes
 - Multiple Participants
 - -Collaborate with trading partners

- WCBE Extends Pro by externalizing commerce processes and managing complex relationships
 - ► Support complex B2B relationships
 - ▶ Business Contracts and Policies
 - ► B2B Commerce Processes
 - Collaboration and Virtual Teaming



WCBE

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WebSphere Commerce: More than Software... A Solution.





Order & Inventory Mgmt

Ability to extend existing business processes

- JD Edwards
- i2
- QAD
- SAP
- Synguest
- Taxware
- CommercialWare

Customer Management

Superior service and support

- Kana
- Siebel
- CommercialWare
- WebSphere Voice Server

Content Management

Attract new customers and retain existing ones

- WCS Catalog Manager
- OpenMarket
- Interwoven
- Vignette
 Data Junction
- WebSphere Everyplace

Collaboration

Real-time communication, negotiation, and document sharing

- Lotus Sametime
- Lotus Quickplace
- Lotus e-Meetings

Personalization

Provide Most Valuable Information for the Customer

- Blaze/Brokat Rules
- Macromedia LikeMinds
- Kana
- WebSphere Personalization
- WebSphere Portal

Procurement/e-MPs

Support for procurement and punch-out

- Ariba
- SAP
- Commerce One

Payment Processing

Supports Multiple, Global Payment Methods

- Paylinx
- ACH
- Procurement Cards

Fulfillment

Delivery Management

- Cybersource
- UPS
- CommercialWare



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Advanced Order Management



Key Capabilities

- ► Inventory Management
 - ► Real-time Available-To-Promise
 - ► Ability to enter and manage inventory by dist center
 - ► Ability to enter and manage future incoming inventory
 - ► Real-time allocation of inventory as orders are placed
- ► Order Management
 - ► Backorder creation with expected avail. date
 - ► Additional messages for connectivity
 - ► Split order management
- ► Returns & Refunds
 - ► Refunds for one or all items
 - ► Refunds not associated with a SKU
 - ► Payment Reversal

Benefits

- ► Real-time order management processes on the web streamlines the supply chain
- Minimizes errors and capture backorders
- ► Increases overall visibility to the Supply Chain
- ► Flexible and streamlined order process





Advanced Search Capabilities



Key Capabilities

- Find Products Faster with Superior Search Capabilities
 - Search text, numeric range, date range, etc.

- Fuzzy searches, Boolean, wildcard etc.

► High Speed Search Results

- Test results returned in .007 0.5 second regardless of size
- Unlimited number of results due to cursor-like capability

▶ High Speed Indexing of Product Data

- Allows multiple simultaneous indexes using multiple processors
- Does not lock data that is being indexed, 24X7 design
- ▶ Database and external file support

Business Value

► Improved customer shopping experience = greater stickiness and more profitability







Superior Customer Service

Key Capabilities

- ► Customer Service Representatives can assist buyers directly
- ► Effectively support and service global customers
- ► Ability to view customer interactions across all touchpoints
- ► Automated customer care with Sametime and QuickPlace

Business Value

- ► Culturally-specific view of customer enhances customer service interaction
- ▶ Integrated channels allows for more consistent and complete customer support
- More efficient and effective communication vehicles reduces the strain on Enterprise support and service resources
- Self-service support empowers the customers with quick answers and reserves Enterprise personnel more complex care needs





Business Intelligence

Key Capabilities

- ► Know what is selling and why
- Predict customer buying behavior
- Understand which customer segments are most important
- Get more targeted with campaigns and promotions, cross-sell and up-sell

Business Value

- Offer the right product mix to drive customer satisfaction and revenue
- Stay ahead of dynamic customer trends to gain competitive advantage
- Exploit customer intelligence to optimize sales and marketing effectiveness
- Leverage customer insights to drive business process efficiencies

Data

Information

Decisions



Customer: John Casey 4 sequential purchases associated purchases: 6 cyclical buyer: 2nd quarter





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Targeted Marketing



Key Capabilities

- ► Personalized campaigns and promotions through Commerce Accelerator
- ► Guided selling
- Trend analysis to refine campaign focus





Business Value

- ► Optimize efficiency of marketing activities
- ► Strengthen and more closely manage your brand
- ► Higher revenue from more accurately targeted merchandising



Targeted Marketing: Proof Point



Discovery Communications, Inc

■ Challenges:

- ► Increase shopper-to-buyer conversion rates
- ► Increase value of an average online sale with greater personalization and more targeted marketing

■ Business Value:

- ▶ new level of functionality to target and personalize offerings
- ► Orders automatically relayed to fulfillment
- ► Quick development of catalogs and marketing campaigns
- ► Developed and deployed in 8 months by DCI's IT staff, in time for the holiday season



"WebSphere Commerce scales <u>way beyond our expectations</u>. It is stable and reliable. We're in great shape now to attack and accomplish our business objectives." -Skip Holbrook, Project Manager of E-commerce, Discovery Communications



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Flexible Pricing



Key Capabilities

Maintain pricing and terms separate from catalog

Sophisticated pricing based on buyer characteristics

Offer-based catalog pricing

- Member group pricing
- Allows customer-based vs. product-based discounting
- Quantity range based (minimum or maximum to be sold under this offer)
- Time-based offers
- Multiple price display (list price and "your" price, or "compare at" price)
- Manufacturer's rebates



Content Management



Key Capabilities

- ► End-to-end Content Management solution optimized for WebSphere Commerce customers
 - ► Automated web page creation & management
 - ► Ability to manage all site assets & site versioning
- ► Combines strengths of:
 - ► WebSphere Studio
 - ► WebSphere Catalog Manager
 - ► Key ISV Partners **Interwoven** and **Vignette**

Business Value

- Simplifies creation and management of information-rich catalogs
- ► Boosts productivity during catalog design, construction and maintenance





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Content Management: Proof Point



Lillian Vernon Online

- Challenge:
 - ▶ 51 year old multi-channel retailer harvesting the internet as their fastest growing sales channel
 - Need to coordinate online content with paper catalog
 - Scale back on costly paper catalogs in favor or web based sales
- Business Value:
 - ▶ 30% increase in holiday sales in 2001
 - ➤ Ability to present the complete Lillian Vernon catalog (1500 --> 6000 sku's)
 - ► Ability to sync catalog and webstore campaigns for maximum revenue value
 - Ability for real time sales analytics and business performance insight



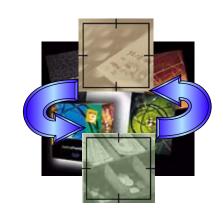




Supply Chain Management



- ➤ Ability to retrieve fulfillment/inventory information from back-end systems
- Seamless interfaces between inventory and fulfillment processes
 - ► Catalog Manager and Payment Manager
- Better administration of inventory and fulfillment systems
- Fully integrated with IBM middleware and integration tools



Business Value

- ▶ Real-time or near real-time inventory information enables more cost-effective movement of goods
- ▶ Shortened fulfillment cycles drive customer satisfaction
- Easy to use administration tools provide better business controls while saving time and resources

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Supply Chain Management: Proof Point



Recreational Equipment, Inc. (REI)

Challenge:

- ➤ Create flexible, feature-rich e-commerce platform to trigger repeat business and build customer loyalty by personalizing customers' Web shopping experience
- ▶ Integrate with legacy backend systems

Business Value:

- Seamless integration with multiple sales channels and backend inventory systems
- Orders from the Web now processed as seamlessly as those from retail or mail-order operations
- Simplified maintenance and increased customer loyalty and satisfaction









IBM: The Leader in e-Business Solutions



WebSphere Commerce

- LOB Ease-of-Use
- Customer Management
- Relationship Marketing
- Catalog Management
- Payments
- Order Management
- Business Intelligence

10x Faster Growth than Comp

WebSphere Application Server

■ Foundation for building or expanding a business on the Web

e-Business
Solutions

65% Market Share

WebSphere Business Integrator

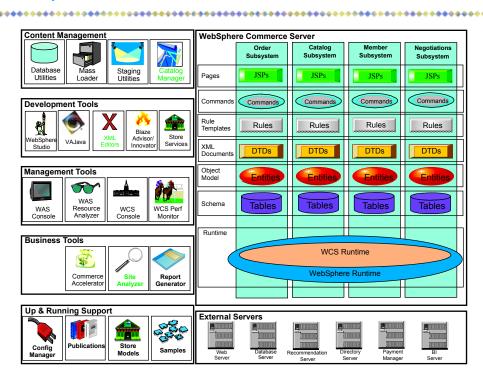
- MQ Series
- Integration of Internal and External Systems, Partners and Channels

IBW.

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WCS System Overview







WebSphere Commerce Version 5.4



WC Server

- WC Professional Entry Edition for iSeries (WCPEE)
- WC Professional Edition for iSeries (WCPE)
- WC Business Edition for iSeries (WCBE)

WC Studio

• WebSphere Commerce Studio Professional Developer Edition -create customized Java code and deployed to WC Pro Edition

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• WebSphere Commerce Studio Business Developer Edition -create customized Java code and deployed to WC Business Edition

Other Components

WebSphere Collaborative Profiles Commerce Edition



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WebSphere Commerce 5.4 (5733-WC5) - Product Offering



WebSphere Commerce Components

- WebSphere Commerce Server
- WebSphere Commerce Accelerator
- WebSphere Catalog Manager
- WebSphere Commerce Administration Console
- Product Advisor
- Blaze Rules Server and Blaze Innovator Runtime

WAS V4.0.2, Advanced Edition

IBM Developer Kit, Java Technology Edition 1.3.1

WebSphere Payment Manager 3.2.2

WebSphere Commerce Analyzer 5.4





WC Studio 5.4 - Workstation detail



WebSphere Commerce Studio package includes

- WebSphere Commerce V5.4 Server for Windows
 - -(used for development/test only)
- WebSphere Personalization, V3.5
- XML Tools
- VisualAge for Java Enterprise Edition V4
- WebSphere Studio Advanced Edition V4
 - ▶ includes
 - -Page Detailer
 - -WebArt Designer
 - AnimatedGif Designer
 - Applet Designer
 - -IBM Distributed Debugger





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The Next Generation of e-business Radically new ...requiring new business models... technology **Portals** e-marketplaces Voice Auctions Pervasive Personalization Trading Hubs Natural Language Recognition Internet Transaction Content Management **Services** ...while High transaction rates supporting New and existing systems Rapid application development Security, manageability Business Intelligence New devices, Multi-modal IBM @server iSeries

Start Simple Grow Fast... Portal Solutions WebSphere Commerce Suite WebSphere Portal Host **Grow Fast** Publisher or Web-Facing Server iSeries Access for the Web & 5250 Entry Level Entry Level Start Simple Commerce (ISV) Portal (ISV) ...Grow Fast Start Simple... WebSphere Portal Server Conet: you@web ■ Enable Ryte Consulting: iJet Portal Extend Server Experience