# RETAIL'S RESET MOMENT

PREPARING FOR THE OMNICHANNEL ERA



SPS COMMERCE

INFINITE RETAIL POWER™

## **TABLE OF CONTENTS**

Everyone's Talking About Omnichannel	2
Consumers' Expectations Are Driving Radical Changes	3
The Digital Consumer	4
Shopping Behavior Has Changed Forever	5
Your Consumers Are Calling The Shots	3
The Omnichannel Phenomenon	7
You Can't Ignore This Massive Impact On Your Bottom Line	3
The Solution	9
Sourcing	C
Item Management	1
Transactions	2
Analytics	3
Are You Ready?	4

This e-book is published by SPS Commerce, a leader in enterprise retail cloud services. Find more resources at www.spscommerce.com



@sps\_commerce



# EVERYONE'S TALKING ABOUT OMNICHANNEL

# RETAILERS AND SUPPLIERS MUST NOW CREATE A

#### CONSISTENT BRAND EXPERIENCE

ACROSS EVERY SHOPPING CHANNEL, WHETHER IN-STORE OR ONLINE



#### **CONSUMERS' EXPECTATIONS**

ARE DRIVING RADICAL CHANGES

#### TRADING PARTNERS MUST BE MORE







ABOUT THEIR CUSTOMERS TO WIN A NEW BREED OF SHOPPER.



#### THE DIGITAL CONSUMER























- Equipped with knowledge about competitors, pricing and products
- Expects immediate access to limitless options
- Demands speed and accuracy
- > Armed with the tools to buy anytime, anywhere

#### **SHOPPING BEHAVIOR**

HAS CHANGED FOREVER



#### MOBILE:

#### **POWER IN THEIR HANDS**

- Retailers and suppliers predict that
   10% of sales will come from mobile in 2014¹
- By 2017, 78MM shoppers will see and touch product in store, then search for better deals via mobile<sup>2</sup>



#### **SOCIAL MEDIA:**

#### SEEKING DEALS AND INFO

- Two-thirds of Facebook users like brand pages to receive offers<sup>3</sup>
- Social drives online AND in-store purchases — at equal rates



<sup>1.</sup> RSR Retail Insight Report: The Impact of Omni-Channel Trends for 2014 and Beyond, October 2013.

<sup>2.</sup> IDC Retail Insights, "Business Strategy: At Hand Versus In Hand," November 2012.

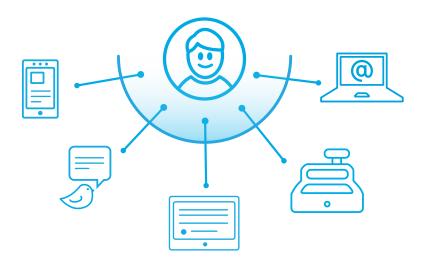
<sup>3.</sup> Vision Critical, "From Social to Sale," July 2013.

## **YOUR CONSUMERS**

ARE CALLING THE SHOTS

·:·:·:	THEY EXPECT IMMEDIATE AVAILABILITY	85%
	THEY EXPECT IMMEDIATE SHIPPING	85%
\$1	THEY EXPECT COMPETITIVE PRICING	82%
	THEY EXPECT MORE PRODUCT VARIETY	65%
	THEY EXPECT TO BUY ONLINE AND RETURN IN-STORE	60%

#### THE OMNICHANNEL PHENOMENON



Consumers research, compare prices and shop on different platforms, but expect your brand to deliver a seamless experience.



#### YOU CAN'T IGNORE THIS

MASSIVE IMPACT ON YOUR BOTTOM LINE

After the economy, consumer purchasing expectations are the biggest external force impacting retail businesses in the next five years.

THE GOOD NEWS?

47%
OF RETAILERS SAY MULTICHANNEL SHOPPERS ARE
MORE PROFITABLE
THAN SINGLE-CHANNEL\*

4. RSR, "Omni-Channel 2013: The Long Road to Adoption," 2013.



#### THE SOLUTION

# THE FOUR PILLARS OF OMNICHANNEL RETAIL... AND THRIVE IN OUR NEW CONSUMER-DRIVEN WORLD.













1

## **SOURCING**

RETAILERS AND SUPPLIERS
NEED TO QUICKLY

# FORM TRADING PARTNER RELATIONSHIPS

THAT ALLOW THEM TO DELIVER ON CUSTOMER DEMAND.







#### ITEM MANAGEMENT

TO WIN IN OMNICHANNEL
AND MEET CONSUMER DEMAND
FOR THE ENDLESS AISLE,
RETAILERS NEED

COMPREHENSIVE AND UP-TO-DATE PRODUCT INFORMATION

FROM THEIR SUPPLIERS.







## **TRANSACTIONS**

#### **ELECTRONIC, IMMEDIATE COMMUNICATION**

WITH TRADING PARTNERS IS PROVEN TO











## **ANALYTICS**



WITH CONSUMER BEHAVIOR
DRIVING YOUR BUSINESS,
REAL-TIME INSIGHT
INTO SALES AND
INVENTORY DATA
IS MORE CRITICAL THAN EVER.

#### ARE YOU READY FOR

#### THE ERA OF OMNICHANNEL?

# LEARN HOW TO BUIID A MORF NIMBLE SUPPLY CHAIN AND WIN WITH TODAY'S CONNECTED CONSUMER









Twitter MouTube in LinkedIn | P. 612-435-9400 | spscommerce.com

