

The Kroger Data Advantage



July 20th, 2018

We welcome your feedback at ItemMDMVIP@kro ger.com Please include the word 'newsletter' in your subject line.

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Questions on these topics or the data scorecard?

Webinar Dates

July 24th, 1pm-2pm July 26th, 2pm-3pm

Register Here

To Our Valued Suppliers

August VIP Release: Proposition 65

Proposition 65 requires businesses to provide warnings to Californians about significant exposures to chemicals that cause cancer, birth defects or other reproductive harm.

There are new regulations around labeling, signage, and product information that take effect August 30th, 2018. For these regulations, we are adding three new required attributes to VIP with the release on August 11th.

 Proposition 65 Eligible: Is your product eligible for Proposition 65 labeling/ warnings? This is a yes/ no question If a supplier answers yes to that question, they will need to answer the next two.

- Proposition 65 Warning Label: Does your product have a warning label for Prop 65 printed on the package? This is a yes/no question.
- Proposition 65 Warning Notice: Regardless of whether the warning is printed on the package or not, we need you to provide the exact warning for your product.

Please adhere to the formatting recommended by the Prop 65

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website (https:// www.p65warnings.ca.gov/ sample-warnings-andtranslations-businesses) and do not use the short form formatting. We will be using this warning online with the product in the future and want to make sure we have the full details.

If Prop 65 does not apply to your product, answer no to the first question and move on. This will be a required attribute for all sellable units, regardless of department or class.

For questions, please contact the Supplier Engagement Helpline at 844-277-6165, option 1

	o question.	
Ref #	Kroger Business Attribute Name	Business Definition
4056	Proposition 65 Eligible (https:// oehha.ca.gov/proposition-65/ proposition-65-list)	Does this product require a warning label pursuant to the State of California's Proposition 65? (https://oehha.ca.gov/ proposition-65/proposition-65-list)
4057	Proposition 65 Warning Label	Is the State of California Proposition 65 warning label on the product or package?
4058	Proposition 65 Warning Notice	Please identify the Proposition 65 warning that should be used for your product.

Marketing Message

As we move forward with more and more of a digital presence, one of the key attributes to share online is the Marketing Message (may also be referred to as romance copy) because it tells the story about the product. We'd like to provide some guidelines to craft a good message.

Make sure the Marketing Mes-

sage is updated in GDSN/VIP

with the latest and greatest version. It should be 2-3 sentences long or about 300-400 characters about the product. This should give customers a quick glance of the key features and benefits of the product and not be about the brand or manufacturer. The Marketing Message should be most similar to the long description on the packaging/label and should appear as close as possible to what is on the package so that there is not a disconnect between messages to the consumer. It should exclude the brand website, phone number, and address.

The most important thing about the Marketing Message is that it should be about the specific item and not about the overall brand.

2pm	Consumer Unit Item Description	Marketing Message	Ex.
3nm	OYSTER CUP	OYSTER CUP	Bad
Spin	12 OZ BEEF GRAVY	Kroger	Bad
lere	28 OZ COCOA CRUNCHIES CEREAL	"KROGER"	Bad
	KRO MARSCHNO CHRS W STEM	Red Whole Cherries are produced from light, sweet cherries that have been harvested, cleaned, and placed in a brine solution. After brining, the cherries are sorted by size and pitted, if required, then packed into jars, along with flavored syrup. The product is vacuum sealed and pasteurized to ensure the safety of the finished product.	Good



Simple Truth Organic Strawberry Fruit Spread



Kroger Vanilla Ice Cream

A good description tells the customer the basics about the product, whether spelled out or abbreviated.



KRO OF 100% WHL GRN OATS

Item Descriptions

Within the Vendor Item Portal, there are two key fields that drive description, Ecommerce Description (Product Description in GDSN) and Consumer Unit Item Description (or Dispatch Unit Item Description on the case). Each of these have a key role downstream and there are best practices for each listed below.

E-Commerce Description (Product Description)

The E-commerce Description should accurately describe the product for online channels. The ideal length is between 20-40 characters with a maximum length of 100 characters.

Avoid special characters aside from the ampersand (&), trademarks, or apostrophes. Do not include bonus offers like 25% more free. Make sure to capitalize using Camel Casing: <u>Each</u> <u>Word in the Description is</u> <u>Capitalized (excluding the</u> words the, in, with, and, for).

For products with a longer description, the general structure is: Brand > Product Line(s) > Important Descriptor (if applicable) > Flavor and/or Product.

Correct Example: Simple Truth Organic Strawberry Fruit Spread The E-commerce Description is also known by the product name to our digital team, so you may hear requests to improve the product name as well as e-commerce description.

Incorrect Example: Fruit Spread Strawberry Organic Simple Truth

For products with a shorter description, the general structure is: Brand > Flavor and/or Product

Correct Example: Kroger Vanilla Ice Cream

Incorrect Example: Kroger Ice Cream Vanilla



 Kroger Selects Chicken Apple Sausage Egg & Cheese Croissant

 9.82 oz

 UPC: 0001111087024

 Select a store to view price

 Add to List

Consumer Unit Item Description (Dispatch Unit Item Description on the case)

The Consumer Unit Item Description is required at every level of the hierarchy flagged as a consumer unit and the Dispatch Unit Item Description is required at every level marked as a dispatch. The Consumer Unit Item Description should describe the product for shelf tags, and there is a 25 character limit, so use logical abbreviations. Other important guidelines are that display items should include the display type (ie. PLLT for pallet), all caps are permitted, and spaces count for number of characters. DO NOT include net content as this comes from another field.

The general structure is: Brand > Sub Brand (if present) > Count in the package (if relevant) > Important Descriptor > Product Correct Example: KRO OF 100% WHL GRN OATS

Incorrect Example: KRO OTS

Correct Example: MIKE'S 6 CT BUTTER POPCORN

Incorrect Example: MIKE'S BEST POPCORN BUTTER TOPPED WITH THE FRESH-EST INGREDIENTS EVER

How the Kroger Family of Brands Uses Your Data

MDM (Master Data Management) is a robust database that receives all of the items submitted into the Vendor Item Portal (VIP). It averages 2000 messages per day, 14K per week and has over 565,000 GTINs in MDM loaded from VIP!! So what do we do with all this data?

We use it in E-Commerce channels.

 Images, Nutrifacts, and Ingredient Statements are found on ClickList.

 Lifestyle and health drivers like Gluten Free/ Organic/Non-GMO/Live Naturally are indicated on the page where applicable. Item Dimensions and weights are used in ClickList operations.

We use it on Shelf-tags, Digital Shelf Edge, and In Store.

 Lifestyle and health drivers like Gluten Free/ Organic/Non-GMO/Live Naturally flow directly from MDM to tags in store

 $\diamond~$ Images for Kompass and shelf tags

♦ WIC designation flows from MDM to stores

♦ There are certain attributes that drive item hierarchy within the store. For example, Wild-Caught vs. Farm-Raised seafood or USDA Grade for choice, select, and prime. Allergens provided in VIP flow to the scale labels on in store made and packaged items.

We identify key Ingredients for merchandising teams so they can make business decisions. Some examples are partially hydrogenated oils (PHOs), azodicarbonamide (ADA), and trans-fat.

Keeping supplier contact information (Name, Phone #, and Email) is key to receiving communications such as this newsletter!

- <section-header>
- * Primary Contact Name

* Primary Contact Email

ann.korte@kroger.com

513-555-1234

Ann Korte

* Primary Contact Phone



What's the difference between a GTIN and a UPC?

The Global Trade Identification Number (GTIN) is a globally unique 14-digit number used to identify trade items, products, or services. The GTIN is made up of your GS1 Company Prefix (which can be anywhere from 6 to 10 digits) and the number that you have assigned to that unique product, plus a check digit calculated from the previous 13 digits. The GTIN can refer to any level of the hierarchy.

The Universal Product Code (UPC)is also known as a GS1-12, or UPC-A code, and is 12 digits long. It mirrors the GTIN by also including the GS1 Company Prefix and the number that you have assigned to that unique product, plus the check digit. The first two leading zeroes are removed from the GTIN to form the UPC. The UPC refers only to the consumer level of the hierarchy. It's usually recognized as the number portion on a scannable barcode, as you see to the right.



Company Prefix Item Reference Check Digit Global Trade Item Number (GTIN)



The Kroger Company

1014 Vine St. Cincinnati, OH 45202 Phone: 844-277-6165, option 1 Email: ItemMDMVIP@kroger.com

Accurate and complete data, in a timely manner, is our goal!



VIP Update

For the August release (8/11/18) we will start making the Attribute Spreadsheet available outside of the Vendor Item Portal once again. It will be found on the Kroger landing page (<u>https://www.1worldsync.com/</u> <u>community/customers/kroger/</u>) under Quick Links on the right hand side of the page, about half way down. For the time being, we will also keep it as a link inside VIP, which will redirect to the external link. This should make it easier to use as a reference document without having to log in to VIP.

How to Corner – Division Request vs. Corporate Request

Have you been asked by a category manager (CM) to send submit an item as a corporate request, and you don't see it as an option in VIP?

The item submission reason codes are designed to indicate the reason for being of an item—pack change, add division, etc. They help drive how an item is received by the CM, and some of it is happening in the background!

A CM only sees two options for submission, division request or corporate request because they indicate who should be reviewing the item, the division person or the corporate person.

The reason codes in VIP are triggering other things within the front end item setup application (Venus) for the CM. For example, the pack change will open up the change tab on the CM's side with the old and new pack displayed as well as the old and new case GTIN.

The best rule of thumb is that if a division person makes the request, and it's only going to one division, select 'division request' as the item submission reason code in VIP. This sends it to Venus as a division request. <u>All</u> other item submission reason codes go to Venus as a corporate request.

Request Type

It's still important to select the right reason code to drive the other things happening in the background, but this way you will understand when a CM asks for a corporate request.

This also holds true for 'division request' vs. 'add division.' The division request is intended for a division person and can only have one division with it. Add division is a request from the corporate CM and can have multiple divisions attached at the same time, based on what they request. Venus

DIV COR DIV

DIVISION REQUEST

REUSABLE SHIPPER ADD DIVISION PACK CHANGE SIZE CHANGE SIZE CHANGE CASE GTIN CHANGE ONLY KROGER NET CONTENT CHANGE NO NEW GTIN DISTRIBUTOR CHANGE CATALOG CHANGE DESCRIPTION CHANGE ONLY BRAND NAME CHANGE CORPORATE BRANDS SUPPLIER CHANGE FORMULATION CHANGE W/CONSUMER GTIN CHANGE CUSTOMER REQUEST SOURCE TRANSFER MANUFACTURER BUYOUT 3RD PARTY PALLET ITEM CONTAIN SETUP ONLY PACK CHANGE CORRECTION (WITHOUT GTIN CHANGE) DIMENSION CHANGE

VIP

Any questions on this or any other topic in the newsletter, please email the SEG team at ItemMDMVIP@kroger.com Please include the word 'newsletter' in your subject line.