

The Perfect Fit: Racking Up New Sales with SAP Commerce for B2C Shopping Kevin McNall, Director – Digital Projects & Practices, Rack Room Shoes Session ID #ASUG83152



May 7 – 9, 2019

About the Speakers

Kevin McNall

- Director Digital Projects & Practices, Rack Room Shoes
 - Responsible for mapping digital capabilities to strategic priorities that drive sales and profitability for the corporation.
- eCommerce and web technology professional with over 25 years of experience with brands like:
 - Shoes.com
 - Famous Footwear
 - Naturalizer
- Coffee lover, Survivor TV series fan

Jeff Eberhart

- Global Director SAP C/4HANA Practice, Birlasoft
- Birlasoft Practice leader with over 25 years of consulting services and software sales experience.
 - Focused on delivering SAP C/4HANA Commerce strategies and digital solutions that transform businesses and establish a foundation for future growth.
 - Mountain Biking Enthusiast

Agenda

- About Rack Room Shoes
- About Birlasoft
- Strategic Challenges in Today's Digital Economy
- Project Highlights & Summary
 - History
 - Challenges
 - Business Case Requirements
 - Solution
 - Outcomes
- Mobile First & Best In Class Experience
- Solution Stack
- Infrastructure Architecture
- Future Plans & Innovations that Excite



THE DEICHMANN GROUP

It began with one shop...

It started in 1913 in the heart of Germany's Ruhr district, when Heinrich Deichmann, born in 1888, opened a cobblers' shop and ran it with his wife Julie. Two generations and over a century later, the company has developed into Europe's market leader. Deichmann is currently active in 26 countries with over 4,000 stores, employs 40,000+ people and has sold over 178 million pairs of shoes in 2018.

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 SHOES SOLD





Rack Room Shoes is the trusted **FAMILY FOOTWEAR** retailer of choice.

440+ stores In 33 States More than 4,000 employees 10M+ Rewards Members

Offers over 200 National brands including: Adidas, Nike, Puma, Skechers, G by Guess, Madden Girl

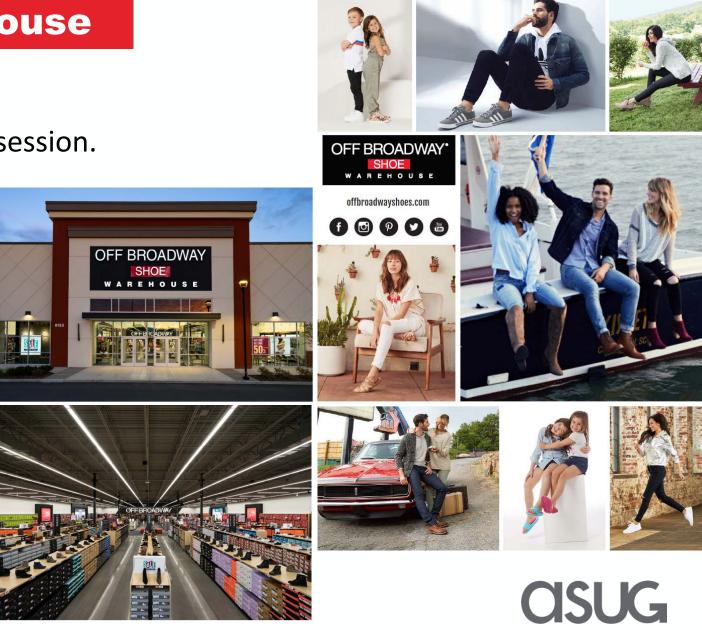


Off Broadway Shoe Warehouse

Off Broadway is about **fashion**. It's about **self-expression** and style obsession.

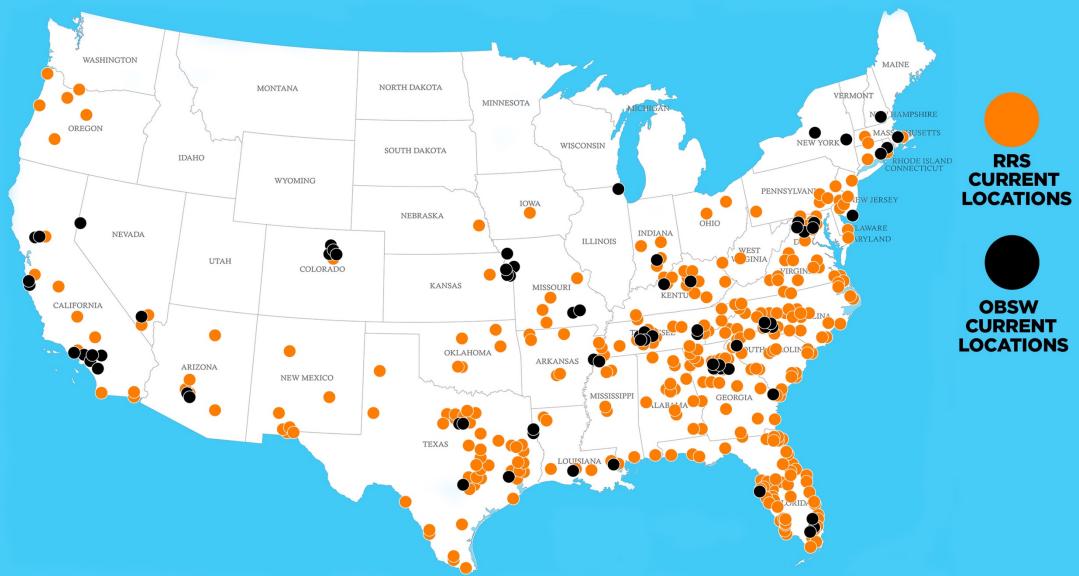
70+ large format storesIn 24 States1,300+ employees5M+ Rewards Members

Offers over 400 National brands including: Adidas, Nike, Vans, Puma Steve Madden, Anne Klein, Birkenstock





COMPANY GROWTH



Enterprise to the Power of Digital[™]

birlasoft with the IT edge of KPIT

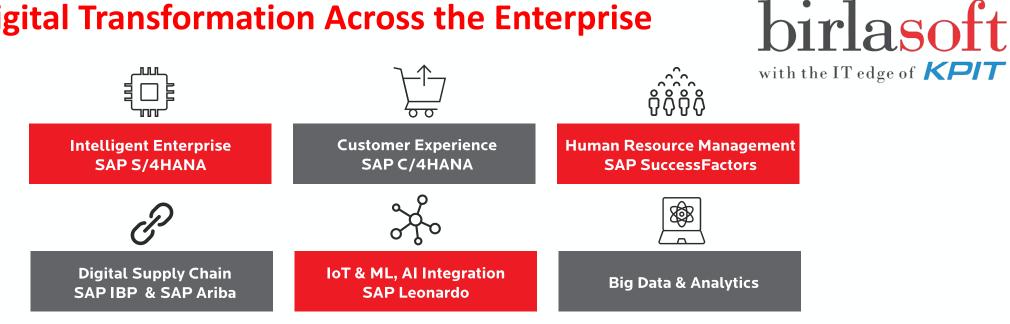
KPIT IT Services business has merged with Birlasoft Forming a leading \$500M publicly listed Enterprise Digital and IT Services company

10,000+ Engineers across 5 Continents

Part of the \$2B CK Birla Group spanning a 150 Year Legacy

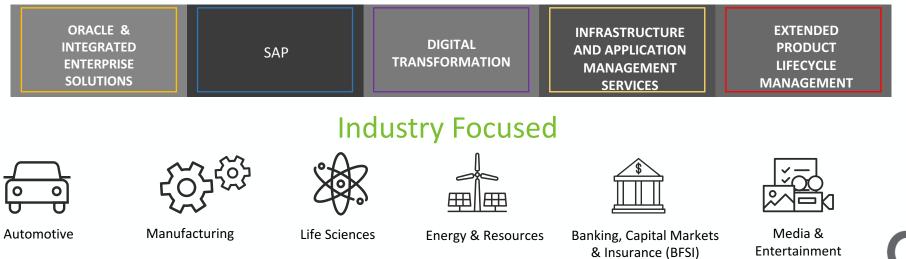


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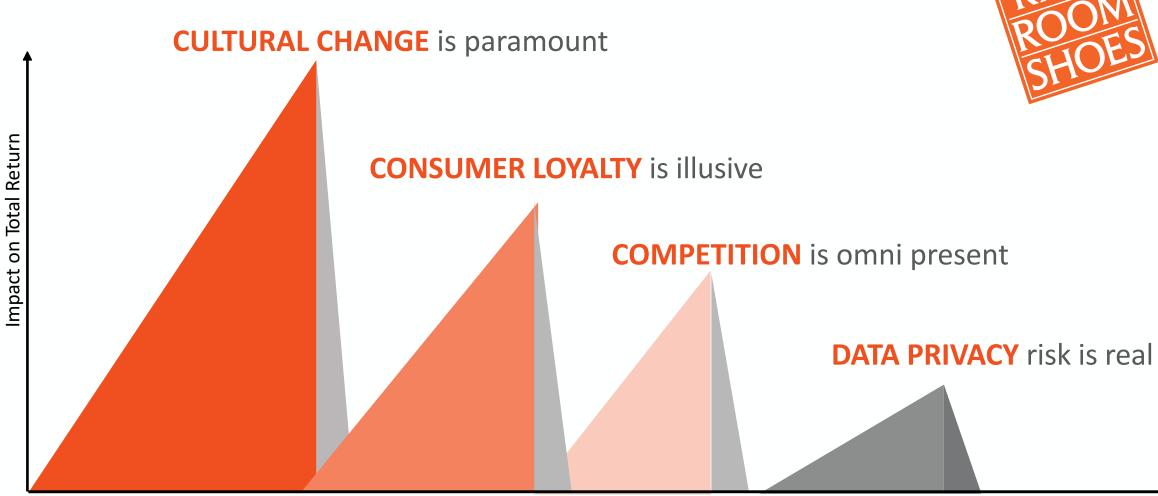
Leading Digital Transformation Across the Enterprise

Focused Horizontals and Deep Domain Expertise



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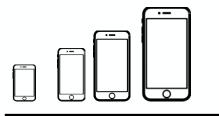
Strategic Challenges in Today's Digital Economy





Change is Happening Fast





1.5 billion new smartphones sold in 2017

-Statistica, 2018



eCommerce sales grew 24.8 percent in 2017

-Statistica, 2018



Parcel shipment volume grew 48% from 2014 to 2016

- Source: Pitney Bowes, 2017, 12 global markets)





Consumers are Hard to Engage

91%

of online ads are ignored or viewed for < 1 sec.

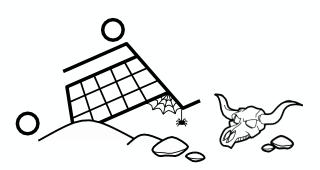
Source: Marketing Week

81%

of consumers do their own research online before buying

Source: Minewhat.com

RACK ROOM SHOES



60%

of consumers abandoned a purchase due to a poor shopping experience

Source: American Express Global Barometer



And Tactical Challenges Must be Overcome...





Personalization & Engagement



Mobile First



Site Speed



Project Highlights & Summary



History

- Launched OB website in Q4 2013, RR website in Q4 2014
- Inherited Hybris 4.x codebase + decision to go fully responsive
- Transactional but not efficient, conversion rates not where we wanted

Challenges

- Improving Customer Shopping Experience
- Complex Integrations & Latency
- High Support & Maintenance costs



Business Case Requirements



Leverage Out-of-the-Box Functionality



Mobile First

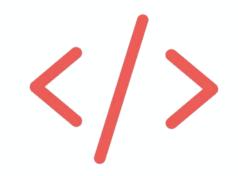


Buy Online Pickup In Store (BOPUIS)





Best-in-Class Search



Low Custom Code





Project Highlights & Summary



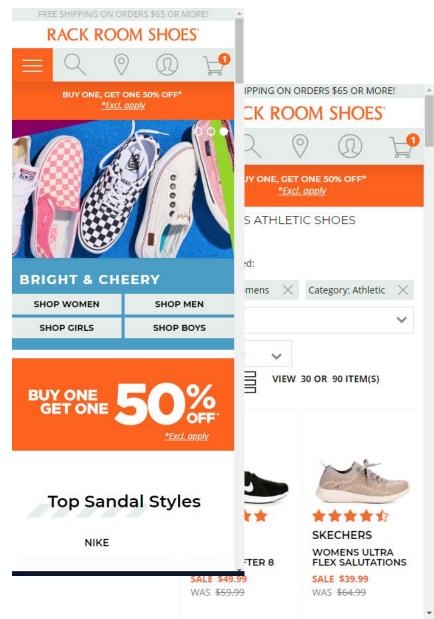
Solution

- Rebuild SAP Hybris B2C Commerce & CX Optimization
- 2 branded storefronts with backend systems integration
- Streamline performance and integration

Outcomes

- Improve customer shopping experiences
- Increase cart conversion, AOV & revenue
- Reduce costs to support and maintain multiple sites
- Be able to use more OOTB features

Mobile First Importance





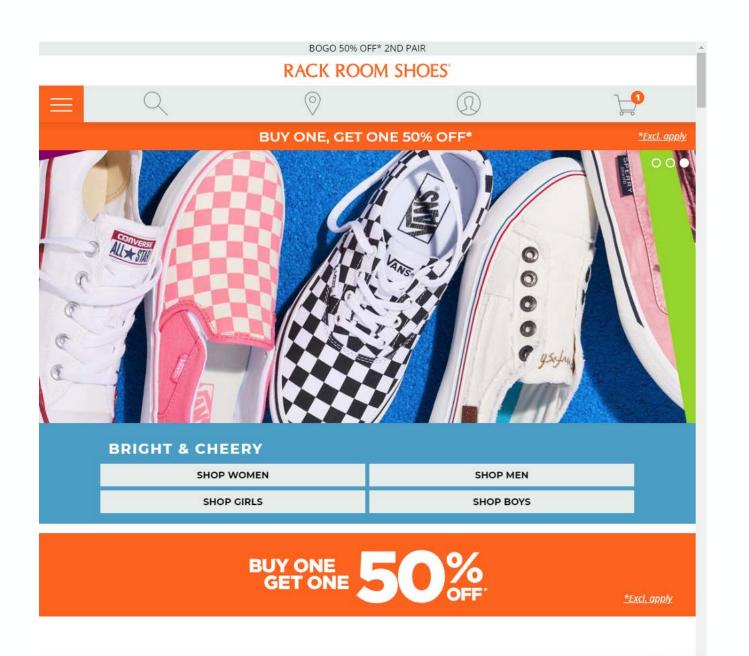
- 70% of RRS Traffic Coming From Mobile
- Mobile First Strategy Imperative
- Deployed Responsive Storefronts
- Consistent page rendering across Mobile, Tablet, Desktop & Ultrawide Screens





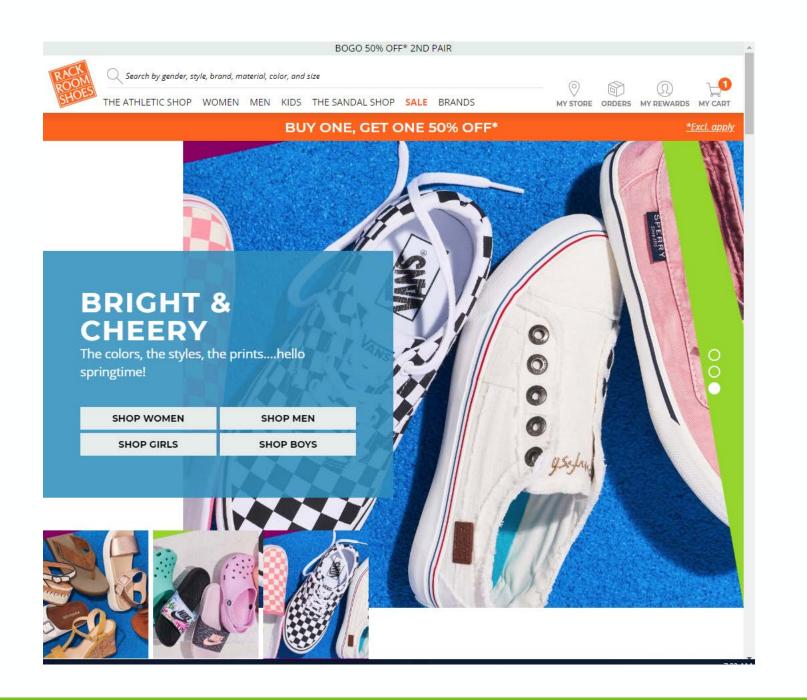






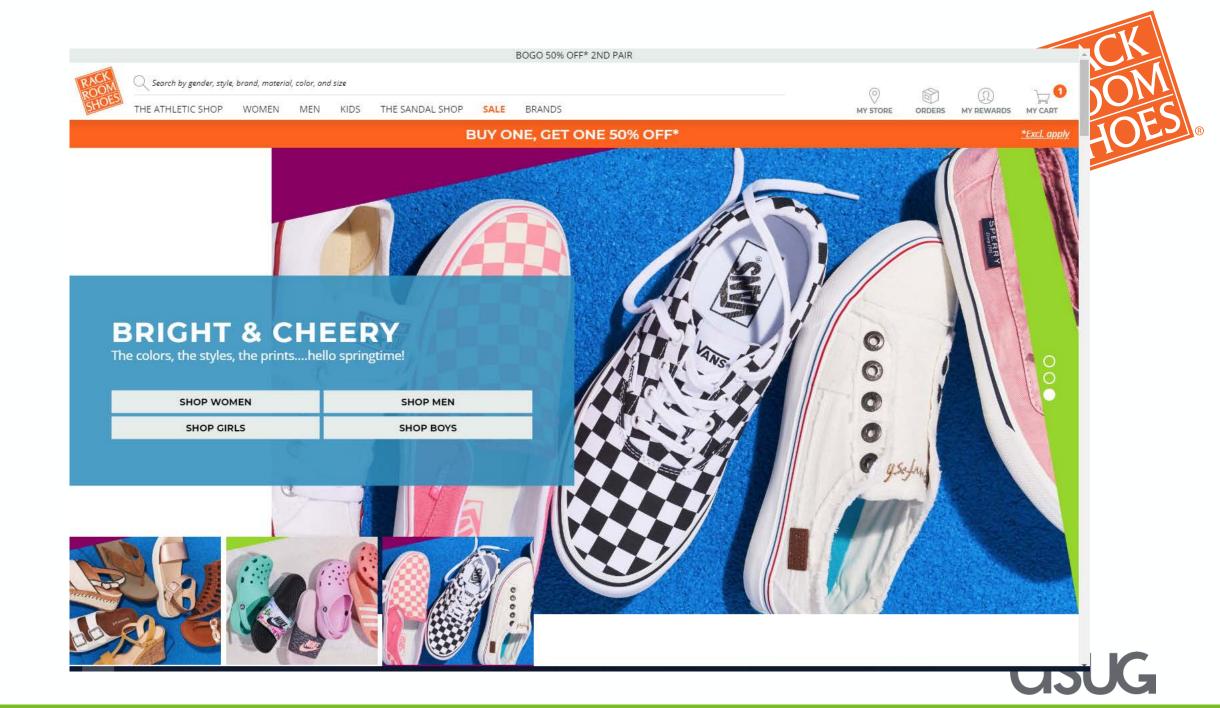


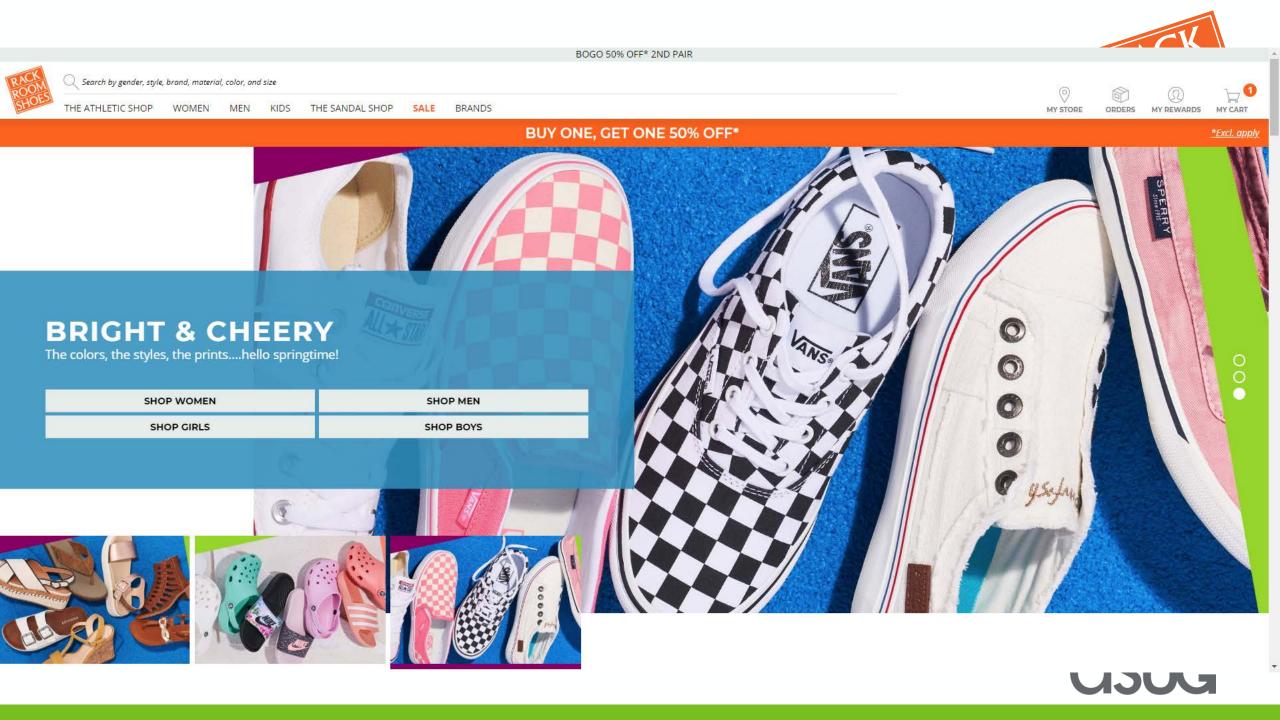
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Best In Class Search

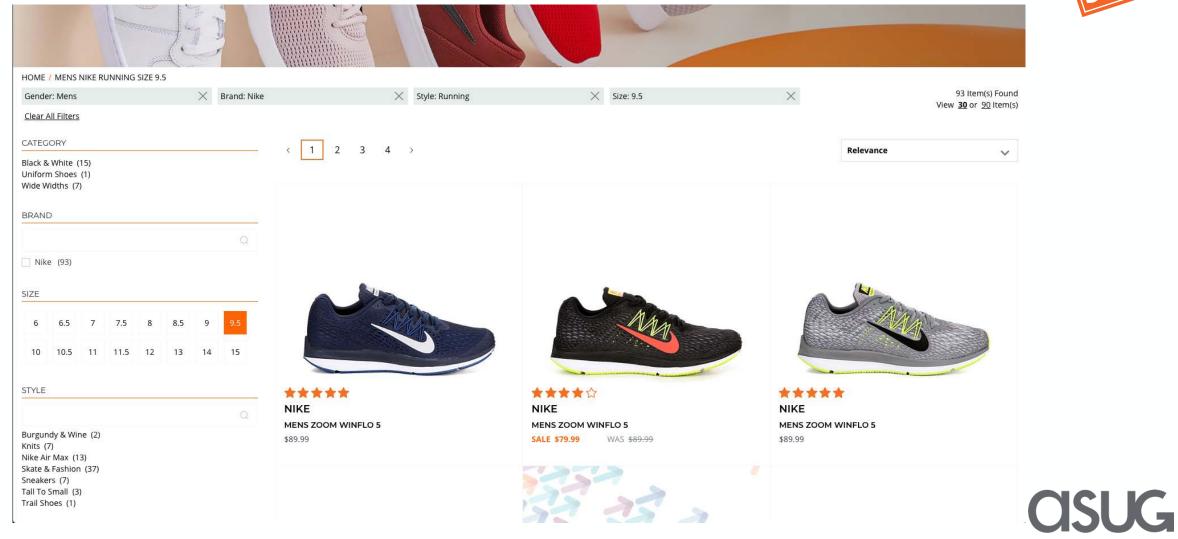
RACK ROOM SHOES SHOES

Term: Womens Brown Boots Under 50

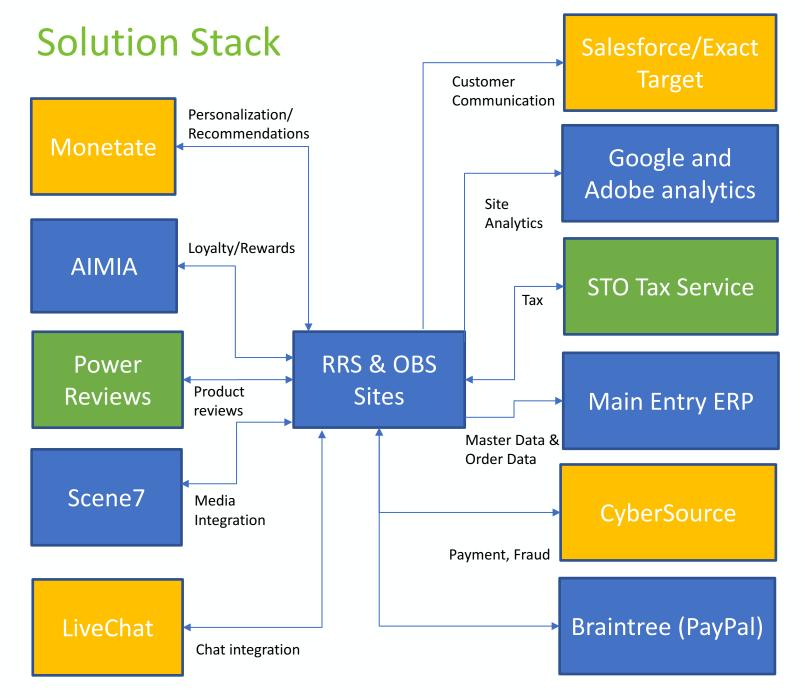
Search by gender, style, brand,	. material, color, and size				
THE ATHLETIC SHOP THE BOOT SHOP WOMEN MEN KIDS ACCESSORIES SALE BRANDS				MY STORE ORDERS MY REWARDS MY CART	
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Best In Class Search

Term: Mens Nike Running Size 9.5





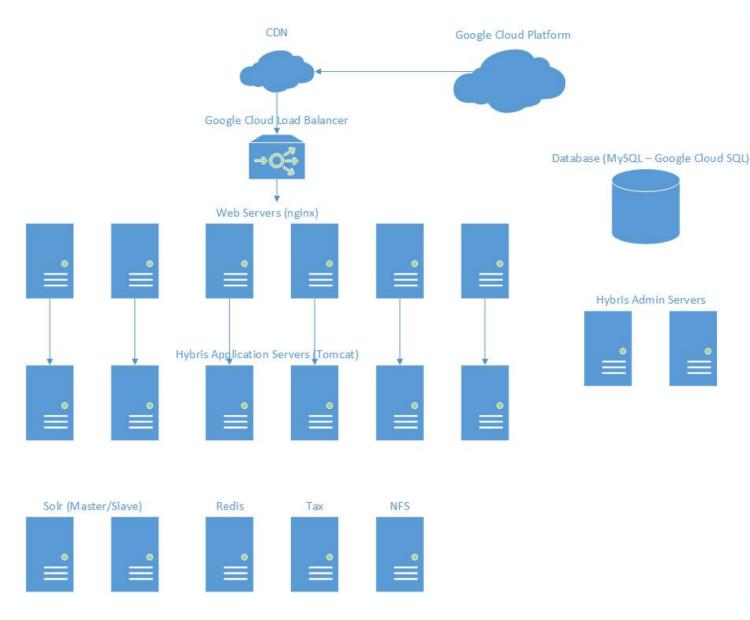




Key Components

- Hybris B2C Commerce Platform on 6.3
- Customer Data Migration from 5.x to 6.3
- 2 Fully Responsive storefronts
- Omnichannel/BOPIS Integration
- CyberSource Payment, Fraud Prevention
- Braintree Payment (PayPal)
- Loqate Address Verification Integration
- **STO** Tax Integration
- Power Reviews Integration
- AIMIA Loyalty Integration
- Monetate Recommendations Integration
- Google & Adobe Analytics Integration
- Google Maps Store Locator Implementation
- Scene7 Digital Asset Management Integration
- Integration to Home Grown ERP
- FedEx Tracking Integration
- SFMC Integration for Transactional Emails
- Foresee customer survey/feedback

Infrastructure Architecture



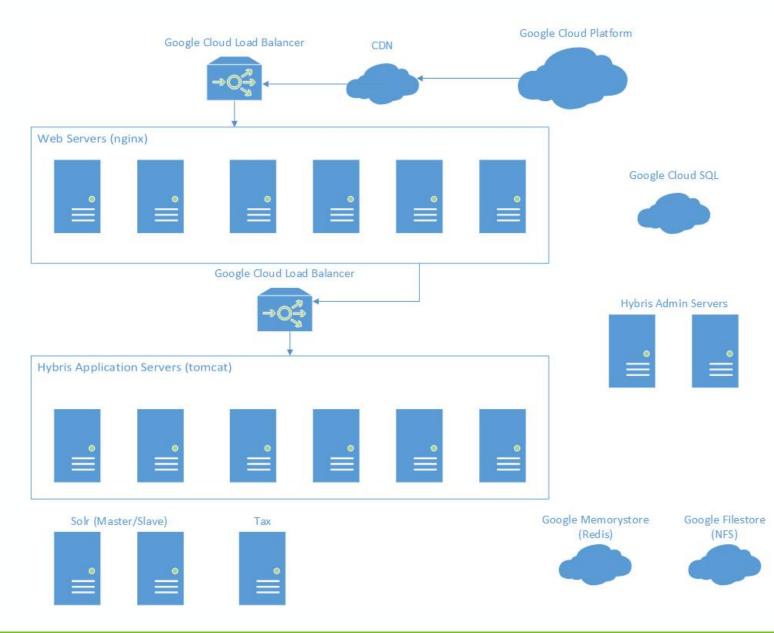


Key Features/Capabilities:

- Extremely fast hardware and networking
- Ability to do unobstructed server maintenance as well as rolling deployments
- Grow the server footprint in minutes if necessary
- Accessible sessions across all servers (No more sticky sessions)
- HTTP/2 Support

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Infrastructure Architecture v2





MSIG

Key Features/Capabilities:

- Elasticity (auto scaled)
- Leverage Managed Offerings from Google Cloud Platform

Future Plans - Innovations that Excite



- Native mobile app leveraging latest Hybris innovations
- Seamless online/offline shopping experience
- In-store beacons to enhance shopping experience
- Google Machine Learning API's for image and search enhancements
- Elastic load balancing self-managing current to future load



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K,

Presentation Materials

Access the slides from 2019 ASUG Annual Conference here: <u>http://info.asug.com/2019-ac-slides</u>





For questions after this session, contact us at Kevin McNall, Rack Room Shoes <u>Kevin.McNall@rackroom.com</u> and Jeff Eberhart, Birlasoft <u>Jeff.Eberhart@birlasoft.com</u>



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