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29 May 2007

To All Kmart Suppliers

Attention: The National Account Manager for Kmart

Dear Sir/Madam

Supplier Update No. 2— May 2007 – Multi style pack orders & New store 8212

Please refer to the following changes to Kmart's purchase orders for Style Packs and the contact details for new New Zealand store 8212.

Please ensure these important changes are communicated to all areas within your business, for example Sales, Customer Service, Accounts, Distribution, etc.

Information that has changed since the last update is highlighted in yellow.

1. Multi Style Pack orders

Kmart has introduced changes to its Purchase order system, effective from 26th May 2007, to allow for multiple Style packs to be included on the same purchase order for the same delivery date. Previously only one Style Pack per Purchase order was allowed.

The benefit of this change will allow all colours in the style to be included on the same order as separate style packs, resulting in a reduction in the number of purchase orders issued.

Suppliers must continue to deliver all style packs contained on the order by the nominated Consolidator delivery date as shown on the Purchase order.

Carton markings

Continue to mark cartons as per the current requirements for Style Pack orders. This is, display the Style Pack number and the style pack contents in a separate carton label.

2. New stores opening during 2007

Store 8212 Albany, New Zealand—New store – contact details

Opening date	The proposed opening date is end of August 2007
Store trading address	The proposed store trading address is: Kmart Albany, Store 8212 Albany Mega Centre Don McKinnon Drive Albany, North Island New Zealand
Opening orders date	Opening orders for the store have been placed.
Operational handover date	Operational handover for the store will be Monday 2 nd July 2007.
Direct to store deliveries	New Zealand suppliers are required to deliver to the following temporary delivery address up to Friday 29 th June. Deliveries direct to the store may commence from Monday 2 nd July 2007.

Temporary delivery address

The temporary delivery address for direct to store New Zealand suppliers will be:
Kmart Albany, Store 8212
C/o Kmart DC
17 Mayo Rd
Wiri, Auckland, New Zealand
Contact: Shirley (Booking Office, ph: 09-2796198)

Store phone number

The temporary store phone number until the store opening date will be 09 4141116.
The store phone number for trade & business after the store opens will be 09 448 0840.

RPO and Vendor Managed Suppliers

Please deliver per the following guidelines to allow Merchandisers to stock display units which will be delivered with the store's fittings.

RPO Cross Dock suppliers deliver stock into respective Cross Docks / Auckland DC 5 weeks prior to the new store opening date.

Direct to store suppliers, deliver to the store 3 weeks prior to the opening date.

Vendor Managed suppliers, deliver per the delivery window displayed on the Purchase order.

Further information

Should you require further information concerning deliveries to Ipswich please contact either of the following Kmart Inventory team members:

- Soft Lines contact—Natalie McKinlay:
 - phone (03) 9829 6617
 - e-mail Natalie.Mckinlay@kmart.com.au
- Hard Lines contact—Gareth McCollum:
 - phone (03) 9829 4291
 - e-mail Gareth.McCollum@kmart.com.au

We will advise further details relating to the new store as details become available.

Thank you
Regards

Peter English

Kmart Merchandise Support.