

New World Summary

Warehouse storage configuration prior to New World:

- 15,400 carton storage pick faces
 - o 10,800 carton pick module: accessible on foot
 - o 4,600 carton VNA: required cherry picker
- 238,000 unit GOH capacity
 - o Used primarily for storage of prior season inventory, not for picking
- 4,600 pallet storage locations
- 495 pack and hold pallet storage locations (located in middle of warehouse)
- Case-flow pick area was shared space in the pick module which required a cherry picker to stage product

Improvements made during 9-month construction project:

- Converted majority of existing pick module from carton pick to GOH pick
- Built additional 14,000 square feet of mezzanine
- Installed over 13 miles of GOH storage rails
- Installed over 3 miles of speed rail
- Built dedicated, ground floor, case-flow pick area
- Relocated 67% of pallet racking
- Relocated all packing and VAS areas
- Relocated shipping pallet build and pallet storage areas
- Relocated fork lift charging stations
- 40,000 SqFt of drop ceiling
- 425 8' LED light fixtures
- 4,566 seismic anchors
- Removed 1,029' of conveyor
- Moved 230' of conveyor

Result:

- 1,085 carton storage pick faces, all accessible on foot with speed rail.
- 1,750,000 unit GOH capacity
- 4,300 pallet storage locations
- 495 pack and hold pallet storage locations (now located on dock, directly in front of doors)
- Case-flow pick area is dedicated space which requires no powered equipment to stage product
- 14% increase in overall unit storage capacity of warehouse

Completion Schedule:

- 8/16/2016: Existing lower level: (188,000 GOH units)
- 10/5/2016: Existing upper level: (374,000 GOH units)
- 12/28/2016: G14: (550,000 GOH units)
- 3/2/2017: G11: (292,000 GOH units)
- 4/7/2017: G21: (342,000 GOH units)