FULFILMENT by amazon

Looking back at your 2010 FBA Performance

www.fba.amazon.co.uk

Agenda



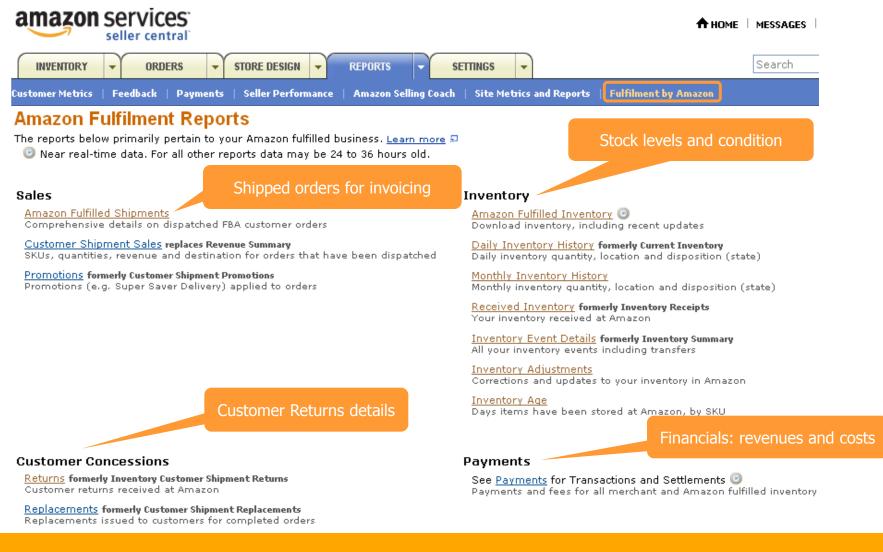
Have you ever found it hard to track your FBA inventory, sales and costs? Do you know how you did in 2010?

- Checking your FBA inventory
- Checking your financials
- Checking your sales performance
- FBA News
- References and Q&A

Checking your FBA Inventory



The best place to get a complete look at the state of your FBA stock is in the **FBA Reports**:



Checking your FBA Inventory – Stock Levels



Let's look at the **'Amazon Fulfilled Inventory**' report to see your near real time stock levels:

Amazon Fulfilled Inventory Download inventory, including recent updates Daily Inventory History formerly Current Inventory Daily inventory quantity, location and disposition (state) Monthly Inventory History Monthly inventory quantity, location and disposition (state) Received Inventory formerly Inventory Receipts Your inventory received at Amazon Inventory Event Details formerly Inventory Summary All your inventory events including transfers

<u>Inventory Adjustments</u> Corrections and updates to your inventory in Amazon

Inventory Age

Days items have been stored at Amazon, by SKU

	А	В	С	D	E	F
1	seller-sku	fulfillment-channel-sku	asin	condition	Warehouse-	Quantity Available
2	а	B001	B001	NewItem	SELLABLE	119
3	b	B002	B002	NewItem	SELLABLE	155
4	с	B003	B003	NewItem	UNSELLABLE	1
5	d	B004	B004	NewItem		0

Checking your FBA inventory - Age



If you want to have a more sophisticated approach at checking your stock, and making decisions on what items to replenish for 2011, then you should use the **'Inventory Age'** report:

	A	В	С	D	E	F	G	Н		J	K	L		M
1	snap:💌	fnsk 💌	sku (produc 	💌 disposi 💌	0-30-da 💌	31-60-d 💌	61-90-c 💌	91-120-	121-15	151-18(🔻	181-plus-da	ay 🖵	total-q 💌
2	2010-07	B001E	test115	Beauty	SELLABLE	1	0	0	0	0	C		282	283
3	2010-07	B002Y	test138	Mini	SELLABLE	0	0	0	0	0	0		36	36
1	2010-07	BOOOK	test1	10x25	SELLABLE	0	38	0	0	0	0		0	38
5	2010-07	8000K	test2	Blue	SELLABLE	1	51	0	0	0	0		0	52
5	2010-07	B001I	test3	Advand	ed SELLABLE	0	0	0	9	18	0		0	27
7	2010-07	B001	test4	Sungla	se SELLABLE	47	0	0	0	0	0		0	47
						1								
										S	o is proba	s item didn ably not sui	itable	for FBA
										S	o is proba		itable	for FBA
						em is sellin Is regular				S	o is proba	ably not sui	itable	for FE

Think of ways to shift the stock which did not sell well over Christmas or 2010, and focus on replenishing the fastest-selling items to boost your FBA performance

Checking your FBA inventory – Customer returns



We know that there are a lot of customer returns after Christmas. You can check those in the **Customer Returns** report. This could give you clues about problematic items in your FBA stock:

Customer Concessions

Returns formerly Inventory Customer Shipment Returns Customer returns received at Amazon

	А	В	С	D	E	F	G	Н	I	J	К
1	return-date	order-id	sku	asin	fnsku	product-name	quantity	fulfillment-center	detailed-dispos	reason	
2	2010-12-08T21	202-6528682-	gisu	B000	B000	Shocking Lighte	1	EDI2	SELLABLE	UNWANTE	D_ITEM
3	2010-12-08T21	202-6528682-	gisu	B000	B000	Shocking Lighte	1	EDI2	SELLABLE	UNWANTE	D_ITEM
4	2010-12-08T20	202-8305667-	NX	B003	B003	Advanced Ab G	1	EDI2	DEFECTIVE	DEFECTIVE	
5	2010-12-08T20	203-2041817-	9Y	B002	B002	Purple Sparkle	1	EDI2	CARRIER_DAMA	NO_REASO	ON_GIVEN
6	2010-12-08T18	202-0450959-	0	B001	X000	Fan Heater wit	1	EDI2	DEFECTIVE	DEFECTIVE	

- If the item is sellable, it is put back for sale in your stock

- If it has been damaged by Amazon or its carrier, we refund both you and the buyer and will remove the unit from your stock

- If it has been damaged by the buyer, or is defective, it is put back in your stock as 'unfulfillable'

FBA fees are not refundable in any case

See <u>FBA Manual 7.5</u> for details

Checking your FBA inventory – Customer returns



Transactions Appearing in your account for different scenarios :		
SELLABLE, UNWANTED ITEM REFUND CASE		
Product charges		
Art Academy: Learn Painting and Drawing Techniques with Step-by-Step Training (Nintendo DS)	Qty: 1	£-18.87
Amazon fees		
Commission:		£2.83
Refund commission:		£-0.57
Transaction Total		£-16.61

Items 1 to 3 AMAZON/CARRIER DAMAGED REFUND CASE												
<u>Date</u>	Transaction type	Order ID	Product Details	Total product charges	Total promotional rebates	Amazon fees	Other	Total				
6 Aug 2010	Other	026-72		£0.00	£0.00	£0.00	£14.99	<u>£14.99</u>				
6 Aug 2010	Refund	026-72	Datel Essential Power: Battery Duo Pack	£-14.99	£0.00	£1.80	£0.00	<u>£-13.19</u>				
23 Jul 2010	Order Payment	026-72	Datel Essential Power: Battery Duo Pack	£14.99	£0.00	£-2.60	£0.00	<u>£12.39</u>				

Checking your FBA inventory – Shipped Orders



You can see all your FBA shipped orders in the 'Amazon Fulfilled Shipments' report:

Sales

<u>Amazon Fulfilled Shipments</u> Comprehensive details on dispatched FBA customer orders

<u>Customer Shipment Sales</u> replaces Revenue Summary SKUs, quantities, revenue and destination for orders that have been dispatched

<u>Promotions</u> formerly Customer Shipment Promotions Promotions (e.g. Super Saver Delivery) applied to orders

This report contains comprehensive data about FBA shipments such as:

- The buyers' contact details
- Order's quantities and total charges
- Delivery and carrier details
- The sales channel

You should use this FBA report when you need to send an invoice to an FBA buyer (invoicing address given in report) or to retrieve their email address if you need to contact them. The invoice should include all charges to the buyer, including giftwrap or express delivery costs.

Checking your FBA inventory – All Orders



Coming soon...: the **`All Orders' report**, will be located in the Sales section of the FBA reports. *As this report is not released yet, this information is subject to change.

This report will contain near real-time data on ALL your orders, both merchant fulfilled (MFN) and amazon fulfilled (AFN):

- All status of orders are included (shipped, pending, cancelled)
- Fulfilment channel and sales channel are indicated, so you can filter for AFN/MFN and on Amazon/Off Amazon orders.

This report will allow for a more accurate inventory management, in particular for merchants selling on multiple platforms, as this will avoid over-selling certain FBA items. It will be available for download in XML or via our <u>web services APIs</u>, like

the other main Seller Central reports.

Let's pause before we move to financials...



What we have seen so far:

- If you want to check stock levels and make replenishment decisions

If you want to track customer returns



Inventory

Amazon Fulfilled Inventory 🕑 Download inventory, including recent updates

Daily Inventory History formerly Current Inventory Daily inventory quantity, location and disposition (state)

Customer Concessions

Returns formerly Inventory Customer Shipment Returns Customer returns received at Amazon

Replacements formerly Customer Shipment Replacements Replacements issued to customers for completed orders

If you want to send invoices



If you want to manage inventory levels to sell on multiple channels

Sales

Amazon Fulfilled Shipments

Comprehensive details on dispatched FBA customer orders

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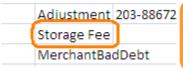
COMING SOON HERE: ALL ORDERS REPORT

Checking your Financials – Settlement Report



To check your revenues and costs, you should go to Reports -> Payments -> **Settlement Reports** in Seller Central. This lists all your orders (merchant fulfilled, FBA, Multi-channel), with corresponding revenues, amazon charges or refunds if applicable.

transac	order-i 💌	merch 🔻	ad 💌	shipn	marketplac 💌	amoun	amount-description	amoun 💌	fulfillm 💌	posted-da 💌
Order	202-46815	202-4681	578-9	D8xB6vd	Amazon.co.ul	ItemPrice	Principal	5.99	AFN	Revenue on this order
Order							FBAPerUnitFulfillmentFee		AFN	2/12/2010
Order	202-46815	202-4681	L578-94	D8xB6yd	Amazon.co.ul	ItemFees	FBAWeightBasedFee	-0.3	AFN	Detailed split of FBA cost
Order	202-46815	202-4681	1578-94	D8xB6yd	Amazon.co.uk	ItemFees	FBAPerOrderFulfillmentFee	-0.25	AFN	3/12/2010
Order	202-46815	202-4681	L578-94	D8xB6yd	Amazon.co.ul	ItemFees	Commission	-0.9	AFN	Sales Commission
Order	202-05642	202-0564	1205-6	DKq46kc	Amazon.co.ul	ItemPrice	Principal	39.99	AFN	3/12/2010
Order	202-05642	202-0564	1205-6	DKq46kc	Amazon.co.ul	ItemFees	FBAPerUnitFulfillmentFee	-0.6	AFN	3
Order	202-05642	202-0564	1205-6	DKq46kc	Amazon.co.ul	ItemFees	FBAWeightBasedFee	-0.7	AFN	AFN means it was Fulfilled by Amazon.
Order	202-05642	202-0564	1205-6	DKq46kc	Amazon.co.u	ItemFees	FBAPerOrderFulfillmentFee	-0.25	AFN	MFN means
Order	202-05642	202-0564	1205-6	DKq46kc	Amazon.co.uk	ItemFees	Commission	-6	AFN	3 Merchant fulfilled.



Storage fees are charged monthly, on the 7th, and are Clearly indicated at the bottom of this report.

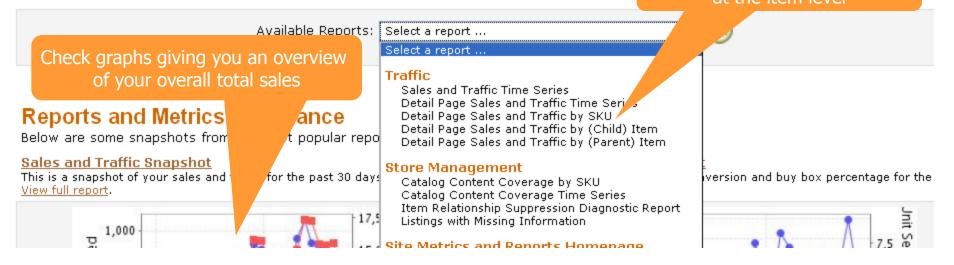


General sales data can be found in the "Site Metrics and Reports' section of the Reports tab:

INVENTORY - ORDERS	▼ STORE DESIGN ▼ REPORTS ▼	SETTINGS -	Search
Customer Metrics Feedbac	ck Payments Seller Performance	Amazon Selling	Coach Site Metrics and Reports Fulfilment by Amazon
Merchant:	Web Site: www.amazon.co.uk	Release: 04	/12/2009: Rel 1

Site Metrics and Reports for

These reports provide strategic metrics to help you understand and improve your business. F Or look at detailed sales reports, at the item level



Checking your Sales Performance – Overall Trends

FULFILMENT

'Snapshot' data can be visualized in graphs, located in the sales and traffic reports:



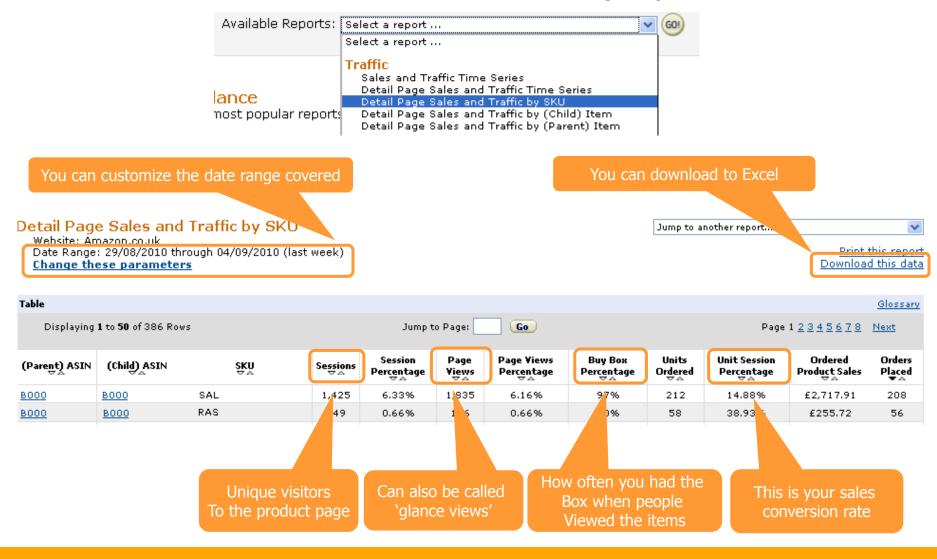
Directly below the graph will be a daily summary of your sales over the date range selected. This can help quickly identify noticeable drops or increases in your overall performance.

Date ⊽▲	Ordered Product Sales ▽△	Units Ordered ▽△	Orders Placed ▽△	Product Sales Per Order ▽스	Units per Order ▽△	Average Selling Price ▽△	Sessions ▽△	Order Session Percentage マム	Average Offei Count ▽△	
Total	£388,222.51	20,042	17,609	£22.05	1.14	£19.37	370,762	4.75%	1,014	
13/11/2010	£6,921.46	301	265	£26.12	1.14	£22.99	7,511	3.53%	1,011	
14/11/2010	£7,123.29	332	300	£23.74	1.11	£21.46	9,265	3.24%	1,027	

Checking your Sales Performance – Per Item



Detailed, item-level sales information can be found in the 'Detail Page' reports:



Checking your Sales Performance – Per Item



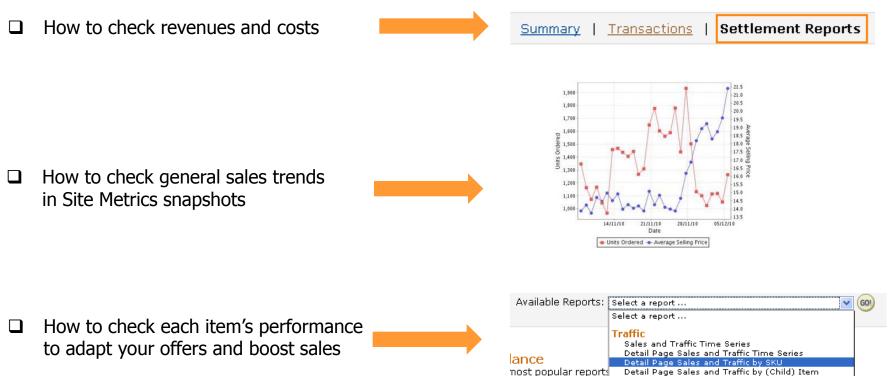
(Parent) A	(Child) AS	SKU	Sessions	Session Pe	Page View	Page View	Buy Box P	Units Ord	Unit Sess	i Ordered P	Orders Placed	
B0001234	B0001234	test1	896	1.74%	1,162	1.72%	97%	326	36			
B0001235	B0001235	test2	1,340	2.60%	1,731	2.57%	39%			Having th	e Buybox will i	ncrease
B0001236	B0001236	test3	747	1.45%	1,137	1.69%	46%	104	13	your sales	s. FBA items sh	ould get
B0001237	B0001237	test4	318	0.62%	410	0.61%	92%	103	32	you a hig	her Buybox per	centage
B0001238	B0001238	test5	497	0.97%	636	0.94%	49%	109	21			
B0001239	B0001239	test6	306	0.59%	386	0 57%	99%	77	25.16%	£312.58	62	
B0001240	B0001240	test7	374	0. Wa	s your co	nversion	dicanno	inting 64	17.11%	£425.44	62	
B0001241	B0001241	test8	323	0.		n item? I		17 In the second	36.22%	Á£412.26	58	
B0001242	B0001242	test9	168	0. Th	nink of im			or for 59	35.12%	£325.99	56	
B0001243	B0001243	test10	86	0.		2011	your one	55	63.95%	£710.32	48	
B0001244	B0001244	test11	142	0.		2011		44	30.99%	£172.75	43	
B0001245	B0001245	test12	187	0.36%	261	0.39%	/ 4/~	81	43.32%	£271.55	41	
B0001246	B0001246	test13	366	0.71%	432	0.64%	99%	44	12.02%	£210.32	40	
B0001247	B0001247	test14	253	0.49%	406	0.60%	58%	43	17.00%	£158.00	39	
B0001248	B0001248	test15	57	0.11%	69	0.10%	97%	77	135.09%	Á£213.71	38	
B0001249	B0001249	test16	161	0.31%	222	0.33%	100%	40	24.84%	£454.06	35	
B0001250	B0001250	test17	201	0.39%	279	0.41%	94%	36	17.91%	Á£384.72	35	
B0001251	B0001251	test18	91	0.18%	108	0.16%	95%	60	65.93%	£480.58	34	
B0001252	B0001252	test19	43	0.08%	53	0.08%	100%	83	193.02%	Á£231.23	34	
B0001253	B0001253	test20	207	0.40%	262	0.39%	98%	39	18.84%	á £370.16	34	
B0001254	B0001254	test21	88	0.17%	121	0.18%	93%	49	55.68%	£339.82	34	
B0001255	B0001255	test22	171	0.33%	236	0.35%	94%	45	26.32%	£486.52	33	
B0001256	B0001256	test23	106	0.21%	146	0.22%	91%	62	58.49%	£540.82	33	
B0001257	B0001257	test24	50	0.10%	61	0.09%	93%	63	126.00%	£172.62	32	

This report covers all your inventory, FBA and Merchant Fulfilled, so you can compare which ones made it to the top of the list, got the highest conversion rates and buybox rates. FBA items should mostly be best-sellers, if not, review your selection/offers for better performance.

Before we talk about the News....



What we have just seen:



Detail Page Sales and Traffic by (Child) Item Detail Page Sales and Traffic by (Parent) Item

FBA News



FBA Revenue Calculator

This new tool, still in testing, allows you to input your pricing and your own fulfilment costs and compare them with FBA costs on a given item. With this, you will be able to:

- Calculate FBA costs using real listings on Amazon.co.uk
- Compare your fulfilment costs side-by-side with FBA
- Estimate profitability at different sales levels

We hope it will be a useful guide to evaluate the cost benefits of FBA.

You can test this tool here.



- Site Metrics and Reports: Help section on the sales reports
- **FBA Reports**: Help section on the FBA reports section
- Settlement Report: help to see your transactions
- **FBA Pricing**: fees according to category and dimensions
- Product Restrictions: information from FBA Help pages
- ☐ Webinar Recordings: Our previous FBA webinars

Questions?...





- Save time and reduce costs
- Offer Amazon's customer service, delivery and gift wrap options to your customers
- Improve buyers' trust and satisfaction
- Increase your sales: our 2010 UK survey found that 88% of respondents reported a unit sales increase since they joined

http://services.amazon.co.uk/