

KROGER ACCOUNTING CENTER 2620 Elm Hill Pike, Nashville, TN 37214

December 2015

To: Kroger Manufacturing Supplier or Broker

Re: EDI Communications

Kroger continues to look at ways to reduce cost to our customers and drive costs out of the supply chain. Since EDI is crucial to driving cost out of the supply chain, The Regional Accounting Service Center (RASC) will begin expanding this cost reduction effort to all suppliers. RASC will implement a \$200.00 manual handling fee for each invoice not returned via EDI for a purchase order transmitted via EDI. The noncompliance assessment will be applied against payment to help offset the cost of the manual paper process.

Our Kroger Manufacturing suppliers/brokers must be able to receive Kroger purchase orders electronically and the supplier must return the invoice electronically for this requirement to be satisfied. You have 60 days from the receipt sent date of this letter to be EDI compliant.

In order to get EDI compliant there are many solutions available for your EDI selections. Currently we use several solutions. One is a low cost Internet solution with EDICT systems. Their www.GroceryEC.com web site contains information, pricing and a demo for your review or you can call them at (800) 443-3428. Another solution is Sterling Commerce. Their number is (800) 299-4031. A complete list of software and network suppliers can be found on Uniform Code Council's web site at http://www.un-council.ort/c_commerce/cc_general_information.html.

Kroger Manufacturing EDI Specifications can be found on the Internet at http://edi.inter-americanfoods.com

We look forward to a strong EDI partnership with your company in the near future. Thank you in advance for you cooperation and support in this key industry initiative.

Sincerely,

ME@ Vice President

Corporate Brands & Manufacturing Supply Optimization

Dan Krekeler
Finance Director