

Appliance Dealers Cooperative



MISSION STATEMENT

To assist the independent appliance and electronic dealer to compete and flourish in the marketplace.

SAVINGS - SERVICE - SELECTION
Appliance Dealers Cooperative
a NECO Company

What is ADC?

I. Regional Buying Group

- Over 200 Members across nine states with over 275 storefronts
- Immediate availability of a \$40 Million inventory
- 500,000 Sq. Ft. of warehouse space in three strategic locations
- Group exclusive rebates
- Offering a host of services to members including expert logistical, marketing and finance support
- Access to the industry's leading brands
- Established in 1972
- Servicing dealers equally regardless of volume

II. NECO Alliance Advantage

- Over \$1 billion of purchasing power to provide some of the strongest programs in the industry
- NECO members include Inter-county, Dynamic Marketing (formerly Key NY) and The New England Group
- Combined for a total in excess of 1,000,000 square feet of aggregate warehouse space
- Servicing over 700 stores in the Mid Atlantic region and Ohio
- Exclusive NECO rebates in addition to manufacturer rebates

Summary of ADC Services

- 1. Inventory Availability
- 2. Shipping Services
- 3. Special Purchasing Programs
- 4. Vendor Ordering Services
- 5. Damages & Returns Services
- 6. In-Store Facilitator Services
- 7. Merchandising Services
- 8. Online Services
- 9. Financing Services
- 10. Buying Fairs
- 11. Educational Services & Company Newsletter

- 1. Inventory Availability
- \$40 Million inventory of white goods, TV and electronics, air conditioners, barbecue grills, bedding, furniture and accessories
- Central Jersey warehouse space (240,000 Sq. Ft.) located near NJ Turnpike
- Central Pennsylvania warehouse space (110,000 Sq. Ft.) located in Lewisberry
- Western Pennsylvania warehouse space (150,000 Sq. Ft.) located in Imperial
- Volume Rebate earned immediately on your first ordered unit

ADC's New Jersey Warehouse











You Can Count On Us

1. Inventory Availability (continued)

ADC's Lewisberry, PA Warehouse



1. Inventory Availability (continued)

ADC's Imperial, PA Warehouse



2. Shipping Services

- ADC's Fleet Provides Trucking Services with Daily Delivery direct to store
- Consumer Delivery (limited areas)
- Warehouse Pickups
- UPS/Fedex (small parcel) & LTL drop shipments for Internet dealers
- Order by 7:00 p.m. receive next day delivery
- Same day ordering and pick up service available









- 3. Special Purchasing Programs
- Floor Display Programs
- Room Air Conditioner Program
- Show SPA's, six months free floor planning on display orders
- 4. Vendor Ordering Services
- Order Placement for Vendor Direct Pickups
- Next-Day Service (where supported by vendor)
- Special Orders on non stocked items (1-3 days)
- 5. Damages & Returns Services
- Member's damaged product returns
- Good stock merchandise returns
- Collection services (for members, from vendors)

- 6. In-Store Facilitator Services
- Assist member in keeping their floor current
- Explain wholesale and retail financing programs and coordinate financing for floor displays
- Provide product specification sheets to members
- Update members of merchandising programs and specials
- Meet with vendor reps to help resolve members' problems, and get latest vendor information for members
- Explain ADC procedures and help resolve any administrative problems or questions
- Help ADC management stay current on members' needs by providing timely feedback.

7. Merchandising Services

- Coordinated strategic purchasing from Vendors (NECO)
- Merchandising Committee Meetings to review the buying needs of members in varying market conditions
- General Membership Meetings are held to review new programs & market news, address member issues, offer vendor presentations and training
- Monthly circulars (20,000) at no charge
- Direct mail inserts four times a year

Monthly General Membership Meeting









8. Online Services

- Online Ordering Services, Inventory and Price Checks, Receiving and Purchase Order Queries, Member Account Review, and more
- Available 7 days a week
- Accessible via Internet (including mobile devices)

9. Financing Services

- Member purchase financing available from Wells Fargo, TCF Inventory Finance and others
- Extended Floor-Plan Display Programs
- Special consumer financing and credit card rates





10. Buying Fairs

- Vendor Product Displays
- Sales and Product Training on latest lineups
- Educational Seminars
- Special Purchase Opportunities ("Show Specials")





NECO Fall EXPO
Held Annually at the MGM
Grand in Connecticut



11. Educational Services

- Educational Materials
- Product & Sales Training Seminars



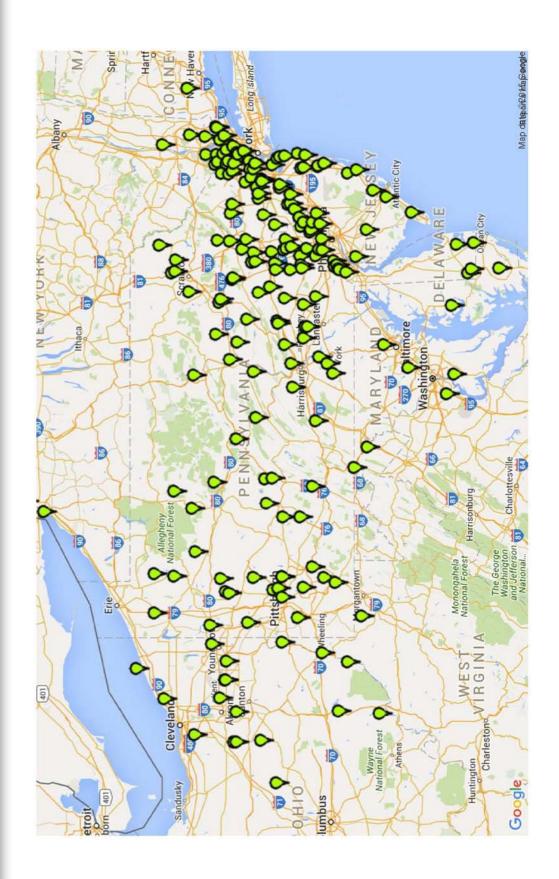
Brown Goods Informational Seminar



12. Company Newsletter - ADC ALERT

- Latest group news headlined on cover
- Merchandising news by vendor
- Product availability, model changes, and anticipated shortages
- Special group buys and new merchandising programs
- Price and SPA changes
- Rebates and other vendor promotional information and forms
- Floor Display order forms
- New product specification sheets
- Relevant industry news





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