Oracle® Retail Replenishment Optimization

Release Notes

Release 13.1.2

February 2010

This document describes the 13.1.2 release of Oracle Retail Replenishment Optimization.

Replenishment Optimization Overview

The primary goal of Replenishment Optimization (RO) is to harness the replenishment methods available in the client's replenishment system. To make best use of the available replenishment capabilities, RO recommends optimized replenishment parameters at the item/location level. The recommendations take into account sales volume, volatility, availability of forecast data, seasonality, client business rules and constraints, and financial objectives to determine the optimized values.

RO automatically monitors item/location demand and supply chain variables to determine optimal inventory for greatest return. It recommends replenishment settings, either automatically approving the changes or raising alerts, for example, alerting higher impact items. The optimal replenishment settings recommended by RO may be used to update Oracle Retail Advanced Inventory Planning (AIP) replenishment parameters or the retailer's legacy replenishment system.

The automated management of replenishment settings based on item/location selling characteristics ensures accurate replenishment and allows the user to focus on maximizing profit rather than the time consuming business of managing individual item/location level replenishment.

RO can help you address the following, which vary for every client:

- Improve service levels
- Reduce inventory
- Increase turns
- Maximize stock profitability

Overview of Integrated Inventory Planning Suite

The Integrated Inventory Planning Suite consists of Demand Forecasting (RDF), Advanced Inventory Planning (AIP), Replenishment Optimization (RO), and Analytic Parameter Calculator Replenishment Optimization (APC RO) as a full-suite inventory management solution for retailers.



1

Hardware and Software Requirements

See the *Replenishment Optimization Installation Guide* for information about the following:

- Hardware and software requirements
- Oracle Retail application software compatibility information

Functional Enhancements

RO 13.1.2 includes the following functional enhancements.

Stores and Warehouses

RO 13.1.2 was enhanced to support stores and warehouses in the same environment. It can now be configured for the following cases:

- Stores only
- Warehouses only
- Stores and warehouses

The functionality available for stores is now available for warehouses as well. Users can now perform the following actions for warehouses:

- Specify an optimization level at a higher level in the product and warehouse hierarchies.
- Group similar item/warehouses into subgroupings.
- Run optimization for item/warehouses.
- Recommend optimal replenishment settings for item/warehouses.

For more information, see the *Replenishment Optimization User Guide*.

RO Plug-in

Users can now automatically generate core RO configurations with configured product, location and calendar hierarchies. They can add custom measures, rules, worksheets, and tabs into core workbooks and retain them during the patching process. These custom rules and measures can be dependent on core measures. For more information, see the *Replenishment Optimization Implementation Guide*.

Optimization Options

Users can now specify the optimization level. There are three modes they can choose: refresh, full, or none.

Users can also change optimization objective metrics interactively from the Optimization Review workbook.

For more information, see the Replenishment Optimization User Guide.

Integration Enhancements

RO 13.1.2 includes the following integration enhancement.

Removed Prefix Manipulation

For integration with Oracle Retail Advanced Inventory Planning (AIP), all prefix manipulation, such as adding S to store positions, W to warehouse positions, and D to day positions, were moved to AIP because prefix manipulation is an AIP-only concept.

Noteworthy Defect Fixes

The following noteworthy defect fixes are included in RO 13.1.2.

Fixed Issue/Defect	Defect Number
In the Replenish Analyst workbook, some measures were not calculated correctly. This issue has been corrected.	8801759

Related Documentation

For more information, see the following documents in the Oracle Retail Replenishment Optimization 13.1.2 documentation set:

- Oracle Retail Replenishment Optimization Installation Guide
- Oracle Retail Replenishment Optimization Implementation Guide
- Oracle Retail Replenishment Optimization User Guide

Oracle Retail Replenishment Optimization Release Notes, Release 13.1.2

Copyright © 2010, Oracle and/or its affiliates. All rights reserved.

This software and related documentation are provided under a license agreement containing restrictions on use and disclosure and are protected by intellectual property laws. Except as expressly permitted in your license agreement or allowed by law, you may not use, copy, reproduce, translate, broadcast, modify, license, transmit, distribute, exhibit, perform, publish, or display any part, in any form, or by any means. Reverse engineering, disassembly, or decompilation of this software, unless required by law for interoperability, is prohibited.

The information contained herein is subject to change without notice and is not warranted to be error-free. If you find any errors, please report them to us in writing.

If this software or related documentation is delivered to the U.S. Government or anyone licensing it on behalf of the U.S. Government, the following notice is applicable:

U.S. GOVERNMENT RIGHTS Programs, software, databases, and related documentation and technical data delivered to U.S. Government customers are "commercial computer software" or "commercial technical data" pursuant to the applicable Federal Acquisition Regulation and agency-specific supplemental regulations. As such, the use, duplication, disclosure, modification, and adaptation shall be subject to the restrictions and license terms set forth in the applicable Government contract, and, to the extent applicable by the terms of the Government contract, the additional rights set forth in FAR 52.227-19, Commercial Computer Software License (December 2007). Oracle USA, Inc., 500 Oracle Parkway, Redwood City, CA 94065.

This software is developed for general use in a variety of information management applications. It is not developed or intended for use in any inherently dangerous applications, including applications which may create a risk of personal injury. If you use this software in dangerous applications, then you shall be responsible to take all appropriate fail-safe, backup, redundancy, and other measures to ensure the safe use of this software. Oracle Corporation and its affiliates disclaim any liability for any damages caused by use of this software in dangerous applications.

Oracle is a registered trademark of Oracle Corporation and/or its affiliates. Other names may be trademarks of their respective owners.

This software and documentation may provide access to or information on content, products, and services from third parties. Oracle Corporation and its affiliates are not responsible for and expressly disclaim all warranties of any kind with respect to third-party content, products, and services. Oracle Corporation and its affiliates will not be responsible for any loss, costs, or damages incurred due to your access to or use of third-party content, products, or services.

Licensing Note: This media pack includes a Restricted Use license for Oracle Retail Predictive Application Server (RPAS) - Enterprise Engine to support Oracle® Replenishment Optimization only.

Value-Added Reseller (VAR) Language

Oracle Retail VAR Applications

The following restrictions and provisions only apply to the programs referred to in this section and licensed to you. You acknowledge that the programs may contain third party software (VAR applications) licensed to Oracle. Depending upon your product and its version number, the VAR applications may include:

- (i) the software component known as **ACUMATE** developed and licensed by Lucent Technologies Inc. of Murray Hill, New Jersey, to Oracle and imbedded in the Oracle Retail Predictive Application Server Enterprise Engine, Oracle Retail Category Management, Oracle Retail Item Planning, Oracle Retail Merchandise Financial Planning, Oracle Retail Advanced Inventory Planning, Oracle Retail Demand Forecasting, Oracle Retail Regular Price Optimization, Oracle Retail Size Profile Optimization, Oracle Retail Replenishment Optimization applications.
- (ii) the MicroStrategy Components developed and licensed by MicroStrategy Services Corporation (MicroStrategy) of McLean, Virginia to Oracle and imbedded in the MicroStrategy for Oracle Retail Data Warehouse and MicroStrategy for Oracle Retail Planning & Optimization applications.
- (iii) the <u>SeeBeyond</u> component developed and licensed by Sun MicroSystems, Inc. (Sun) of Santa Clara, California, to Oracle and imbedded in the Oracle Retail Integration Bus application.
- (iv) the Wavelink component developed and licensed by Wavelink Corporation (Wavelink) of Kirkland, Washington, to Oracle and imbedded in Oracle Retail Mobile Store Inventory Management.
- (v) the software component known as <u>Crystal Enterprise Professional and/or Crystal Reports Professional</u> licensed by SAP and imbedded in Oracle Retail Store Inventory Management.
- (vi) the software component known as Access Via™ licensed by Access Via of Seattle, Washington, and imbedded in Oracle Retail Signs and Oracle Retail Labels and Tags.
- (vii) the software component known as Adobe Flex™ licensed by Adobe Systems Incorporated of San Jose, California, and imbedded in Oracle Retail Promotion Planning & Optimization application.
- (viii) the software component known as Style Report™ developed and licensed by InetSoft Technology Corp. of Piscataway, New Jersey, to Oracle and imbedded in the Oracle Retail Value Chain Collaboration application.
- (ix) the software component known as <u>DataBeacon</u> developed and licensed by Cognos Incorporated of Ottawa, Ontario, Canada, to Oracle and imbedded in the Oracle Retail Value Chain Collaboration application.

You acknowledge and confirm that Oracle grants you use of only the object code of the VAR Applications. Oracle will not deliver source code to the VAR Applications to you. Notwithstanding any other term or condition of the agreement and this ordering document, you shall not cause or permit alteration of any VAR Applications. For purposes of this section, "alteration" refers to all alterations, translations, upgrades, enhancements, customizations or modifications of all or any portion of the VAR Applications including all reconfigurations, reassembly or reverse assembly, re-engineering or reverse engineering and recompilations or reverse compilations of the VAR Applications or any derivatives of the VAR Applications. You acknowledge that it shall be a breach of the agreement to utilize the relationship, and/or confidential information of the VAR Applications for purposes of competitive discovery.

The VAR Applications contain trade secrets of Oracle and Oracle's licensors and Customer shall not attempt, cause, or permit the alteration, decompilation, reverse engineering, disassembly or other reduction of the VAR Applications to a human perceivable form. Oracle reserves the right to replace, with functional equivalent software, any of the VAR Applications in future releases of the applicable program.