## SEEMAC vs the Distributor Model

SEEMAC is so much more than a distributor. We're wood experts, problem solvers, solutions providers. What does that mean for you? It means we provide products, of course, but we also provide services, inventory management, and integrated solutions that meet your needs and exceed your expectations. It means we hold the inventory you need until you need it. It means we select the best suppliers worldwide. Take a look at the SEEMAC difference. SEEMAC, just a distributor? NO WAY.

	SEEMAC	Distributor
Sales People	Wood industry and wood products experts; problem solvers and solution providers; extensive knowledge of customer's processes and mill's capabilities.	Industry and product generalists due to breadth of products offered – wood and non-wood products.
<b>Products</b>		
Offered	Specific supplier's products engineered for a specific customer's processes to provide optimum solutions for each cus-	Generic products designed to fit generic end uses – non-differentiated products for many customers.
Customer	tomer.	
Size		Small- to medium-sized customers.
	Medium- to large customers.	
Inventory		
Locations Financial		Owned and/or leased warehouses, forklifts and trucks with
	"Virtual" inventory stored on consignment at customer's facilities or in public warehouses close to customer's plants.  No owned or leased warehouses, forklifts or trucks – no	warehouse and truck driver employees, typically in major metropolitan areas. Inventory in warehouses services many small customers from one location.
	brick and mortar keeps costs down. Inventory stored in warehouse	
	stypically to serve one particular customer.	Investment in people (PLUS warehouse, forklift, and truck driver employees), payables, receivables, inventory, PLUS many
	Investment in people, payables, receivables and inventory; no	fixed assets (warehouses, forklifts, trucks, etc.).
	facilities, property or equipment equals low fixed costs.	D
Model	No warehouse or truck driver employees.	Because many customers are small, they understand that they
	Sales and inventory management costs, and resulting margins required, are as low or lower than supplier and customer costs.	must pay a higher margin since they cannot buy full truck-loads. But, more people (warehouse, forklift and truck driver employees) and more fixed assets (warehouses, forklifts, trucks, etc.) = a higher margin required for all customers, re-
Solutions		gardless of size.
VS		
<b>Products</b>		Supplies generic products only with a "one size fits all"
	SEEMAC provides solutions, including products, services, and	philosophy.
Flexibility	inventory management – matching specific supplier capabilities to specific customer needs.	
		Because they often own warehouses, distributors can't move
	SEEMAC is able to move in and out of inventory locations	

SEEMAC Delivers ... and at a much lower cost. You can't do business today the way you did business decades ago. In today's challenging and ever-changing business environment, your company needs to partner with a real solutions provider - a firm that adds value through in-depth product and industry knowledge, experience, and the ability to

deliver

innovative solutions that positively impact your bottom-line. A traditional distributor is not able to provide the value-added solutions that separate good companies from great