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October 2, 2009

Dear Supplier Partner,

RE: Rite Aid Vendor Compliance ASN Metric Update

We want to take this opportunity to communicate updates to Rite Aid's Vendor Compliance Program. This update is specific to the ASN not Received within 24 Hours of Vendor Ship Date / Time metric. This update is effective October 1, 2009.

We have identified an issue within our system where vendors may not be sending Advance Ship Notices (ASNs) and fees are not assessed for non-compliance. In the past, Vendors may not have been assessed a fee, despite the fact that they failed to comply with Rite Aid's requirements. This is now corrected and as of October 1, 2009, all Vendors who fail to comply will be assessed the appropriate fees and all related infractions will be captured and reported via Rite Aid's Vendor Compliance Portal.

Please review this issue with your internal EDI department to validate that you are in 100% compliance in sending ASN transactions. If deemed that you are not sending ASN messages, please begin sending immediately. If you have questions or require assistance from Rite Aid's EDI department, please contact edi@riteaid.com.

ASN not Received within 24 Hours of Vendor Ship Date / Time

The infraction applied to this metric is the same as current Compliance Metrics where the Vendor must be non-compliant for two (2) consecutive months before a fee is applied. For each non-compliance occurrence, the vendor will incur a \$250 fee. This change becomes effective November 1st, meaning that occurrences in October will be captured as the first month of non-compliance.

To be clear, the specific metric is not changing. The change is Rite Aid's ability to properly capture the infractions for non-compliance.

Please forward this information to others within your organization, as needed. Thank you for your continued cooperation and support of our Vendor Compliance program and procedures to ensure overall Supply Chain efficiency for both of our companies.

Wilson Lester
Senior Vice President
Supply Chain

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Senior Vice President
Category Management