The Importance of Knowing the Products You Sell



#1 Brand Selling Furniture Brand Largest Manufacturer in the World Investing in America

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In The Beginning...

Ashley Furniture began as Arcadia Furniture Manufacturing in 1945 in Arcadia WI.



A Little History...

Ron Wanek purchased Arcadia Furniture Manufacturing in 1970 with a group of investors, renaming it Ashley Furniture Industries.



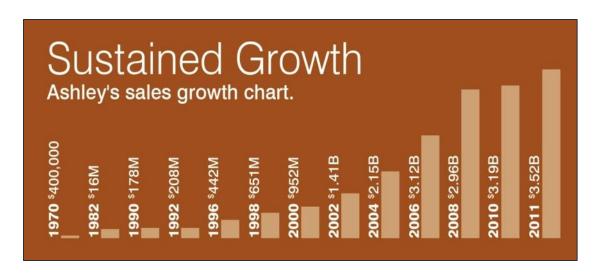


Ashley Furniture began with 35 employees in a 3,500 sqft manufacturing facility.

The Future...

Ashley Furniture's business grew to over \$1 billion before the company was turned over to Ron's son, Todd, in 2002.





Todd has grown the company to be the largest furniture manufacturer in the world and the #1 Selling Furniture Brand.

Investing In America...

Ashley Furniture employs over 18,000 in the U.S. and supports over 9,000 vendors across the United States.

They have 10 domestic furniture plants.













Ashley's plants total over 11 million sqft



Investing In America...

Ashley's Mid-Atlantic facility, located in Advance NC was opened in 2013. It is over 2.8 million sq ft, on 640 acres.



This plant is expandable to over 10 million sqft



Backing Up Our Claim...#1

- Ashley Furniture maintains over 7,000 different Sku's.
- We build over 280,000 pieces of furniture a week.
- We test every component in our furniture products.
- Over 95% of our line is in stock everyday.
- We maintain the largest trucking fleet in the industry, capable of reaching 95% of North America every week.

How We Do It...

Design It, Build It, Test It, Stock It, Deliver It











How It's Done...

- Frames consist of Kiln-Dried hard-woods, Plywood and OSB. This prevents warping & cracking.
- All joints are glued and stapled for added strength and longevity.



How It's Done...

Mortise & Tenon joints secure the frame to stay square and stable.



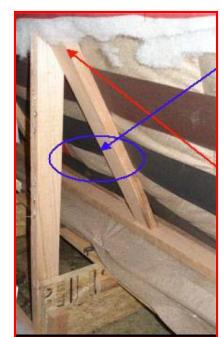
 Corner blocks help the frame stay square and reinforce the strength.



Ashley vs. The Competitor

Ashley uses an "A Frame" style back brace for added back strength and stability.

This is what our competitors do...



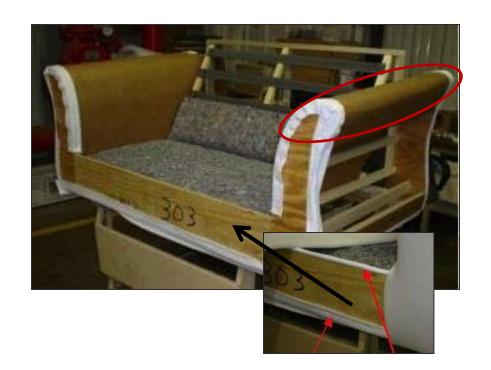




Ashley vs. The Competitor

Padding and edge roll are added for protection from sharp frame edge.





Our competitors do not use padding or edge roll.

There are several different spring systems used in furniture upholstery



No Sag Spring



8 Way Hand Tied



Pirelli Webbing

Machine 8 Way Hand Tied



Used by Henredon





90% of the world's upholstery is a "No Sag" spring system. Some people also call it...

- Sinuous
- S-Spring
- Linear



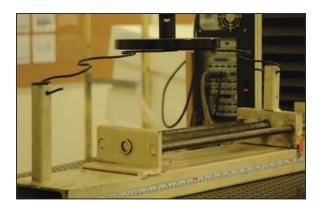








Quality Testing



Seat Spring Compression & Firmness



Bouncing Betty

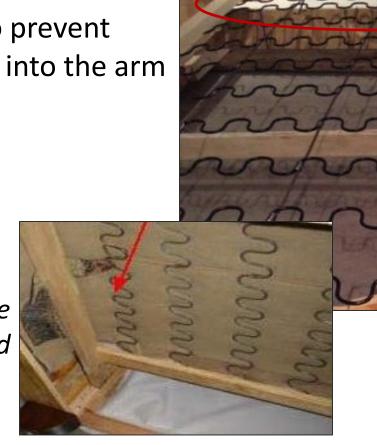
Ashley uses...

- 8 Guage Steel
- Spacing Above Industry Standard
- Teflon Coated
- Extra Spring at Edge

Ashley vs. The Competitor

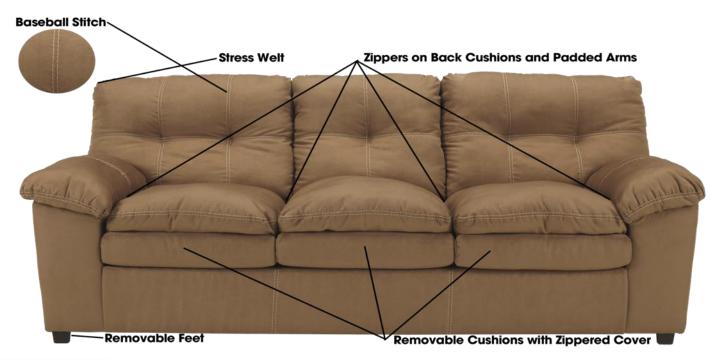
Extra spring at end to prevent padding from sinking into the arm

Our competitors only use one spring at the end



Additional Features

- Zippers allow for future stuffing regulation and are coated in teflon to prevent rusting.
- Stress Welts & Baseball Sticking provides additional strength to prevent rips





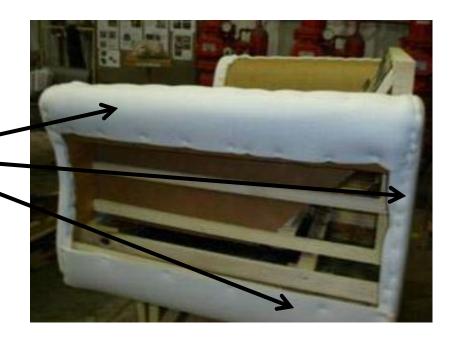
Foam Products

- Seat Cushions, Pillow-Top arms, and Seat Backs (customizable) feature Teflon coated zippers.
- Back Cushions, Pillow-Top Arm Cushions and any other blowfill are 100% Dacron.
- Ashley does not use recycled products.

Foam Products

Ashley vs. The Competitor

Foam padding instead of thin fiber on top, lower outside and back stump of arm.





Our competitors use a very thin, low-melt fiber.

Foam Products

Ashley vs. The Competitor

Thick foam pad for body, topped with a fiber layer for final softness.

Our competitors use a low-melt fiber for the entire arm pad.



4 Types of Ashley Seating

- UltraPlush Seating by Millennium
- 1.8 High density foam cushion core
- 2 oz. fiber wrapped around 6" foam core
- 2.0 High density foam cushion core
- High quality fiber filled in pocketed poly/cotton blend jacket
- Provides superior comfort and support as well as extended durability



- Individually pocketed coils
- Uniform shape and consistent support
- Durable and luxurious seating comfort



- 6.5" Poly foam compression core
- Poly Foam Load on top and bottom
- Fiber wrap entire cushion
- Provides a soft, deep comfortable seat



STANDARD



Ashley Comfort Seating

- Cushion cores made from 1.8 lb. density foam
- Blended fiber wrap on both sides help distribute weight and add comfort
- Can be found in both reversible and single-sided applications

Our competitors use a foam density of 1.72 – 1.39 lbs / cf



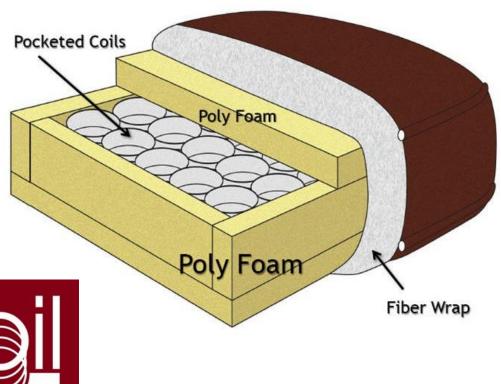
 ${\sf GOOD}$



COIL

- Individually pocketed coils
- Fully encased
- Hot Melt Wrap



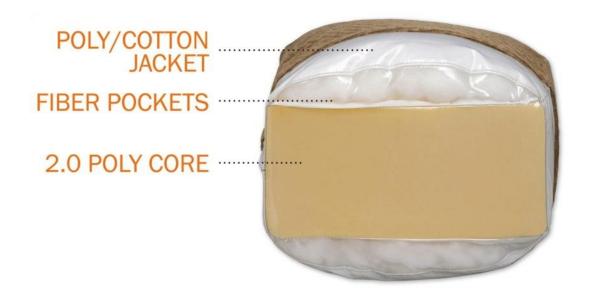




SEATING

ULTRA PLUSH

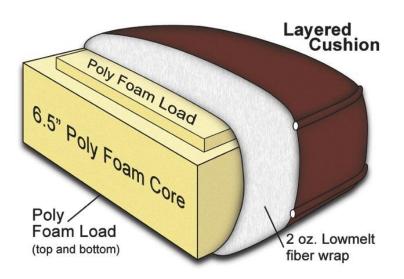
- 2 lb density, high resilient foam (Retains Support)
- Sewn in channeled Dacron
- Muslin ticking





REVERSIBLE 5 LAYER

- 6.5" poly foam compression core
- Poly foam load on top and bottom
- Entire cushion is fiber wrapped
- Soft, deep comfort seating



4 Main Types of Ashley Fabrics:

- Chenille
- Microfiber
- Bonded Leather
- Leather



CHENILLE

Woven fabrics utilized heavy yarns



MICROFIBER

■ 100% Polyester

Best selling fabric category



BONDED LEATHER

Made up of 17% leather

Jordan Durablend





Alliston Durablend



Paulie Durablend





LEATHER

■ Top grain — Ashley uses only the top 15% of leather hides worldwide in their full leather products.



Law Label





Ashley's Warranty

Frame

- * Limited Lifetime Warranty to the original purchaser.
- * This warranty does not include abuse by the consumer.

Springs

* 5 year warranty on seat springs and back springs

Recliner Mechanisms

* 5 year warranty - 1 year parts and labor included

Cushioning

- * 1 year warranty on all cushioning
- * Sleeper Mattress
- * 3 year prorated warranty

Leather and Fabrics

* 1 year warranty for normal wear and tear

