

Neer verkopen of voorraadoverschot? Het vervolg

IBP Inventory Optimisation in your Organisation!



Agenda

- 1. Introduction**
- 2. IBP Inventory Optimization**
- 3. Architecture IBP**
- 4. Proof of Concept**
- 5. Wrap up**



Introduction

Quinso

- Focus on SCM and Integrated Business Planning (IBP)
- Focus on Manufacturing, Trade & Process Industry
- SAP Recognized Expertise Partner
- Focus on Quality



Introduction

Miranda Stapel

- SAP Business Consultant
- +20 years SAP experience
- Specialist in Supply Chain & integrated business planning
- Specialisation in the area of inventory and planning (ERP, APO, IBP)



Wouter Vervoort

- SAP Business Consultant
- +15 years SAP experience
- Specialist in Supply chain planning & integrated business planning
- Specialisation in the area of inventory and planning (ERP, APO en IBP)



Agenda

1. Introduction

2. IBP Inventory Optimization

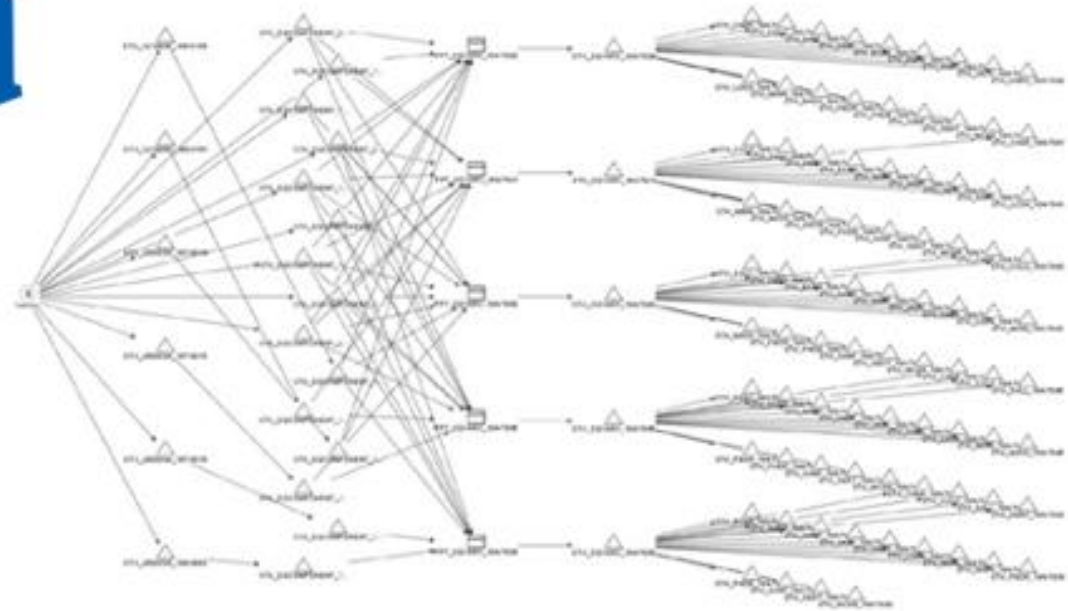
3. Architecture IBP

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5. Wrap up



How to balance stock and service levels?



How to balance stock and service levels?

Demand

Service level targets

Forecast

Forecast Error

Forecast Bias

Intermittent Demand

Outlier sales

Multiple service levels

Seasonality /

Promotions

Internal and External
demand

Supply

Lead times

Lead time uncertainty

Internal service level

Schedule attainment
variability

Batch sizes

Supply reliability

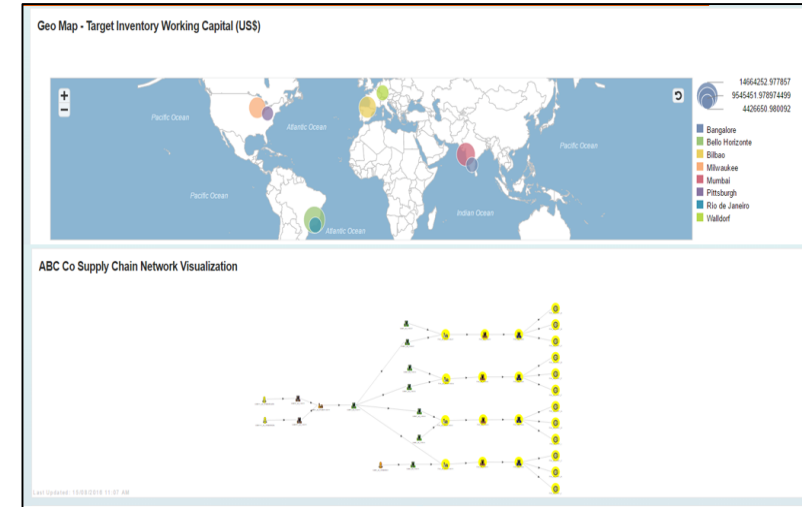
Capacity restrictions

Frozen periods

Multiple supply sources

Why IBP Inventory Optimization?

- **Minimize** safety stock
- Compensate for **uncertainties**
- Maintain **service level**
- **Multi-stage**
- Improve planner **productivity**



Inventory Optimization

Inventory in network

Inventory Optimization

Inventory Drivers

What if?

The image displays several overlapping screenshots from SAP software. The top-left window is titled 'Geo Map - Target Inventory Working Capital (US\$)'. The middle-left window is a 'Dashboard' for 'ABC Co Inventory Optimization Planning', showing a 'Process: Inventory Optimization Planning Process' with a 'Validate Data Inputs' button and 'Completed' status. It contains several charts: 'Target Inventory Position' (a bar chart with values around 200-400), 'Lot Size by Product Series (Units)' (a bar chart for Bello Horizonte, Bilbao, Brasil, and Europe), 'Target Working Capital by' (a bar chart with values up to 80M), and 'Lead Time Error - Production (Da' (a bar chart). The rightmost and largest window is 'Sales and Operations Planning - Inventory Planning View'. It shows a table with columns for months (Aug'14 to Jan'15) and rows for various inventory metrics. An 'Inventory Optimization' dialog box is open over the table, with options for 'Optimize inventory targets' (Global (multi-stage) inventory optimization selected), 'Run batch job once', and 'Scenarios' (Baseline, Downside, Upside). The table data includes values like 130, 150, 125, 100, 100, 75, 50 for receipts and supply, and 1.5, 0.99 for demand forecast error and inventory target.

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Supply Chain Monitoring and Integrated Business Planning

Enhanced User Experience

Supply Chain Control Tower

Sales and Operations

IBP for inventory

IBP for demand

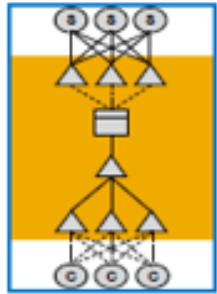
**IBP for supply &
response**

SAP HANA Platform

Different Options

Option 1

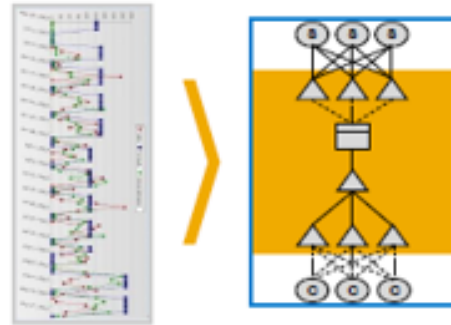
Stand-alone



- Fastest path to multi-stage inventory optimization
- Demand received from APO DP
- Safety stock passed to APO SNP or ECC

Option 2

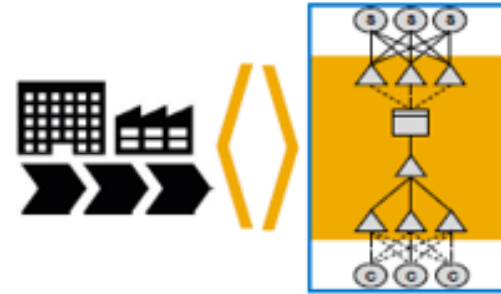
With IBP for demand



- Realize greater benefit by integrating Demand Sensing and Inventory Optimization
- Safety stock passed to APO SNP or ECC

Option 3

With IBP for sales and operations



- Implement S&OP process for a full picture of working capital
- Safety stock passed to Supply heuristic to determine total inventory projection

Option 4

With Control Tower



- Safety stock passed to Control Tower as the "minimum inventory level" for setting alerts

Agenda

1. **Introductie**
2. **IBP S&OP**
3. **Architectuur IBP**
4. **Proof of Concept**
5. **Samenvatting**

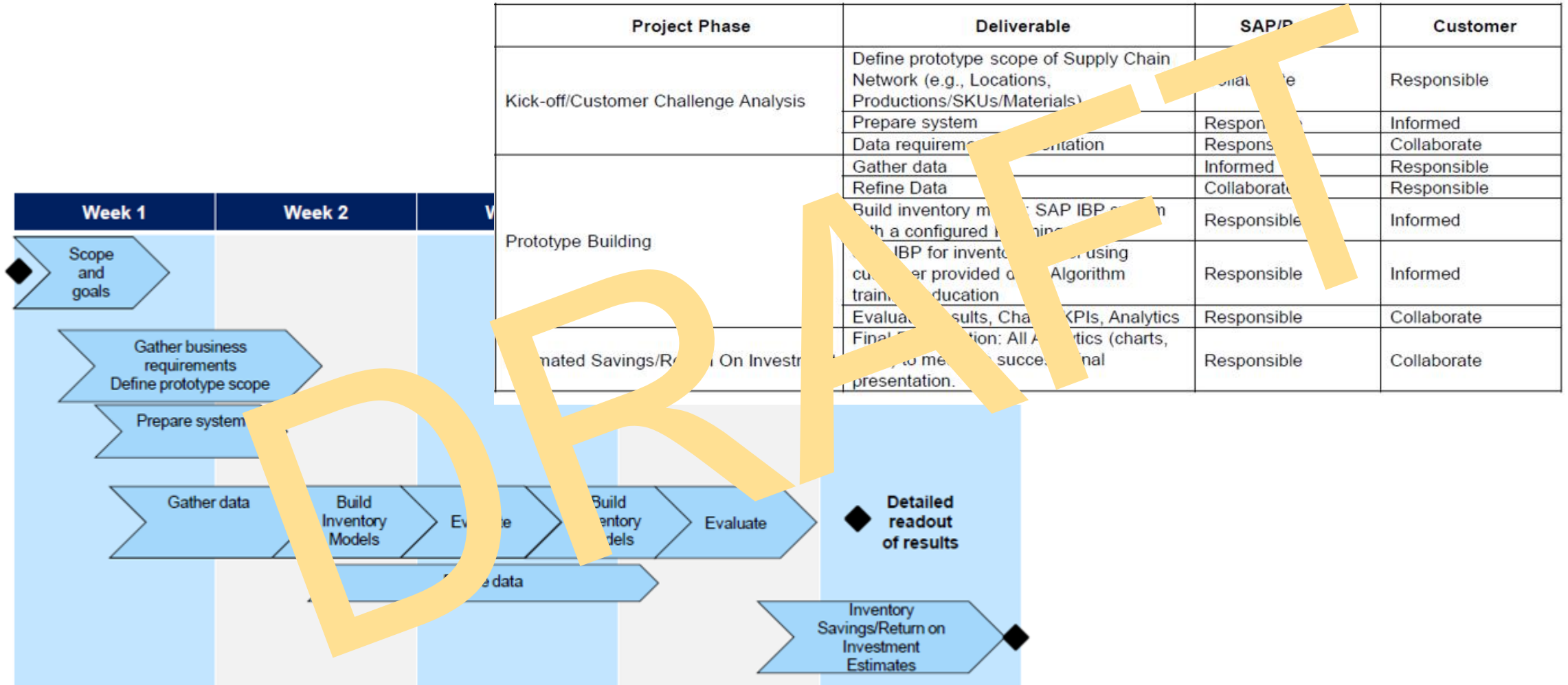


Proof of Concept Overview


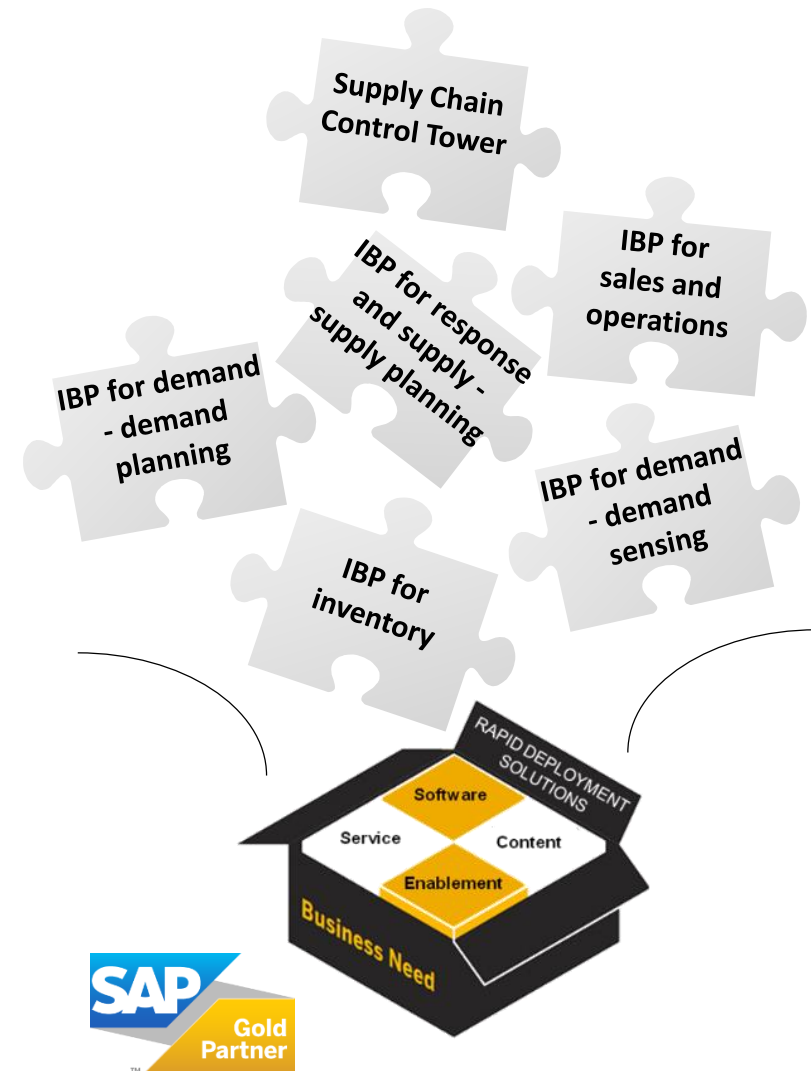
- **Suitability**
- **Potential value**
- **Prototype model**




Run better together




SAP HANA Integrated Business Planning Rapid Deployment Solutions (RDS)



Fast time to value



Predictable results



Simple on-boarding to cloud

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Wrap up



SAP IBP for inventory optimization gives the required information to decide on stock levels in the complete supply chain to reach service level.

Improve customer service levels 5–10%.



Inventory more efficiently used to buffer risk and uncertainty, at least total cost.

Reduce working capital 15-30%.



More standardized work for planner.

Improve productivity with 20–40%

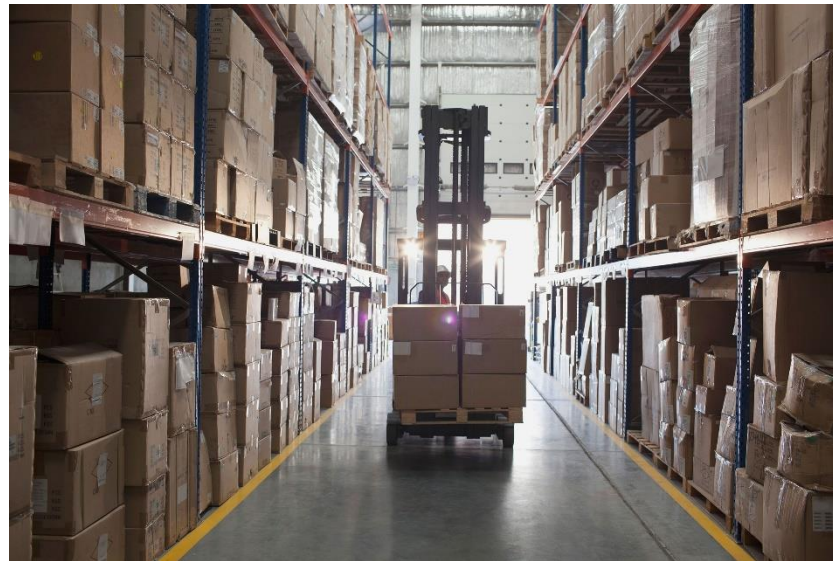


Not the first...

Chemical	Consumer Products	Manufacturing
		
High Tech	Life Sciences	Distribution/Retail
		

Why Quinso?

- SAP Recognized Expertise Partner SCM
- Specialists in the area of planning and logistic processes combined with technology.
- Experience in Proof of Concepts and Rapid Deployment Implementations (out of the box)
- **Using our Proof of Concept gives clear answers within 6 weeks how IBP for Inventory Optimization could support your business**



Vragen?



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