

## MODELS FOR OPERATIONS STRATEGY

Operations Strategy
Manufacturing Strategy

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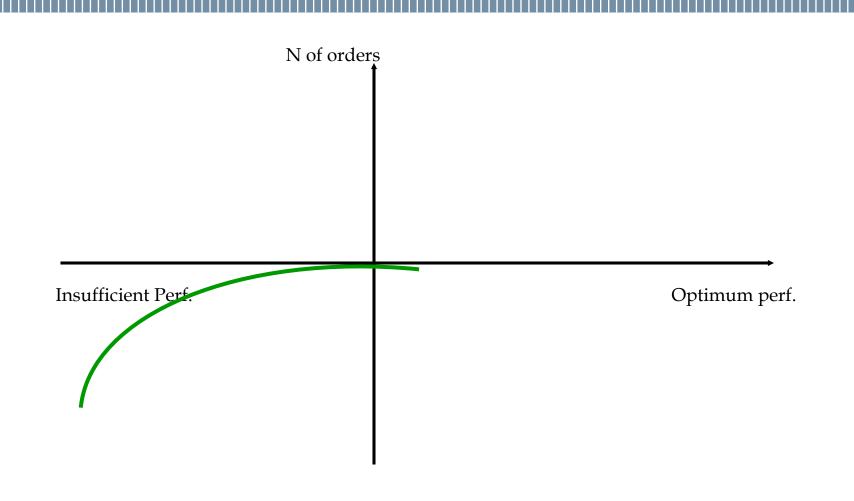
This material and what the Professors say in class are intended for didactical use only and cannot be used ouside such context, nor to imply professors' specific believes or opinion

#### **Performances**

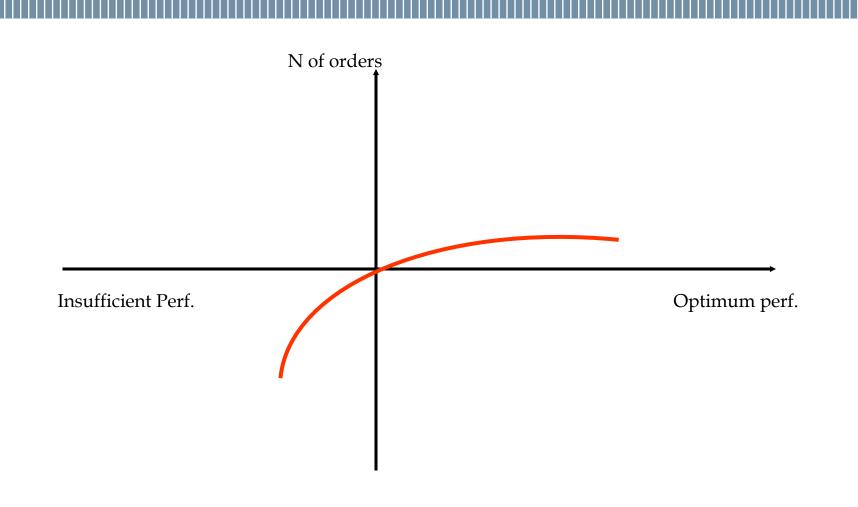
Order Winners (OW)

Qualifiers (Q, QQ)

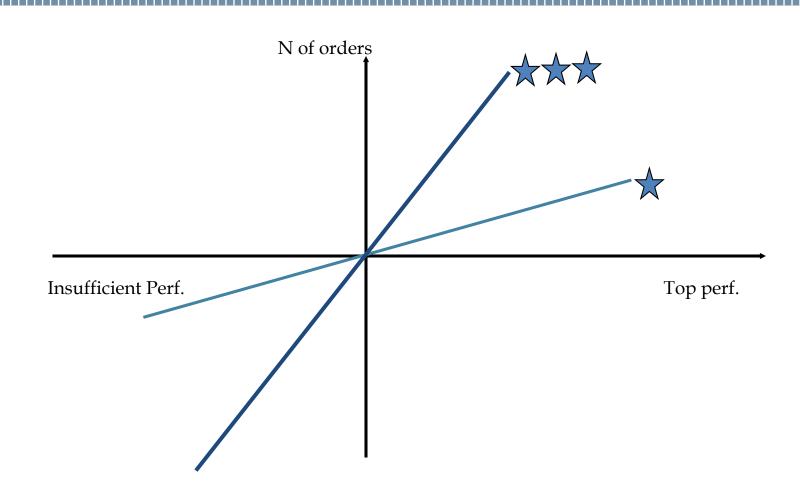
## Qualifiers (Q)



# Order losers (QQ)



# Order Winners (OW)



#### How to define them

- Set of representative customers
- Set of significant orders (behaviour)
  - o When you start to quantify, there are always surprises!
- Interview
- Ranking
- Distribute 100 points

# Market segmentation - which market's segments?

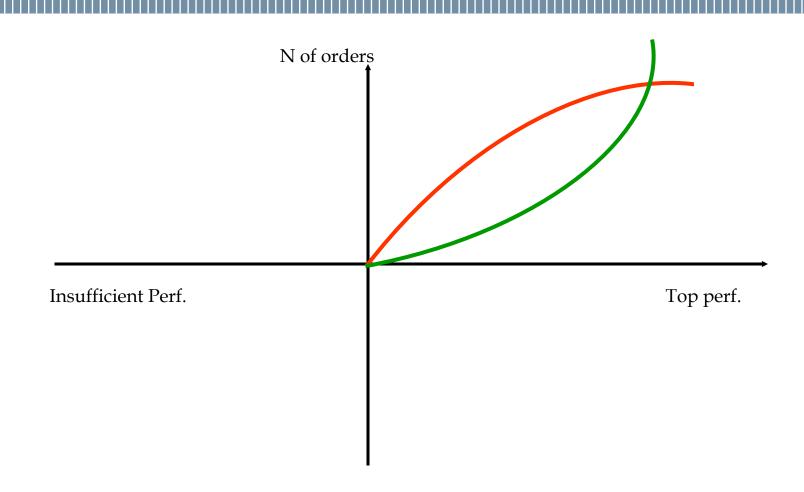
- Search and underline differences
- Group of homogeneous needs
- A customer can be part of different groups (promotional Vs standard packing)
  - Operations Point of View

### **Evolution in time**

| Perform.     | 1 year | 3 years | 5 years |
|--------------|--------|---------|---------|
| Time         |        |         |         |
| -Speed       | 35     |         | Q       |
| -Reliab.     | Q      |         | Q       |
| Price (cost) | 10     |         | 30      |
| Quality C.   | 35     |         | 30      |
| Flexibility  | 20     |         | Q       |
| Service      | Q      |         | 40      |

Market driven or company driven?

## **Non linearity**



## Map of performances

Low perf.

### In relation to Market and competitors

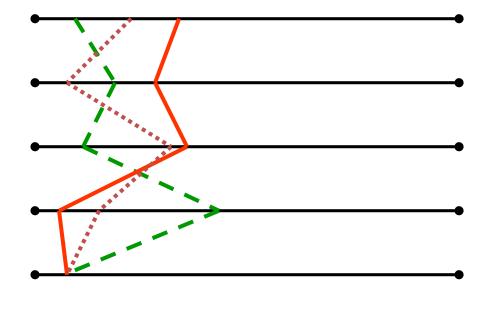
Time

Price

Quality

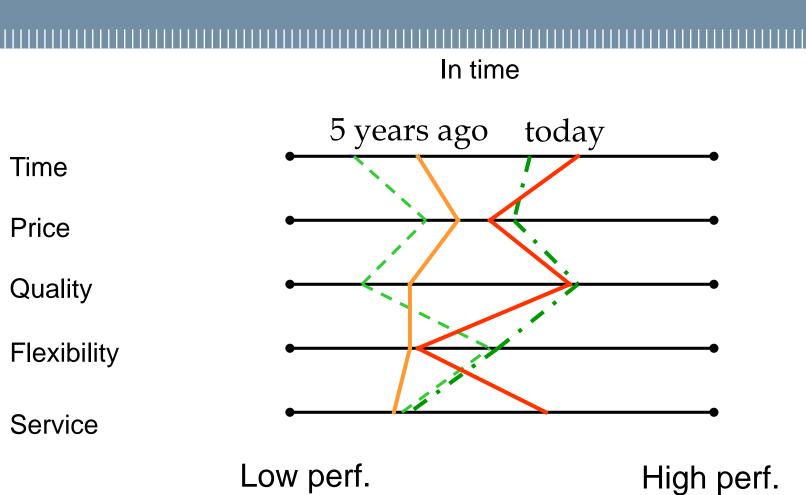
Flexibility

Service



High perf.

### Map of performances



**POLITECNICO MILANO 1863** 

### **Interventions priority**

- 1. Importance
- 2. Distance
- 3. Competitors
- 4. Difficulties

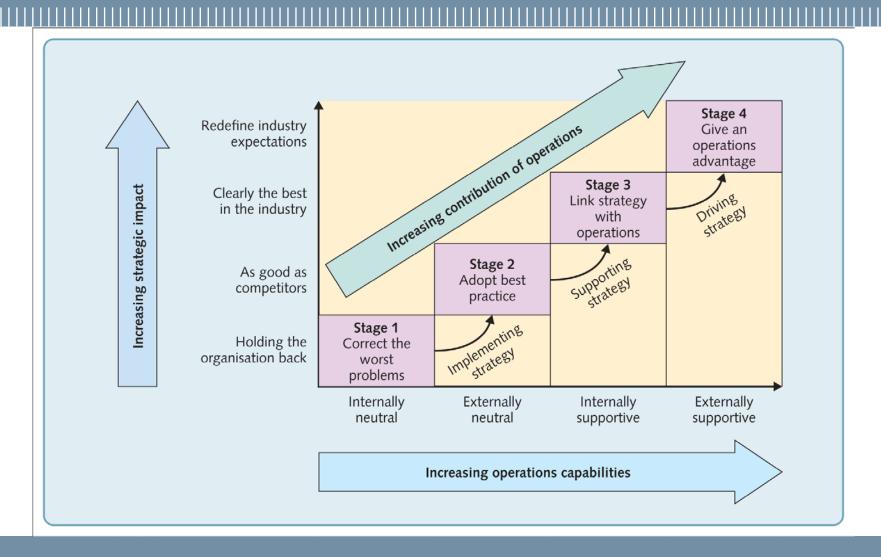
## **Project selection matrix**

IMPACT

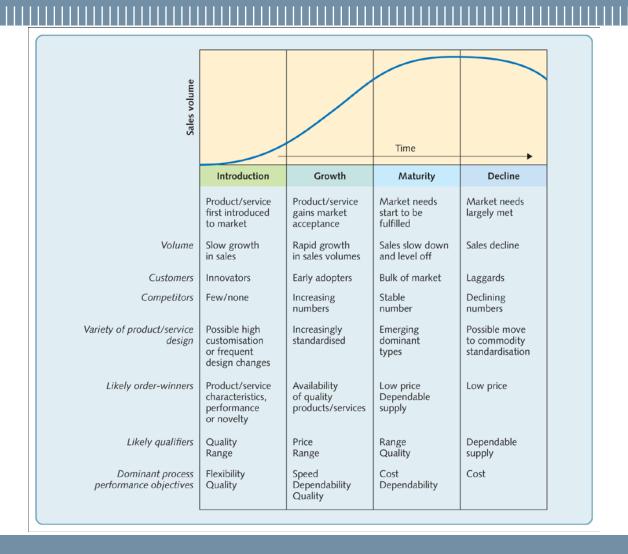
| High |     |      |
|------|-----|------|
| Low  |     |      |
|      | Low | High |

**EFFORT** 

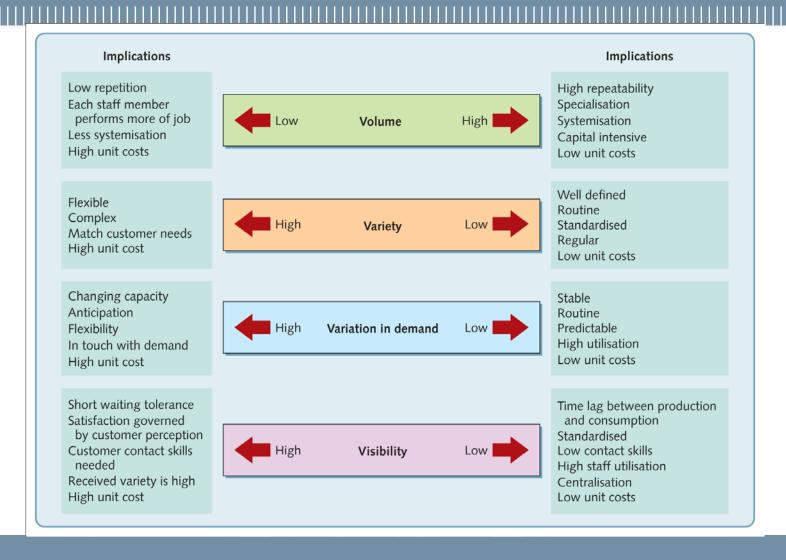
# OPS Strategy Maturity OPS Strategy Evolution



### Lifecycle S curve



### A typology of operations



### Four V analysys for some retail banking Processes

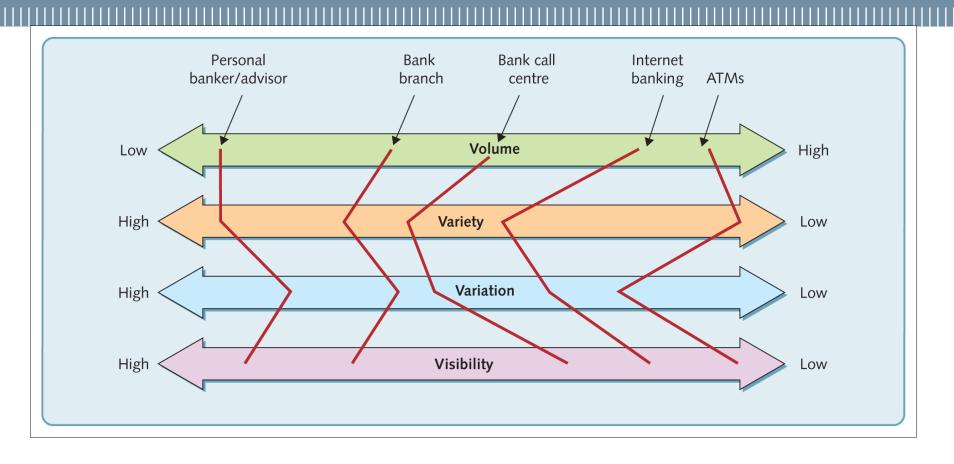
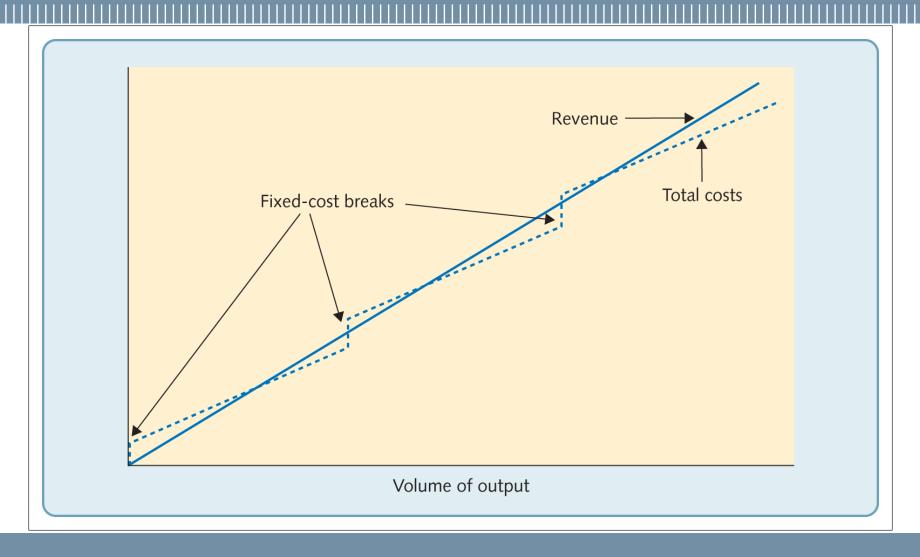
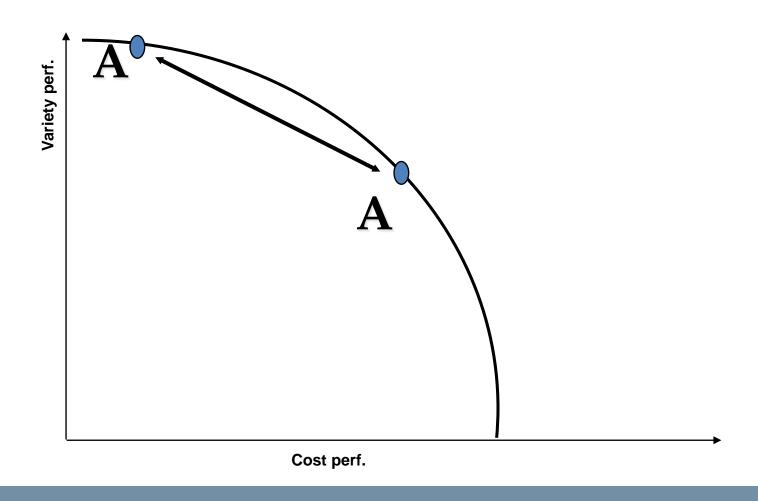


Figure 1.10 Four Vs analysis for some retail banking processes

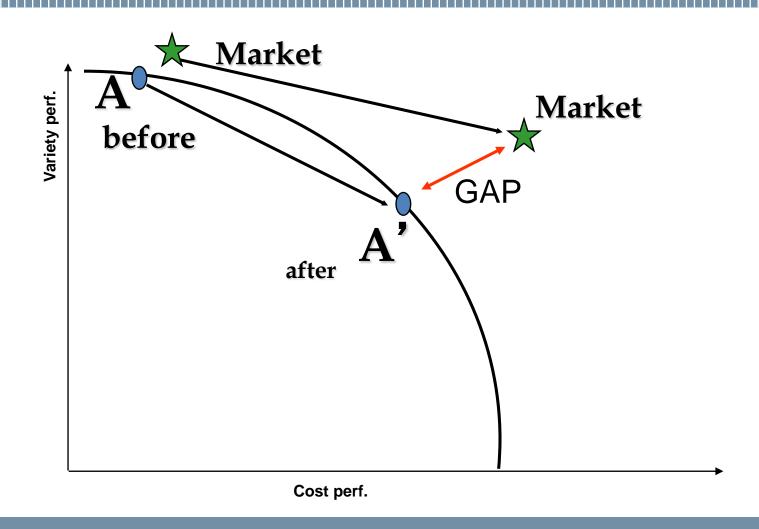
### Break Even Curve



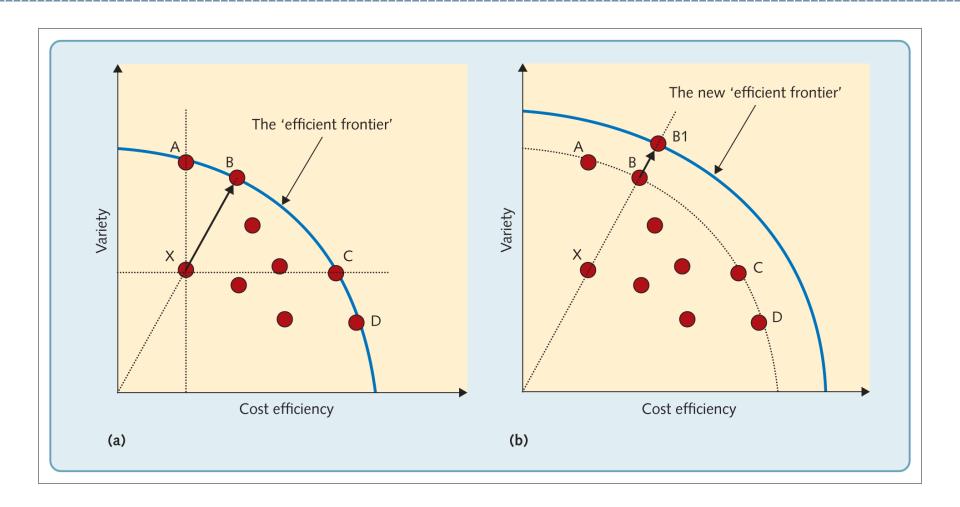
## Trade Off (no change curve)



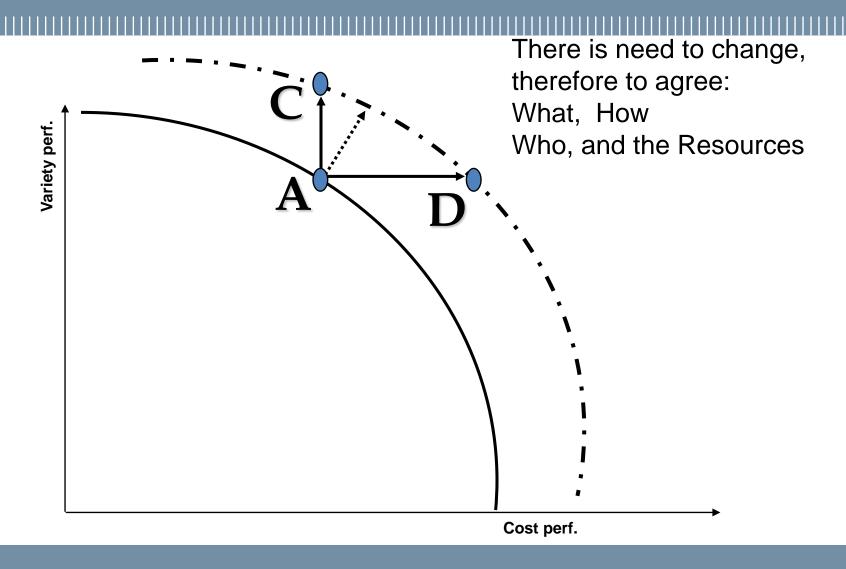
## **Targeting**



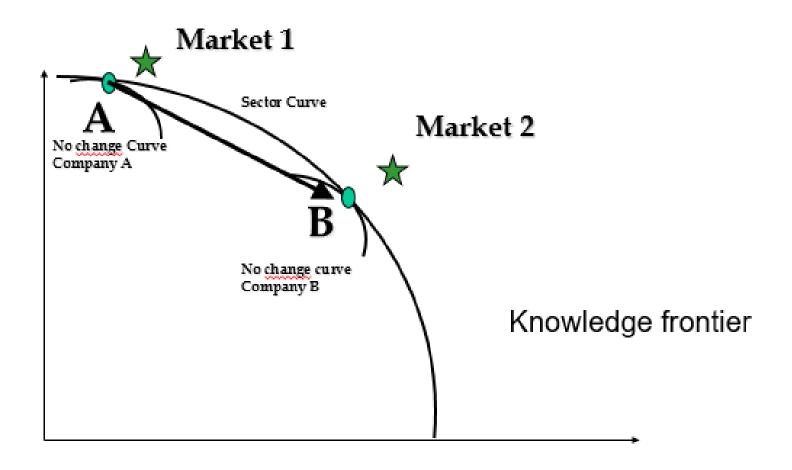
### The efficient frontier



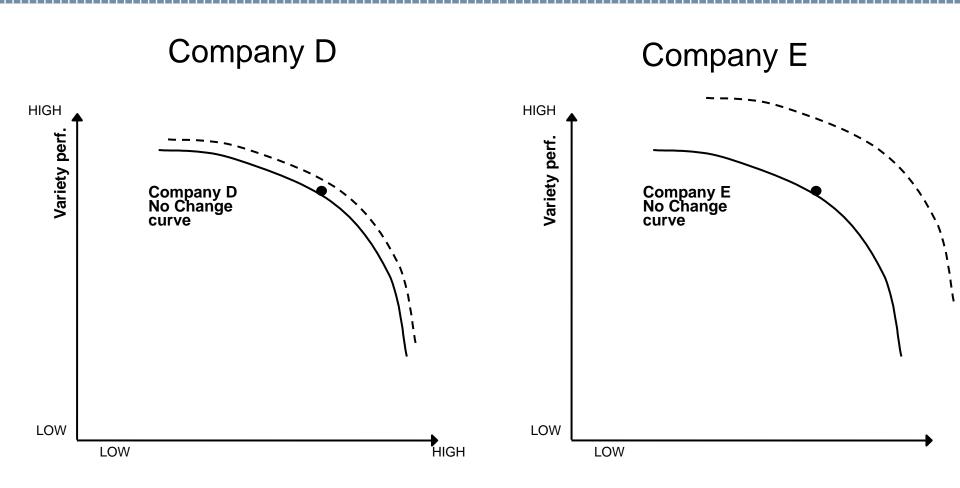
### **Overcoming Trade Offs**



### Sector curve trade off



### **POTENTIAL** curve



### **POTENTIAL** curve

