### **SCM Scenarios**

Logic & Reason: If raw materials are unavailable, alternative procurement strategies are needed.

Batch Size Efficiency

Definition: <a> Large Batch / <a> Small Batch Optimal batch size for manufacturing.</a>

Logic & Reason: Large batches reduce cost per unit, while small batches reduce waste.

Machine Utilization

Definition: W High / W Low How efficiently manufacturing machines are being used.

Logic & Reason: Low utilization may indicate an opportunity to optimize production scheduling.

**Outsourcing Feasibility** 

Definition: Yes / X No Whether the product can be outsourced instead of inhouse production.

Logic & Reason: If inhouse production is inefficient or costly, outsourcing is an option.

Bundle Offer Available

Definition:  $\mathfrak{P}$  Yes /  $\times$  No If the item can be bundled with another product to boost sales.

Logic & Reason: Helps move slowmoving stock by combining it with popular items.

Marketing Push Needed

Definition: \( \frac{1}{2} \) Yes / \( \times \) No Whether a marketing campaign is needed.

Logic & Reason: If sales are low, promotions, social media ads, or discounts may be required.

Seasonal Demand

Definition: Swinter / Summer / Festive / No Effect Determines if demand fluctuates by season.

Logic & Reason: Ensures stock availability during peak demand periods.

Competitor Price Influence

Definition: \times Lower / \times Higher / \times Same Compares pricing with competitors.

Logic & Reason: If competitors sell cheaper, pricing adjustments or promotions may be needed.

Customer Reviews

Definition:  $\uparrow$  Good /  $\Lambda$  Average /  $\chi$  Poor Customer feedback rating.

Logic & Reason: Helps understand customer perception and improve product quality.

**Decision Logic** 

If stock is not available and the item is fastmoving:

Supplier On Time: Move from another store (if available). Supplier Delayed: Raise PO if critical or move from a store.

If stock is available: No action is required.

Items with "Move from Another Store": Do not have a PO raised date.

Supplier Lead Time: Considered for PO orders to calculate Expected Delivery Date.

Supplier Delay: Lead times may extend (not accounted for in this default table).

Supplier Codes: Help track which supplier is responsible for replenishment.

Delayed suppliers: Affect the recommendation—either moving stock from another store or raising a PO.

Expected Delivery Date: PO Raised Date + Supplier Lead Time (applicable only if PO is raised).

If stock is not available and the item is slowmoving:

Eligible for discount: **«** Yes if sales have not increased.

Sales increase:  $\bigvee$  Yes  $\rightarrow$  No discount needed.

If sales haven't increased:  $\times$  No  $\rightarrow$  Discount is recommended to boost sales.

If sales did not increase after applying a discount: Further discount is suggested (1 Yes).

If sales still don't increase after additional discounts: Product is flagged for discontinuation ( Yes).

Fastmoving items: Not considered for discontinuation.

Alternative Product Available: If another product can replace this item, it reduces dependency on slowmoving or discontinued products.

Excess Stock Flag: If a store has too much stock, consider redistribution instead of ordering more.

Supplier Reliability: Helps in deciding whether to switch suppliers based on past performance. Stock Transfer Needed: Instead of raising a PO, move excess stock from another store with overstock.

Customer Complaints: If a product has high complaints, discontinuation should be prioritized. Alternative Product Available: If an alternative exists, avoid raising a PO and consider switching.

Excess Stock: If another store has excess stock, transfer it instead of ordering more.

### Additional Manufacturing & Sales Strategies

ManufacturingRelated Enhancements

- 1. Production Lead Time (Days): How long it takes to manufacture the product if it's produced inhouse.
- 2. Raw Material Availability: Available / X Shortage Whether raw materials are available to produce the item.
- 3. Batch Size Efficiency: \( \subseteq \) Large Batch / \( \subseteq \) Small Batch Whether producing in large or small batches optimizes cost and efficiency.

- 4. Machine Utilization: This High / Low If manufacturing machines are underutilized, consider shifting production.
- 5. Outsourcing Feasibility:  $\bigcirc$  Yes /  $\times$  No If production is slow, can this item be outsourced to a supplier instead?

# Sales & Marketing Strategies for Increasing Demand

- 1. Bundle Offer Available: " Yes / X No Whether the item can be sold as a combo deal to boost sales.
- 2. Marketing Push Needed: Yes / No If sales are low, consider promoting it through discounts, ads, or campaigns.
- 3. Seasonal Demand: Swinter / Summer / Festive / No Effect If demand varies by season, production should align.
- 4. Competitor Price Influence: \( \subseteq \) Lower / \( \subseteq \) Higher / \( \subseteq \) Same If competitors sell cheaper, adjust pricing accordingly.

# How These Insights Help

Better Inventory Planning: Avoid unnecessary purchases by tracking stock transfers and excess inventory.

Optimized Manufacturing: Consider outsourcing, batch size adjustments, or machine utilization improvements.

Boosting Sales: Use discounts, marketing, bundling, and seasonal strategies to improve product movement.

Better Supplier Management: Identify reliable suppliers and avoid those with frequent delays. CustomerCentric Approach: Stop products with high complaints and invest in improving product quality.

# Improved DecisionMaking

If Total Stock is high but Sold is low: Apply discounts or consider stopping the product.

If Available Stock is 0: Check if it's fastmoving and raise a PO or transfer stock.

If Supplier Delay is frequent: Consider alternative suppliers.

More Accurate Sales & Inventory Planning: 🚀