

A top-down view of a wooden desk. A person's hands, wearing a dark suit, are visible. One hand holds a pen and points at a 'Trading Graph' on a document. The graph shows a fluctuating line with a shaded area below it. Other documents on the desk include one with a pie chart showing 50%, 30%, 15%, and 5% segments, and another with the heading 'Current financial situation'. A laptop is partially visible in the upper right. In the bottom left, there is a spiral-bound calendar with a yellow sticky note that says 'Dinner with family 5:15 pm'. A newspaper clipping is also visible, with the headline 'y of the n Union'.

# WHAT ARE THE DISADVANTAGES OF JUST-IN-TIME SYSTEM?

2	3	4	5	6	7	8
9	10	11	12	13	14	15
16	17	18	19	20	21	22
23	24	25	26	27	28	29
30	31					

# WHAT ARE DISADVANTAGES OF JUST-IN-TIME SYSTEM?

**CULTURAL  
DIFFERENCES**

**EXTERNAL  
OBSTACLES**

**GLOBAL &  
LOGISTIC ISSUES**

**INTRACTABLE  
ACCOUNTING  
SYSTEM**

**SMALL  
SUPPLIER  
DIFFICULTIES**

**RESISTANCE TO  
CHANGE**



# WHAT ARE DISADVANTAGES OF JUST-IN-TIME SYSTEM?

## CULTURAL DIFFERENCES

**ORGANIZATIONAL CULTURE VARIES FROM FIRM TO FIRM**

**IT IS DIFFICULT TO CHANGE ORG CULTURE IN A SHORT TIME**

## EXTERNAL OBSTACLES

**JIT CANNOT TOLERATE INCREASING DEMAND RATES**

**ALSO CANNOT TOLERATE LOAD FLUCTUATIONS**

## GLOBAL AND LOGISTIC ISSUES

**IF THE DISTRIBUTION CHANNELS ARE DISRUPTED, IT LEADS TO PRODUCTION DISRUPTIONS FOR SUBSEQUENT CUSTOMERS**

# WHAT ARE DISADVANTAGES OF JUST-IN-TIME SYSTEM?

## INTRACTABLE ACCOUNTING SYSTEMS

**THE TRADITIONAL WAY OF ACCOUNTING AND FINANCIAL MEASURES CANNOT TAKE INTO ACCOUNT THE JIT METHOD**

## SMALL SUPPLIER DIFFICULTIES

**SMALL SUPPLIERS FACE DIFFICULTIES WITH SMALL LOTS INVENTORY  
THEY MAY NOT HAVE THE ADVANTAGE OF ECONOMIES OF SCALE**

## RESISTANCE TO CHANGE

**JIT REQUIRES EMPLOYEES TO LEARN NEW FUNDAMENTALS  
BUT HUMAN NATURE IS RESISTANCE TO CHANGE**