



# REVOLUTIONIZING LOGISTICS: FROM COMPLEXITY TO EFFICIENCY

A comprehensive approach to optimizing logistics through effective warehouse management, route optimization, accurate forecasting, and tailored delivery solutions.

Elaziz Dhia eddine  
Outerbah Mohamed

# THE TEAM



**Outerbah Mohamed**



**Elaziz Dhia eddine**

# WHY LOGISTICS OPTIMIZATION MATTERS



## Importance of Efficiency in Logistics

Efficiency in logistics leads to significant cost savings and enhances customer satisfaction.



## Project Goal Introduction

The goal is to create an innovative, data-driven logistics solution.

# THE COMPLEXITY OF WAREHOUSE OPERATIONS

Warehouse Management Challenges

## Human limitations in package sorting and clustering

Warehouse operations face significant challenges due to the limitations of human workers in effectively sorting and clustering packages.



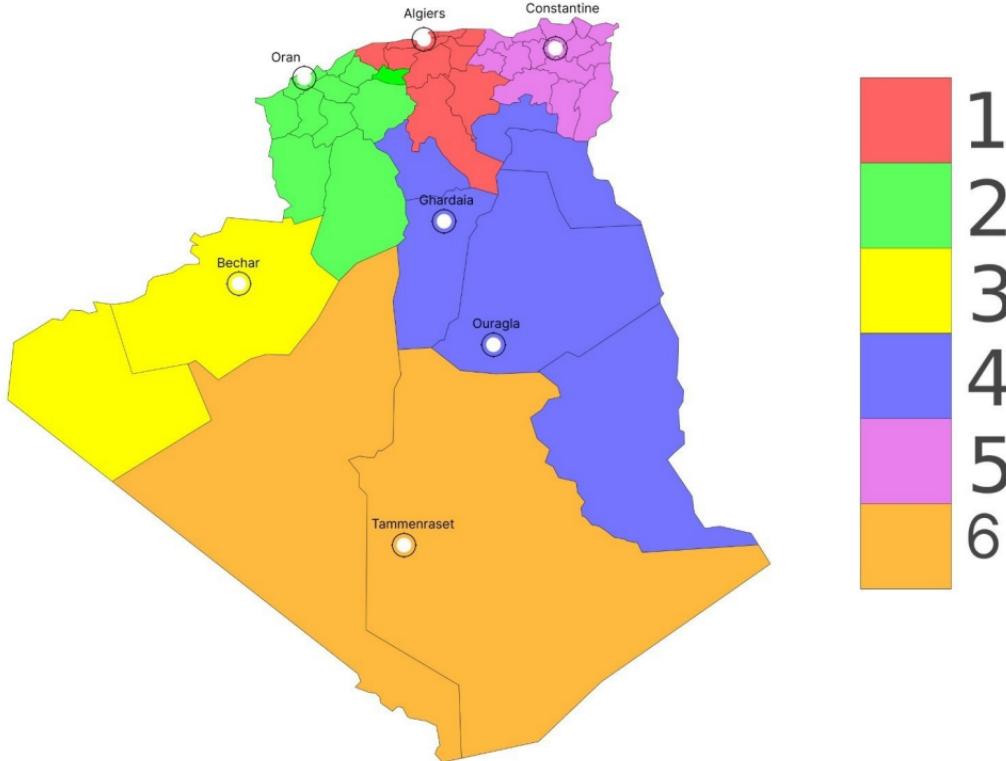
1

## Increased errors and delays during high package volumes

High volumes of packages can lead to increased errors and delays in warehouse operations, impacting overall efficiency.



2

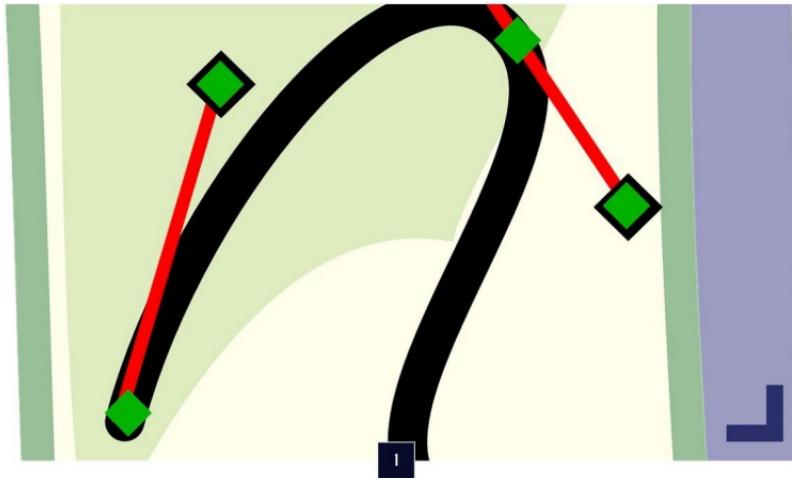


# REGION DIVISION AND HUB PLACEMENT

Vehicle Type	Capacity (kg)	Speed (km/h)	Cost per km (€)	Number of Vehicles	Use Case
Commercial Vans	1000	80	0.5	25	Local deliveries within regions.
Delivery Trucks	5000	60	0.8	15	Medium shipments between hubs.
Heavy Trucks	20000	50	1.5	3	Large bulk shipments between distant hubs.
Specialized Vehicles	Variable	60	1.2	7	Fragile or time-sensitive items (e.g., medical supplies, sahara conditions).

## SETTING UP THE ENVIRONMENT

# INEFFICIENCIES IN TRADITIONAL ROUTE PLANNING



## Route Optimization Challenges

Manual planning leads to longer delivery times and higher costs.



## Handling of Custom Cases

Poor handling of custom cases (e.g., multi-stop deliveries) exacerbates inefficiencies.

!N

For  $n$  packages you will have  $n!$  cases

## A LOT OF CONSTRAINTS

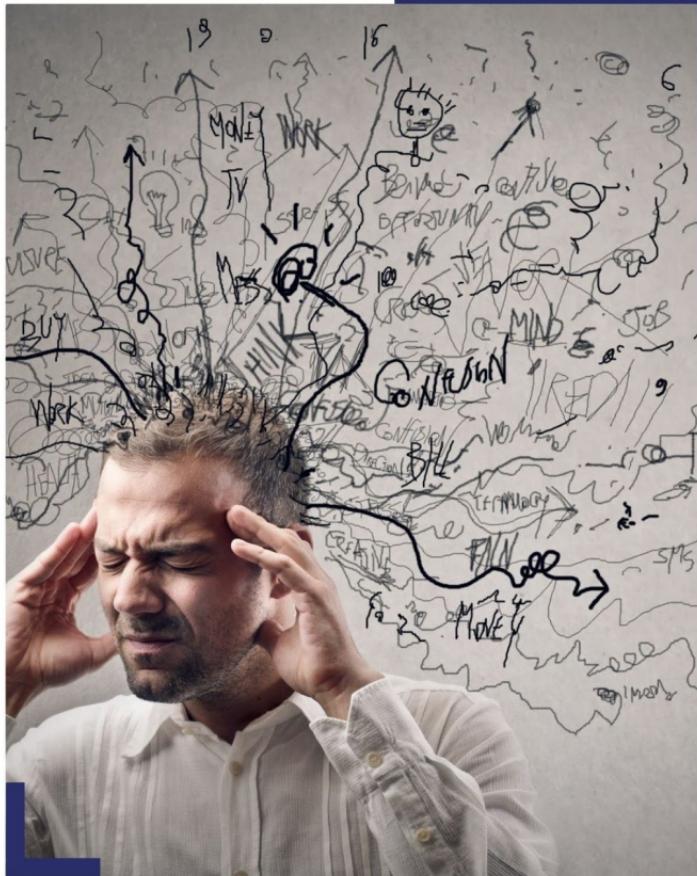
Package priority

Time windows

Drivers number

Regions division

Package size...





### **Google Maps API Integration**

Utilizes Google Maps API to provide real-time traffic updates and optimized paths for better logistics management.

### **Google or-tools**

integrate google or-tools with google maps so we can achieve the best performance possible



## **THE USE OF GOOGLE OR-TOOLS**



### **OR-tools with WMS**

define the clustering at the warehouse for better orginazation

# HUMAN VS COMPUTER

This is how using route optimization affect time and fuel. approximately **20%**



# PREDICTING AND PREPARING FOR HIGH DEMAND

Addressing Demand Forecasting Challenges



1

2



3

## Demand Forecasting Challenges

Identifying the difficulties in accurately predicting demand, which can lead to significant operational issues.

## Seasonal Spikes

Seasonal spikes can overwhelm hubs and vehicles, causing logistical challenges.

## Reactive Responses

Reactive responses to demand fluctuations can result in increased costs and delays in service.

# AN AI MODEL FOR DEMAND FORECASTING

## Forecasting Solution Overview

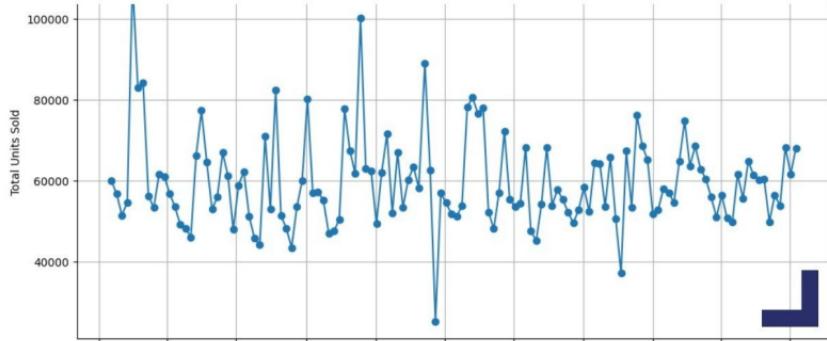


### Preparation of Hubs

Prepares hubs with extra space, vehicles, and workforce to meet demand.

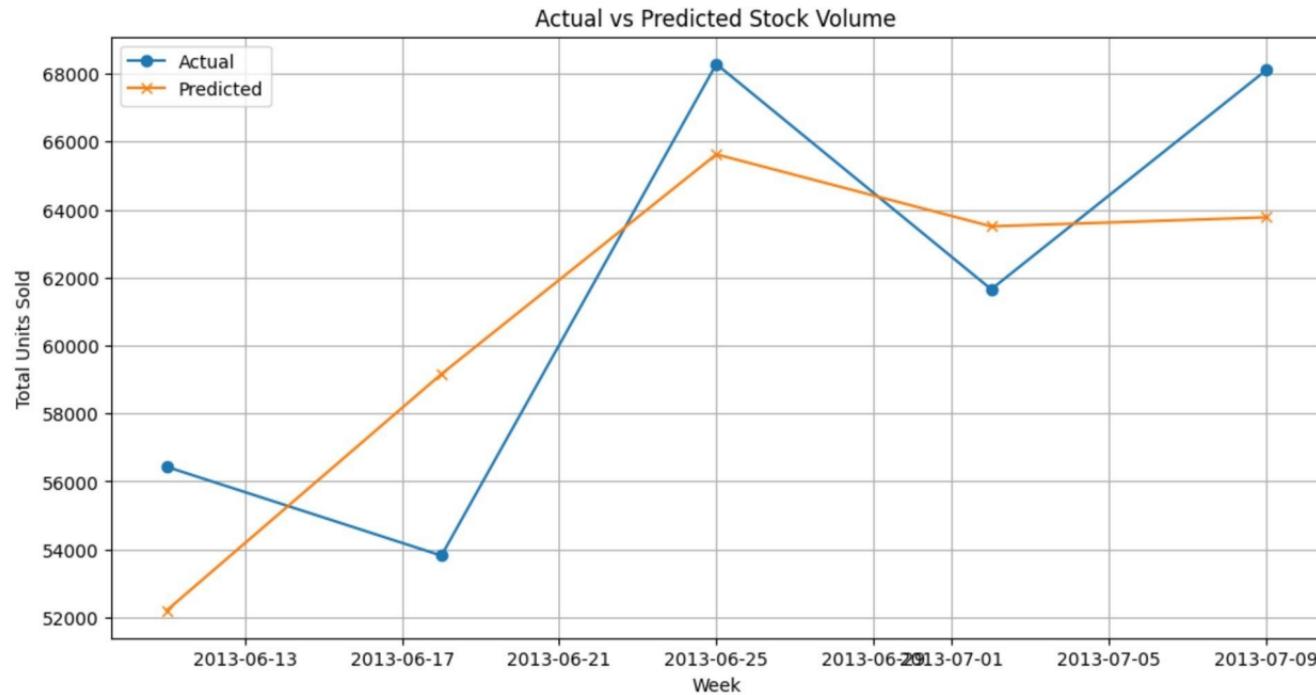
### Demand Forecasting

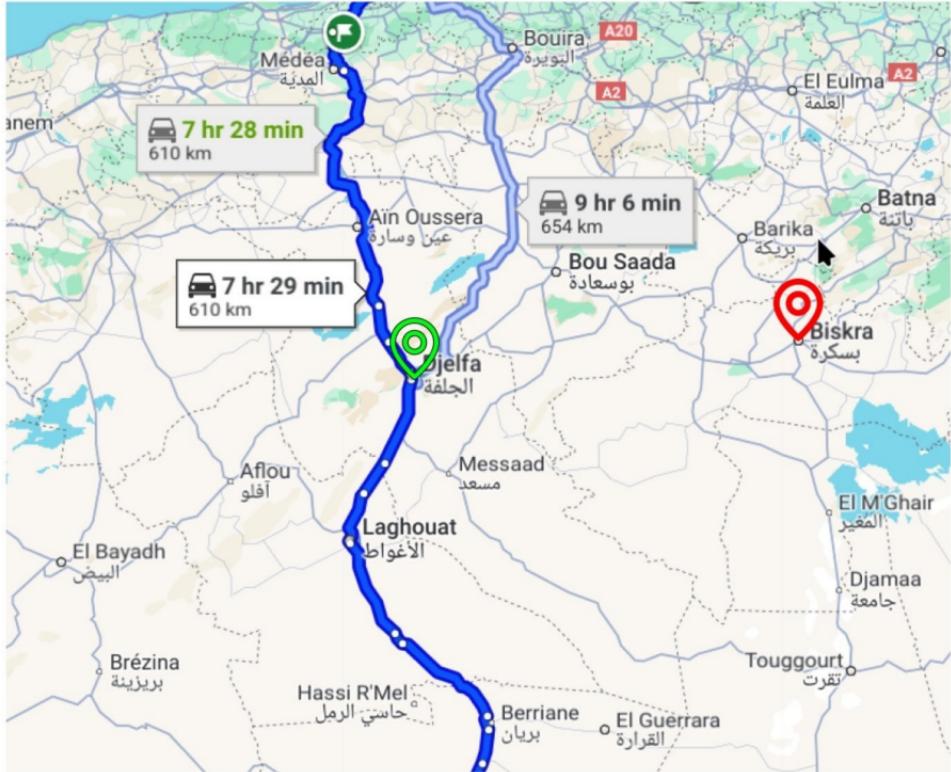
Utilizes historical and real-time data for accurate demand forecasting.



# THE RESULT

This image shows the difference between real values and predicted ones.





## Custom Delivery Cases

Hub-to-hub deliveries with en route annex drop-offs, such as the route from Oran to Algiers with Chlef as an intermediate stop.

## HANDLING COMPLEX DELIVERY SCENARIOS

A study shows that using AI to optimize picking routes, combined with a robust WMS, can increase workforce productivity by about **30%** while also reducing operational costs.

- [Dashboard](#)
- [Package Management](#)
- [Allocation](#)
- [Stock Prediction](#)
- [Reports](#)
- [User Management](#)

## Warehouse Management System

### Package Trends



### Stock Forecast



### Alerts

High demand expected next week

[View Details](#)

Capacity overflow predicted in 2 weeks

[Take Action](#)

- Dashboard
- Package Management
- Allocation
- Stock Prediction
- Reports
- User Management

## Warehouse Management System



## Generate Reports

Weekly ReportMonthly ReportCustom Report

## Key Performance Indicators

Average Processing Time  
**2.5 hours**

On-Time Delivery Rate  
**98.5%**

Inventory Turnover Rate  
**12.3**

## MEASURING THE IMPACT

### Results and Metrics

#### Improved Delivery Time

Achieved an enhanced delivery time by 20%, indicating greater efficiency in operations.



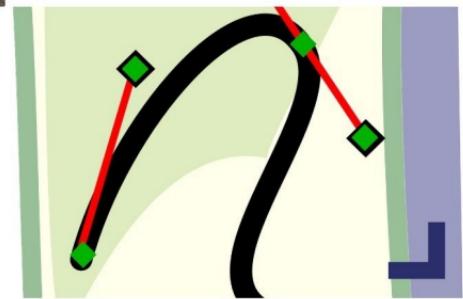
#### Optimized Routes

Implemented optimized routing strategies that led to better vehicle utilization.



#### Cost Savings

Realized cost savings amounting to 30%, contributing to overall budget efficiency.





# THANKS FOR YOUR ATTENTION!

Any questions ?