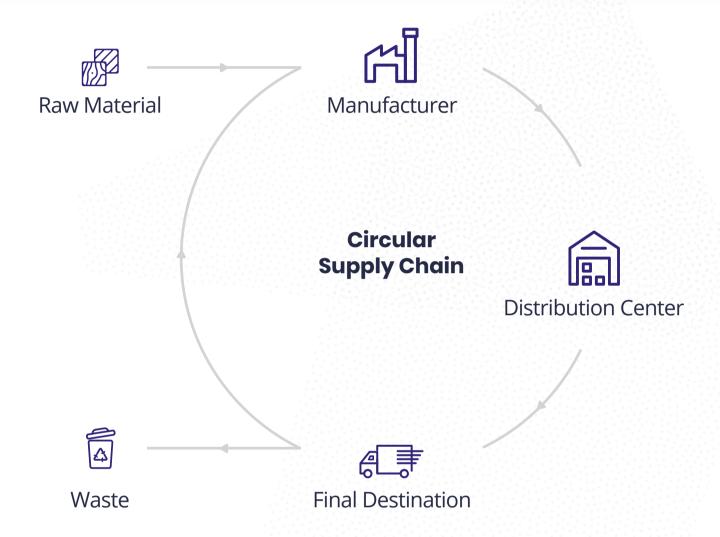
#035: Circular Supply Chains



It is a part of green supply chain initiative where the supply chain covers all the activities commencing and ending at the same point. It has negligible waste with manufactures refurbishing the discarded products for resale.



Need

- 1. Looping the supply chain can help cut down costs. The initial costs of putting new processes in place remain lower.
- 2. With a circular supply chain, companies can spend less on raw materials and, in turn, enjoy a reduced risk of price volatility.
- 3. A circular supply chain creates less waste, helping companies reduce their overall impact on the environment.
- 4. Strict government regulations on recycling and waste disposal also influence the adoption of a circular supply chain.

Changes in Planning

With circular supply chains, a more centralized planning process is desirable. It also has the potential to be more cost effective.