#037: Agile Supply Chain



What is agility?

It is the ability of supply chains to respond to volatility and uncertainty. In addition to financial benefits, it helps companies gain significant competitive advantage.

Steps to make supply chains agile?

Understanding the effects of uncertainties on operation.

Building agility across functions, coherently.

Making detection-and-response core capabilities.

Drivers







Methods

Reduce uncertainty

How?	Top Industry ²
Best in class forecasting	High-tech³
Demand shaping	Retail
Risk management	Telecom

Build structural agility

How?	Top Industry ²
Postponement ⁴	Pharma
Integrated planning & collaboration	High-tech
Agile network	Telecom /

Ensure operational reactivity

How?	Top Industry ²
Lean replenishment	High-tech
Inventory optimization	High-tech
Emergency planning	Industrials

Food for thought!

How to make the best trade-offs between the costs and benefits of agility?