

#020 DO I NEED TO INCREASE MY SAFETY STOCKS TO PROTECT MYSELF AS SOON AS PRODUCTION RESUMES?

Distributor

Industry

Stock

An increase in the safety stock will only be successful if and only if the supplier (internal or external) is able to meet the total demand including consumer (market) demand and the additional demand related to safety increases.

In the case of a capacity dimensioned on the consumer demand, the needs related to safety increases will not be met and the system will be under tension to get out of an artificially created rupture situation. With all the induced extra costs (emergency management, delay penalties, poor service rates, unfair prioritisation, etc.).

An additional securing of the different stock levels in the chain should therefore be done transparently with upstream actors to measure the capacity to increase them without creating additional problems.





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20+ years of Management Consulting in all sectors, Extended Supply Chain enthusiast, Lateral thinker, Complex problems solver, Digital adopter ... but always down-to-earth pragmatist.

| About ASLOG

ASLOG brings together more than 400 companies from all sectors, with 2,000 professionals working together to promote and build tomorrow's Supply Chain. ASLOG is a neutral and independent association that addresses Supply Chain issues.

As early as 1972, visionary men sensed that this function would be decisive for all companies. For almost fifty years, professionals in the sector have made ASLOG the reference partner.

ASLOG is the privileged interlocutor of institutions and public authorities on all questions relating to the sector.

| #supplychain4good

The **#SupplyChain4Good** community was created at the initiative of Michelin and ASLOG, as part of the Movin'On ecosystem, in favor of a more sustainable mobility of goods.

#SupplyChain4Good's ambition is to federate the actors who work for Supply Chains that are simultaneously good for the planet, the people and the business performance. The members of this community are «shippers» (industrial and commercial companies), «operators» (transporters, logisticians, shipping companies, ports...), «support functions» (academics, consultants, information systems, regulators, NGOs...).

They cover all economic sectors and all regions of the world. Their work takes place throughout the year and culminates in the annual Movin'On Summit, the world summit on sustainable mobility.