# **Guide to a More Efficient Supply of Goods**

ECR's recommendation on how the trade and suppliers ensure the supply of goods during challenging periods that require extraordinary efforts to maintain a high level of service to consumers

#### 1. Startup meeting

- Book a startup meeting
- Review the guide

#### 2. Risk analysis and deviation management

- Identify general risks where action needs to be taken
- Identify items/assortment with higher risk
- Create a plan for monitoring and managing large deviations
- Create a consensus on priorities between items /assortment in the event of shortage

#### 3. Flow of information

- Establish consensus on relevant information from both parties
  - When, what, how, who

#### 8. Meeting structure

- Book scheduled follow-up meetings
- Clarify meeting roles and expected deliveries
- · Set the agenda

#### 9. Communication structure

- Decide which people /roles communicate on different issues
- Determine way of conduct for communication and decisions in case of deviation



Activities prior to challenging periods

Prognosis

Meeting and communication structure

Internal processes

#### Evaluation

#### 4. Prognosis

- Ensure that prognosis are transparently shared according to an agreed time schedule. Also include any substitute products
- Come to an agreement on permissible tolerances /deviations

#### 6. Prognosis follow-up

 Do a collective prognosis follow-up according to agreed plan



#### 10. Internal processes

Trade and supplier ensure processes regarding, staffing, production, transport, communication etc. according to agreed plan

## 11. Evaluation

 Collective evaluation to identify success factors and areas of improvement.



#### 5. Plan for incoming deliveries

- Create plans for incoming deliveries including volume, days and times
- Any deviating availability is taken into account
- In the event of any shortage, the aim should be "fair share"

#### 7. Production and delivery capacity

- Preventory work to equalize production volumes
- Capacity assurance including back-up plan







# Checklist

# Activities prior to challenging periods 1. Start-up meeting 2. Risk analysis and deviation management 3. Flow of information Prognosis 4. Prognosis 5. Plan for incoming deliveries 6. Prognosis follow-up 7. Production and delivery capacity Meeting and communication structure 8. Meeting structure 9. Communication structure Internal processes 10. Internal processes 11. Evaluation – "Lessons learned",









# **Deviation codes and suggestions for actions**

### **Deviation codes**

- Sales over prognosis / Prognosis deviation
  (Deviation from prognosis with customer, supplier, subcontractor)
- Production Problems / Production Capacity
  (Production deviation at customer, supplier, subcontractor)
- Lack of Raw Material, Packaging, Quality
  (Deviation regarding product availability at customer, supplier,
  Subcontractor)
- Availability opening hours
  (Deviation due to changed availability in production with customer, supplier, subcontractor)
- Incorrect order season /revision
  (Deviation due to orders for non-orderable assortment)
- Transport Delays
  (Deviation in the supply chain linked to transportation)
- Error in managing deviations
  (Managing deviation by customer, supplier, subcontractor)

## Suggestions for actions

- · Increase stock levels at supplier and / or customer
- · Increase loading or unloading span
- Ensure a higher production and transport capacity
- A higher frequency of exchanging information
- · An agreed upon prioritization of production volumes





