### LOGISTICS SOLUTIONS DIVISION

# CASE STUDY: LOGISTICS SERVICES FOR E-COMMERCE









**LOGISTIC SERVICES** 

www.arcese.com

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### **Overview**

### Market standing

1st privately owned logistics operator in Italy
One of the Largest 100 m³ truck fleet in Europe
IATA Top 10 air forwarder
One of the main sea freight forwarders in Italy

### Structure

4.500 employees
over 500.000 m² warehousing surfaces
70 sites and a worldwide network



### 2010 in numbers

Road | 900.000 shipments

Intermodal 17.600 shipments

Sea | 18.500 shipments

Air | 26.700 shipments

Turnover | 450 mio/euro



## **Logistic Solutions Division**

- A long experience in supplying inbound and outbound logistics services within the main industrial fields
- · A chance to develop tailor-made projects in order to face customer's various needs
- · Highly qualified internal project management staff with great know-how
- Highly technological standards, experience and financial skills all convey to offer a series of services allowing to streamline the streams of work through their engineering



Italian network

#### BOLOGNA Castel S. Pietro Terme total 50.000 mg

160 employees

### BRESCIA Bassano Bresciano

total 24.000 75 employees

#### CHIETI - Atessa

total 6.000 mq 12 employees

#### MILANO Cavenago

total 13.200 mq 30 employees

### MILANO

### Cesano Maderno

total 42.000 mq 40 employees

#### VICENZA - Altavilla

total 4.000 mq 15 employees

#### NAPOLI - Nola

total 5.500 mq 5 employees

#### TORINO - Rivalta

total 18.400 mq 15 employees

### TORINO - Gerbole

total 11.000 mq 8 employees

### TRENTO - Arco

total 28.000 mq 28 employees

### TREVISO - Paese

total 4.000 mq 3 employees

#### **CUNEO**

total 20.000 mq 70 employees

#### VICENZA

total 3.000 mq 45 employees

#### **BRESCIA**

total 2.000 mq 7 employees



## Logistic sites



### **BELGIUM**

total 30.000 mq sheletered 7.200 mq

#### **GERMANY**

total 51.600 mq sheletered 10.500 mg

### **POLAND**

total 180.000 mq sheletered 90.000 mg

### **SPAIN**

total 40.000 mq sheletered 30.000 mq

### **SWITZERLAND**

total 40.200 mq sheletered 10.200 mg

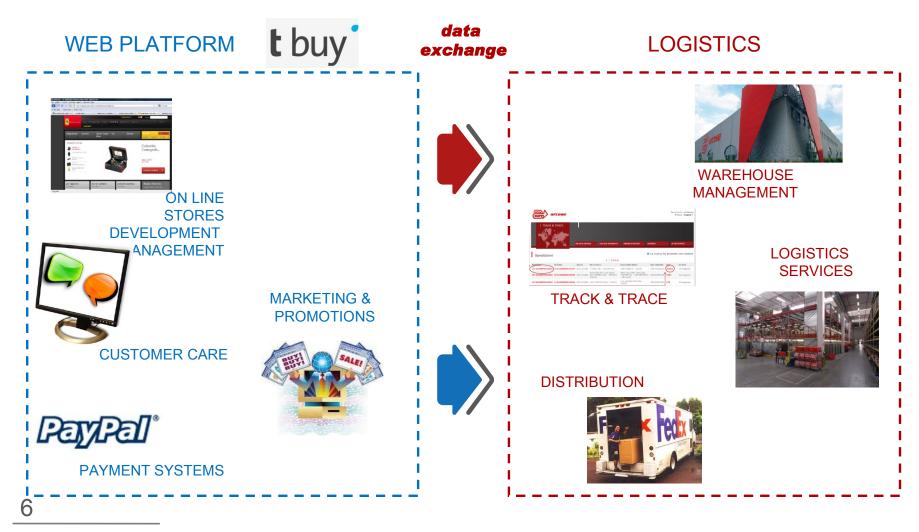
### UK

total 27.000 mq sheletered 5.600 mq



## **E** - commerce logistics

### ARCESE E-COMMERCE APPROACH



## E- commerce | Partnership with T buy

Online store web interface design



Application development

Outsourced management of the store at the request of the Client: billing and payment cycles, anti-fraud control, Customer Care centre.

Store editorial management

Web communication management: sending of newsletters, design of pages dedicated to social networks



















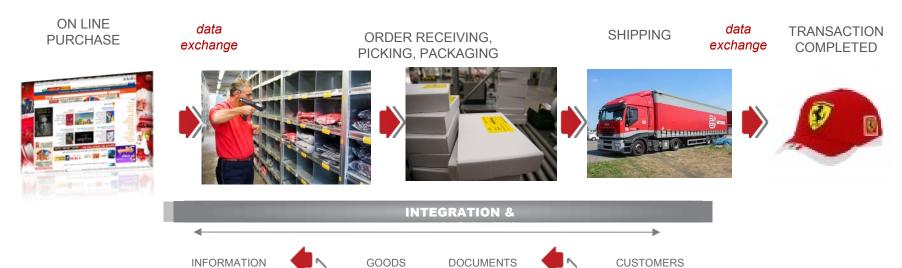
## Arcese e - commerce logistics services

The activies include:

- •Inbound goods check and storage
- Picking and packaging
- Shipping and distribution
- •Real time uptade of items available on stock
- Order tracking
- Vendors management
- •Returns, claims and anomalies management







### **Business case - Ferrari store**



### **MERCHANDISING**

Activity start: 2009

Warehousing

· Deliveries BtoC All World

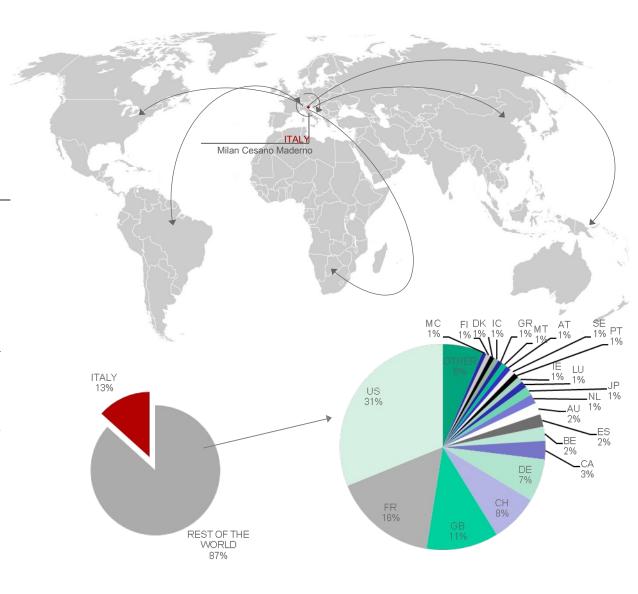
Complete orders management

### DATA

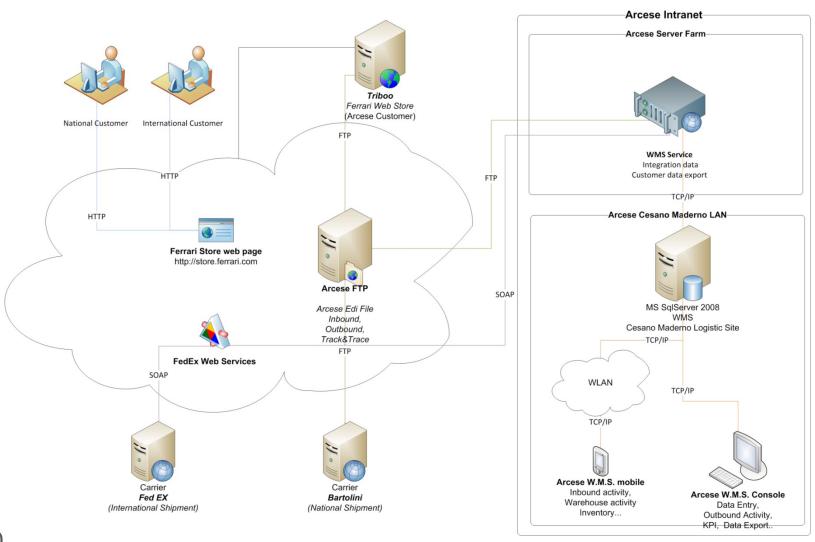
Shipments: 40.000 shipments/year

Pieces shipped: 80.000

Items on stock 20.000



### Business case - Ferrari store: IT Architecture



## FERRARI STORE - Data Exchange

### **CARRIER**

### Send to Arcese

- -Track & Trace Shipment status
- -Billing Information Cost of shipment

### **ARCESE**

### Send to Triboo

- -Confirm Inbound Item received Item Damaged
- -Confirm Outbound Item shipped Item not found
- -Warehouse Stock Item quantity detail
- -Track & Trace Shipment status

### Send to Carrier

-Shipment data Address Payment

### **TRIBOO**

### Send to Arcese

- -Inbound Order Supplier Item code Item Barcode Quantity
- -Outbound Order Customer information Customer address Item code Item Barcode Quantity Payment

## Business case - Ferrari store: operations



ON LINE PURCHASE



**ORDERS MANAGEMENT** 





MASSIVE PICKING



**DOCS MANAGEMENT & SHIPPING** 



**EXPR COURIER LABELLING** 



DOUBLE CHECK & PACKAGING

## **Arcese e-Logistics**

### STRENGHT POINTS

- volume increasing (+46% 2011 vs 2010 +31% 2010 vs 2009)
- · commercial visibility
- only one web provider for many different brands
- intensive use of the storage area

### **CRITICALS**

- it systems scalability
- systems "Interoperability"
- high infrastructure costs
- variety of items: low efficiency in picking, packaging and storing
- low logistics know-how by the clients: low stock rotation, high value of slow movers
- weekly peaks and monthly peaks

### **Arcese e-Logistics**

### ... SO WHAT TO DO?

- VERY HIGH OPERATIVE FLEXIBILITY (PERSONNEL, AREA, INFRASTRUCTURES)
- STANDARDIZATION OF LOGISTICS PROCEDURES AND EQUIPMENTS
- HIGH CONTROL OF STOCK ROTATION (SLOW MOVERS, ABC CLASS)
- CONSTANT COMMUNICATION WITH WEB PROVIDER (PROMOTIONS, FORECASTS, NEWS)

### **CLOUD COMPUTING ON eCOMMERCE**

### **OPPORTUNITIES**

- **-Scalability**: cloud computing is a scalable solution. It does not entail the onerous economic exposure that IT infrastructures purchasing and maintenance performing are tied to. Cloud services are available on demand, paid according to the pay-per-use logic. In this way wasted resources are reduced and so are expenses. In case of computing or storage capacity extension it is possible to implement new applications without onerous investments.
- Quick response to business requirements: cloud computing allows companies to expand easily, according to their requirements and to seasonal peaks. In this way they need to sustain costs for the only services they actually use. Companies can also avoid expenses not needing to purchase computing resources to face activity peaks. Cloud computing grants on demand adapting of computing power and automatic resources optimization.
- **-24/7 Service, 7 days a week:** servers need constant and continuous control. If it is not office hour they will not wait for IT staff to come back at work the morning after before crashing. Cloud computing providers manage their structures with qualified employers on service 24/7, 7 days a week, discharging you from the high costs of fixing and personnel supporting.