

The Common Framework - A Logistics Service Providers View

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Facts & Numbers

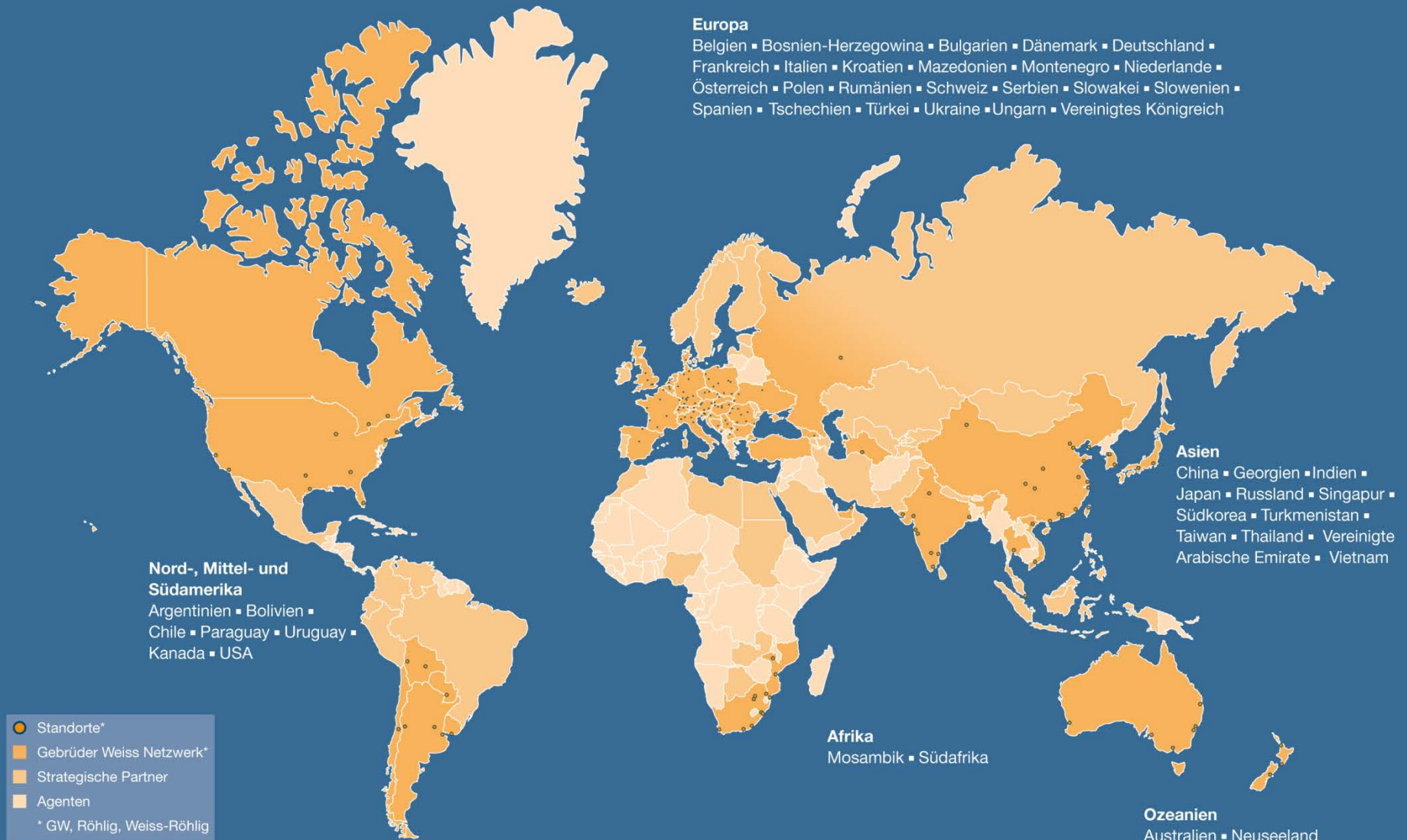
- Founded in 1823 in Fussach, Austria
- Still owned by the founding family
- 150 branch offices around the globe
- 6.000 employees
- 10.000.000 shipments per year
- 1.200.000.000 € turnover in 2013
- 500.000 m2 of warehousing space



GW Branch Offices in Europe



Worldwide Air & Sea Network



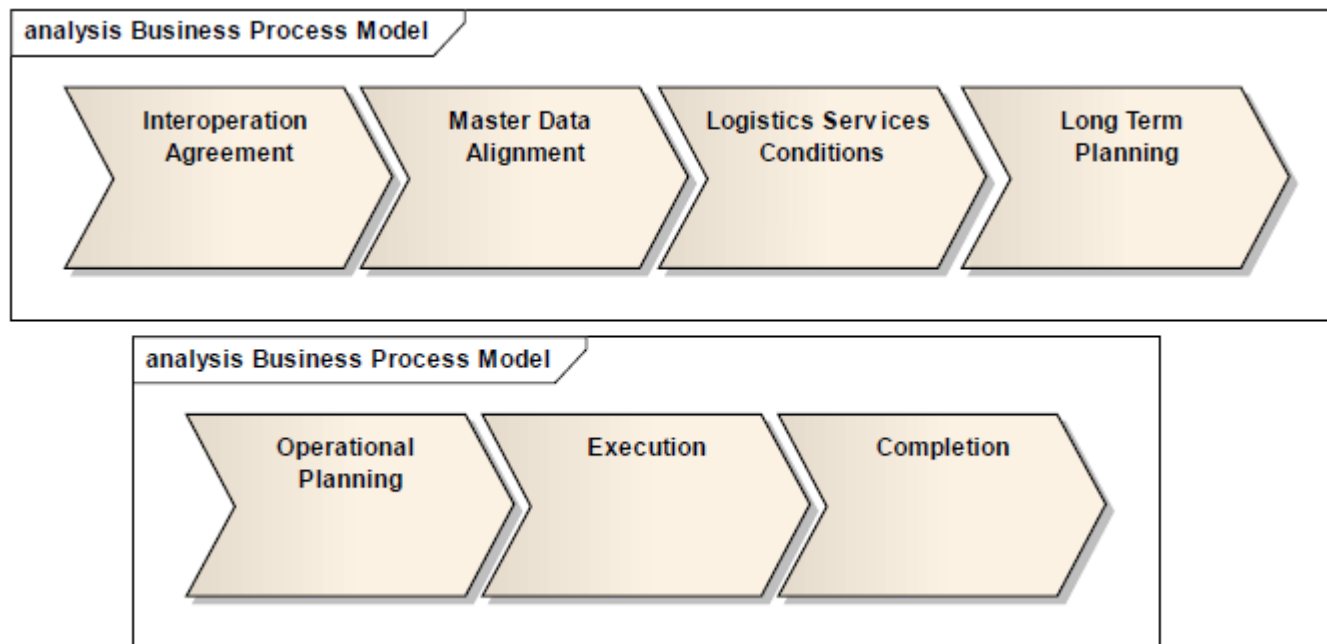
The International Network of Gebrüder Weiss

- Branch offices in 30 countries around the globe (approx. 50% outside the EU)
- Multimodal transports (road, rail, air, sea), warehousing and complete logistics solutions
- 3rd and 4th party logistics service provider
- International network of partners, subcontractors and Air & Sea carriers
- Member of several logistics alliances
 - e.g. SAE (56 members in 29 countries)
- EDI integration with 800 customers and partners – no global standards for information exchange in the supply chain
- Being able to integrate customers and partners is a major competitive advantage

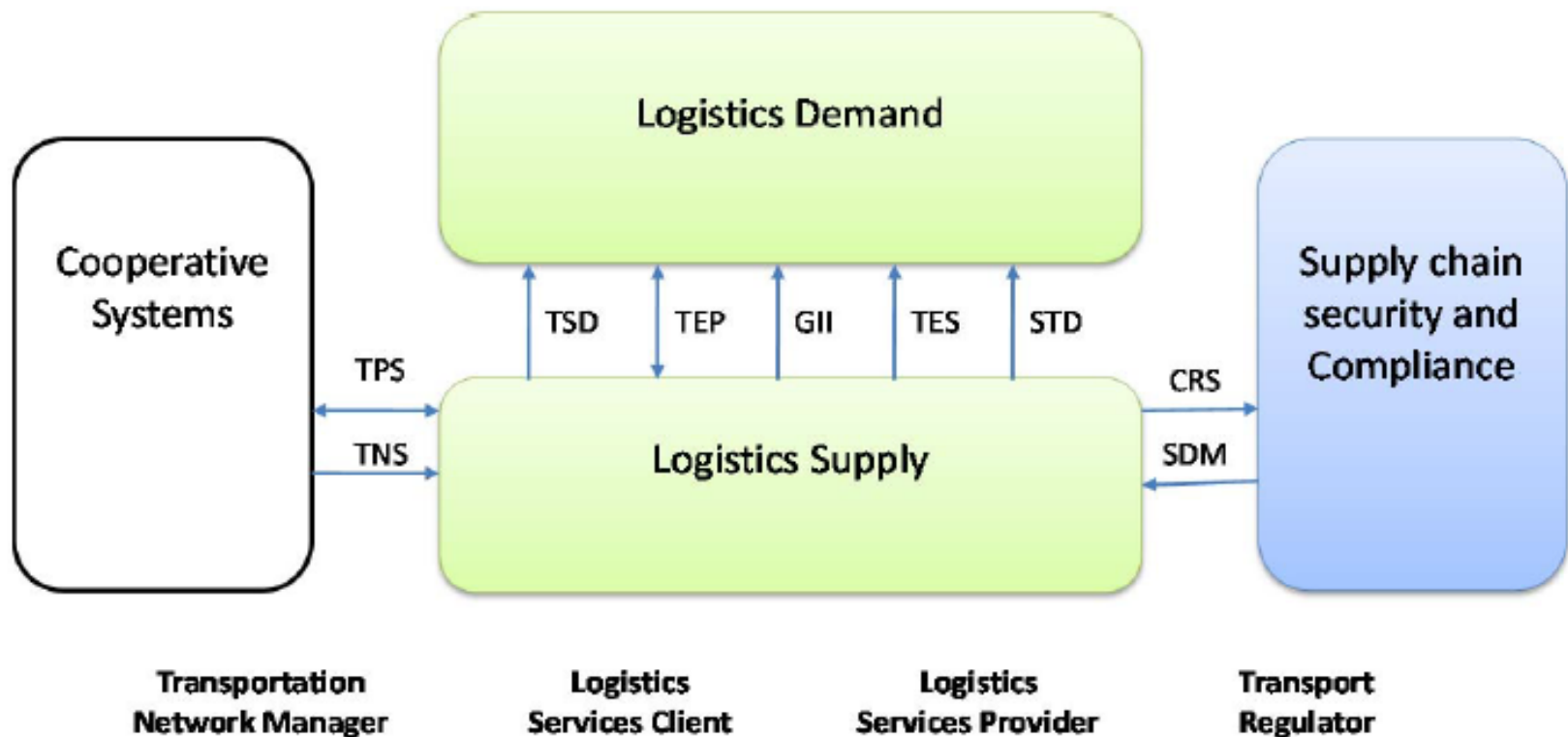


Business Processes

- Important are defined processes on the strategic AND the operational level
- Long term capacity planning can only work through an integration between logistics services providers and clients

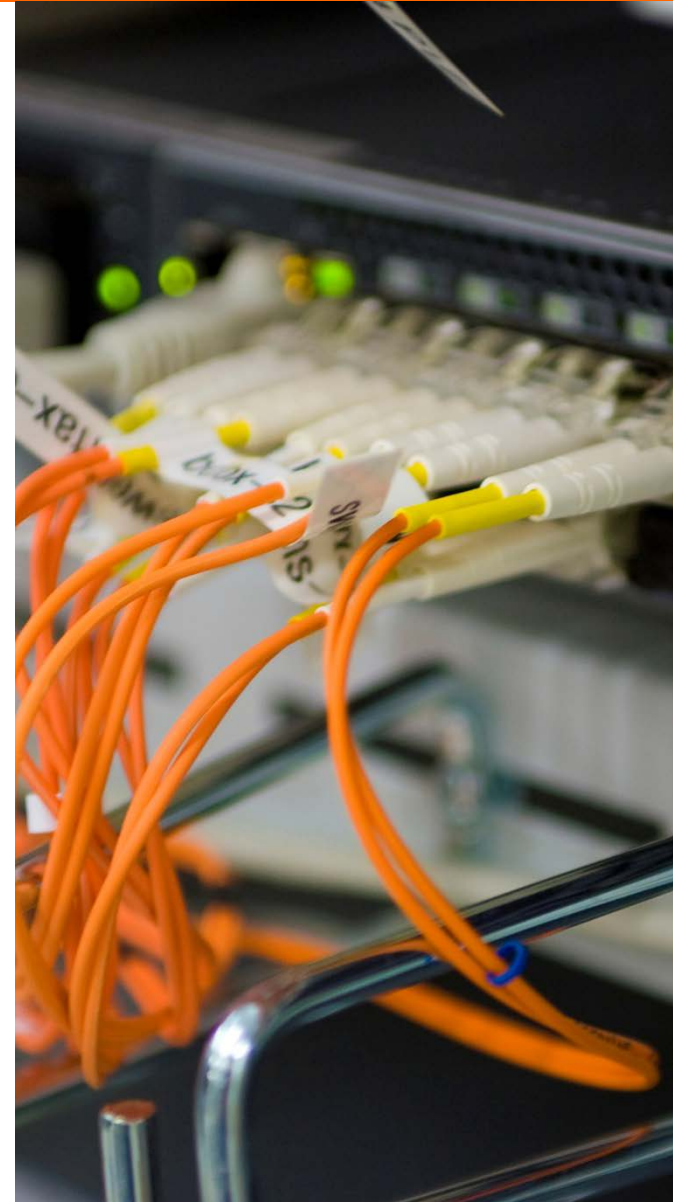


The Domains and the Interactions



The Main Features for a LSP

- Integration between client and service provider through
 - Transport execution plans
 - Transport service descriptions
 - Regular updates on the execution status
 - Itinerary of the transported goods
- Integration between the infrastructure, the means of transport and the LSP
- Integration between the LSP and customs and authorities
- Clear descriptions of the information along the whole supply chain
- A standardized data format and aligned information



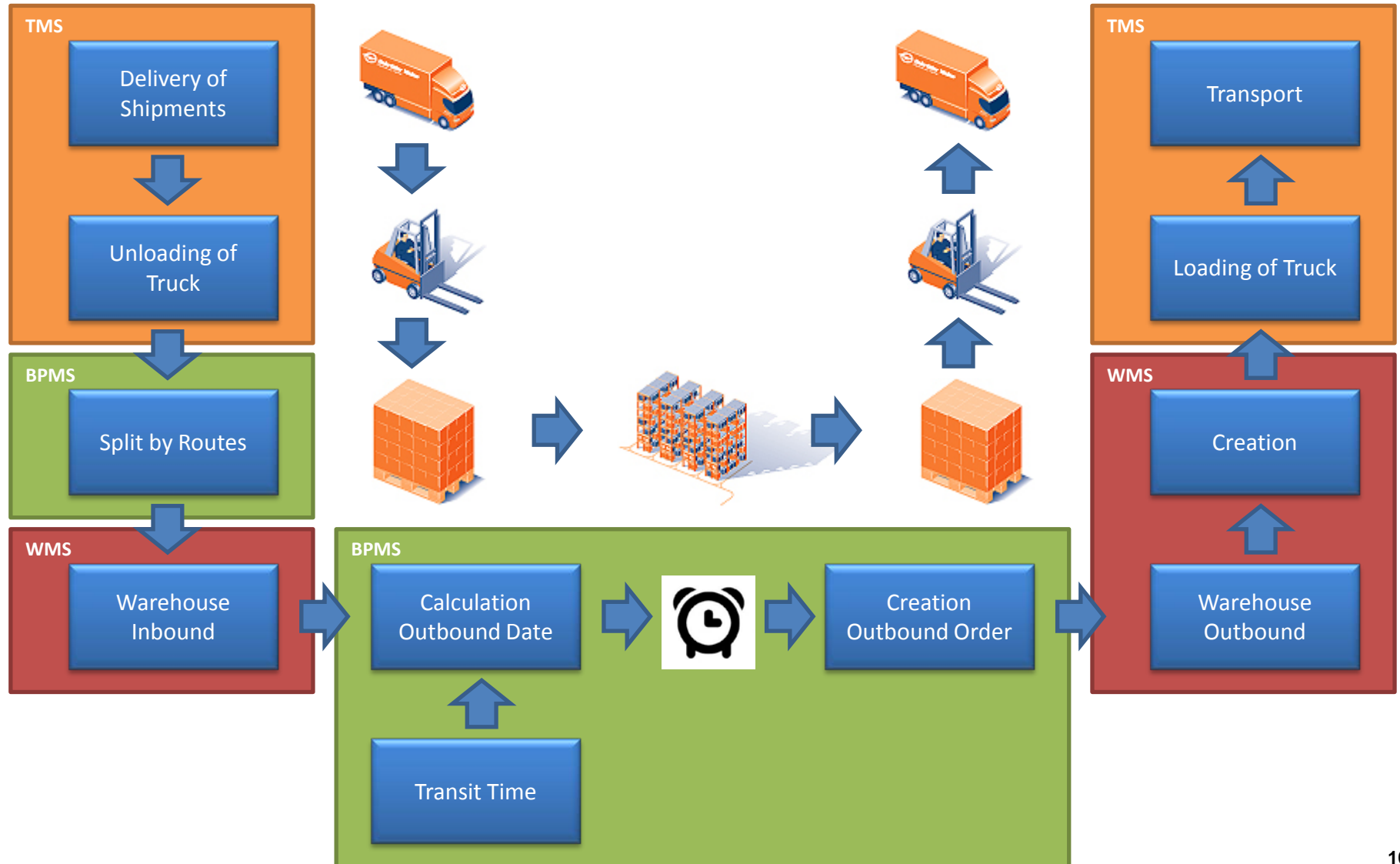
From an LSPs point of view...

- Single-mode and multimodal transports are covered – the information flow from the consignor to the consignee is guaranteed
- Does the framework scale for a 4th party logistics provider that manages several 3rd party logistics providers?
- Transports are only part of the service portfolio of a LSP – other services are not covered by the Common Framework
 - Inbound and outbound orders for warehousing
 - Value added services (e.g. packaging)
 - Crossdocking



Process Example

Supply Chain Solution



From an LSPs point of view...

- What if parts of the service are provided by LSPs that do not use the Common Framework? E.g. the first leg of the transport is provided by such a LSP? What does that mean for the rest of the transport?
- Orders might get consolidated or split by the LSP – what does that mean for the information flow along the supply chain?
- A critical mass is needed to establish the Common Framework within the industry. It should become a standard and needs to be adopted by key market players (e.g. large LSPs)
- What about supply chain resilience? How can the SC react to exceptions?



What will the future bring?

- Higher integration between logistics service clients and logistics service providers – integration will be on the operational and on the strategic level
- Increased outsourcing of the whole supply chain to 4th party logistics service providers
- More complex supply chains and, thus, more complex requirements from the logistics service clients (exception handling, consolidation, splitting, value added services, etc.)
- Global supply chains that need integration across multiple countries, cultures, languages, ...



**Thank you for
your attention!**

GW/moves

Description

- **Cooperative Systems – Traffic management systems / vehicle and infrastructure**
- **Logistics Demand – Consignor, Consignee, Logistics Service Clients**
- **Logistics Supply – Logistics Service Providers**
- **Supply Chain Security and Compliance – Transport regulators, customs and other authorities**
- **TEP – Transport Execution Plan**
- **TES – Transport Execution Status**
- **TSD – Transport Service Description**
- **GII – Goods Item Itinerary**
- **STD – Single Transport Document**
- **SDM – Security Data Message**
- **CRS – Common Regulatory Reporting Schema**
- **TPS – Transport Progress Status**
- **TNS – Transportation Network Status**