# Technology Consulting Logistics Analytics Solutions





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# **Logistics sector: Shifting patterns**

Transportation and logistics are currently confronted with many challenges, which bring risks as well as opportunities. Customer expectations are increasing, and both individuals and businesses expect to get goods faster, at low or no delivery cost. With manufacturing becoming more customised, the burden of the logistics industry has increased. To meet customer expectations, there is a need for maximum and intelligent use of technology, from data analytics to automation and the 'Physical Internet'. This will lower costs, improve efficiency and the opportunity to make genuine breakthroughs in the way the industry works.

Let's look at a few scenarios where analytics plays a crucial role in solving some of the issues.



Those who are slow to explore digitisation and data analytics may find it difficult to compete.

Most companies are expecting to strengthen their digital offerings to customers by using big data analytics to offer services to external customers, digitising their existing products or by developing new digital products.

# **Hazard point** analysis

Rash driving by drivers and the bad state of roads cause accidents and breakdowns. This leads to a massive loss of money, time and reputation.

### Solution approach

- Record geo-coordinates for incidents like overspeeding, harsh braking, harsh manoeuvring and sudden acceleration using GPS devices installed in fleet.
- Use geospatial clustering algorithms to find 100-m zones where a lot of incidents are occurring.

#### Results

• Geo-coordinates of hazard points

Hazard points

- · Consignerconsignee specific hazard points
- Incident-specific hazard points (e.g. overspeeding hazard points)

## **Benefits**



Reduce accidents by alerting on approaching hazard points.

Save money by reducing material damage.



Reduce vehicle wear and tear.



# Driver analysis

Some drivers have a habit of rash driving, which leads to material damage. Thus, it becomes imperative to penalise bad drivers and incentivise good ones.

#### Solution approach

- Analyse drivers across various dimensions like number of incidents committed, distance travelled, fuel economy, safety score and driver proficiency.
- Use an advanced clustering algorithm to segment drivers into bad drivers, good drivers, reckless drivers, etc.



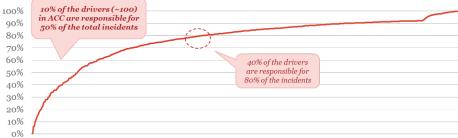
#### Results

- Driver insights across different dimensions
- Driver segments based on types of incidents being committed
- Driver segment profiles
- Driver scorecards with driver-specific KPIs

#### **Benefits**

Identify drivers who are performing well.





0% 5% 10% 15% 20% 25% 30% 35% 40% 45% 50% 55% 60% 65% 70% 75% 80% 85% 90% 95% % of Total Drivers

	Fast and Furio	Bad Drive				
ino.	Driver	Vehicle No.	Sno.	Driver		
1	DEEPU	KA409575		AMARJIT SINGH		
2	SADHU JADAV	WB55A0924	2	MUNNA ANSARRY		
3	JAGMOHAN PURTY	JH06H3086	3	SONA YADAV		
4	ANANT KUMAR DANTA	OR178198	4	SREEKANTH		
	Reckless Driv	ers		Safe Driv		
Sno.	Reckless Driv	ETS Vehicle No.	Sno.	Safe Driv		
Sno.			Sno.			
	Driver	Vehicle No.		Driver		
-	Driver VIJAY KUMAR	Vehicle No. MP19H1763	1	Driver MAGA		

Source: PwC analysis



Use driver segments to give customised training to drivers.

Identify drivers who

are performing poorly.



Identify which drivers to incentivise.



# Route analysis

Some routes are inherently dangerous due to bad road condition/terrain. Many incidents occur on such routes and the chances of accidents are very high. Hence, it is very important to identify these routes.

#### Solution approach

- Analyse routes across various dimensions like number of incidents, length of route and number of trips along the route.
- Use an advanced clustering algorithm to segment the routes into bad routes, good routes, dangerous routes, risky routes, etc.

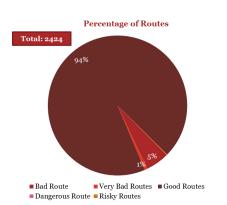


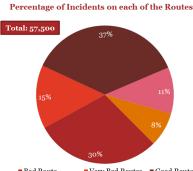
# • Route insights across different

Results

- dimensions • Route segments based on types of
- incidents being committed
- Route segment profiles

# **Benefits** Identify good routes. Identify risky routes.

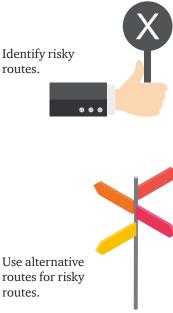




Bad Route ■ Very Bad Routes ■ Good Routes Dangerous Route Risky Route

Sno.	Route Category	Routes	Over Speeding	Harsh Braking	Harsh Manuever	Sudden Acceleration	No. of Incidents	% of incidents
1	Bad Route	132	104	7	17	1	16,983	30%
2	Very Bad Route	16	492	14	23	5	8,548	15%
3	Good Route	2273	5	2	2	1	21,096	37%
4	Dangerous Route	1	5128	419	248	458	6,253	11%
5	Risky Route	2	1992	120	69	130	4,620	8%
Total								100%

Source: PwC analysis



Map good drivers to risky routes.

# Vehicle turnaround time

In today's competitive market, logistics companies are worried about the turnaround time for their goods. They are eager to analyse the amount of time spent by trucks at various locations.

#### Solution approach

- Use GPS data, sales data and geo-codes data to track truck movement.
- Analyse the time spent by the tucks at:
  - Plant
  - Depot
  - Customer
  - Transit

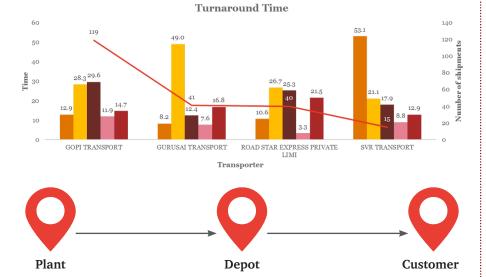
#### Results

- Truck turnaround time analysis
- Trip-wise truck turnaround time

# Benefits

Check time-wasting by transporters.





Reduce time spent at plant/depot by analysing pressure points.



Compare transporters based on turnaround time.



Ensure better cost negotiation with transporter based on time.



# Halting hotspots

Some drivers and transporters engage in dishonest activities by stopping/ rerouting before reaching their destination. These malpractices lead to a loss in revenue and increased delivery time and need to be checked.

> Halting hotspot

## Solution approach

Source

Halting hotspot

- itte
- Use GPS data, sales data and geo-codes data to track truck movement.
- Identify points of nearest approach to the destination by using appropriate geofence for the destination.

geo-fence: 5km



• Geo-coordinates for the halting hotspots

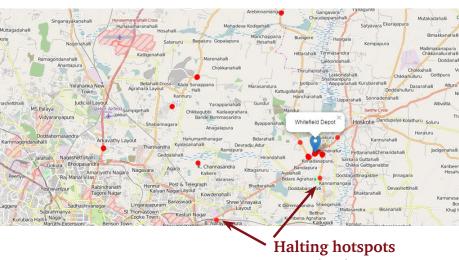
## Benefits

Check malpractices.



Improve visibility and safety of goods.





near the destination

Destination

Ensure better cost negotiation with transporter.



PwC can help you deal with all of these and other challenges through the use of analytics, so that you have information quickly and accurately, and in formats that will enable you to make meaningful business decisions in real time.



# Why PwC?

#### Strong logistics sector expertise

*PwC* consultants have a proven track record of working with leading logistics providers in India and have strong domain knowledge in the T&L space.

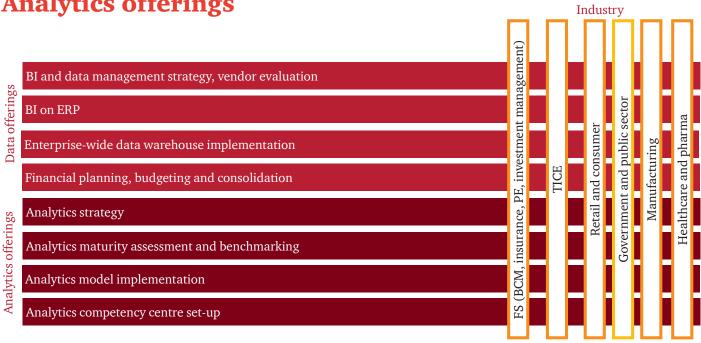
#### Scalable, flexible and cost-effective offerings

Our analytics solutions can be customised as per a logistics provider's specific needs across areas.

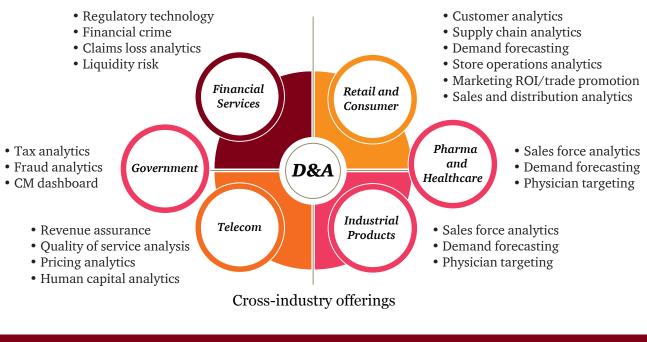
#### Cutting-edge technology

We have expertise in implementing logistics analytics through leading market tools by aligning them to the client's technology landscape.

# Out Data and Analytics offerings



# Data and Analytics key industry-wise services



- Big data strategy and implementation
- Data management
- BI and data management strategy
- Vendor evaluation

- Social media analytics
- Master data management
- Financial planning, budgeting and consolidation
- Analytics competency centre set-up

For more information, please contact:

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# Notes

# Notes

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