

SUSTAINABILITY EXCELLENCE

# SUPPLY CHAIN MANAGEMENT

SUSTAINABLE LIVING FOR FUTURE LIFESTYLE

Presentation for Supply Chain Management Awards 2024 by SET

# FURNITURE RETAILER INTRODUCTION



**Index Living Mall** is dedicated to **sustainable development** in the **retail furniture industry**, focusing on:

**E Environmental Conservation** – Reducing impact through **eco-friendly practices** 

S Social Responsibility - Supporting fair labor, diversity, and community projects

G Good Governance – Ensuring transparency, ethical business practices, and compliance

Younique exemplifies ILM's ESG commitment to enhance resource efficiency, reduce waste, and support fair labor.

The "Foil to Melamine" project is a key initiative that fosters win-win outcomes for customers, business partners, and ILM, reinforcing a commitment to sustainability-driven growth.



Indexlivingmall SUPPLY CHAIN MANAGEMENT 24th February 2025

### Supply Chain Management Strategic Framework

Be the Dynamic & Practical Supply Chain by delivering beyond customer expectations in Customer Service & End-to-End Supply

Chain Solutions to achieve Business Growth and gain a Competitive Advantage

#### **Excellent Customer Service**

- Service level/On Shelf Availability/Out Of Stock
- Continuous improvement
- Customer Satisfaction Surveys

### **Excellent Quality**

- · Quality Standard
- Product Incidents
- Customer complaints
- Sustainability

### **Excellent Operation**

- Supply Chain Efficient Way of Working
- On Time In Full/
- NPD/Promotion

#### **Excellent Responsiveness**

- · Supply Chain capabilities building
- Lead time/Day on hand

### **Excellent Cost and Efficiency**

- Cost Savings
- End-to-end cost competitiveness



# YOUNIQUE What's YOUNIQUE



"Younique" by Index Living Mall is a customizable furniture line offering modern, functional designs ideal for homes and condos with limited space. Customers can tailor each piece by selecting colors, sizes, and styles to suit their personal preferences and lifestyle.









# YOUNIQUE YOUNIQUE Ordering process

STEP 1

**Identify Needs** 

**Gather customer requirements** to create personalized furniture solutions tailored to their space and lifestyle.

STEP 2

At-Home Measurement

Professional measurement and assessment service to ensure the space supports the design plan.

STEP 3

3D Room Design

Create a 3D room design that allows customers to visualize and adjust layouts before finalizing.

STEP 4

**Choose Your Desired Design** 

**Customers select their preferred design** with realistic 3D renderings, helping them finalize their decision before placing the order.

STEP 5

**Home Delivery** 

Deliver custom-made furniture directly to the customer's home on time.

STEP 6

Expert technicians assemble and install furniture to ensure a high-quality finish.

Assembly and Installation

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# ILM FOIL TO MELAMINE



Mr. Ekalak Patamasatayasonthi Senior Vice President Business Development

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The innovative "Foil to Melamine" project is central to ILM's strategy. Collaborating with key suppliers, ILM developed cost-effective Melamine-coated panels.

### Key Takeaways from "Foil to Melamine" Project

- Collaboration with Key Suppliers Strengthening supply chain partnerships.
- Cost-Effective Melamine-Coated Panels Enhancing durability while lowering costs.
- Customer Experience Customers centric to customize design furniture
- Increase in Younique Monthly Sales Boosting revenue and market competitiveness.
- **Alignment with ESG Principles** Supporting sustainability through innovation.
- Growth & Sustainability Driving efficiency while maintaining product quality.

The "Foil to Melamine" project exemplifies ILM's commitment to sustainability, cost efficiency, and strong supplier partnerships.

# ILM and Partners OUTCOME



#### **Process - Level Outcome**

- Reduce Cost of Melamine panel board
- Reduce Inventory Level at ILM Manufacturing
- Reduce Production Lead-tine
- Stable Re-Purchasing the Panel Board



### Organizational – Level Outcome

- Driving YOUNIQUE Sales Growth
- Achieve Customers Satisfaction



- Reduce Cost of Melamine panel board
- Reduce delivery Lead time
- Stable Production line



What are the internal and external factors that drive organizations to integrate supply chain management into their business strategy?

"<u>ปัจจัยภายในและภายนอก</u>อะไรบ้าง ที่<u>ส่งผลให้องค์กรต้องผนวกการจัดการซัพพลายเชน</u>เข้าเป็น<u>ส่วนหนึ่งของกลยุทธ์ธุรกิจ</u>?"

In today's VUCA World (Volatility, Uncertainty, Complexity, Ambiguity), businesses must integrate supply chain strategy into corporate planning to enhance resilience, agility, and competitiveness.

# **EXTERNAL** FACTORS

- Economic Volatility
- Regulatory & ESG Pressures
- Technological Disruption
- Shifting Consumer Behavior



# INTERNAL FACTORS

- Cost & Efficiency Pressures
- Risk Management & Resilience
- Market Expansion & Scalability
- Collaboration & Innovation



"In an unpredictable world, a well-integrated, agile, and sustainable supply chain is no longer optional—it is a competitive necessity for long-term business success."

What are the reasons behind the company's decision to implement customer-centric supply chain strategy and related strategies to meet its organizational objectives?

"<u>อะไรคือเหตุผล</u>ที่บริษัท<u>เลือกใช้กลยุทร์ซัพพลายเชนแบบ Customer Centric และกลยุท</u>ร์ที่เกี่ยวข้อง <u>ในการบรรลเป้าหมายองค์กร?</u>"

## Addressing Customer Pain Points for generating sales growth

- Customers are the foundation of ILM's success; their needs and expectations drive business strategy.
- A proactive approach to understanding and adapting to changing consumer needs enables ILM to develop products and services that effectively meet market demands.

## **Customization / YN – Enhancing Customer Satisfaction**

- Offering design, sizing, materials, functions, and budget customization to meet individual customer needs.
- Budget visibility Customers can track and control their spending transparently.

### **E2E Automation – Faster Process & Cost Reduction**

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- Fully integrated design → price quotation → bill of materials → production → inventory management → delivery & installation
- Fast & efficient process → lowering costs, reducing waste, and enhancing customer experience.
- Reducing inventory costs (Less inventory for customized products) by producing on demand.

Conclusion: A Customer-Centric Supply Chain Strategy enables ILM to meet customer needs effectively, reduce costs, improve efficiency, and drive long-term business sustainability.



How does the organization manage its supply chain to link business units, build partnerships with trading partners, comprehensively manage the impact on stakeholders, and monitor and evaluate to achieve organizational goals?

"องค์กรมี<u>วิธีการบริหารซัพพลายเชน</u>อย่างไร ในการ<u>เชื่อมโยงระหว่างหน่วยธุรกิจ ส</u>ร้าง<u>ความร่วมมือกับคู่ค้า จัดการผลกระทบต่อผู้มี</u> <u>ส่วนได้เสียอย่างรอบด้าน พ</u>ร้อมทั้งติดตามและวัดผล เพื่อให<u>้บรรลุเป้าหมายองค์กร</u>?"

### Seamless integration across departments

- End-to-End Visibility: Implement AI & real-time analytics
- Cross-Functional Collaboration: Facilitate seamless data integration and collaboration across departments..
- Agile Decision-Making: Use cloud-based ERP

### Enhance relationships with suppliers

- Strategic Partnerships: Shift from transactional relationships to long-term collaborations.
- Co-Development Initiatives: eg: Foil to melamine.
- Risk-Sharing & Capacity Building: training & digitalization support to suppliers for mutual growth.

## Ensure supply chain decisions align with broader business goals

- Aligning corporate KPI and measurement: Sharing information across value chain.
- Consumer-Centric Fulfillment:.
- Regulatory Adherence: evolving compliance frameworks to mitigate legal & reputational risks.

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