



Types of Logistics

Logistics is an essential part of supply chain management that deals with the planning, coordination, and execution of goods and services from the point of origin to the point of consumption. Let's explore the different types of logistics.

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Inbound Logistics







The transportation of goods by sea is an important part of global logistics, carrying around 90% of world trade.



Road Transport

The most common mode of transportation, road transport is flexible and adaptable to any type of cargo.



Air Cargo

The transportation of goods by air is fast and reliable, making it ideal for time-sensitive goods or perishable items.



Rail Freight

Rail transportation is a costeffective and efficient way of moving a large volume of cargoes over long distances.





Outbound Logistics

Storage

Where to keep the products before shipping?

Order processing

Gather all the information necessary to fulfill orders.

Packaging

Safely and efficiently prepare the product for shipping.

Shipping

Deciding where to ship the product and at what cost.





Third-Party Logistics (3PL)

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Warehousing

3PL providers have a network of warehouses that cater to different types of goods.

Transportation

Logistics service providers
offer a variety of
transportation options like
road, rail, air, and sea.

Inventory Management

3PL providers have software systems that manage a company's inventory and notify when stock levels are low.





Fourth-Party Logistics (4PL)







Supply Chain Integration

4PL companies use technology to integrate all aspects of a supply chain.

Collaborative Planning

4PL providers work collaboratively with all members of the supply chain to optimize operations.

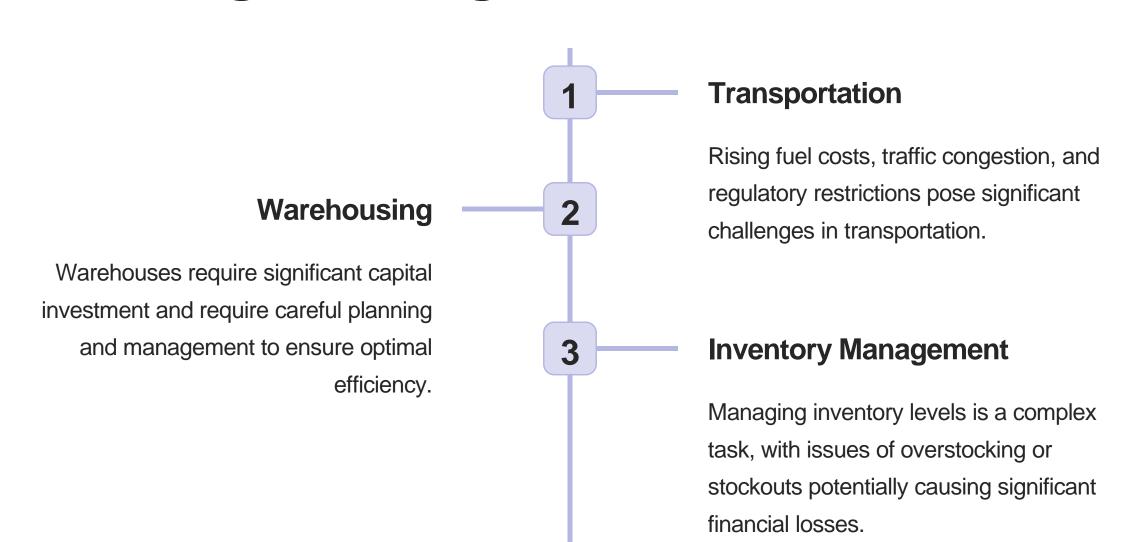
Global Coordination

4PL providers have the expertise to coordinate logistics operations on a global scale.





Challenges in Logistics



Importance of Logistics in Supply Chain Management

1 Cuts Costs

Effective logistics strategy can reduce transportation, warehousing, and inventory costs.

2

Enhances Operations

Efficient logistics operations enable companies to respond quickly to changing market demands, reduce lead times, and boost profitability.

3 Improves Customer Satisfaction

Reliable delivery and order accuracy are critical components of customer satisfaction.

