



NEWSLETTER

Forecast List

The estimated purchase forecast is provided in the Forecast list, sent out the first Monday after the first weekend of each month. The demand in the Forecast list only covers Technical Service needs. Technical Service's planning system calculates the Economic Order Quantity Periods of Demand (EOQ POD) as number of working days that the demand will cover. The planning system is set to cover the demand of 10-85 days. Based on the EOQ POD and the forecasted sales quantity the planning system calculates the Economic Order Quantity (EOQ) of each material to achieve the lowest total cost.

Forecast list – Column description:

- Next order – When you can expect next order
- Supplier – Vendor number and name
- Material – Part number and description
- Vendor Mat No – Vendor part number
- Order cycle length in working days (EOQ POD) – The number of days the purchase order quantity will cover, according to Technical Service's consumption.
- Lead Time – Agreed lead time (transportation time is not included) Flagged for approved stock level – clarifies if the part is ASL or not
- Probable Next Order Qty – Estimated quantity on the next purchase order
- 3 Months Purchase Forecast – Estimated forecast within 3 months, including Probable Next order Qty
- 6 Months Purchase Forecast – Estimated forecast within 6 months, including Probable Next order Qty
- Approved stock level, covered by Logistics Agreement – Approved buy out quantity according to Logistics Agreement, if signed.

The main purpose of this list is to help you plan the production in a much better way but for information and questions regarding the Forecast list the supplier should turn to Supply Chain Analyst.

The detailed forecast list is sent biweekly on Mondays usually, this list gives an estimated delivery date according to the system's calculations.

Columns description:

- Supplier No
- Supplier name
- Material No
- Material description
- Supplier material no
- Agreed Lead time
- Estimated delivery date is the estimated requested delivery date (when materials should be in Lund) so you need to deduct the lead time from this date to have the estimated order date
- PR qty: is the estimated order qty according to the system's automatic calculations.