

### AUDI HUNGARIA MOTOR Kft.

Operative Efficiency

#### Contact

**AHM:** Thomas Faustmann, CEO; Laszlo Juhász, Head of Logistics

**ZLU:** Thomas Schmölder, Executive Vice President, Partner

## AUDI HUNGARIA MOTOR Kft. (AHM) reduces inventory levels and turnover duration through increased process efficiency

### Assignment

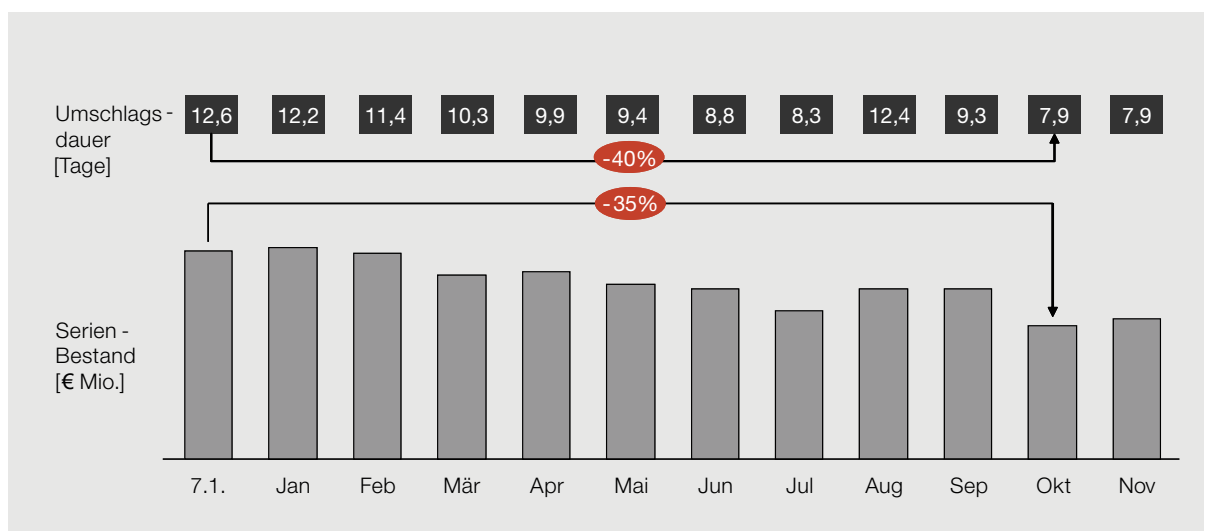
- Reduction of stock levels and inventory turnover by increasing process efficiency throughout the plant (5 motor segments and 1 vehicle assembly section, turnover approx. € 5 billion, approx. 5,800 employees)

### Success Factors

- Project organisation based on leadership tandems consisting of ZLU consultants and AHM personnel for production segments and action domains
- Process oriented approach for the organisation and consolidation of fragmented areas of responsibility
- Introduction of the KPI 'turnover duration' for monitoring the process efficiency
- Development of a weekly inventory monitor as controlling and management instrument for stock levels and turnover durations

### Delivered Results

- Reduction of the turnover duration by approx. 40% to 7.9 days within a year
- Reduction of the absolute stock level by more than € 65 million (approx. -35%)
- Establishment of the necessary transparency of stocks for the entire value chain



Within one year AHM has effectively reduced its inventory levels by almost 35% and the turnover duration by nearly 40%