

BASF AG

Cost Management

Contact

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BASF reduces costs for its maintenance logistics at four European sites

Assignment

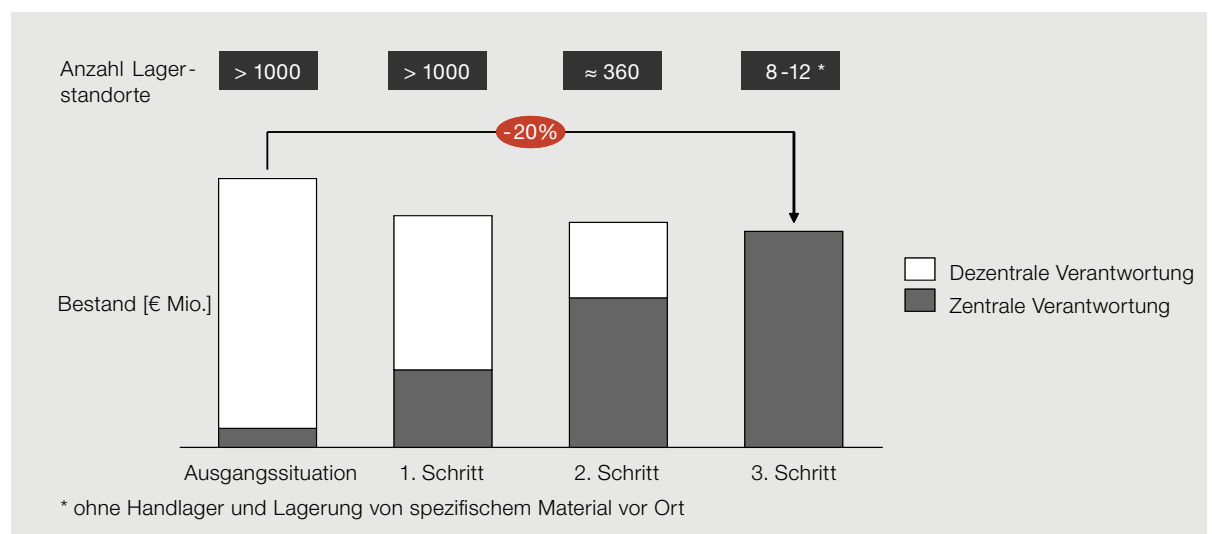
- Reduction of overall costs for the supply of technical materials at the 4 sites Ludwigshafen, Schwarzheide, Antwerp, and Tarragona
- Minimisations of stocks of materials by 30%
- No increase in the structural and process costs of supply

Success Factors

- Integration of all participants from production, purchasing, maintenance and logistics
- Europe-wide approach to maintenance
- Implementation of novel strategies for information provision and logistics

Delivered Results

- Identification of general potential for Europe amounting to EUR 4 million p.a. as well as potential for the central site in the order of EUR 22.5 million p.a.; total cost reduction potential of > 17%
- Development of a bundle of measures including the determination of their potential
- Provision of a master plan with a detailed cash flow calculation
- Formation of a new service unit with overall responsibility for technical material supplies



Reduction of inventory levels by 20% at the Ludwigshafen site through the centralisation of responsibility