# Sustainable Supply Chains: Challenges Facing Industry A Personal View

Prof. Ian Shellard

**Agos Ltd** 

**Accelerating Quality in Operational Supply Chains** 

# The Purpose of a Business Is......

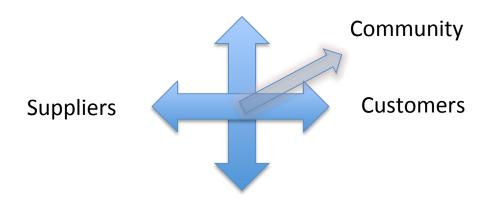


"To Maximize Shareholder Value" (Rochester Business School, NY, 1976)

### An Alternative View

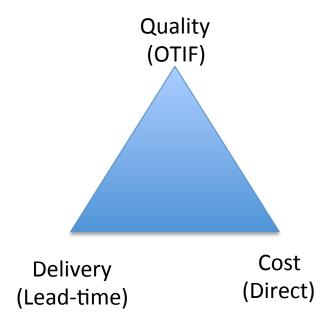
### "Optimize Stakeholder Value.....

#### **Shareholders**

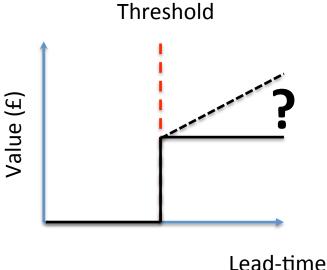


**Employees** 

# **Supply Chain Dynamics**



The "QCD" Triangle
of Tension
in the supply chain





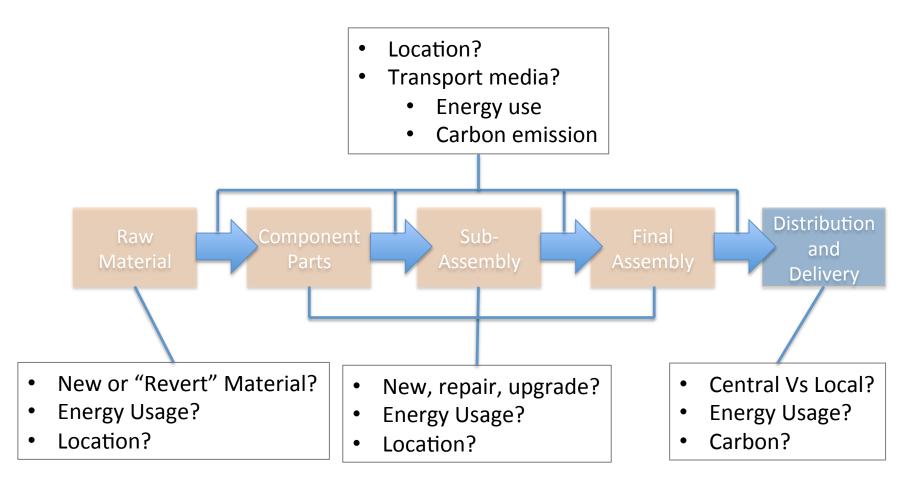
Why "trade-offs"
Aren't always
simple

## Simplified Manufacturing Supply Chain



NB: I've used
"Manufacturing" as a
relatively easy-to-understand
example: In fact, we can
adapt this diagram to cover
virtually any type of supply
chain, including "service"
operations with little or
physical content.

### Supply Chain Sustainability Questions



### Conclusions?

- What business needs, in my view is:
  - Better ways of visualizing, understanding and calculating the full impact of "green" improvements, taking into account energy usage, carbon emission, CSR issues AND cost both of investment in developing the "green operation" and in running it.
  - Better tools for creating business cases for green changes that will "stack up" against those for more traditional investments – i.e. clearer views of real savings we could access, including "impact on sales".