

COURSE OUTLINE

Course Version: 2411 Course Duration:

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iii

Typographic Conventions

American English is the standard used in this handbook. The following typographic conventions are also used.

This information is displayed in the instructor's presentation	-
Demonstration	*
Procedure	1 2 3
Warning or Caution	
Hint	
Related or Additional Information	>
Facilitated Discussion	
User interface control	Example text
Window title	Example text

Contents

vii Course Overview

1	Unit 1:	Introduction to Inventory Planning and Optimization with SAP Integrated Business Planning for Inventory
1		Lesson: What is Inventory Planning ?
1		Lesson: What is Inventory Optimization?
1		Lesson: Added value to your Integrated Business Planning through Inventory Optimization
1		Lesson: Key Differentiators of SAP Integrated Business Planning for Inventory
1		Lesson: SAP Integrated Business Planning for Inventory within SAP Integrated Business Planning for Supply Chain
3	Unit 2:	SAP Integrated Business Planning for Inventory: Configuring and Preparing for Use
3		Lesson: Describing the Business Planning Scenario
3		Lesson: Options for Handling Uncertainty
3		Lesson: Examining Attributes and Master Data Types
3		Lesson: Analyzing Planning Levels and Key Figures
3		Lesson: Planning Details
3		Lesson: Inventory Global Configuration Parameters
5	Unit 3:	Creating an Inventory Planning and Optimization Process
5		Lesson: Positioning SAP IBP for Inventory in a Sales and Operations Planning Process
5		Lesson: Running an ABC/XYZ-Segmentation and a Time-Series Analysis
5		Lesson: Forecast Error Calculation
5		Lesson: Supply Lead Time Calculation
5		Lesson: Role of an Inventory Planner as Key Player within the Sales and Operations Planning Process



7	Unit 4:	The Power of Multi Echelon
7		Lesson: Introduction to an Overarching SAP Integrated Business
7		Planning for Supply Chain Optimizer Methodology Lesson: Normal Versus Gamma Distribution
7 7		Lesson: Normal Versus Gamma Distribution Lesson: Forecast Error
7		Lesson: Demand Propagation
, 7		Lesson: Exposure Demand, Supply Variability and Service Variability
		Calculations
7		Lesson: Multi-stage Application via an Example
8		Lesson: Other Drivers of Safety Stock: Service Level, Periods
		Between Replenishment, Lot Size, Delivery Type, and Promotions
9	Unit 5:	Validating Inputs
9		Lesson: Holistic Approach
9		Lesson: Input Review and Initial Variables
11	Unit 6:	Running an Inventory Optimization Operator
11		Lesson: Planning Operators
11 11		Lesson: Determine the Multi-Stage Networks
11		Lesson: Global (Multi-stage) Inventory Optimization Lesson: Safety Stock Limitations
11		Lesson: Calculate Predicted Service Levels
11		Lesson: Calculate Target Inventory Components
12		Lesson: Decomposed (Single-stage) Inventory Optimization
12		Lesson: Diagnosing System Issues
13	Unit 7:	Analyzing the Results of an Inventory Optimization Run
13		Lesson: Inventory Plan Review
13		Lesson: Supply Chain Network App
13		Lesson: Inventory Profiles App
13		Lesson: Inventory Analysis App
13		Lesson: Applications Jobs App
13		Lesson: Planning Results
14		Lesson: Scenario Planning
15	Unit 8:	Finalizing the Inventory Plan
15		Lesson: Network Capital Analysis and Scenario Management
15		Lesson: Finalizing the Inventory Plan

Course Overview

TARGET AUDIENCE

This course is intended for the following audiences:

- Application Consultant
- Super / Key / Power User
- Business Analyst
- Business Process Architect
- Business Process Owner/Team Lead/Power User
- System Administrator



vii

UNIT 1

Introduction to Inventory Planning and Optimization with SAP Integrated Business Planning for Inventory

Lesson 1: What is Inventory Planning ?

Lesson Objectives

After completing this lesson, you will be able to:

• Understand key concepts in inventory planning

Lesson 2: What is Inventory Optimization?

Lesson Objectives

After completing this lesson, you will be able to:

Define inventory optimization

Lesson 3: Added value to your Integrated Business Planning through Inventory Optimization

Lesson Objectives

After completing this lesson, you will be able to:

Understand added value of inventory optimization

Lesson 4: Key Differentiators of SAP Integrated Business Planning for Inventory

Lesson Objectives

After completing this lesson, you will be able to:

Comprehend key differentiators of SAP Integrated Business Planning for inventory

Lesson 5: SAP Integrated Business Planning for Inventory within SAP Integrated Business Planning for Supply Chain

Lesson Objectives

After completing this lesson, you will be able to:

• Place SAP Integrated Business Planning for inventory within the SAP Integrated Business Planning for Supply Chain landscape



UNIT 2 Planning for Inventory: Configuring and Preparing for Use

Lesson 1: Describing the Business Planning Scenario

Lesson Objectives

After completing this lesson, you will be able to:

Get started configurating SAP Integrated Business Planning for inventory

Lesson 2: Options for Handling Uncertainty

Lesson Objectives

After completing this lesson, you will be able to:

Recognize options for handling uncertainty

Lesson 3: Examining Attributes and Master Data Types

Lesson Objectives

After completing this lesson, you will be able to:

• Configure a planning area

Lesson 4: Analyzing Planning Levels and Key Figures

Lesson Objectives

After completing this lesson, you will be able to:

• Process key figures and planning levels

Lesson 5: Planning Details

Lesson Objectives After completing this lesson, you will be able to:

• Specify planning details

Lesson 6: Inventory Global Configuration Parameters

Lesson Objectives

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After completing this lesson, you will be able to:

• Understand how to set up a global parameter for SAP Integrated Business Planning for inventory

UNIT 3 Creating an Inventory Planning and Optimization Process

Lesson 1: Positioning SAP IBP for Inventory in a Sales and Operations Planning Process

Lesson Objectives

After completing this lesson, you will be able to:

• Understand SAP IBP for inventory compared to other SAP IBP for Supply Chain modules

Lesson 2: Running an ABC/XYZ-Segmentation and a Time-Series Analysis

Lesson Objectives

After completing this lesson, you will be able to:

• Understand and apply the ABC/XYZ - segmentation using the time-series analysis results

Lesson 3: Forecast Error Calculation

Lesson Objectives

After completing this lesson, you will be able to:

Create a forecast error calculation

Lesson 4: Supply Lead Time Calculation

Lesson Objectives

After completing this lesson, you will be able to:

Create a supply lead time calculation

Lesson 5: Role of an Inventory Planner as Key Player within the Sales and Operations Planning Process

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the role of an inventory planner in an organization



UNIT 4 The Power of Multi Echelon

Lesson 1: Introduction to an Overarching SAP Integrated Business Planning for Supply Chain Optimizer Methodology

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the SAP holistic approach to inventory optimization

Lesson 2: Normal Versus Gamma Distribution

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the difference between normal and gamma distributions

Lesson 3: Forecast Error

Lesson Objectives

After completing this lesson, you will be able to:

• Understand forecast error fundamentals

Lesson 4: Demand Propagation

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the premises behind demand propagation

Lesson 5: Exposure Demand, Supply Variability and Service Variability Calculations

Lesson Objectives

After completing this lesson, you will be able to:

• Understand variability in terms of demand, supply, and service

Lesson 6: Multi-stage Application via an Example



Lesson Objectives

After completing this lesson, you will be able to:

• Understand the multi-stage inventory optimization capabilities through an example

Lesson 7: Other Drivers of Safety Stock: Service Level, Periods Between Replenishment, Lot Size, Delivery Type, and Promotions

Lesson Objectives

After completing this lesson, you will be able to:

• Understand other drivers of safey stock

UNIT 5 Validating Inputs

Lesson 1: Holistic Approach

Lesson Objectives

After completing this lesson, you will be able to:

• Outline the SAP holistic approach to inventory optimization

Lesson 2: Input Review and Initial Variables

Lesson Objectives

After completing this lesson, you will be able to:

- Understand known versus uncertain demand
- Organize supply timing variability
- Identify the impact of time-varying demand
- Plan lead time versus instantaneous replenishment
- Review the impact of frequent versus infrequent key drivers
- Validate the inputs through a dashboard and a planning view



UNIT 6 Running an Inventory Optimization Operator

Lesson 1: Planning Operators

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the planning operators

Lesson 2: Determine the Multi-Stage Networks

Lesson Objectives

After completing this lesson, you will be able to:

• Identify interrelated networks in your supply chain

Lesson 3: Global (Multi-stage) Inventory Optimization

Lesson Objectives

After completing this lesson, you will be able to:

- Understand the usage of the global (multi-stage) inventory optimization algorithm
- Understand the SAP integrated business planning logic for multi-stage inventory optimization

Lesson 4: Safety Stock Limitations

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the usage of minimum and maximum limitations

Lesson 5: Calculate Predicted Service Levels

Lesson Objectives

After completing this lesson, you will be able to:

• Understand how to predict service levels

Lesson 6: Calculate Target Inventory Components



Lesson Objectives

After completing this lesson, you will be able to:

• Understand the usage of the target inventory components calculation

Lesson 7: Decomposed (Single-stage) Inventory Optimization

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the usage of the decomposed (single-stage) inventory optimization algorithm

Lesson 8: Diagnosing System Issues

Lesson Objectives

After completing this lesson, you will be able to:

• Understand how to troubleshoot business user logs

UNIT 7 Analyzing the Results of an Inventory Optimization Run

Lesson 1: Inventory Plan Review

Lesson Objectives

After completing this lesson, you will be able to:

• Understanding how to review an inventory plan

Lesson 2: Supply Chain Network App

Lesson Objectives

After completing this lesson, you will be able to:

• Use cases for supply chain network visualization

Lesson 3: Inventory Profiles App

Lesson Objectives

After completing this lesson, you will be able to:

• Understand how to use the Inventory Profiles app

Lesson 4: Inventory Analysis App

Lesson Objectives

After completing this lesson, you will be able to:

• Undertand how to use the Inventory Analysis app

Lesson 5: Applications Jobs App

Lesson Objectives

After completing this lesson, you will be able to:

• Understand special application job settings related to inventory optimization

Lesson 6: Planning Results

Lesson Objectives



After completing this lesson, you will be able to:

• Understand high level and detailed results

Lesson 7: Scenario Planning

Lesson Objectives

After completing this lesson, you will be able to:

• Understand the inputs for possible scenarios and simulations

UNIT 8 **Finalizing the Inventory Plan**

Lesson 1: Network Capital Analysis and Scenario Management

Lesson Objectives

After completing this lesson, you will be able to:

• Analyze the effect of holding cost rate on multi-stage inventory

Lesson 2: Finalizing the Inventory Plan

Lesson Objectives

After completing this lesson, you will be able to:

• Explain how to finalize the inventory planning and optimization process

