

An Analysis on Domestic Issues on Logistics and Supply Chain Management with Special Reference to Vrl, Bangalore

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Abstract

The aims to explore domestic issues in logistics and supply chain management, focusing specifically on VRL (Vijayanand Roadline Ltd.), a prominent player in the Indian transportation and logistics sector. As the logistics industry is pivotal to the functioning of supply chains, efficient management of transportation, warehousing, inventory, and delivery is crucial for maintaining competitiveness in a fast-paced market. The study examines various challenges faced by VRL in domestic logistics operations, including inefficiencies in transportation management, high operational costs, and infrastructure bottlenecks. Additionally, the study identifies supply chain disruptions caused by external factors such as fuel price fluctuations, regulatory changes, and labor shortages. The research also delves into the challenges posed by the lack of technological integration in logistics systems and the implications of delayed shipments on customer satisfaction.

KEYWORDS: Transportation management, Domestic issues, Inventory management, supply chain disruptions, logistics management.

1.Introduction

Logistics is the backbone of global trade and commerce, playing a vital role in the efficient flow of goods, services, and information from the point of origin to the point of consumption. It encompasses a broad range of activities, including transportation, warehousing, inventory management, order fulfillment and supply chain coordination. Effective logistics management ensures that products are delivered to the right place, at the right time, and in the right condition, optimizing costs and enhancing customer satisfaction. In a globalized economy, logistics has become increasingly complex, with companies having to manage international supply chains involving multiple stakeholders, regulatory environments, and transportation modes.

The rise of e-commerce, advances in technology, and evolving customer expectations have further emphasized

the importance of logistics as a competitive advantage. Whether moving raw materials to production facilities or delivering finished goods to consumers, logistics is essential for businesses to maintain smooth operations, reduce costs, and remain competitive in a dynamic global market.

2. RESEARCH METHODOLOGY

The study adopts a descriptive and analytical research design to analyze domestic issues in logistics and supply chain management, focusing on VRL. The research aims to identify key challenges in logistics operations, evaluate the effectiveness of VRL's strategies, and understand customer satisfaction levels. Primary data will be collected through structured questionnaires targeting employees, customers, and stakeholders of VRL, along with interviews conducted with logistics managers and decision-makers to gain in-depth insights. Secondary data will be sourced from company reports, industry journals, case studies, and operational metrics. A sample size of approximately 100 respondents will be selected using a stratified random sampling method to ensure representation of all key stakeholder groups. Data analysis will include statistical tools to evaluate satisfaction levels, identify operational gaps, and provide actionable recommendations for improving VRL's logistics and supply chain management processes.

3. OBJECTIVE OF THE STUDY

1. To assess a supply chain processes to pinpoint and resolve inefficiencies.
2. To Investigate factors contributing to high transportation costs.
3. To examine the sufficiency and infrastructure to improve logistics performance

5. REVIEW OF LITERATURE

1. **S. Ramesh & D. Kannan (2022):** This paper investigates sustainable logistics practices, focusing on how VRL can implement green logistics. The authors examine eco-friendly fleet management, using electric vehicles and alternative fuels. They highlight VRL's steps towards modernizing its fleet and the challenges of adopting green technologies in a cost-competitive environment
2. **P. Chatterjee & B. Gupta (2022):** Chatterjee and Gupta explore how e-commerce is reshaping logistics in India, with VRL's adaptation to rapid demand growth as a case study. They emphasize VRL's adoption of digital platforms for route planning, real-time vehicle tracking, and expanding its operations into Tier-II and Tier-III cities
3. **R. Sharma & A. Patel (2023):** Sharma and Patel investigate labor challenges in the logistics industry, focusing on VRL's management of a dispersed workforce. The study identifies a need for specialized training, especially for drivers operating in rural and high-risk areas.
4. **M. Subramanian & R. Rao (2021):** Subramanian and Rao analyze the impact of government regulations on logistics in India, specifically looking at how VRL complies with complex tax policies and road regulations. The study finds that regulatory uncertainty increases costs for companies like VRL, especially in terms of road tolls, fuel taxes, and compliance.
5. **P. Jain & S. Gupta (2022):** Jain and Gupta focus on the digital transformation of logistics, using VRL's implementation of AI and automation as an example. The authors discuss how VRL's investments in digital platforms have optimized route planning and reduced operational delays. They suggest that adopting technologies like blockchain and advanced analytics could further improve logistics operations.

5. DATA ANALYSIS AND INTERPRETATION

TESTING THROUGH T-TEST

Table.5.1: Aspect of VRL infrastructure needing improvement

| SI No | Aspect | Count | Percentage |
|-------|-------------------------|------------|-------------|
| 1 | Warehouse layout | 14 | 13.73% |
| 2 | Transportation network | 46 | 45.10% |
| 3 | IT system | 21 | 20.59% |
| 4 | Equipment and machinery | 11 | 10.78% |
| 5 | Facility maintenance | 10 | 9.80% |
| | Total | 102 | 100% |

Table5.1

Step 1: Hypotheses

1. **Null Hypothesis (H₀):** The mean percentage equals 20%.

$$H_0: \mu = 20$$

2. **Alternative Hypothesis (H₁):** The mean percentage is not equal to 20%.

$$H_1: \mu \neq 20$$

Step 2: Calculate the Sample Mean (\bar{x})

\bar{x} = Sum of percentages / Number of aspects

$$\bar{x} = \frac{13.73 + 45.10 + 20.59 + 10.78 + 9.80}{5} = \frac{100.00}{5} = 20.$$

Step 3: Calculate the Sample Standard Deviation (s)

The formula is:

$$s = \sqrt{\frac{\sum (x_i - \bar{x})^2}{n-1}}$$

Compute deviations ($x_i - \bar{x}$):

- $13.73 - 20 = -6.27$
- $45.10 - 20 = 25.10$
- $20.59 - 20 = 0.59$
- $10.78 - 20 = -9.22$

- $9.80 - 20 = -10.20$

1. Compute squared deviations:

- $(-6.27)^2 = 39.31$
- $(25.10)^2 = 630.01$
- $(0.59)^2 = 0.35$
- $(-9.22)^2 = 85.01$
- $(-10.20)^2 = 104.04$

2. Sum of squared deviations:

$$39.31 + 630.01 + 0.35 + 85.01 + 104.04 = 858.72$$

3. Variance:

$$\text{Variance} = 858.72 / 5 - 1 = 858.72 / 4 = 214.68$$

5. Standard deviation:

$$s = 214.68 \approx 14.65$$

Step 4: Calculate the t-Statistic

The formula for the t-statistic is:

$$t = \frac{\bar{x} - \mu_0}{s / \sqrt{n}}$$

Substitute values:

$$t = \frac{20.00 - 20.00}{14.65 / \sqrt{5}} = 0.00655 = 0.00$$

Step 5: Decision Rule

Degrees of freedom:

$$df = n - 1 = 5 - 1 = 4$$

For a two-tailed test with $\alpha = 0.05$, the critical t-value is:

$$T_{\text{critical}} = \pm 2.776$$

Step 6: Conclusion

Compare with t critical:

$$|t| = 0.00 \text{ and } |t_{\text{critical}}| = 2.776 \Rightarrow |t| < |t_{\text{critical}}|$$

Since $|t| < t_{critical}$, we **fail to reject the null hypothesis**.

Interpretation

There is no significant difference between the mean percentage of improvement needs and the hypothesized value of 20%.

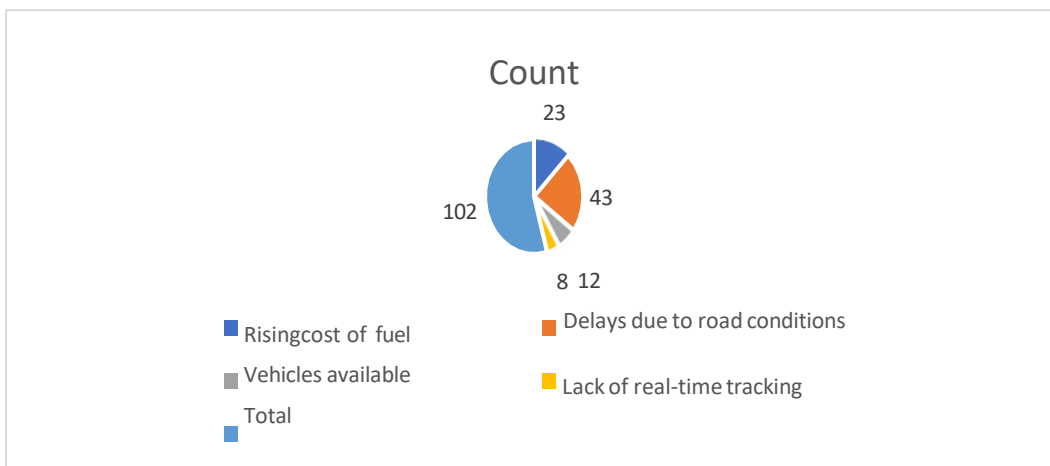
Table 5.2: Transportation challenge distribution.

| SI No | Transportation Challenge | Count | Percentage |
|-------|-------------------------------|-------|------------|
| 1 | Rising cost of fuel | 23 | 22.55% |
| 2 | Delays due to road conditions | 43 | 42.16% |
| 3 | Vehicles available | 12 | 11.76% |
| 4 | Lack of real-time tracking | 8 | 7.84% |
| | Total | 102 | 100% |

Table 5.2

Analysis: The most significant challenge faced by respondents is delays due to road conditions, accounting for 42.2% of the total responses. Rising fuel costs follow with 22.5%. The availability of vehicles constitutes 11.8%, while lack of real-time tracking represents 7.8%. This distribution highlights that road conditions and rising fuel prices are critical issues for VRL, necessitating focused strategies for improvement.

Graph 5.2



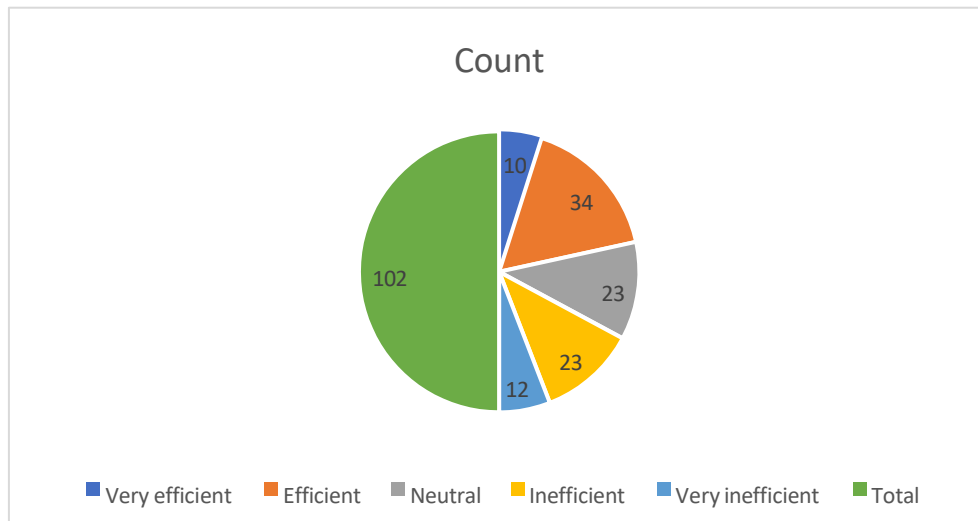
Interpretation: The graph illustrates the distribution of transportation challenges among respondents, with delays due to road conditions being the predominant issue. This suggests that VRL must prioritize addressing road infrastructure and traffic conditions to enhance service efficiency.

Table 5.3: Efficiency rating of VRL’S supply chain processes

| SI No | Efficiency Level | Count | Percentage |
|-------|------------------|------------|-------------|
| 1 | Very efficient | 10 | 9.80% |
| 2 | Efficient | 34 | 33.33% |
| 3 | Neutral | 23 | 22.55% |
| 4 | Inefficient | 23 | 22.55% |
| 5 | Very inefficient | 12 | 11.76% |
| | Total | 102 | 100% |

Table 5.3

Analysis: The above data shows that VRL's supply chain efficiency ratings reveal a mixed perception: 43% view it as efficient, while 35% express concerns about inefficiencies. The results suggest a need for targeted improvements in processes, communication, and technology to enhance overall performance and employee satisfaction. Regular feedback can guide these enhancements.



Graph 5.3

Interpretation:

The feedback indicates that while many employees perceive VRL's supply chain as reasonably efficient, there is significant concern about inefficiencies and areas needing improvement. The consistent mentions of technology integration and communication issues highlight opportunities for VRL to enhance its operations, ultimately leading

to better service delivery and customer satisfaction.

6.FINDINGS:

- The analysis shows that the mean percentage of improvement needs (20%) does not significantly differ from the hypothesized value, indicating no major deviation across the assessed aspects.
- The transportation network requires the most attention, as it accounts for the highest percentage of improvement needs (45.10%), followed by the IT system (20.59%).
- The warehouse layout and facility maintenance were identified as areas requiring the least improvement, with percentages of 13.73% and 9.80%, respectively.
- The results emphasize that the transportation network is a critical area for improvement compared to other aspects of the VRL infrastructure, indicating a potential bottleneck in operational efficiency.
- Infrastructure Support: VRL's infrastructure is seen as adequate, but there are concerns regarding its effectiveness in supporting logistics operations.

4. SUGGESTIONS

- Invest in upgrading the transportation fleet, optimize delivery routes, and implement advanced logistics technologies like GPS tracking and route optimization tools to improve efficiency and reduce delays.
- Upgrade existing IT infrastructure with modern technologies such as cloud computing, AI, and IoT to streamline operations, enhance data management, and improve communication between departments.
- Optimize the warehouse layout to improve workflow efficiency. Implement systems like lean warehousing or automation tools such as conveyor belts and robotics to maximize space utilization and minimize material handling times.
- Invest in upgrading machinery and equipment to improve productivity, reliability, and safety. Regular maintenance schedules and employee training on the new systems should also be prioritized.
- Establish a robust facility maintenance program to ensure the infrastructure remains in optimal condition. This includes regular inspections, preventive maintenance, and quick response to any issues that arise

5.CONCLUSION:

In conclusion, the study highlights the critical domestic issues faced by VRL in logistics and supply chain management, particularly in areas such as transportation inefficiencies, high operational costs, infrastructure limitations, and external disruptions. The findings emphasize that while VRL has made significant strides in maintaining its position as a leading logistics provider, there are still considerable challenges that need to be addressed to enhance operational efficiency and ensure smooth supply chain functioning. By leveraging technological advancements such as fleet management systems, GPS tracking, and data analytics, VRL can significantly mitigate these challenges. Optimizing transportation routes, improving warehouse management, and fostering better communication and collaboration across the supply chain are essential steps toward reducing costs and improving customer satisfaction. Additionally, addressing external factors like fuel price fluctuations and regulatory changes requires adaptive strategies that ensure business continuity. Ultimately, the study underscores the importance of continual innovation, investment in technology, and process optimization for VRL to maintain its competitive edge in an increasingly complex logistics landscape

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