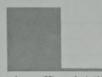


## 4. Number of Warehouse Facilities



Amazon (28)

Apple (1)

## Conclusion

- The results from the analysis of Apple's processes, challenging issues and complexities indicates that the success of its supply chain operations depends on how well they manage the supplier relationship.
  This includes early supplier involvement in new product development, close communication and supplier performance improvement/evaluation,
  The reason is that Amazon's distribution environment is mathematically solved through the optimization method.
  Typically, they have determined how many facilities they should have, where serves which market, items/quantity stored in each location, how to manage transportation between warehouse-to-warehouse and warehouse to customers in order to minimize cost and increase service level.

## Challenges to Supply Chain

- Global economy could affect the Company.
- Inventories can becomeobsolete or the
- anticipa exceed demand. currently obtaited from \* Some components are the single or limited sources.
- Company depends on logistical services provided by outsourcing partners.