Contents

Introduction	1
1.1 Purpose of This Project	1
1.2 Whom Do These Books Address?	2
1.2.1 SAP-Beginners	2
1.2.2 Ambitious Users	2
1.2.3 Managers and IT-Decision-Makers	
1.3 Operational Significance of Logistics	3
1.3.1 Supplementary Logistics Services	3
1.3.2 Customer-Oriented Logistics	3
1.3.3 Definition of "Logistics" for This Book	4
1.3.4 Differentiation from Materials Management	4
1.3.5 Functional Classification of Logistics	5
1.3.6 Classic Logistics Core Areas	5
1.3.7 Expansion of the Traditional Core Areas	5
1.3.8 Objective: As Comprehensive a Portrayal As Possible	5
1.3.9 Related Literature in the Appendix	5
1.3.10 Logistics Functional Areas	6
1.3.11 Procurement Markets	
1.3.12 Sales Markets	7
1.4 Structure of This Book	
1.4.1 Transport Logistics	7
1.4.2 Warehouse Logistics and Inventory Management	8
1.4.3 Trade Formalities	
1.4.4 Controlling and Reporting	8
1.4.5 Overview of Volume 1	9
1.4.6 Appendix	9
1.5 Thanks	9

vi Contents

2	Tra	nspor	t Logistics	11
			Fundamentals of Transport Logistics	
			Business Significance	
		2.1.2	Transportation from the Shipper View	13
		2.1.3	Transportation from the View of the Logistics	
			Service Provider	14
		2.1.4	Shipper and Service Provider Hybrids	15
	2.2	SAP	Systems and Applications	16
		2.2.1	Subprocesses and Components of SAP Transportation	
			Solutions	17
		2.2.2	Transportation Processing Scenarios and Their Integration	
			in Procurement and Distribution Logistics	19
	2.3	Maste	er Data in Transport Logistics	28
			Customers and Vendors in SAP ERP	30
		2.3.2	Plants, Storage Locations, Shipping Points and Loading	
			Points in SAP ERP	31
			Business Partners in SAP SCM	31
			Materials in SAP ERP	33
			Products in SAP SCM	36
		2.3.6	Transportation Network and Transport Equipment	
			in SAP ERP	37
			Transportation Network and Resources in SAP SCM	38
			Organizational Data in SAP ERP and in SAP SCM	42
	2.4		sportation Management with SAP ERP	44
			Types of Transportation Processing	44
			Shipment Documents	45
			Transport Packaging	48
			Important Functions in the Shipment Document	49
			List Processing and Planning Functions	52
			Freight Cost Calculation	53
	2.5		sportation Planning with SAP APO	59
			Transportation Optimization with SAP APO (TP/VS)	60
			Documents and Transportation Optimization	61
			Scenarios with APO Transportation Planning	62
	2.6		sportation Management with SAP TM	65
			Document and Process Overview	66
			Cross-Divisional Functions	69
		2.6.3	Business Objects and Functions Illustrated	70
		261	in a Sample Process	70
			Order Management	74
			Transportation Planning and Optimization	
			Booking Freight Space	
		2.6.7	Subcontracting	91

Contents vii

	2.6.8 Transportation Charge Management	94
	2.6.9 Integration with SAP Event Management	
	2.7 Summary	
3	Warehouse Logistics and Inventory Management	. 99
	3.1 The Fundamentals of Warehouse Logistics	. 99
	3.1.1 Management-Related Significance	100
	3.1.2 Systems and Applications	101
	3.1.3 Organizational Structures and Master Data	103
	3.2 Inventory Management	105
	3.2.1 Goods Movement	109
	3.2.2 Inventory Valuation	116
	3.2.3 Special Stock and Special Procurement Forms	119
	3.2.4 Handling Units	125
	3.3 Warehouse Management with WM	128
	3.3.1 Warehouse Structure and Integration	131
	3.3.2 Inbound Delivery	137
	3.3.3 Transfer Order and Quantity Deviations	141
	3.3.4 Goods Issue	143
	3.3.5 Warehouse-Internal Processes	151
	3.4 Warehouse Management with SAP EWM	155
	3.4.1 System Integration	156
	3.4.2 Warehouse Organization and Stock Movement	157
	3.4.3 Goods Receipt	173
	3.4.4 Warehouse-Internal Processes	185
	3.4.5 Goods Issue	192
	3.4.6 Cross-Warehouse Functions	206
	3.5 Summary	213
4	Trade Formalities: Governance, Risk, Compliance	215
	4.1 The Basics	
	4.2 Process Risks	216
	4.3 SAP Applications for Logistics Processing According	
	to Trade Formalities	217
	4.4 Foreign Trade Processing with SAP ERP	219
	4.4.1 Master Data and Integration	
	4.4.2 Legal Control	222
	4.4.3 Preference Determination	222
	4.4.4 Documentary Payments	224
	4.4.5 Communication/Printing	226
	4.4.6 Periodic Declarations	226
	4.5 Governance, Risk and Compliance with SAP BusinessObjects	00.
	Global Trade Services	
	4.5.1 General Process and Integration in SAP ERP	227

viii Contents

		4.5.2 Compliance Management: Sanctioned Party List Check	228
		4.5.3 Compliance Management: Import/Export Control	231
		4.5.4 Customs Management	234
		4.5.5 Risk Management	235
		Summary	237
	1.0	Summary	
5	Con	strolling and Reporting	239
	5.1	SAP Event Management (SAP EM)	239
		5.1.1 Basic Characteristics of SAP EM	240
		5.1.2 Application Interface	243
		5.1.3 Event Handlers and Event Messages	245
		5.1.4 Event Handling	247
		5.1.5 Information Input and Output	249
		5.1.6 Data Entry for Event Messages	250
		5.1.7 Web Interface	251
		5.1.8 Standard Processes in Event Management	252
	5.2	Auto-ID Infrastructure and Object Event Repository	258
		5.2.1 Basics of RFID and EPC Technology	259
		5.2.2 Auto-ID Infrastructure	262
		5.2.3 Object Event Repository	266
	5.3	Reporting and Determining Key Performance Indicators	268
		5.3.1 SAP NetWeaver Business Warehouse	269
		5.3.2 The Information System in SAP ERP	269
		5.3.3 The SCOR Data Model	271
		5.3.4 Reports and Dashboards: Examples	272
		5.3.5 Data Extraction from SAP Logistics Applications	275
	5.4	Summary	276
G	lossa	ry	277
_			202
В	pliog	graphy	283
T	dex		285
10	iuex		203