

# AI IN & FOR LOGISTICS INSIGHTS FROM THE LOGISTICS TREND RADAR



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DHL CSI – Excellence. Simply delivered.

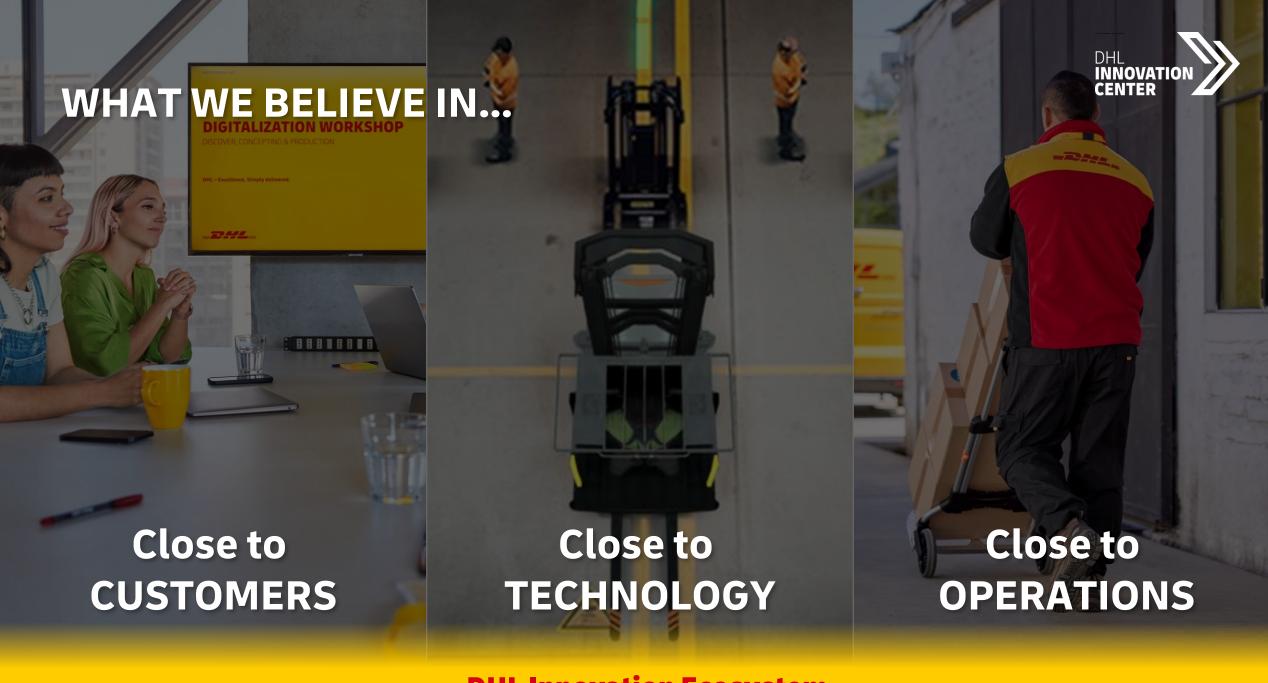




All models are wrong but some are useful!



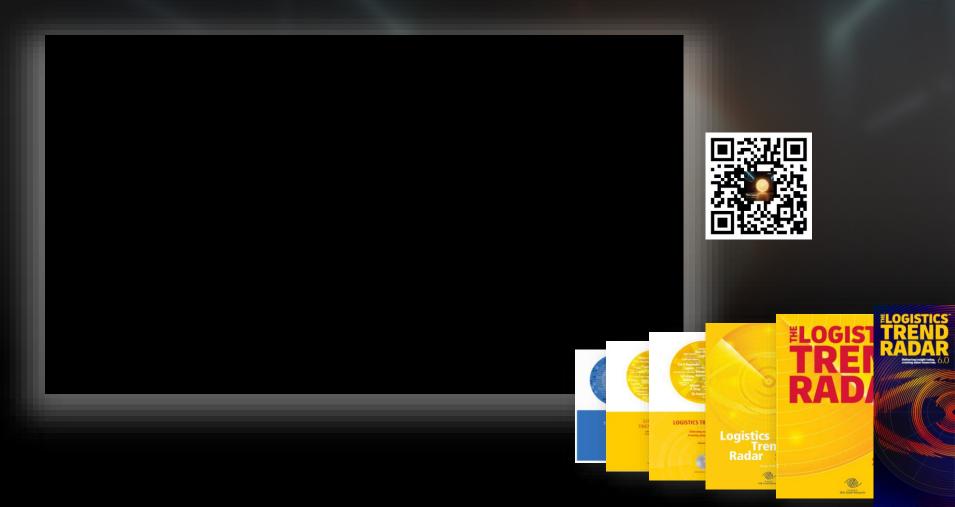
George E. P. Box (1919-2013) British statistician "one of the great statistical minds of the 20th century"



**DHL Innovation Ecosystem** 

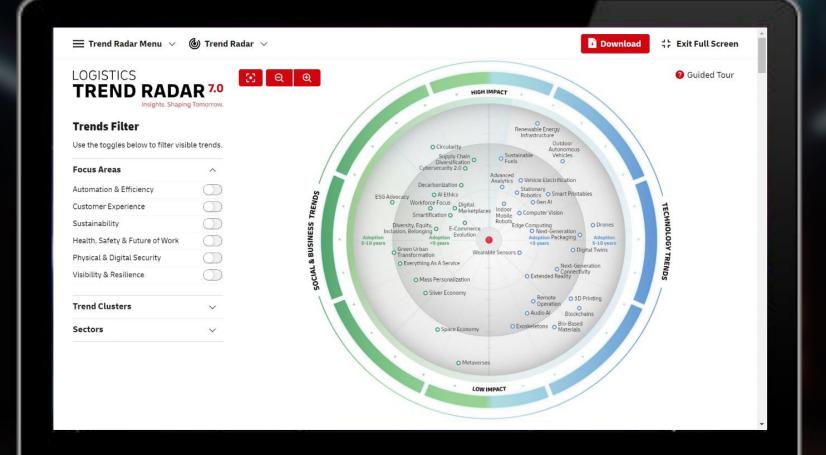
## DHL INNOVATION CENTER

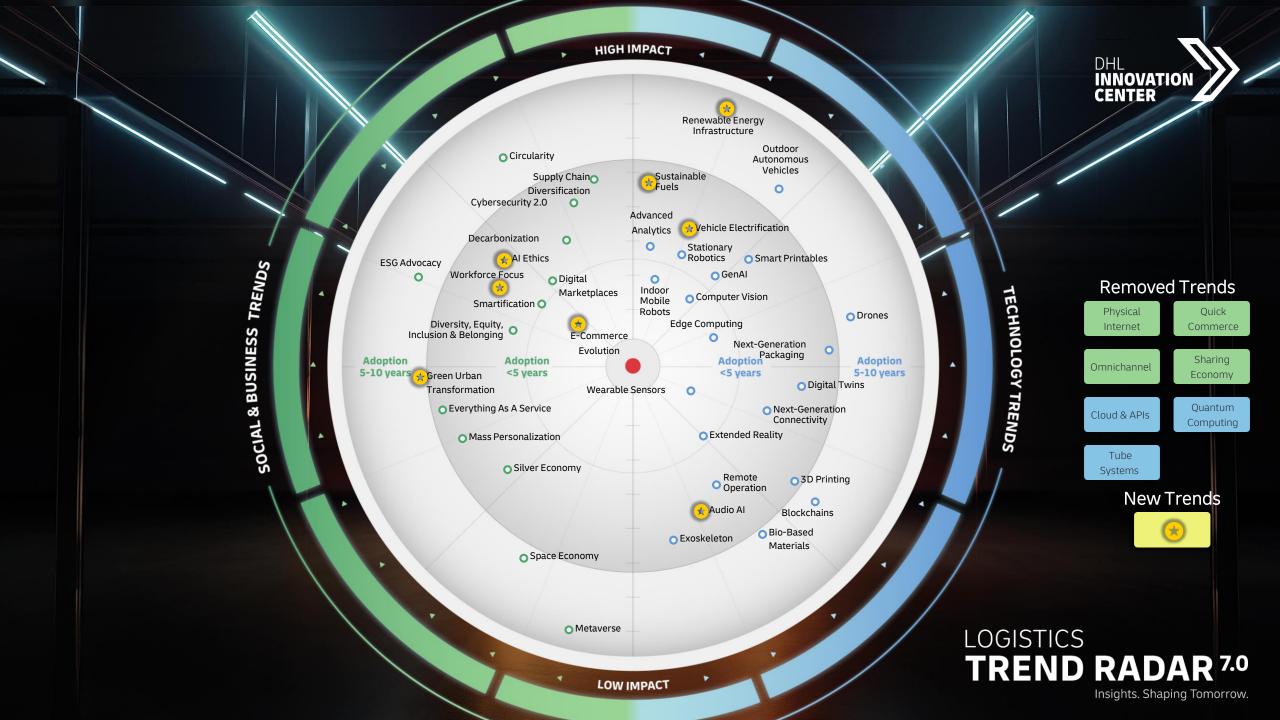
#### A DECADE'S WORTH OF INNOVATION INSIGHTS











#### AI & SUSTAINABILITY IN FOCUS



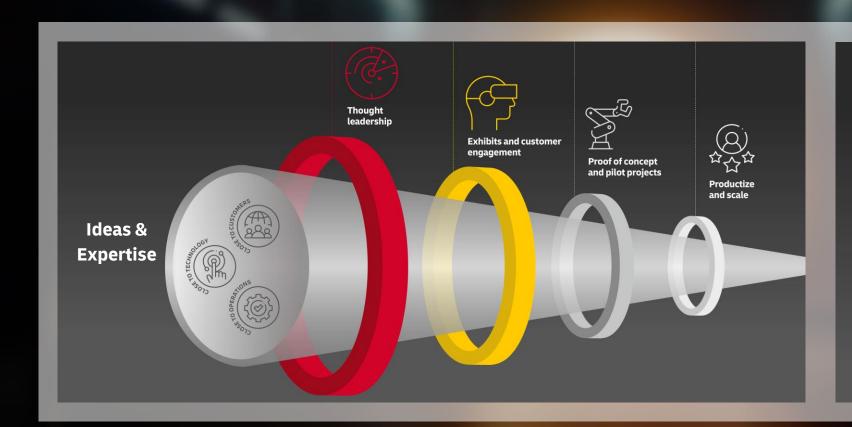






# OUR INNOVATION FUNNEL DRIVES INNOVATION FROM THEORY TO PRACTICE





#### Thought Leadership

We research, publish & provide expertise about new trends and technologies.

#### **Innovation Projects**

We co-create with customers, start-ups & DHL Group to test innovative ideas and technologies.

#### **Solutions**

We develop and scale promising solutions to our customers and divisions.





#### AI HAS LEFT THE SCREEN IN LOGISTICS!



#### **AI Analytics**

- > Route optimization
- Process efficiency
- > Inventory optimization

**>** ...

#### **Audio Al**

- > Predictive maintenance
- Driver drowsiness detection

> ..





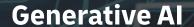


#### **Computer Vision AI**

- > Inventory identification & counting
- Dimensioning
- > Load-fill assessment
- > Health & safety (operations, drivers)

#### Al Ethics

Addressing the ethical considerations and implications of AI and ensuring their responsible development and deployment



- Customer service
- Backoffice tasks (e.g. legal, finance)
- **>** ..



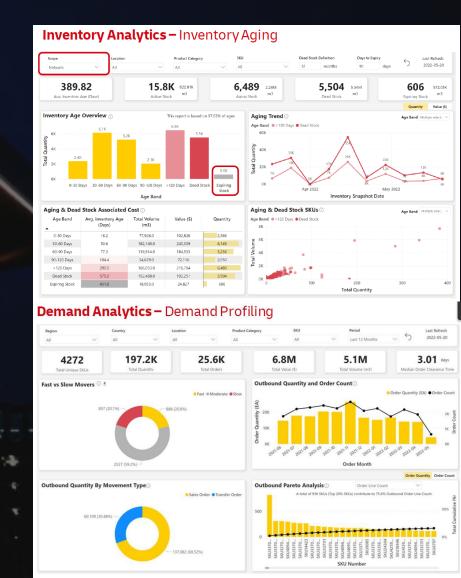






AI-enabled DHL Supply Chain Optimization & Analysis Recommendations Platform (SOAR)

- Modular, standardized supply chain analytics platform to help our customers optimize their supply chain network
- Data-driven assessment of e.g. inventory aging, dead stock simulation, inventory profiling, SKU placement
- Visibility on returns, demand forecast and anomalies
- Improved transparency, avoid lost sales, reduced working capital, and storage cost, increased productivity, better resource planning

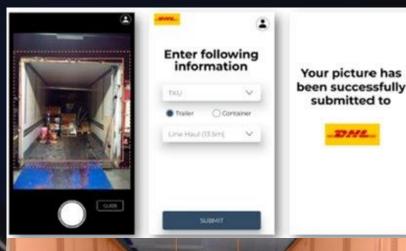






#### **Al-assisted Load-Fill Assessment**

- Analyze a picture of a loaded container taken via a mobile app to determine volumetric load fill
- Opportunity to undertake root cause analysis and mitigate
- Reduce CO2 footprint, by improving trailer fill & reducing the number of unnecessary trucks on the road
- Sufficient accuracy today depending on picture quality & visibility









#### Artificial Intelligence Driver Safety, Sustainability & Efficiency

- Integrating vehicle data from dash cams, telematics, compliance, trip management, trailer tracking, and speed monitoring
- Safety: address unsafe driving behavior with more effective coaching
- Efficiency: diagnostic data, real-time alerts, and automated maintenance workflows
- Sustainability: decrease unnecessary fuel use through real-time visibility into driver behavior and insights into route performance
  - 65% decrease in harsh driving incidents
  - 26% reduction in accidents
  - 49% reduction in accident-related costs
  - 50% decrease in severe and heavy speeding
  - 50% decrease in mobile usage
  - 50% decrease in driver turnover

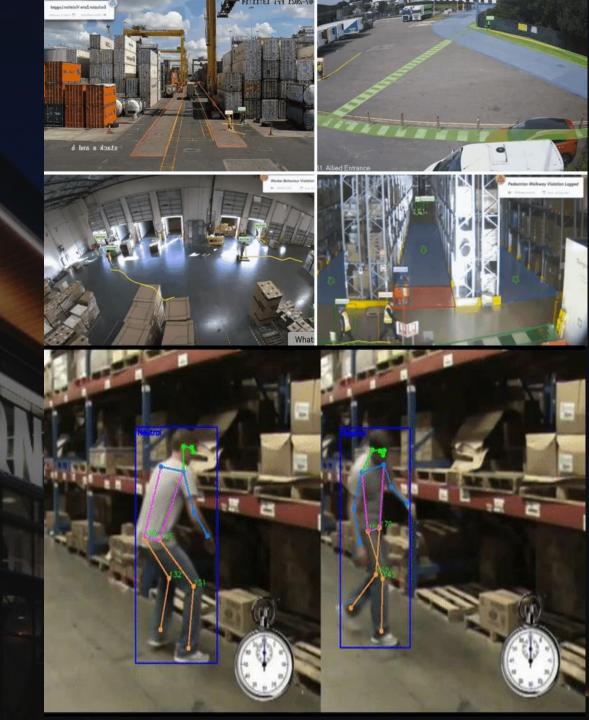






#### AI-enhanced Safety in the Workplace

- Build safety rules and define the parameters around it
- Video data to rapidly identify anomalous events
- Analytics to capture evidence for transparency, improvement, and training
- Dashboard output enables Health & Safety management to make data-driven decisions







#### **Al-optimized Predictive Maintenance**

- Prediction of mechanical failure-based sorter outages
- AI-enabled noise sensors identified to provide best correlation to maintenance needs
- Objectives: increase asset availability & reduce maintenance efforts



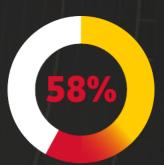
#### LOGISTICS IS A PEOPLE BUSINESS

DHL Future of Work Trend Report



**9** in **10** 

... believe technology has been helpful to their role the past 5 years





0

... believe new technological advancements are a threat to their job and career



Leaders should utilize the workforce's enthusiasm and readiness to learn new skills to collaboratively transform and shape a Future of Work together.



Investment in human capital and workplace culture must come first, superseding efforts to create modern work environments.



Fulfilling the workforce's varying expectations must be carefully and thoroughly considered.







# Competition is becoming less between individual companies, and more between the supply chains they are part of.

Prof. Richard Wilding Emeritus Professor of Supply Chain Strategy Cranfield School of Management

### THANK YOU!

#### For more:

- Thought Leadership Publications
- Innovation Newsletters
- Use Cases
- Access to DHL Innovation Centers

