Analysis of the Impact and Application of Artificial Intelligence on the Development of Supply Chain Technology in Large Enterprises

Xiaoyu Xue
School of International Business, Beijing Foreign Studies University, Beijing 100081, China
DOI: 10.32629/memf.v4i5.1494

Abstract: In recent years, artificial intelligence (AI) has become an important driving force for the development of large enterprise supply chain technology. Through machine learning, natural language processing, computer vision and other technologies, AI can help enterprises improve the efficiency and reliability of supply chains. This article analyzes the impact of AI on the development of large enterprise supply chain technologies and explores its applications in data analysis and forecasting, planning and scheduling, automation and robotics technologies, risk management and anti-fraud for supply chain management. The results show that AI has huge potential to improve the efficiency, transparency and security of large enterprise supply chains. It can help enterprises more accurately analyze massive amounts of supply chain data, predict potential problems, optimize planning and scheduling, improve automation levels with robots, and strengthen risk oversight and fraud prevention through technologies like machine vision.

Keywords: supply chain management, artificial intelligence, business management

1. Introduction

With the increasing complexity and diversification of the global economy, supply chain management has gradually become a key factor for large enterprises to gain competitive advantage and success. This management method not only involves the procurement of materials and inventory control, but also covers multiple aspects such as logistics and distribution, which has a profound impact on the overall operation of the enterprise.

Large enterprises typically need to manage complex supply chain networks involving multiple suppliers, distributors, and logistics partners. Collaboration between these partners is crucial, and any mistake in any link can lead to the collapse of the entire supply chain.[1] For example, if suppliers are unable to provide raw materials on time, or logistics partners experience delays during transportation, it may lead to delays in production plans and delivery times.

Effective supply chain management can greatly improve the operational efficiency of enterprises. By optimizing various links in the supply chain, enterprises can reduce inventory costs, improve production efficiency, and reduce transportation costs, thereby achieving higher profits. In addition, good supply chain management can enhance trust and collaboration between enterprises and partners, thereby creating more business opportunities and value.

In order to gain an advantage in global competition, large enterprises need to continuously improve and optimize supply chain management. This requires professional supply chain management personnel to have rich experience and skills, able to cope with various challenges and changes.[2] For example, they need to have sharp market insight and be able to identify potential business opportunities and risks in a timely manner. They also need to have excellent organizational and coordination skills, able to effectively coordinate the relationships between various links and partners.

In short, with the intensification of global competition, supply chain management has become a key factor for the success of large enterprises. Only through continuous improvement and optimization of supply chain management can enterprises remain invincible in fierce competition and achieve sustainable development and prosperity. In order to improve the efficiency and reliability of the supply chain, many enterprises have turned to artificial intelligence for help. These companies hope to optimize their supply chain management through AI technology to achieve more efficient and reliable operations. The application of artificial intelligence can help enterprises better predict market demand, optimize inventory management, improve logistics efficiency, and reduce costs. By using AI technology, enterprises can obtain more accurate supply chain data and analysis, thereby better understanding market trends and customer needs, and making wiser decisions. In addition, AI technology can also help enterprises automate some tedious tasks, such as order processing, inventory management, and logistics tracking, thereby saving time and resources. Therefore, artificial intelligence has become an important tool for many enterprises to improve supply chain efficiency and reliability. Artificial intelligence is a technology that simulates human intelligence and can perform tasks such as data analysis, decision-making, and learning. Through
technologies such as machine learning, natural language processing, and computer vision, AI can help enterprises optimize supply chain management and improve competitiveness.

2. Supply chain forecasting and planning

Artificial intelligence technology, with its outstanding data processing and analysis capabilities, has become an indispensable part of modern enterprise operations. Through deep processing and analysis of large-scale data, artificial intelligence technology utilizes advanced machine learning algorithms for precise pattern recognition and predictive analysis. This enables enterprises to predict future market demand and supply more accurately in the increasingly fierce market competition, thereby formulating more reasonable and scientific procurement, production, and inventory management plans.

Dong, M., Xu, K. (2020) The application of artificial intelligence technology in supply chain forecasting and planning has brought unprecedented convenience and advantages to enterprises. It can track and analyze various links in the supply chain in real-time, accurately predict future market trends and changes, and help enterprises prepare in advance to cope with various possible market risks and challenges. At the same time, artificial intelligence technology can also optimize the production plan and inventory management of enterprises based on historical data and pattern recognition, improve operational efficiency, reduce costs, and further enhance the market competitiveness of enterprises. In addition, the application of artificial intelligence technology in supply chain forecasting and planning can also help enterprises better understand and meet customer needs. Through in-depth analysis of customer behavior and market trends, artificial intelligence technology can provide enterprises with more accurate customer profiles and market positioning, help them develop more personalized products and services, and improve customer satisfaction and loyalty.

3. The impact of artificial intelligence on supply chain technology

Artificial intelligence has a significant impact on the development of supply chain technology in large enterprises.

Firstly, the powerful functions of AI assistants can help enterprises transform complex data in the supply chain into clear and visible charts and reports, greatly improving the transparency and visibility of the supply chain. Kamalaharan, S., Cheng, S. C. (2020). Through deep learning and natural language processing technology, AI can analyze massive amounts of data, accurately identify potential supply chain risks and opportunities, and issue timely warnings. In addition, AI can provide accurate predictions to help businesses prepare in advance and effectively respond to various challenges. Whether predicting market demand or predicting delays or malfunctions in logistics transportation, AI can provide accurate and reliable prediction results. This enables enterprises to have a comprehensive understanding of all aspects of their supply chain, so that they can quickly take effective measures when problems arise, avoid losses, and improve overall operational efficiency. Meanwhile, the automation and intelligence features of AI can significantly improve the efficiency and accuracy of supply chain management. For example, automatically adjusting inventory levels through AI algorithms can reduce inventory backlog and waste. AI automated order processing systems can greatly improve the efficiency and accuracy of order processing. AI intelligent customer service can provide 24/7 service support to customers at any time and anywhere.

Secondly, AI technology can greatly optimize supply chain planning and scheduling, thereby improving production and delivery efficiency. In supply chain management, decision-making needs to consider many factors, such as supplier reliability, complexity of inventory management, and scheduling of production lines. Traditional methods are usually based on experience and rules, making it difficult to cope with complex situations in supply chain operations. However, AI technology can achieve automated decision-making and scheduling through learning and optimizing algorithms, making supply chain operations more efficient and flexible, and better adapting to constantly changing market demands and environments. The application of AI in work has become a trend. For example, the GPT series of artificial intelligence models can understand natural language and generate corresponding responses. It has clear reply ideas, rigorous logical reasoning, and precise reasoning ability. This enables users to more efficiently obtain information, solve problems, and improve work efficiency in their work.

Thirdly, AI technology can automate tasks through intelligent automation and robotics, significantly improving the execution efficiency of supply chain management. In the process of supply chain management, many tasks require manual participation and processing, such as order processing, logistics tracking, inventory management, etc. These tasks typically require a significant investment of time and manpower costs, and are easily influenced by human factors, leading to low efficiency. However, AI technology can automate these tasks through automation and robotics, reducing labor costs and improving work efficiency. By adopting AI technology, supply chain management can process tasks such as orders and logistics tracking more quickly and accurately. For example, AI can automatically recognize and process order information through natural language processing technology, avoiding human errors and delays. At the same time, AI can
also predict logistics and inventory demands through machine learning and data analysis techniques, optimize logistics paths and inventory management strategies, and improve the response speed and flexibility of the supply chain. In addition, AI can also automate tasks such as warehouse management and logistics distribution through robot technology. AI can achieve automated sorting and distribution of goods through technologies such as drones and autonomous vehicles, improving the efficiency and accuracy of warehouse management and logistics distribution.[4] The application of these technologies can reduce labor costs, improve work efficiency, and also improve the reliability and security of supply chain management.

Finally, AI can improve the security and reliability of the supply chain through intelligent risk management and anti-fraud technology. There are various potential risks and frauds in the supply chain, such as supplier fraud, counterfeit products, etc. AI can identify abnormal behavior and risks through data analysis and comparison, provide timely warning and preventive measures, and ensure the safety and reliability of the supply chain[5].

4. Application analysis of artificial intelligence in supply chain management

AI technology has been deeply applied to various aspects of supply chain management in large enterprises. The application of AI in demand forecasting and inventory management is particularly significant. By carefully analyzing historical sales data and other external influencing factors, AI can more accurately predict future market demand, effectively reducing inventory costs and achieving better inventory levels. The accuracy of this prediction enables enterprises to meet market demand while avoiding excessive inventory backlog, thereby avoiding waste of funds and resource backlog. The application of AI in customer service is also becoming increasingly widespread. AI can use natural language processing technology to understand and respond to customer questions and needs, providing timely and accurate assistance. The service efficiency and quality of this intelligent customer service are far superior to traditional manual customer service, which can greatly improve customer satisfaction and loyalty. The application of AI in supply chain management also has great potential. Through in-depth analysis and optimization of global supply chains, AI can help enterprises achieve more efficient and flexible supply chain management. For example, AI can automatically adjust supply chain strategies based on real-time market demand and inventory conditions to maximize inventory turnover and supply chain efficiency. The application of AI in risk management is also receiving attention. Through big data analysis and machine learning technology, AI can help enterprises identify potential business risks and predict their potential impacts. This predictive ability can enable enterprises to take measures in advance, effectively avoid risks, and achieve more stable business development. The application of AI in supplier selection and evaluation is becoming increasingly important. AI can quickly analyze a large amount of supplier data, evaluate its reliability, product quality, and delivery performance, helping enterprises more effectively screen and manage suppliers.[6] Through AI technology, enterprises can more accurately predict the performance of suppliers and timely identify potential problems, thereby reducing risks and improving production efficiency. In addition, AI can also help enterprises achieve more efficient communication with suppliers and further optimize the operation of the supply chain. The application of AI in transportation and logistics management is also becoming increasingly popular. AI can optimize transportation routes, reduce transportation costs, improve delivery efficiency, and achieve faster cargo turnover through complex algorithms. These intelligent logistics management methods can better adapt to market changes and improve the competitiveness of enterprises. The application of AI in the logistics field has been widely recognized. By using AI technology, logistics companies can more efficiently manage and plan transportation routes, thereby reducing costs and improving service quality. This intelligent logistics management method provides enterprises with more competitive advantages, while also better meeting the needs of customers.

The application of AI in logistics management includes but is not limited to the following aspects:

(1) Route optimization: AI algorithm can plan the optimal transportation route for trucks based on real-time traffic information, weather forecast, road condition prediction, and other data. This helps to reduce transportation time and costs, and improve the delivery efficiency of goods.

(2) Intelligent scheduling: By using AI technology, logistics companies can achieve intelligent scheduling and resource allocation based on factors such as customer demand, inventory situation, and transportation efficiency. This helps to improve vehicle utilization and reduce idle and waiting times.

(3) Real time monitoring: The AI system can monitor the location and transportation status of goods in real time, detect abnormal situations in a timely manner, and take corresponding measures. This helps to improve safety during transportation and reduce cargo losses.

(4) Predictive analysis: AI technology can predict future transportation demand and inventory situation through historical data and market trends. This helps companies prepare in advance to avoid inventory backlog and shortages.

The application of AI in quality control and traceability has become increasingly important. By utilizing technologies
such as deep learning and image recognition, AI can automatically identify and judge quality issues, accurately trace the source of defective products, and ensure product quality and safety. This automated quality control and traceability system can not only improve production efficiency, reduce manual intervention and errors, but also provide better protection for consumers,[7] allowing them to trust the company’s products and services more. The application of AI technology in quality control is usually carried out by analyzing various data and images during the production process, as well as the appearance and internal structure of products. Through technologies such as deep learning and image recognition, AI can automatically identify and determine whether a product has quality issues, and can accurately trace the source of defective products. This automated quality control and traceability system can not only improve production efficiency, but also provide better protection for consumers, allowing them to trust the company's products and services more. In addition, AI technology can accurately trace the source of defective products by analyzing various data and images during the production process, as well as the appearance and internal structure of products. This automated traceability system can not only improve production efficiency, but also provide better protection for consumers, allowing them to trust the company’s products and services more.

5. Conclusion

In short, artificial intelligence has an extremely important impact on the development of supply chain technology in large enterprises. Through data analysis and prediction, planning and scheduling, automation and robotics, risk management, and anti fraud, AI can significantly improve the efficiency, transparency, and security of the supply chain. The application of AI in various aspects of supply chain management, such as demand forecasting, supplier evaluation, transportation and logistics management, quality control and traceability, has shown great potential and can help enterprises improve their competitiveness.

In terms of demand forecasting, AI can provide accurate demand forecasting through in-depth analysis of historical sales data, market trends, and customer behavior, helping enterprises to manage inventory and production plans in advance. In terms of supplier evaluation, AI can automate the evaluation of suppliers' qualifications, reputation, and historical performance, providing a reliable reference for the procurement department. In terms of transportation and logistics management, AI can improve the efficiency and accuracy of logistics management by optimizing path planning, improving transportation efficiency, and reducing transportation costs. In terms of quality control and traceability, AI can ensure product quality through real-time monitoring and analysis of data during the production process, while achieving product traceability to quickly locate and solve problems when they occur. However, there are also some data privacy, security, and ethical issues and risks in AI applications. Firstly, data privacy is a key issue. In supply chain management, there is a large amount of personal information and sensitive corporate information involved. If this information is leaked or abused, it may bring serious legal and reputational risks to the enterprise. Secondly, data security is also an important issue. The data in the supply chain not only involves commercial secrets of enterprises, but may also involve national security issues. Therefore, effective measures must be taken to protect the security of data. Finally, ethical issues are another aspect that cannot be ignored in AI applications. If the application of AI leads to issues such as unfair competition, discrimination, or causes harm to humans, then such application is unacceptable. Therefore, when developing and applying AI technology, it is necessary to consider ethical and ethical issues to ensure the rational use and development of AI technology. In summary, artificial intelligence has a significant impact on the development of supply chain technology in large enterprises. Through data analysis and prediction, planning and scheduling, automation and robotics, risk management, and anti fraud, AI can improve the efficiency, transparency, and security of the supply chain. However, when applying AI technology, it is also necessary to pay attention to issues and risks such as data privacy, security, and ethics to ensure the reasonable use and development of AI technology.

References


[6] Pei Li. The large-scale model has opened up a new era of AI industrialization and application, continuously accelerating. Financial Times. 2023; (007): 12-14.