## **EDITION 161** June 04, 2025

## **Smart Moves, Big Savings: Top Supply Chain Cost-Cutters for 2025**

- 1. <u>Tariff Engineering:</u> Reclassifying products and sharing tariff costs to reduce import expenses.
- 2. <u>AI & Automation:</u> Using AI and automation to streamline operations and cut costs by over 30%.
- 3. <u>Inventory Optimization:</u> Balancing just-in-time and just-in-case models to manage supply volatility.
- 4. <u>Financial Flexibility:</u> Leveraging chargeback prevention and invoice financing to boost cash flow.
- 5. <u>Data-Driven Decisions:</u> Utilizing real-time analytics to improve demand forecasting and inventory control.
- 6. <u>Sustainability Initiatives:</u> Reducing costs through eco-friendly packaging and green logistics.

Source: Supply Chain Dive

# Brazil Delays Decision on U.S. and Canadian Polyethylene Tariffs, Stirring Market Uncertainty

Brazil's Foreign Trade Chamber (Gecex) has postponed its anticipated decision on imposing antidumping duties (ADDs) on polyethylene (PE) imports from the United States and Canada. The meeting, expected to result in the implementation of ADDs starting in June, was deferred without a new date announced, leaving the domestic PE market in a state of uncertainty.

Source: ICIS

## Court Halts Trump's Sweeping Tariffs, Citing Presidential Overreach

A U.S. federal court has blocked former President Donald Trump's extensive tariff orders, ruling that he exceeded his authority

## Wacker Chemie Expands Speciality Silicones Production with New Plants in China

German chemical company Wacker Chemie has announced the mechanical completion of new production facilities for speciality silicones at its Zhangjiagang site in China. This expansion aims to meet the growing demand for high-performance silicones in the region. The new plants will enhance Wacker's capacity to produce a range of speciality silicone products used in industries such as automotive, electronics, and construction.

Source: Wacker

## Court Ruling Sparks Spike in Asia-US Shipping Rate

A recent U.S. court decision blocking Trump's broad tariffs has created uncertainty, causing importers to rush shipments from Asia to the U.S. This surge under the International Emergency Economic Powers Act (IEEPA). The injunction affects tariffs imposed on countries like China, Canada, and Mexico, as well as the elimination of the de minimis exemption for low-value imports.

Source: Supply Chain Dive

in demand has pushed container shipping rates up by 17%, leading to port congestion and higher costs. The tariff status remains unclear as appeals proceed, prompting companies to adjust supply chains and inventory strategies to cope with volatile shipping expenses.

Source: ICIS



## AI in Manufacturing: A Double-Edged Sword for Supply Chain Resilience

AI-Driven Risks & Mitigation in Manufacturing Supply Chains (2025):

#### **Emerging Risks:**

- Data Poisoning: Malicious data manipulation is disrupting forecasts, costing companies millions.
- Cyber Vulnerabilities: Cloud-based AI systems increase exposure to cyber threats.
- Insider Threats: AI struggles to detect internal human risks, requiring vigilant oversight.
- Algorithmic Bias: Biased training data can unfairly impact suppliers and regions.

#### Mitigation Strategies:

- Multi-Layered Security: Use advanced cybersecurity tools like MFA and real-time monitoring.
- Human-AI Collaboration: Blend AI insights with human judgment for balanced decisionmaking.
- AI Audits: Regularly review AI models to eliminate bias and improve fairness.
- Employee Training: Equip staff to understand AI risks and strengthen organizational defenses.

Source: Supply Chain Brain

### **Upcoming Events**

The Chemical Indonesia 2025 is scheduled from July 29 to 31, 2025, in Jiexpo, Indonesia.

#### **CONTACT US:**

### **Arjun Srivastava** arjunsrivastava@apacss.com

















DISCLAIMER: Most of the information, articles, trends are directly transcribed from authentic news sources and should be considered for knowledge purposes only. We don't make any warranties about the completeness, reliability and accuracy of this information.

APAC Sourcing Solutions Ltd | 414, Suncity Business Towers Golf Course Road | Gurugram, HR 122002 IN

<u>Unsubscribe</u> | <u>Update Profile</u> | <u>Constant Contact Data Notice</u>



Try email marketing for free today!