

**THE INFLUENCE OF SUPPLY CHAIN NETWORK DESIGN ON REVERSE
LOGISTICS EFFECTIVENESS: A case study of Victoria Equipment Limited**

EDGAR TUMUSIIME

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**UGANDA CHRISTIAN
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DECLARATION

I, Tumusiime Edgar hereby declare that this research report entitled “The Influence of Supply Chain Network Design on Reverse Logistics Effectiveness: A case study of Victoria Equipment Limited” has never been submitted to any institutions of higher learning for any award and where people’s work has been copied, reference has been made to that effect.

Signed:  Date: 08/09/23

TUMUSIIME EDGAR

APPROVAL

This report titled The Influence of Supply Chain Network Design on Reverse Logistics Effectiveness, the case of Victoria Equipment Limited has been submitted by **TUMUSHIME EDGAR** for examination with my approval as the University Supervisor, and it's now ready for presentation for the award of a Bachelor's degree of procurement and logistics management of Uganda Christian University.

Signed:  Date: 

MR. MULOOSI.P. PASCAL

DEDICATION

I dedicate this dissertation report to the Almighty God, my mom and dad for their encouragement and financial support throughout my education, my brother and sisters for their moral support, advice and motivation to work hard and smart. It's been a tough journey but may the Almighty God Bless you all.

ACKNOWLEDGEMENT

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In addition, I offer sincere thanks to my fellow colleagues for making learning an interesting teamwork adventure.

ABSTRACT

The study examined The Influence of Supply Chain Network Design on Reverse Logistics Effectiveness. With the case study of Victoria Equipment Limited. It specifically focused on finding out; To identify the key factors that contribute to a well-designed network design in the context of reverse logistics, to examine the impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations, to examine how collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics.

The study was carried out using a cross sectional survey research design where both quantitative and qualitative research approaches were also used. The data was collected using questionnaires and during the data collection, a non-random sampling method was used, with a sample size of 30 respondents who are management and employees of Victoria Equipment Limited were also used in the study.

From the findings, it was revealed that factors such as outsourcing, the collection level, sorting and segregation contribute to a well-designed network design so they are usually considered by Victoria Equipment Limited to ensure great performance and reduce on landfill. Strategies such as optimizing transportation routes and by optimizing facility locations and layouts, a well-designed network can minimize transportation distances and energy consumption, resulting in lower environmental impacts hence increasing the efficiency and effectiveness of reverse logistics operations.

The study recommended that Victoria Equipment Limited should conduct a thorough assessment of their current reverse logistics processes and capabilities. By understanding the volume, types and reasons for returned products, delegation should be attached to the experts in the organisation and more should be hired to handle the key activities.

Contents

DECLARATION	2
APPROVAL	3
DEDICATION	4
ACKNOWLEDGEMENT	5
ABSTRACT	6
CHAPTER ONE	10
1.0 Introduction	10
1.1 Background of Study	11
1.2 Statement of the Problem	12
1.3 Main Objective of Study	13
1.4 Specific Objectives of Study	13
1.5 Research Questions/Hypothesis	13
1.6 Scope of Study	14
1.6.1 Geographical Scope	14
1.6.2 Content Scope	14
1.6.3 Time Scope	14
1.7 Conceptual Framework	14
1.7.1 Figure of Conceptual Framework	15
CHAPTER TWO	16
LITERATURE REVIEW	16
2.0 Introduction	16
2.1 Definition of Key variables	16
2.1.1 Supply Chain Network Design	16
2.1.2 Reverse Logistics	17
2.2 Empirical review	18
2.2.1 To identify the key factors that contribute to a well-designed network design in the context of reverse logistics	18
2.2.2 To examine the impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations.	22
2.2.3 To examine how collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics.	25
CHAPTER THREE	28

METHODOLOGY	28
3.0 Introduction.....	28
3.1 Research Design	28
3.2 Study Population.....	28
3.3 Sampling size determination and sampling technique	28
3.4 Data Collection Methods	28
3.5 Primary Data.....	29
3.6 Secondary Data	29
3.7 Data collection tools.....	29
3.8 Quality checks	29
3.8.2 Reliability of Research Instruments	29
3.9 Data Collection Procedure (How you will go about entering the field).....	29
3.10 Ethical considerations.....	30
3.11 Data analysis techniques.....	30
3.12 Study Limitations.....	30
3.13 Chapter Summary.....	30
CHAPTER 4.....	31
SURVEY FINDINGS AND DISCUSSION.....	31
4.0 Introduction.....	31
4.1 Findings from Primary Data: Demographic Information.....	31
4.1.1 Gender of Respondents.....	32
4.1.2 Age of Respondent.....	32
4.1.3 Education Level of Respondents.....	32
4.1.4 Respondent’s working department.....	33
4.1.5 Respondent’s working position.....	34
4.2 Findings on the Influence of Supply Chain Network Design On Reverse Logistics Effectiveness.	35
4.3 Findings on the Impact of a Well-Designed Network Design on The Efficiency and Effectiveness of Reverse Logistics Operations.	37
4.4 Findings On How Collaboration and Partnerships Impact the Effectiveness of a Well-Designed.....	38
CHAPTER 5.....	40
CONCLUSIONS AND RECOMMENDATIONS	40
5.0 Introduction.....	40

5.1 Conclusions	40
5.1.1 Key factors that contribute to a well-designed network design in the context of reverse logistics	40
5.1.2 The impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations	41
5.1.3 How collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics?	41
5.2.0 Recommendations	42
5.2.1 Recommendations to Victoria Equipment Limited	42
5.2.2 Recommendations to the Government of Uganda	42
REFERENCES	43

CHAPTER ONE

1.0 Introduction

The term Supply Chain was coined by Bunbury in 1975 to analyze supply networks across multiple functions and organizations. The concept has evolved over the years, both from the perspective of the American Production and Inventory Control Society (APICS) dictionary, as also from The Supply Chain Council. A modern Supply Chain Network (SCN) is a complex multi-echelon, multi-stakeholder and multi-parameter network that includes uncertainty at various stages accompanied by risk management in decision making. From a Life Cycle Assessment (LCA) perspective, a SCN can be based on the approach taken, such as cradle-to-cradle, cradle-to-gate, gate-to-gate etc.

Supply chains are not static, they evolve and change in size, shape, configuration, in how they are coordinated, controlled and managed. New supply chains may emerge for many reasons for example in response to a technological breakthrough such as bendable displays (Lee & Cheng, 2013), the emergence of a new product or market niche such as smart watches (Hahn, 2015), or new geographical markets such as Africa (Russo et al., 2012). Supply chains also decline and may disappear when demand is no longer sufficient to drive the chain.

A supply chain network design is defined as a working model that delineates the overall framework of a supply chain to assess the time and costs required to bring goods to the market. This model helps a business spot inefficiencies and potential risks in the supply chain. The model also helps analyze "what if" scenarios to optimize operations to reduce costs, improve service and increase responsiveness.

The key objectives of a global supply chain design are to optimize inventory, working capital and logistics costs. It also increases visibility, identifies opportunities for cost savings and reduces potential risks.

Reverse logistics (RL) is a logistics function focusing on the backward flow of products from customers to suppliers (Hazen, 2011). It is a crucial component of Green Supply Chain Management (GSCM) as it can help to reduce the waste generated by handling and disposition of returned and used products through employing a range of disposition options (Hervani et al., 2005; Pokhran and Murtha, 2009). Product returns can occur for a number of reasons and at different places in the supply chain including manufacturing, distribution and customer-related

returns (Rogers and Tibben-Lembke, 1999; Flapper, 2003). Product disposition involves activities associated with making a decision about what to do with used or returned products and this process is a key part of RL (Prahinski and Kocabasoglu, 2006). Reuse, repair, remanufacturing, recycling and disposal have been defined as the common disposition options of RL (Thierry et al., 1995; De Brito and Dekker, 2002; Pokhran and Murtha, 2009).

Well-managed reverse logistics programs can lead to sustainable development and create a competitive advantage through increased profits, cost reduction and improvement in customer satisfaction (Rogers and Tibben-Lembke, 1999; Stock et al., 2002). RL can produce both tangible and intangible benefits by recapturing value from used or returned products and extending the life of products, rather than purchasing more raw materials and wasting manpower and time.

1.1 Background of Study

Supply chain network design is a critical component of supply chain management and can have a significant impact on a company's ability to meet customer demand while minimizing costs and maximizing efficiency. The design of the supply chain network can be influenced by a range of factors, including customer demand patterns, supplier locations, production costs, transportation costs, and regulatory requirements. The process of designing the supply chain network typically involves the use of mathematical modeling and simulation tools, which can help companies to evaluate different scenarios and make data-driven decisions.

In recent years, the use of digital technologies such as artificial intelligence, machine learning and advanced analytics has transformed the field of supply chain network design. These technologies enable companies to analyze vast amounts of data, optimize network design in real-time and respond quickly to changing market conditions.

To gain a competitive advantage, creating a reverse logistic (RL) program is an important role (Goran, Rafael, & Rabbani, 2018). The definition of Reverse Logistics, according to Govindan, Suleiman and Kannan (2015), is the opposite of forward logistics within the supply chain and involves the process of planning, implementing, and controlling the reverse flow of products back to the manufacture or a secondary market. Reverse Logistics is different from traditional supply chains in which they have inherent uncertainty such as price, quality, time and the quantities of return products (Goran et al. 2018). Because of the nature of these uncertainties,

supply chain managers need to enforce a high level of complexity in the design of a Reverse Logistics strategy (Babazadeh, Jolai, & Razmi, 2015).

The relationship between supply chain network design and reverse logistics effectiveness has been the subject of extensive research in recent years. Studies have shown that a well-designed supply chain network that considers the potential for returns and the flow of goods in the opposite direction can improve the effectiveness of reverse logistics.

Research has also shown that the use of technology, such as RFID and barcoding can improve the efficiency and accuracy of the reverse logistics process by enabling the tracking and management of returned products. Additionally, the integration of reverse logistics into the overall supply chain strategy can improve the coordination and alignment of activities, leading to improved customer satisfaction and reduced costs.

Overall, the study of supply chain network design and reverse logistics is a critical area of research for businesses seeking to improve their sustainability and competitiveness in today's global marketplace.

1.2 Statement of the Problem

Reverse logistics is process that gives organizations economic advantage, improves material management, improves corporate image, and improves the green environment. Victoria Equipment Limited adopted reverse logistics to utilize economic advantages of used and new earth moving equipment and spare parts to ensure that they are available for operations. It aspired to use the economic advantages of reverse logistics to bring down the retail price of both new and used equipment (VEC 2011). As the world is shifting its focus from black to green, companies are becoming inclined to comply with environmental policies for both corporate governance issues as well as profit maximizing motives. As a responsible organization Victoria Equipment Limited also embarked on reverse logistics to improve the green environment by collecting used and decommissioned parts (Victoria Equipment Limited). This has also improved Victoria Equipment Limited's corporate image.

Contrary, reverse logistics has not been effective and efficient at Victoria Equipment Limited: the return of worn-out parts from the downstream of supply chain has been slow and other parts remain unreturned. This had led to shortages of spares to support operations

(Guardian, 2012). To overcome this, Victoria Equipment Limited had embarked on importing of parts which also increases the negative balance of payment faced by the Uganda government and the cost of importing parts has increase with the devaluation and floating of shilling (Uganda currency). Reverse logistics is significant in reducing sourcing cost and imports, and reduce inventory shortages (Tian and Chen, 2014; Turrisi et al, 2013; Kumar and Kumar, 2013; Badenhorst, 2013; Corrêa and Xavier, 2013; Khor and Uddin, 2012; Beg, 2012; Brito and Dekker, 2003).

1.3 Main Objective of Study

The objective of the study is to provide insights and practical guidance for businesses looking to improve their reverse logistics processes, reduce waste, increase sustainability and enhance customer satisfaction. By optimizing their supply chain design for better reverse logistics outcomes businesses can reduce costs, enhance their reputation and increase their competitive advantage in an increasingly environmentally conscious marketplace.

1.4 Specific Objectives of Study

1. To identify the key factors that contribute to a well-designed network design in the context of reverse logistics.
2. To examine the impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations.
3. To examine how collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics?

1.5 Research Questions/Hypothesis

1. To what extent does a well-designed network design reduce the costs associated with reverse logistics processes such as transportation and warehousing?
2. What are the key components of a well-designed network design that enable effective reverse logistics processes?
3. What are the challenges and barriers to implementing a well-designed network design for reverse logistics, and how can they be addressed?

1.6 Scope of Study

A well-defined scope of study helps the researcher maintain focus, avoid unnecessary distractions and ensure that the research remains feasible and achievable within the available resources and time frame. It also provides a clear roadmap for conducting the research and communicating its objectives and limitations to others, such as peers, advisors, or stakeholders.

1.6.1 Geographical Scope

The study was carried out at Victoria Equipment Limited the official distributor of Komatsu earth-moving equipment, Tadano, Dynapac, Tempest and Sandvic machines in Uganda. It located on Mulwana Road Bwala Hill Plot 106B, 106 Fifth Street, Kampala Industrial Area.

1.6.2 Content Scope

The research concentrated on examining the influence of supply chain network design on reverse logistics effectiveness.

1.6.3 Time Scope

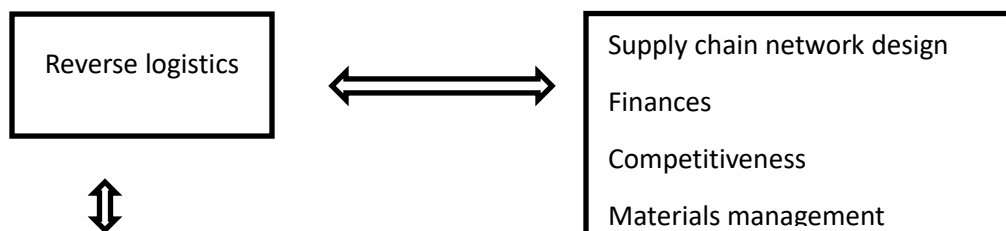
The dissertation project was conducted for a period of 5 months which commenced on April 2023 and concluded on August 2023. The 5-month timeframe was seen as a reasonable duration for the researcher to conduct research, analyze data and write a comprehensive report of their findings.

1.7 Conceptual Framework

In this study an independent variable is reverse logistics, and a dependent variable is supplying chain network design. Moderating variables are management support and supply chain partners. Co-founding variables are process complexity and cost of reverse logistics. Below figure shows a framework of relationships among variables in this study.

INDEPENDENT VARIABLE
VARIABLE

DEPENDENT





1.7.1 Figure of Conceptual Framework

Independent Variable

Independent variable is a variable that causes changes to a dependent variable or variables (Saunders et al., 2009). Reverse logistics is an independent variable because when implemented in an organization it influences or changes how the supply chain performance, financial competitiveness, environment material management and its network structures.

Dependent Variable

Dependent variable is a variable that changes in response to changes in other variables (Saunders et al., 2009). Supply chain network design is a dependent variable. When reverse logistics is effective, the supply chain network is improved which increases in profit, competitiveness and material management.

CHAPTER TWO

LITERATURE REVIEW

2.0 Introduction

This chapter presents a comprehensive review of literature on the key factors that contribute to a well-designed network design in the context of reverse logistics, the impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations and how collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics. This chapter highlights the relevant theories and models that have been used to support the study, to identify gaps in knowledge, and to provide insights into the research questions.

2.1 Definition of Key variables

This section will look at the key variables of the research topic.

2.1.1 Supply Chain Network Design

Supply chains are a critical and often unnoticed part of our everyday lives. Almost everything that we purchase in a store comes to us as a part of a supply chain and managing these networks is a complex and ever evolving task. According to Matt Forrest 2023, Supply chain network design is the process of building and modeling a supply chain to better understand the costs and time associated with bringing goods to market with the resources and locations available. The end goal is to create the most efficient network possible, meet the demand of customers, and ensure the lowest possible cost to serve your network. This process includes many different variables and models but many of them are tied to location, such as your distribution centers, store network, and possible routes to serve those stores. Other assumptions, such as number of transportation resources, assumed delivery time, and total route time are also tied to location - even though they might not initially appear to be impacted by location. The exact routes and road networks play a major role in how you will ultimately design your routes and assign resources to different clusters of stores. (Matt Forest, 2023)

Network Design determines the physical configuration and infrastructure of the supply chain. Key decisions are made on the number, locations, and size of manufacturing plants and warehouses, the assignment of retail outlets to warehouses, etc. At this stage, major sourcing decisions are also made. The typical planning horizon is a few years. (TUM School of

Management). It is of great importance to understand that supply chain network design is a continuous process. Supply chain network cannot be designed and implemented once and forever. New challenges and opportunities mean business is always changing. Success requires quick and informed decision making (Any Logistics, supply chain software). To deal with all these challenges, many interdependent processes inside and outside the organization must be considered, which makes the situation quite unpredictable. The task is complicated even more by the fact that the most commonly adopted tool, spreadsheet-based modeling, is often not capable of handling complex, interdependent, and time-related systems, such as supply chains. More powerful forecasting and analytics tools are needed. (Any Logistics, supply chain software).

That is why network design in supply chain management, with increasing frequency, is conducted using specialized supply chain network design software. This is a much more flexible and effective solution than spreadsheets. When planning a future network, and when optimizing one already in place, logistics network design software can provide all the necessary data for supply chain performance analysis and decision making. (Any Logistics, supply chain software).

2.1.2 Reverse Logistics

Reverse logistics is a type of supply chain management that moves goods from customers back to the sellers or manufacturers. Once a customer receives a product, processes such as returns or recycling require reverse logistics (Abby Jenkins, 2021). Reverse logistics start at the end consumer, moving backward through the supply chain to the distributor or from the distributor to the manufacturer. Reverse logistics can also include processes where the end consumer is responsible for the final disposal of the product, including recycling, refurbishing or resale (Abby Jenkins, 2021). The full definition of reverse logistics, as according to The Council of Logistics Management, is the process of implementing, controlling, and planning the cost-effective flow of finished goods, raw materials, and in-process inventory. The flow is from the point of consumption (for instance, the customer) to the point of origin (for example, the manufacturer), to properly dispose of these or to recapture value (C3controls).

Most supply chains will stop measuring the success of their goods once the product is shipped and is delivered on time. While this can be an accurate measurement of customer satisfaction and profit, it doesn't account for all cases (New castle systems). What if your customer receives an incomplete order? What if they feel the item, they ordered doesn't match the product

description? Or what if the customer just changes their mind about their purchase? In all three of these likely scenarios, the return of your product qualifies as reverse logistics (New castle systems). Reverse logistics associated with returns requires specific management. Although both direct and reverse logistics initially occupy the same process as the movement of products and goods, the starting and end points are in reverse in the process, which means there are notable differences between both types of management. To begin with, in direct or conventional logistics, product quality, quantity and management is more predictable and can therefore be planned and controlled more easily. But reverse logistics is a more demanding process.

2.2 Empirical review

This section covers empirical literature on the study objectives.

2.2.1 To identify the key factors that contribute to a well-designed network design in the context of reverse logistics

In 2000, Fleischmann et al. (2000) identified characteristics of product recovery networks by dividing them into three types i.e. bulk recycling, assembly product remanufacturing and reusable items and then classifying network characteristics within each type e.g. dedicated facilities, reuse in original market, mandatory recovery). This model was predicated on the type of product recovery process such as bulk recycling. Trade off choices were discussed such as centralization versus decentralization of recovery activities, single-activity facilities versus multiple-activity facilities and integrated network routing versus separate network routing. The reverse logistics network is a complex system that involves various players including manufacturers, distributors, retailers and logistics service providers. The design of the reverse logistics network depends on the type of products, the size of the market, and the geographical location of the customer base. Generally, the reverse logistics network comprises of; the collection level, the consolidation level, and the disposal level.

Collection Level is the initial stage of the reverse logistics process, where the customers or end-users return the products to the manufacturer, retailer, or other designated collection points. The collection level involves the following activities

Reverse Logistics Centre (RLC) is a centralized facility where the returned products are received, sorted, and processed for further disposition. The Reverse Logistics Centre is responsible for conducting the inspection, repair, and refurbishment of the products.

Outsourcing can be defined as acquiring services from external service providers (Grover et al., 1994). Manufacturers may adopt RL by choice or by force but they have to decide whether performing the functions themselves and outsourcing to a third party (Ferguson and Tokay, 2006; Martin et al., 2010). Manufacturers have three choices including do nothing, develop own RL system or find a third-party logistics provider and partner with them (Meade and Serkis, 2002). Daugherty and Droge (1997) observed that outsourcing decisions are based on a variety of qualitative as well as quantitative factors and the organizational structure has a significant effect on the outsourcing decision of the RL functions completely or partly. In past, Authors have suggested number of reasons and scenarios in which outsourcing RL functions may be considered. Insignia and Werle (2000) suggested that the firms should outsource activities for which internal capability is weak and the potential for gaining competitive advantage is low. Boyson et al. (1999) mentioned that the decision to outsource is driven by profit growth and increased focus on core competencies. Arnold (2000) distinguishes among core activities, core-close activities, core-distinct activities, and disposable activities. The core activities have the highest degree of contribution to the competitiveness while disposable activities have minimal contribution. The outsourcing strategy changes with the degree of contribution to the competitiveness. Wu et al. (2005) stated that if RL activities are not the part of its core functions, RL activities might be outsourced. Serrate et al. (2007) found that the industry with high return variability and short product life cycle must outsource RL activities because of reduced economic feasibility of maintaining a firm's own Reverse Logistics. Ko and Evans (2007) observed that specialized infrastructure needing special information systems for tracking and capturing data, dedicated equipment for the processing of returns, and specialist trained nonstandard manufacturing processes are major reasons for outsourcing. Pagell et al. (2007) predicted that manufacturers may initially adopt low cost strategies but they will consider other strategies like in-house disassembly to protect intellectual property a later stage.

Transportation is an essential component of the collection level. The transportation mode and route selection depend on the type and volume of returned products, distance and delivery time.

Consolidation Level is the intermediate stage of the reverse logistics process, where the returned products from various collection points are consolidated and transported to the RLC. The consolidation level involves the following activities: Adoption and implementation Adoption and

implementation of RL decisions involve several factors which are useful in decision making and RL effectiveness. A critical analysis of the factors affecting RL can provide valuable information for RL implementation (Ravi et al., 2005). Rogers and Tibben-Lembke (1999) suggested that there are number of factors affecting RL practices. The presence or absence of these factors can become drivers or barriers to RL implementation. Firms may adopt RL by choice because of inherent economic or competitive advantages or by force because of legislation or environmental reasons. Knowing the drivers influencing the RL may be helpful in RL implementation. De Brito and Dekker (2002) categorized two types of drivers, internal and external. Carter and Ellram (1998) identified internal and external factors to examine whether firm is reactive, proactive, or value-seeking in RL implementation. Fleischmann et al. (1997) listed the economics, marketing, legislation as main drivers of RL. Dowlatshahi (2010) developed framework for an optimal design and RL implementation considering strategic and operational factors based on cost-benefit analysis. There are number of drivers which have been discussed in the literature. The drivers were identified in a given region or country for a particular sector and varies across them. .Carter and Ellram (1998) asserted customer preferences, regulations, resource constraint, and lack of stakeholder commitment as major barriers of RL implementation. Rogers and Tibben-Lembke (1999) identified the attitude of top management and company policies as two major barriers. Ravi and Shankar (2004), in a study of automobile sector in India and added more barriers like problems with product quality, resistance to change to RL, lack of appropriate performance metrics, and lack of training and education. There are number of barriers which have been discussed in the literature.

Sorting and Segregation of the returned products based on their type, condition, and disposition. Sorting and testing can be performed either at a centralized site, or at distributed locations. A centralized site is common for a commodity-type product, such as construction sand recycling (Barros et al. 1998) or carpet recycling (Louvers et al. 1999, Realff et al. 2000), owing to efficiencies from higher volumes. But a centralized site is also desirable for high-cost testing procedures, because it minimizes costs of testing equipment and specialized labor.

Transportation of the consolidated products from the collection points to the RLC. Producers can use proprietary routing, in which the producer uses its own transportation system for collection, or producers can outsource the collection to a third-party logistics provider. It can also

be desirable for integrating forward and reverse flows, such as for drop-off and pickup of reusable containers (Kroon and Vrijens 1995). This system is also beneficial when there are relatively few customer sites. One drawback is potentially higher costs, as proprietary routing may be more expensive than outsourcing the collection system.

Disposition, Once the products are inspected, next step is to take disposition decision for further processing. Thierry et al. (1995) illustrated three disposition alternatives as product reuse, product recovery, and waste management. Krikke et al. (2003), and Tibben-Lembke and Rogers (2002) further modified these alternatives as reuse, product upgrade, material recovery, and waste management. Nortek (2003) reported that firms mostly have five recovery options including sell as new; repair or repackage and resell as new; repair or repackage and resell as used; resell at a lower value to a salvage house; and sell by the weight to a salvage house. There are different combinations which have been discussed for disposition alternatives. Each study emphasized slightly different alternatives and definitions. Five common disposition alternatives discussed by authors are reuse, repair, remanufacturing, recycling, and disposal (Thierry et al., 1995; De Brito and Dekker, 2002; Fleischmann et al., 1997; Murtha and Pokhran, 2009).

Recycling of the products by reusing the components and materials for the production of new products. Recycling network is generally concerned with the material recovery from rather low value products (Blackburn et al., 2004). In many cases, investment costs are high due to advanced technological equipment requirement for recycling. Low recovery value and high investments require higher processing volume to make it economically viable. That's the reason that a centralized, open loop network structure involving a small number of levels is preferred. Also, these networks tend to be highly vulnerable to the uncertainty concerning the supply volume (Fleischmann et al., 2000). Barros et al. (1998) reported a case study for the recycling of sand coming from construction waste for multi-level capacitated warehouse location problem. The model determined the optimal number, capacities, and locations of the depots and cleaning facilities. Louvers et al. (1999) considered the design of recycling network for carpet waste and proposed a continuous location model that used a linear approximation. Patti et al. (2008) formulated a mixed integer goal programming model for paper recycling logistics system and studied the inter-relationship between multiple objectives with changing priorities of recycled paper distribution network. Kara and Onut (2010) proposed a stochastic programming model for

paper industry to determine a long-term strategy including optimal facility locations and optimal flow amounts for large scale RL network design problem under uncertainty. They considered optimal recycling and collection center locations and optimal flow amounts between the nodes in a multi-facility environment. Zeballos et al. (2012) developed a scenario-based model simultaneously considering planning and design decisions under uncertainty in terms of quantity and quality of the flow of products for Portuguese glass manufacturing company. Qiang et al. (2013) investigated a network model with decentralized decision-makers consisting of raw material suppliers, retail outlets, and the manufacturers who collect the recycled product directly from the demand market. They discussed the effects of competition, investment, yield and conversion rates on equilibrium quantity transactions and prices. Schweiger and Sahamie (2013) considered a combined continuous and discrete facility location problem and utilized a hybrid Tabu Search approach to develop the scenario-based model for a paper manufacturer.

2.2.2 To examine the impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations.

With the increasing environmental concern, resource reduction, depleting landfill capacities in many countries and enacted obligations by governments to take back the end-of-life products, issues like reverse logistics, product recovery, remanufacturing, and reusing have received growing attention (Demirel and Gökçen, 2008). Implementation of reverse logistics would allow not only for cost savings in inventory carrying, transportation, and waste disposal, but also for the improvement of customer loyalty and future sales (Kannan, 2009, Lee et al. 2009). Today as businesses strive to improve sustainability and optimize resource utilization, the design of an efficient reverse logistics network becomes paramount. This research investigates how factors such as facility location, transportation routing and information flow can influence key performance indicators in reverse logistics, including cost reduction, customer satisfaction, environmental impact and overall operational efficiency. At the same time, companies are recognizing opportunities for combining environmental stewardship with plain financial benefits, brought about by production cost savings and access to new market segments (Fleischmann, 2000). Effective facility location decisions impact transportation costs, response time and customer satisfaction (Jayaraman & Luo, 2007). By positioning facilities such as collection centers, sorting hubs, and recycling facilities closer to customers can significantly reduce transportation distances and associated costs (Fleischmann et al. 2007) improving

responsiveness, reduce lead times, and enhance customer satisfaction (González-Torre et al. 2013).

(Daugherty et al. 2011) mentions how timely and accurate information exchange among different network partners facilitates coordination, decision-making and overall operational performance of the logistics activities which aids in the identification of product quality issues and enables proactive remedial actions (Bauer et al., 2005) through advanced tracking systems enable real-time visibility and traceability, thereby improving process control, reducing errors, and enhancing customer satisfaction (Gupta et al. 2017). (Verme et al. 2018) proposed optimization models such as facility location, allocation and vehicle routing algorithms to help consolidate the various networks through the integration of forward and reverse logistics to further reduce costs by utilizing shared transportation resources. A well-designed network can enable faster and more reliable product returns, repairs, and exchanges, thereby enhancing customer experience and loyalty (Stock et al. 2009). Reverse logistics network design should consider factors such as return policy transparency, ease of return processes, and timely communication with customers to ensure a positive post-purchase experience (Guide et al. 2010). However, while a well-designed network plays at enhancing the effectiveness of reverse logistics operations, this literature review examines the existing body of research to explore the negative impacts of network design on cost, customer satisfaction, environmental sustainability and their operational efficiency in reverse logistics activities. Inadequate placement of facilities such as collection centers, sorting hubs and recycling facilities can lead to increased transportation distances, longer lead times and higher transportation costs (Bramel & Simchi-Levi, 2003) resulting into delays in processing returns, leading to customer dissatisfaction and decreased operational efficiency (Fleischmann et al. 2007).

For instance, focusing on centralized facilities and consolidation points to minimize transportation costs may result in longer transportation distances and increased lead times, which can offset the cost savings achieved through network optimization (Guide et al., 2006). Suboptimal routing decisions and inefficient transportation practices can lead to increased fuel consumption, higher carbon emissions and environmental pollution (González-Torre et al., 2014) therefore lack of emphasis on recycling and remanufacturing activities in network design can contribute to increased waste generation and limited resource conservation (Dutta et al.,

2014). Well-designed network designs can inadvertently introduce operational challenges in reverse logistics. For instance, excessive standardization and centralization may limit flexibility and adaptability to changing market dynamics or product-specific requirements (Guide et al., 2006). Additionally, highly optimized network designs might lack redundancy or alternative paths, making the system vulnerable to disruptions or bottlenecks (Stock et al., 2009). This can result in delays, increased lead times, and reduced operational agility.

Environmental Impacts

Reduced Carbon Emissions: A well-designed network design can help reduce carbon emissions through various strategies such as optimizing transportation routes and by optimizing facility locations and layouts, a well-designed network can minimize transportation distances and energy consumption, resulting in lower environmental impacts (source: Guide Jr V. D. R & Srivastava, S. K. (1996)). **Waste Reduction:** Efficient network design can facilitate the collection, sorting, and recycling of returned products, reducing waste and promoting circular economy principles such as material recovery, reuse, and sustainable sourcing can contribute to resource conservation and minimize the extraction of virgin materials (source: Carter, C. R., & Ellram, L. M. (1998)).

Economic Impacts

Reduced Lead Times: A well-designed network enables faster processing and routing of returns, leading to reduced lead times and utilization of resources, including facilities, equipment, and human capital, resulting into ⁶ quicker and more accurate order fulfillment for repair, replacement, or resale, enhancing customer satisfaction and loyalty (Mollenkopf et al., 2007). **Revenue Generation:** Optimal network design enables the identification of opportunities for value recovery from returned products, such as refurbishment, remanufacturing, or resale thereby generating additional revenue streams (Stock & Lambert, 2001). By enhancing operational efficiency, cost-effectiveness, and customer service companies are able to identify and mitigate potential costs associated with reverse logistics, such as disposal fees, penalties, or regulatory compliance costs providing a competitive advantage in the market and potentially increasing market share and profitability.

Cost Reduction: Efficient network design streamlines the processing of returns, reducing labor costs, inventory holding costs through improved inventory management (Van Hoek, R. 2000)

and transportation costs by optimizing routes, selecting cost-effective transportation modes and consolidation of shipments (Dekker et al., 2013).

Social Impacts

Efficient reverse logistics operations can create employment opportunities, particularly in activities such as refurbishment, repair, remanufacturing, and recycling which results into providing opportunities for local businesses and promotes collaboration among stakeholders, including suppliers, customers, government entities, and non-governmental organizations, fostering mutually beneficial relationships and addressing social concerns (Guide Jr. & Srivastava, 1996). Consideration of social factors, such as fair treatment of workers, ethical sourcing practices, and community involvement, showcases corporate social responsibility and improves the organization's reputation (Seuring & Müller, 2008) as well as effective customer service through timely processing of returns and transparent communication can enhance customer satisfaction and build trust in the brand or organization (Daugherty et al., 2013).

2.2.3 To examine how collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics.

Literatures on RL have been reviewed by many researchers in the past. Fleischmann et al. (1997) studied RL from the perspectives of distribution planning, inventory management and production planning. Carter and Ellram (1998) focused on the environmental aspects of transportation, packaging and purchasing. Dowlatshahi (2000) developed a theory of RL successful implementation considering various strategic and operational factors. Prahinski and Kocabasoglu (2006) identified ten research propositions to analyze current practices, critical issues, and managerial techniques. Fleischmann et al. (2000), Akçalı et al. (2009), Chanintrakul et al. (2009), Sheriff et al. (2012) reviewed the literature on RL network design issues. These reviews provide insight to the RL previous research on various issues. However, it was observed that issues like adoption and implementation, forecasting product returns, outsourcing, RL networks from secondary market perspectives, and disposition decisions are not covered in depth. For example, Govindan et al. (2015) reviewed 382 articles covering whole area of RL providing in depth insight from different perspectives but reviewed very few articles on forecasting product returns and outsourcing. Adoption and implementation as well as disposition decisions are not dealt. Pokhran and Murtha (2009) reviewed 164 articles on important RL features such as product

acquisition, pricing, collection of used products, RL network structure vis-à-vis the integration of manufacturing, and remanufacturing facilities of location of facilities for inspection and consolidation activity. However, select issues for the proposed study are not reviewed in this article also. Krupp et al. (2013a) observed that there are very few reviews focusing on the issue of forecasting product returns. Rogers et al. (2012) and Hall et al. (2013) stated that disposition is one of the major RL issues and need more attention. Rogers et al. (2012) also stated that there is an acute need for exploring the secondary market networks given the size and profitability potential of this market. De Brito and Dekker (2002), Linton et al. (2007), Meade et al. (2007), Rubio et al. (2008), Lambert et al. (2011) reviewed published literature on various aspects of RL but select issues are either under-represented or not reviewed in their articles. The proposed article aims at filling these gaps in literature by reviewing these issues and finding research gaps for identifying future scope of research. Lau and Wang (2009) argued that the pressure comes from technology, society and market motive electronic products manufacturers to adopt the reverse logistics. They further explained the underlying theories of reverse logistics implementation in both developed and developing countries are 'Transaction Cost Economics': minimizing transaction cost, and Resource-Based view: resources that are required to gain sustainable competitive advantage affirm level. At macro level, a reverse logistics system is affected broadly by legislation, awareness, economic incentives and benefits, infrastructure and technology, and collaboration with supply chain partners. Ravi and Shankar (2015) indicated that Indian manufacturing industries adopted reverse logistics mainly because of the regulations of legislative bodies, return of products with quality and warranty issues, pressures from other competitors, a profitable business opportunity, and consolidation of market share. Adoption of reverse logistics strategies gives better customer service, increases the corporate image, disposes of obsolete equipment, increases turnover, and improves relations with customers (Ravi & Shankar, 2015). Rommert et al. (2004) discussed that the Kodak single-use flash camera is a successful story for the application of recovered products into new manufacturing. Reusable parts such as circuit board, plastic body, and lens aperture are reused in the production after inspection. Reuse of circuit boards is cost effective and the boards can be included if the design requires the parts. Authors argued that reverse flows impact in different decisions levels. At the strategic level, timing of the new product introduction should be considered with the return flow. At tactical level, collection of return and portion of new circuit board should be bought, should

be considered and managed. At the operational level, forecasting of returns is vital in inventory management. Ravi (2014) examined the reverse logistics practices in one major automotive industry in India. The case company promotes reduction, reuse, and recycling at every stage of the product life cycle. Used cars are refurbished at the authorized workshops, while damaged cars are dismantled. Financial constraints and lack of suitable performance measures are major barriers in implementing reverse logistics in the selected company.

The challenge for reverse logistics decision makers is not only to develop an economically efficient network but also to design a system to ensure that used products are received at the expected time, at expected price, in right quantities (Pokhran and Murtha 2009). The support from the forward supply chain is essential in implementation of reverse logistics Rameezdeen et al. (2016) stated that the poor recognition from the supply chain for reverse logistics hinders the implementation of reverse logistics. Environmentally conscious supply chain is a strategy in achieving competitive advantages. A holistic perspective in supply chains is essential in measuring performance; however, the studies in a holistic perspective are limited in the literature. Mutingi (2014) studied the impact of reverse logistics on green supply chain performance and indicated that willingness of management for product recovery and remanufacturing achieves the supply chain profits in the long run. Turrisi et al. (2013) developed a mathematical model to investigate the impact of reverse logistics on supply chain performance focusing inventory handling and concluded when reverse logistics flow increases, the order variance decreases in the upstream chain by reducing the bullwhip effect. Azevedo et al. (2011) developed a theoretical model to analyze the influence of green practices on supply chain performance and concluded that reverse logistics influence on supply chain performance is positive to customer satisfaction and supply chain efficiency, and reduces supply chain cost and environmental cost. Compared to other industries, environmental-related studies are crucial for the construction industry because of its material-intensive nature and massive waste generation and therefore, this study focuses on the construction sector as the context of the study.

CHAPTER THREE

METHODOLOGY

3.0 IntroductionThis chapter outlines the manner in which the study shall be conducted. The components shall include the research design, population, sample size and sampling technique, research instruments, validity and reliability, procedure and data analysis.

3.1 Research DesignA comprehensive and detailed master plan of descriptive research design was used hence to present facts concerning the nature and status of the situation on examining the influence of supply chain network design on reverse logistics effectiveness. A systematic qualitative and quantitative research design by means of developing questionnaires was used to collect data from the respondents at Victoria Equipment Limited within a cross sectional time frame due to the period allocated and nature of questions. This is used to gain an understanding of underlying reasons, opinions and motivations, hence providing insights into the problem or helping to develop ideas or hypotheses and a few statistics. The designs preferred are based on the views of respondents to reach at conclusions and made recommendations.

3.2 Study PopulationThe research was conducted at Victoria Equipment Limited. The respondents included employees from the Production, Logistics, Purchasing, Marketing and Sales, Finance and Stores Departments that were knowledgeable with the concept of Supply Chain Network Design on Reverse Logistics Operations, hence the target population consisted of 30 people.

3.3 Sampling size determination and sampling techniqueThe sample unit comprised of 30 respondents from the above departments at Victoria Equipment Limited. The study employed a simple random sampling and convenience sampling technique to seek for the responds consent to be interviewed and appropriate time. The simple random sampling technique was used in order to avoid bias and to ensure that each staff have an equal chance of being selected.

3.4 Data Collection MethodsDue to the nature of the study both primary and secondary data sources were used because it's based on both first-hand information and already existing data.

3.5 Primary Data

The research focused at Victoria Equipment Limited and comprised of data from different respondents' ideas, opinions, comments and suggestions from the respondent through questionnaires and observation where possible.

3.6 Secondary Data Secondary resources used included journals, textbooks, articles, magazines, presentations concerning the subject matter of the study for critical review. The above resources were consulted at the length to extract required information to answer the research questions. These sources were extracted from both the company and internet pertaining the research questions.

3.7 Data collection tools

3.7.1 Questionnaires

A questionnaire is a search instrument that consists of a set of questions or other types of prompts that aim to collect information from respondents with typically a mix of close ended questions and open-ended questions. The questionnaire shall be developed and organized on the basis of the research objectives to ensure relevance to the research problem. The questionnaire was carefully designed starting with the general information question that requires the respondents to answer without much thinking. This was partly meant to provide the respondents with an easy start that provides practice in answering questions. This was followed by the most important questions that will be meant to capture the information that is very critical to the research problem (Carole, T & Alamut, 2008).

3.8 Quality checks

3.8.1 Validity of Research Instruments Validity of the questionnaire was obtained by presenting it to at least two professional people including my research supervisor, as according to Amin (2005) content and contrast validity was determined by expert judgment.

3.8.2 Reliability of Research Instruments Reliability was determined with the Cronbach's alpha a technique to check and compute the internal evenness between the questions or items used in the survey questionnaire and it also determines the internal relation between the items of the questionnaire.

3.9 Data Collection Procedure (How you will go about entering the field) An introductory letter was issued from Uganda Christian University School of business, which was delivered to the human resource department of Victoria Equipment Limited seeking permission to carry out

the study at the company. Letter was obtained to give access to the different departments or respondents for the purpose of the study. Data collected was edited, sorted and corded to ensure accuracy, consistency, completeness and reliability.

3.10 Ethical considerationsMy conduct during the research desired for accuracy of application of the research study, observing clear objectives, inquiry modes of qualitative, observation and precision of statement, having an alert mind, practicing the art of enduring intellectual hardships and making cautiously. There was assurance to the respondents that the study was strictly for academic and that utmost confidentiality shall be observed.

3.11 Data analysis techniquesBasing on the research objectives of the study, data was analyzed using descriptive statistics of frequencies, percentages, mean and standard deviation where applicable. The quantitative data being collected inform of questionnaires and analyzed. The questionnaires were first checked for accuracy, consistency and completeness. Thereafter, the data was edited, coded, classified, presented on graphs, pie charts and tabulated for ease of interpretation and further analysis.

3.12 Study Limitations

The study was only based on Victoria Equipment Limited and only focused on the Influence of Supply Chain Network Design on Reverse Logistics Effectiveness.

The study also did not investigate further on the impact of reverse logistics on supply chain partners.

The researcher did not conclusively calculate mathematical reverse logistics issues as such investigating and calculating mathematical implications on reverse logistics such as lead time analysis, return oscillation and bullwhip quantitative modelling and the rate of parts going and exiting the reverse logistics system.

3.13 Chapter Summary

In this chapter i used deductive research approaches. The chapter further outlines the design of the research as well as outlining the instruments used in the course of conducting this study such as questionnaires, interviews and secondary data. The chapter further contains the population of the study of 30 employees, the study sample of 30 employees and clearly outlines that the researcher opted for direct sampling. The chapter further outlines the ethical issues observed in

this study explaining that all respondents were treated fairly and gave their consent before participating in this study, and limitations to the study were clearly outlined.

CHAPTER 4

SURVEY FINDINGS AND DISCUSSION

4.0 Introduction

This chapter presents and discusses the findings that were captured during the study in order to provide answers to the research questions raised and to meet the research objectives, relevant data was obtained and analyzed to bring forward the underlying points for this research. These have been outlined below:

4.1 Findings from Primary Data: Demographic Information

4.1.1 Gender of Respondents

Here the researcher sought to find out the gender of respondents who participated in the study. Findings are presented in table below.

Table Gender of Respondent

Response		Frequency	Percent
Valid	Male	28	96.8
	Female	2	3.2
	Total	30	100.0

Source: Primary Data

The table above shows that 96% of the respondents were male while 3.2% were female. This implies that majority (96.8%) of respondents were male because the equipment-related jobs are physically demanding.

4.1.2 Age of Respondent

Here the researcher sought to find out the age of respondents who participated in the study. Findings are presented in table below.

Response		Frequency	Percent
Valid	25-35	22	67.7
	36-45	8	32.3
	Total	30	100.0

Source: Primary Data

The table above shows that, 67.7% were respondents of age between 25 years and 35 years, while 32.3% were respondents of age between 36 years and 45 years. This infers that the Majority (67.7%) of respondents were of age range between 25 years and 35 years.

4.1.3 Education Level of Respondents

Here the researcher sought to find out the education level of respondents who participated in the study. Findings are presented in table below.

Response		Frequency	Percent
Valid	College Certificate / Diploma	26	87.1
	Degree	3	9.7
	Master's Degree	1	3.2
	Total	30	100.0

Source: Primary Data

The table above shows that 87.1% were respondents with a college certificate/Diploma, 9.7% were respondents with a University Degree and 3.2% were respondents a University Master s Degree. This implies that the majority (87.1) of the respondents were of college Certificate/Diploma.

4.1.4 Respondent's working department

As the researcher, I sought to find out respondent's working department because each department has a specialized knowledge regarding to reverse logistics issues. The research targeted all departments responsible or which directly or indirectly participate in reverse logistics activities.

Findings from this are presented in figure below.



Figure above shows that 41% of the respondents work in the production department, 12.90% of the respondents work in the stores/warehouse department, 12.90% of the Respondents work in marketing and sales, 9.68% of the respondents work in Finance, 19% of Respondents work in Logistics department and 3.23% of the respondents work in Purchasing Department. This means that the majority (41.94%) of the participants were from Production.

4.1.5 Respondent’s working position

Here the researcher sought to find out respondent’s working position because the position one holds within an organization determines the level of information and knowledge regarding to Reverse Logistics Operations. The research targeted all positions from Junior to Top Management Positions.

Findings from this are presented in table 4.4 below.

Table Respondent’s Working Position

		Frequency	Percent
Valid	Junior Level	16	51.6

	Middle Level	12	41.9
	Top Level	2	6.5
	Total	30	100.0

Source: Primary Data

The table above shows that 51.6 % of the respondents were junior level employees, 41.9% were middle level employees and 6.5% were Top level employees. This means majority of the respondents are working at a junior level status.

SECTION B

4.2 Findings on the Influence of Supply Chain Network Design On Reverse Logistics Effectiveness.

Serial Number	Statement	Agree F P	Disagree F P	Not Sure F P
A	The network design effectively handles the redistribution or disposal of returned products based on their condition and location.	18(90)		2(10)
B	The network design supports effective collaboration between the company and third-party service providers for reverse logistics	15(75)	2(10)	3(15)
C	The current network design facilitates quick and accurate	20(100)		

	identification of reasons for product returns			
D	The current network design enhances customer satisfaction by providing a smooth and hassle-free return process.	10(50)	7(35)	3(15)

Source: Primary Data

According to table above, 90% (18) agree that the network design effectively handles the redistribution or disposal of returned products based on their condition and location, having none disagreeing and 10% (2) of the respondents not being sure. The 90% of the responds agreed as witnessed to their increasing market dominance. 75% (15) agree that the network design supports effective collaboration between the company and third-party service providers for reverse logistics, 10% (2) disagreeing to the statement and 15% (3) Not sure. The 75% respondents justify that collaborations can expand an organization's network, opening up new markets, customer bases and distribution channels.100% (20) respondents agree that the current network design facilitates quick and accurate identification of reasons for product returns and 50% (10) respondents agree that the current network design enhances customer satisfaction by providing a smooth and hassle-free return process , 35% (7) respondents disagree and 15% (3) respondents Not sure on the above statement.

SECTION C

4.3 Findings on the Impact of a Well-Designed Network Design on The Efficiency and Effectiveness of Reverse Logistics Operations.

Serial Number	Statement	Agree	Disagree	Not Sure
		F P	F P	F P
A	The current network design has reduced the time taken to process and handle returned products in the reverse logistics process.	18(20)		2(10)
B	The current network design integrates well with the overall supply chain to efficiently reintroduce returned products back into inventory or the production process.	17(85)	1(5)	2(10)
C	The current network design handles the segregation and processing of different types of returned products (e.g. defective, damaged, excess inventory) effectively.	20(100)		
D	The current network design facilitates communication and collaboration effectively among stakeholders involved in reverse logistics (e.g. suppliers,	17(85)	2(10)	1(5)

	manufacturers, retailers)			
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Source: Primary Data

According to the table above, 90% (18) respondents Agree that the current network design has reduced the time taken to process and handle returned products in the reverse logistics process and 10% (2) respondents are Not Sure. 85% (17) respondents agree that the current network design integrates well with the overall supply chain to efficiently reintroduce returned products back into inventory or the production process, 5% (1) disagreeing and 10% (2) Not Sure to the statement. All respondents according to the table, 100% (20) respondents agree that the current network design handles the segregation and processing of different types of returned products (e.g., defective, damaged, excess inventory) effectively. According to the above table, 85% (17) respondents agree that the current network design facilitates communication and collaboration effectively among stakeholders involved in reverse logistics (e.g., suppliers, manufacturers, retailers), however 10% (2) disagree and 5% (1) Not Sure about the different stakeholders involved in reverse logistics operations

SECTION D

4.4 Findings On How Collaboration and Partnerships Impact the Effectiveness of a Well-Designed

Network Design in Reverse Logistics.

Serial Number	Statement	Agree	Disagree	Not Sure
		F P	F P	F P
A	Partnerships with specialized reverse logistics service providers positively impact the handling and processing of different types of returned	13(65)	5(25)	2(10)

	products.			
B	Collaborative efforts improve the traceability of returned products, reducing the likelihood of lost or misplaced items.	12(60)	3(15)	5(25)
C	Effective collaboration and partnerships lead to quicker identification of reasons for product returns.	17(85)		3(15)
D	Partnerships with recycling and disposal organizations enable timely and environmentally responsible redistribution or disposal of returned products.	18(90)	1(5)	1(5)

Source: Primary Data

According to the table above 65% (12) of the respondents agree that Partnerships with specialized reverse logistics service providers positively impact the handling and processing of different types of returned products whereas 25% (5) disagree and 10% (2) respondents are Not sure. 60% (12) of the respondents agree that collaborative efforts improve the traceability of returned products, reducing the likelihood of lost or misplaced items, 3% (15) disagreeing and 25% (5) respondents Not Sure. 85% (17) agree that effective collaboration and partnerships lead to quicker identification of reasons for product returns, non-disagreeing and 15% (3) respondents Not sure. 90% (18) agree partnerships with recycling and disposal organizations enable timely and environmentally responsible redistribution or disposal of returned products that . 5% (1) respondent disagrees and 5% (1) respondent Not Sure of the statement.

CHAPTER 5

CONCLUSIONS AND RECOMMENDATIONS

5.0 Introduction

Based on survey findings presented and discussed in chapter 4, the following conclusions have been drawn and recommendations formulated in order to lay out a practical path for Reverse Logistics Operations to improve their Supply Chain Network Design.

5.1 Conclusions

The study had three objectives.

1. To identify the key factors that contribute to a well-designed network design in the context of reverse logistics.
2. To examine the impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations.
3. To examine how collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics?

5.1.1 Key factors that contribute to a well-designed network design in the context of reverse logistics.

Proximity to Demand: Strategic placement of return centers, recycling facilities, and remanufacturing plants near customer locations reduces transportation costs (Fleischmann et al., 2000). **Economies of Scale:** The optimal number and size of facilities should be determined to take advantage of economies of scale while minimizing operational costs (Guide et al., 2003).

Demand Forecasting: Accurate demand forecasting for returned products enables better inventory management, reducing storage costs and waste (Guide et al., 2003). **Safety Stock:** Maintaining safety stock for frequently returned items ensures prompt replacements and minimizes customer dissatisfaction (Bernon et al., 2011).

Environmental Impact: A well-designed network should prioritize sustainability by minimizing transportation distances, promoting recycling and remanufacturing, and reducing waste generation (Jayaraman et al., 2003). **Regulatory Compliance:** Compliance with environmental regulations and product stewardship requirements is essential (Zailani et al., 2012).

5.1.2 The impact of a well-designed network design on the efficiency and effectiveness of reverse logistics operations

A well-designed reverse logistics network streamlines processes such as product returns, remanufacturing, recycling, and disposal (Fleischmann et al., 2000). Optimization involves factors like routing, facility location, and inventory management to minimize lead times and maximize resource utilization (Jayaraman et al., 2003).

Efficient network design leads to cost savings by minimizing transportation, warehousing, and handling costs (Fleischmann et al., 2000). Effective routing and consolidation of returns reduce transportation expenses, while centralized processing facilities lower operational costs (Blumberg et al., 2007).

Sustainable network design emphasizes eco-friendly practices such as recycling, remanufacturing, and responsible disposal (Genovese et al., 2013). By minimizing transportation distances and energy consumption, sustainable network design reduces the environmental impact of reverse logistics (González-Torre et al., 2003)

5.1.3 How collaboration and partnerships impact the effectiveness of a well-designed network design in reverse logistics?

Collaboration and partnerships facilitate the sharing of resources such as transportation, warehouses, and processing facilities, leading to better resource utilization (Mollenkopf et al., 2007). Companies can reduce capital investments and operating costs by collaborating on shared facilities and transportation networks (Rogers and Tibben-Lembke, 1999).

Collaboration fosters innovation within the reverse logistics network, with partners working together to develop new recycling and refurbishing techniques (Blumberg et al., 2007). Knowledge sharing among partners can lead to continuous improvement and the adoption of best practices (Carter and Ellram, 2008).

Collaborative efforts promote sustainable practices in reverse logistics, such as recycling, refurbishing, and responsible disposal (Jayaraman et al., 2003). Companies can reduce their carbon footprint by partnering with providers specializing in eco-friendly reverse logistics solutions (Gligor and Holcomb, 2012).

5.2.0 Recommendations

Therefore, based on the conclusion of findings in this study, the researcher is making the following recommendations. However, the recommendations are not in any order of importance.

5.2.1 Recommendations to Victoria Equipment Limited

Designing and implementing a reverse logistics network can be a complex task but it can also bring several benefits such as cost savings, environmental sustainability and improved customer satisfaction.

By conducting a thorough assessment of your current reverse logistics processes and capabilities. Understand the volume, types and reasons for returned products.

Define clear objectives for your reverse logistics network such as reducing costs, improving customer service, minimizing waste and complying with regulations.

5.2.2 Recommendations to the Government of Uganda

Launch public awareness campaigns to educate consumers and businesses about the importance of recycling, reusing, and properly disposing of products. Highlight the benefits of a well-functioning reverse logistics network.

Invest in the necessary infrastructure for handling and processing returned products including recycling facilities, collection points and transportation networks

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SCHOOL OF BUSINESS

1st Aug 2023

TO WHOM IT MAY CONCERN

Name: JUMVINE EDGAR Reg. No. SIAB2/605

A bachelor's student who is seeking permission from your office to collect data for his/her dissertation titled

"THE INFLUENCE OF SUPPLY CHAIN DESIGN ON REVERSE LOGISTICS"

We shall be grateful if you could render assistance to him/her in collecting the necessary data for his/her dissertation

The Uganda Christian University School of Business thanks you in advance

Mukisa Simon Peter
Research coordinator