

## Nakhon Pathom Rajabhat University



## Chapter 9

#### Packaging Management

P R Nakhon Pathom Rajabhat University

#### **Outlines**



- > Definition of packaging
- > Definition of packaging management
- > Importance of packaging management
- Roles of Logistics packaging
- Functions of Logistics packaging
- > Types of Logistics packaging
- Problems of Logistics packaging management

## Outlines (con't)



- Cost reduction and customer service improvement using packaging
- Guideline of Logistics packaging management for increased efficiency
- Factors of packaging design
- Example Xey performance indicators of Logistics packaging management
- Exercises

#### Definition of packaging



**Packaging is** "the act of enclosing or protecting the product using a container to aid its distribution, identification, storage, promotion, and usage."

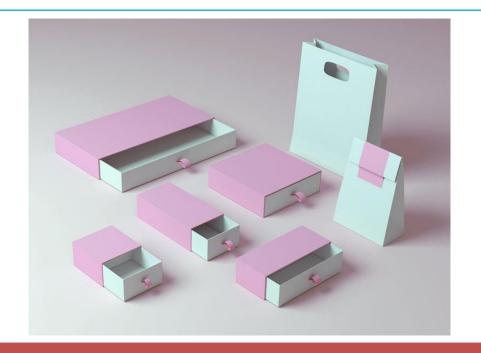


#### Definition of packaging management



Packaging management is "designing, creating, and

distributing packaging for products."



#### Importance of packaging management





Protection: protect its contents from any damage



Safety: information about the product and its safety



Attractiveness: stand out from the shelf for buying decision



**Usability:** simple to open and close



Sustainability: re-usability and recyclability

#### Roles of Logistics packaging



Customer gets the product in the desired shape and condition Customer satisfaction

Communicates a lot to the customer > Marketing and branding



#### Functions of Logistics packaging





#### Protective function

The packaging must safeguard the goods from external factors and ensure that products survive handling during transportation.





## Storage function



Since the products can travel and be contained in multiple locations before reaching the final destination, the packaging should use materials that allow convenient storage while meeting storage requirements.





#### Transport function



Proper and efficient packaging design enables easy handling, stowing, and stacking during transportation in a way that maximizes the space available.



#### Types of Logistics packaging



#### Type 1



Individual packaging is packaging for individual products. For example, individual packaging is what is used to wrap each piece of candy. The purpose is to protect the product from water, humidity, light, and heat.



Inner Packaging is used to group individually packaged products in a bag. This is the bag that is filled with individually packaged candy. Inner packaging is the unit that is sold at retail stores, and it is important to design an inner package that expresses the appeal of the product and stimulates the

desire to purchase the product to promote sales.

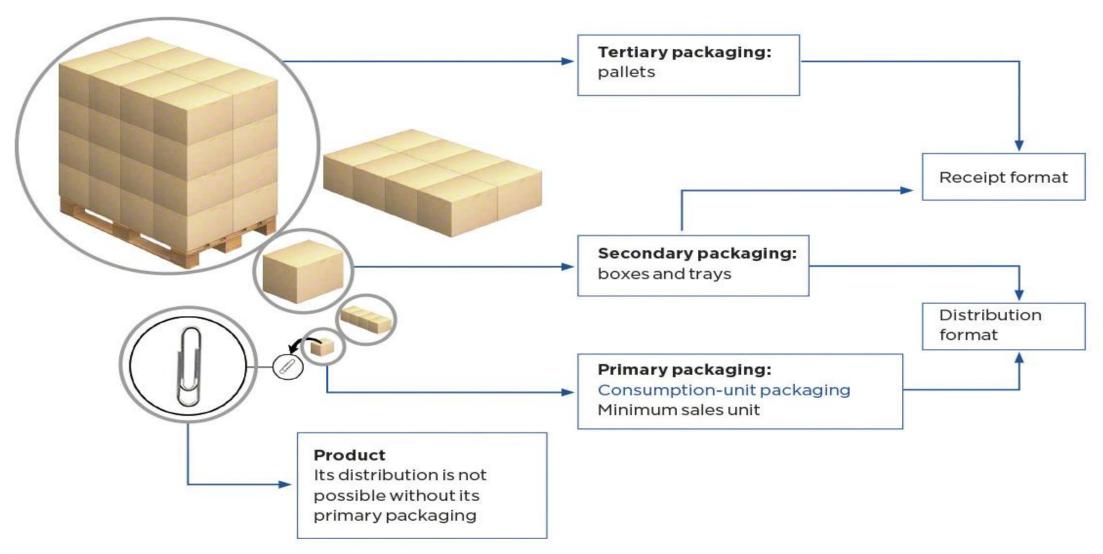


Outer packaging is the unit of the largest package, such as a cardboard box or wooden crate. The main purpose is to protect the product from dirt and breakage.



#### Type 2





Primary packaging (Sales, or consumption-unit packaging) contains, stores, and protects a product. It is in direct contact with the item and serves to maintain it in optimal conditions.

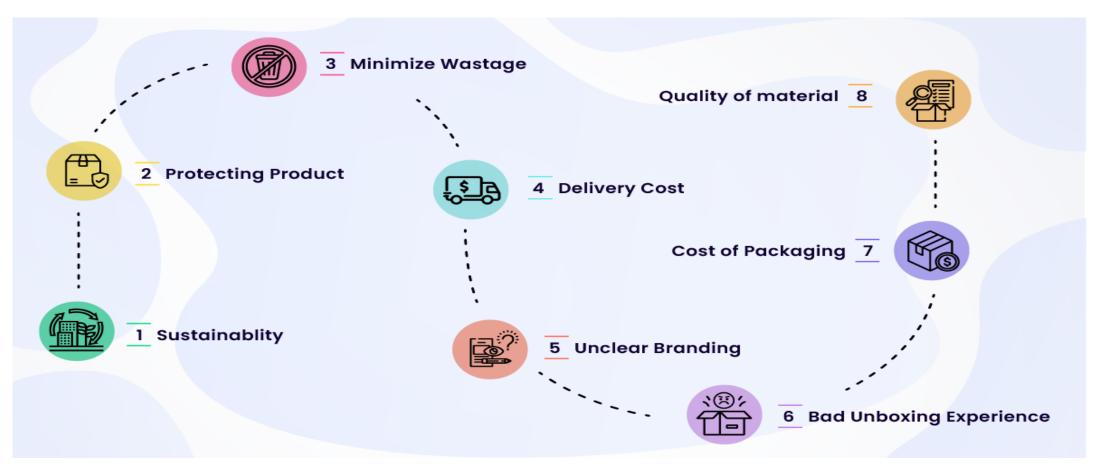


**Secondary packaging (Grouped packaging)** consists of the grouping together of primary packaging. It adds more protection and facilitates the marketing of the product on a larger scale. This packaging mostly comprises cardboard boxes.

**Tertiary packaging** includes primary and secondary packaging too, thus, create larger unit loads, the most common forms of which are pallets or containers.

#### Problems of Logistics packaging management





# Cost reduction and customer service improvement using packaging





- Use single packaging design for multiple sales channels
- Redesign packaging to reduce extra costs on unnecessary printings
  - Using reusable and recyclable packaging



#### Customer service improvement



> Using proper packaging at the warehouse can also go a long way toward reducing returns and improving your relationships with customers.

Reducing complaints has to do with products that were damaged during shipping by packing items carefully and filling the space.



## Guideline of Logistics packaging management for increased efficiency





Use pallets for stacking of items



#### **DON'T**

Risk damage by placing boxes in a disorderly manner



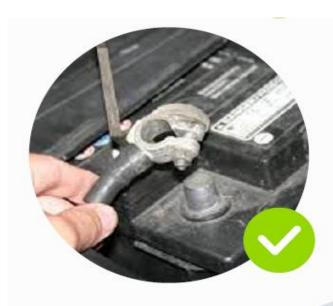


Transport sharp objects unsecured

Logistics Cluster, 2021

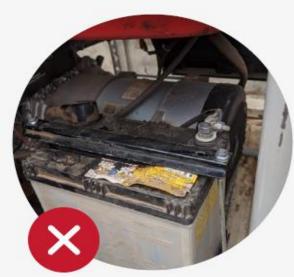
sharp edges

Secure



Ensure batteries are disconnected







Use professional equipment and a ramp to handle heavy drums/barrels





Use damaged drums which are prone to leaking

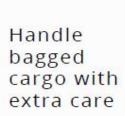


Ensure all cargo is dry before loading

#### **DON'T**

Load cargo soaked in water





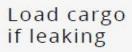




Handle bagged cargo carelessly resulting in damage and clean up



Be aware that spillage can damage aircraft and compromise safety





Ensure correct marking to protect cargo, assets and people.





Load incorrectly labelled or packaged cargo

#### Factors of packaging design



Safety: The basic function of the package is to protect the product.

**Product:** Different kinds of products require different types of packaging.

Demographic: Different products are aimed at different target customers, which can be grouped by age, gender, education level, lifestyle, and so on.

Readability: Choose simple, clear, suitable font not only for product description but also for your logo as it would help consumer to remember your brand name.



Competitor: Do not want a package that is similar to other brands (other competitors) and can easily confuse consumers. A good package should be easy to identify and represent your brand.







- **Cost Indicators**: Identify cost variances in packaging and labeling.
- Quality Indicators: Hold up well enough to get the intended product to the consumer.
- Time Indicators: Ferret out possible bottlenecks

in design and production before launching to market.

#### **Exercises Chapter 9**



**Question 1:** What is the meaning of packaging management?

Question 2: What are the importance of packaging management?

**Question 3:** What are the functions of Logistics packaging?

**Question 4:** What are the types of Logistics packaging?

**Question 5:** What are the factors of packaging design?

**Question 6:** What are the key performance indicators of

Logistics packaging management?



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