



How Asset Infinity Enhanced Efficiency of ERP System and Operating Efficacy of Client



CLIENT PROFILE

Our Client is a prominent clothing brand in India. They started their apparel business in 1991 and are currently operating in more than 350 locations around the world, ruling the world of fashion with design innovation. Being a geographically-widespread organization, the Client disposes of huge numbers of assets and inventories. In order to meet their scale of operations, they use ERP system for managing their business.



PROBLEM ASSESSMENT

- As the Client conducts business in multiple locations, they have understandably a varied lot of valuable assets - and spread across locations. However, they were not able to effectively track their assets. This led to a situation where they did not have complete asset visibility of their widespread assets at any point of time.
- The management was not even having information on the total number of assets deployed for the business.
- As business expanded, they also wanted summarized reports of their continuing asset purchases for their different units and locations.
- The Client wanted a command view and complete tracking of their assets in a dynamic business environment.
- From the financial perspective, they wanted to know the real valuation of the assets, net of depreciation.

SUMMARY OF MEASURABLE BENEFITS

Assembling Purchase Order items at unique asset and assigning unit-wise

Asset Consolidation - optimum asset assignment - increase in earnings

Asset Tagging & Tracking

Asset Identification - Asset accountability and monetization - cost savings

Complete Asset Information, with Command-level Visibility

Data-based decisions - optimum asset assignment - increase in earnings

Asset Audit & Physical Verification

Reduction in thefts and missed allocations - cost savings

Depreciation Calculation & Tracking

Data-based decisions for Asset retirement and replacement - rise in profits

Integration with ERP System for data synchronization and asset data retrieval

Savings in time, effort and resources - cost savings



HOW ASSET INFINITY RESOLVED THE CLIENT'S PROBLEMS



LEGACY STATUS

In the course of their business expansion, the Client opened new outlets at different locations. They created Purchase Orders through their ERP system. Through ERP, they could view the various Purchase Orders over a period of time. However, the assets purchased and eventually deployed were not being tracked at all. Due to lack of effective tracking, an asset management solution was required to monitor, monetize and make the most of their assets.

ASSET INFINITY SOLUTION

- Every Purchase Order is classified, summarized and attributed to each outlet.
- When the Client opens a new outlet, all the required items that go into the making of the outlet are grouped for attribution to it. For instance, sub-parts like cables, devices, appliances etc. are all assembled to create a part and such parts can then all be combined to make an asset.
- Thus, each final and discrete asset was created in Asset Infinity, with complete information like purchase particulars, cost price, depreciation rate and so forth.
- Accordingly, the physical and financial information was embedded into the database of each asset.





LEGACY STATUS

The Client was on the lookout for an asset management solution that integrated well with their ERP system.

ASSET INFINITY SOLUTION

- Asset Infinity was integrated with ERP system of the Client.
- The integration greatly helped the organization in synchronizing their asset data. As a consequence, asset visibility was considerably enhanced and data authenticity ensured. The widely-dispersed assets have to be firstly visible to the management so they can be managed to optimum levels.
- With Asset Infinity, the Client was in command of all assets at their disposal for effective deployment.
- Asset Infinity also helped the management in future business planning and strategy, with comprehensive information on each asset.
- The ease with which data is maintained in and can be retrieved from Asset Infinity is a distinguishing feature of Asset Infinity.



LEGACY STATUS

The Client was facing issues with depreciation calculation and depreciation tracking of assets. It was an overwhelming situation as the number of assets was huge and the correct valuation of each asset was important. In order to calculate depreciation of assets, it is important to know the asset's useful life. The Client thus did not have clarity on the functional life of assets and were not able to monitor depreciation tracking of the assets.

ASSET INFINITY SOLUTION

- With Asset Infinity, this issue was resolved. The Client wanted the solution to take care of depreciation and arrive at the correct valuation of assets.
- Asset Infinity provided a complete asset list with depreciation calculation.
- With Asset Infinity, it became easy to calculate depreciation of assets in line with the accounting standards of the Client.
- It facilitated in keeping track of depreciation for each asset at individual level.



LEGACY STATUS

The Client wanted physical verification of assets ensured by the Solution. This was also a compliance issue as audit was required to be performed and assets reconciled between the system and physical presence

ASSET INFINITY SOLUTION

- With Asset Infinity, the Client could carry out asset audits, with physical verification of the assets at sites.
- The Client's auditors were able to instantly audit the assets and update asset data automatically.



CONCLUSION

- Asset Infinity asset management software was integrated with ERP system of the Client and used for different functional and reporting purposes.
- The Client had an enterprise-level control with complete asset visibility, comprehensive asset database and asset verification exercises.
- Asset Infinity proved to be great value enhancer to their ERP system, adding to operational efficiency of the organization.
- The Client was also able to significantly reduce asset thefts and losses arising due to absence of information.
- With Asset Infinity, the Client was able to get a view of the asset at the discrete level, incorporating all the sub-parts that went to make the whole asset. This was made possible with Asset Infinity as part of the digital solution suite.
- To make the solution cater to Client's requirements, necessary customization was done in Asset Infinity.
- With Asset Infinity, the Client could obtain the complete Fixed Asset Register (FAR) of their company at the organizational level.