PRINECT USER DAYS

WS 01, WS 06 & WS 11 Estimating: The conflict between easy price calculation and predefinition of production.

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R. Bachthaler

Estimating. The conflict between easy price and predefinition of production.

What's the best approach for estimating?

- Is it worth the effort to have a precise quote calculation?
- Are my order managers capable of predefining production?
 - Which time could I save in production with a job well-prepared by MIS?
 - Can a "clever" pricelist do the job as well?
- Isn't it just the marketprice what defines my quote prices?

WORKSHOP









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What is estimating for you: Just a price definition or the starting point for production?



Demand for smart estimating.

- \rightarrow Simplified customer interaction
- \rightarrow Short "time to quote"
- \rightarrow Low efforts for sales and order management
- → Limited complexity (reduce required skill level)
- → Predefine all administrative processes like packing, shipment
- → Re-use of quote data for production job: quote calculation already defines production and reduces job preparation efforts

Your benefit: high focus on reduction of touchpoints and improved customer interaction

Estimation strategies / concepts



"Traditional" manual calculation



"Out of the box" predefined products with underlying calculation



Automatic estimating with "full" calculation



Use of price matrix



Copy as often as possible existing quotes

Different estimation concepts: Pros and Cons.

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Full manual estimating

Efforts in order mgt.

Time to quote

Flexibility (covered products)

Efforts after order (in order mgt.)

Workflow automation

Efforts in production

Configuration efforts







Full manual estimating

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Automatic estimating

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Full manual

estimating

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Automatic estimating Сору о

Copy old estimates

Efforts in order mgt.

Time to quote

Flexibility (covered products)

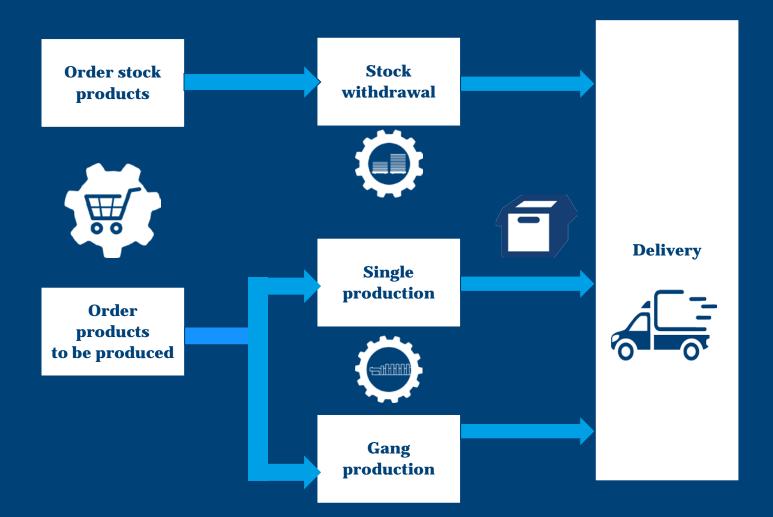
Efforts after order (in order mgt.)

Workflow automation

Efforts in production

Configuration efforts

Higher efficiency with product workflow



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Full manual estimating

Automatic estimating

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Copy old estimates

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Predefined products



Efforts in order mgt.

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Workflow automation

Efforts in production

Configuration efforts



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Flexibility (covered products)

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Workflow automation

Efforts in production

Configuration efforts

0.78 * Prices Do Not Include Set-Up Charges CONTRACT PRINTING PRICES* S*

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0.72

0.73

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PROCESS COLORS ON WHITE OR LIGHT COLOR	RS [R]

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PRINT

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NO. OF PRINT COLORS

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2.97

3.30

3.63

3.97

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1.97

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a S	6	3.47	2.76	2.33	2.05	1.70	1.49	1.35	1.21	1.07	0.99	0.84	0.81	0.78	0.73
NO. OF PRINT COLORS	7	3.78	2.99	2.51	2.20	1.81	1.59	1.43	1.27	1.12	1.02	0.86	0.83	0.80	0.75
۶Ŭ	8	4.10	3.22	2.70	2.34	1.93	1.69	1.52	1.34	1.17	1.05	0.88	0.85	0.81	0.76
	9	4.42	3.46	2.88	2.49	2.05	1.79	1.60	1.41	1.22	1.09	0.89	0.86	0.83	0.78

*Prices Do Not Include Set-Up Charges

		SPOT COLORS ON BLACK OR DARK COLORS							[R]			CONTRACT PRINTING PRICES			
		150	200	250	300	400	500	600	750	1,000	1,200	2,000	2,400	3,000	5,000
	1	1.30	1.16	1.12	1.02	0.99	0.90	0.89	0.86	0.85	0.83	0.78	0.76	0.75	0.75
	2	2.05	1.72	1.56	1.40	1.26	1.12	1.07	1.01	0.96	0.92	0.84	0.81	0.80	0.79
	3	2.80	2.29	2.00	1.77	1.53	1.35	1.26	1.15	1.06	1.00	0.90	0.86	0.84	0.81
	4	3.55	2.85	2.43	2.15	1.80	1.58	1.45	1.30	1.17	1.08	0.97	0.92	0.88	0.83
	5	4.15	3.30	2.78	2.45	2.02	1.77	1.60	1.42	1.25	1.15	1.02	0.96	0.92	0.85
	6	4.75	3.75	3.13	2.75	2.23	1.95	1.75	1.53	1.33	1.22	1.07	1.00	0.95	0.87
	7	5.35	4.20	3.48	3.05	2.45	2.13	1.90	1.65	1.42	1.28	1.12	1.04	0.98	0.88
•	8	5.95	4.65	3.83	3.35	2.67	2.32	2.05	1.77	1.50	1.35	1.17	1.08	1.02	0.90
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* Prices Do Not Include Set-Up Charges

Price

Efforts in order mgt.

Time to quote

Flexibility (covered products)

Efforts after order (in order mgt.)

Workflow automation

Efforts in production

Configuration efforts

Full manual estimating

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Automatic estimating

Copy old estimates

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Predefined products



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Price

matrix



Full manual estimating

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Automatic estimating





Price matrix









Copy old estimates

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Efforts in order mgt.

Workflow automation

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Flexibility (covered products)

Efforts after order (in order mgt.)

Time to quote

So what is the right choice?

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So what is **YOUR** right choice?

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The solution:

Find the right combination depending on your workflow and product portfolio Products, that can be defined in a "standardized" way



Automatic Estimating

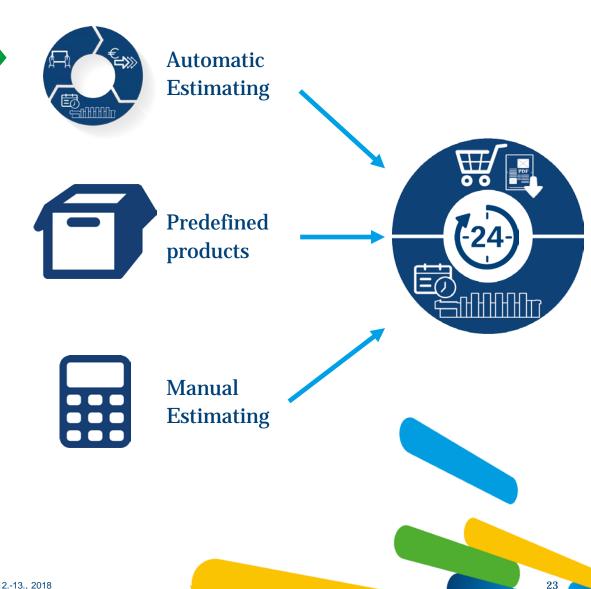
Prequalified products with defined prices for certain customers



"Specialities",that can not be operated in a standardized way

Manual Estimating The solution:

Use estimating to predefine production for ALL scenarios



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Estimating: Which benefits can be reached in production with a proper predefinition during quote?





Benefits by automatic estimating and integration with production.

Less calculation efforts in Sales /Order Mgt. Higher automation in production and faster processing Less efforts for job preparation in production



Benefits by automatic estimating and integration with production.



- 15.000 quotes / year
- 4.500 jobs / year

- Calculate 2/3 of all quotes automatically
- Prepare all jobs in MIS for production

Less efforts for job preparation in production

> Save 375 h in Prepress

Higher automation in production

Save 375 h in Prepress Less calculation efforts in Sales /Order Mgt.

> Save 415 h in Order Mgt.



How to do estimation: the conclusion



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Use **automatic estimating** as much as possible Use **product workflow** for "preclarified" parts of your portfolio Flexible manual estimating only when really needed



Automate your production workflow based on estimating data

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Thank you very much for your attention. I am happy to answer your questions.