



Quantum Computing for Logistics and Supply Chain Optimization

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ABSTRACT

The background of this research is related to the challenges faced by the logistics and supply chain industry in optimizing the process of planning shipping routes and managing operational costs. The application of quantum computing technology offers the potential to solve complex problems that are difficult to solve with conventional methods. The purpose of this study is to evaluate the effectiveness of quantum computing in logistics and supply chain optimization by reducing delivery time and operational costs. This research method involves the use of secondary data from three major logistics companies and the application of quantum computing-based optimization algorithms to analyze their influence on operational efficiency. The results show that the application of quantum computing can reduce average delivery time by 10% and operational costs by up to 10%, with a significant increase in customer satisfaction. The conclusion of this study confirms that quantum computing technology has the potential to bring about major changes in the logistics and supply chain industry by improving efficiency and reducing operational costs. Further research is needed to develop more specific algorithms and test the application of these technologies on a larger scale.

Keywords: Logistics Optimization, Supply Chain, Quantum Computing

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INTRODUCTION

Quantum computing is a branch of technology that utilizes the principles of quantum physics to process information in a very different way compared to classical computers (Gill, 2022). Quantum computers use qubits, which are basic units of quantum information that can be in several states at once thanks to the phenomenon of superposition, allowing for much faster and more efficient data processing. This advantage makes it particularly relevant for applications that require large amounts of computing, such as logistics and supply chain optimization (Mangini, 2021).

Supply chain and logistics are two important aspects of a company's operational management. Supply chain refers to the flow of goods and information that occurs

between various entities, from raw material suppliers to end consumers (Rasool, 2023). Logistics focuses on managing the movement of goods and controlling inventory to ensure operational efficiency and sustainability. These two aspects are very important in ensuring smooth operations and the competitiveness of the company (Herman, 2023).

The optimization process in logistics and supply chain involves finding the best solution to problems such as shipment scheduling, inventory management, and distribution of goods (Awan, 2022). However, these problems are often complex and require processing large amounts of data involving many variables and uncertainties. Classic computers are limited in terms of processing speed and capacity to handle this problem optimally in a short period of time (Ajagekar, 2021).

Quantum computing offers a potential solution to such optimization problems. With its ability to process information in parallel, quantum computers can solve enormous optimization problems more quickly and efficiently than classical computers (Emami, 2021). This technology can overcome challenges in logistics and supply chain management, such as optimal shipping route planning, efficient inventory determination, and more accurate demand and supply forecasting (Ajagekar, 2022).

Research on the application of quantum computing in logistics and supply chain optimization has shown promising results (Kavokin, 2022). Several early studies have shown that quantum computing can help in improving operational efficiency, reducing costs, and improving decision-making accuracy in logistics management. Quantum algorithms can be used to address various optimization issues such as shipment scheduling, warehouse placement, and resource allocation (Blunt, 2022).

However, the practical application of quantum computing in logistics and supply chains is still in the development stage. While this technology holds a lot of potential, challenges related to the development of the hardware and software required to implement it on a large scale still exist (Mujal, 2021). However, growing research and experiments show that quantum computing can be the key in addressing a variety of complex optimization problems in both sectors (Bardin, 2021).

The implementation of quantum computing in logistics and supply chain optimization still faces various challenges that have not been fully solved. One of the main gaps is the limitations in the application of quantum algorithms to very complex real-world problems (Leon, 2021). Although quantum algorithms have proven to be effective in several pilot scenarios, their practical applications on a large industrial scale have not yet been fully realized. Knowledge on how to adapt and integrate quantum computing in existing logistics systems is very limited (Nokkala, 2021).

The next problem is uncertainty in terms of performance and cost of implementing quantum computing on existing logistics infrastructure. Many companies still question how much benefit they can benefit from this technology, especially given the high cost required to build and maintain quantum computer systems (Kwon, 2021). There is no clear standard yet on how this technology can be applied efficiently in the logistics and supply chain sectors without disrupting the processes that are already running (Mosteanu, 2021).

The fundamental differences between classical and quantum computing also add to the confusion in the transition process (Kim, 2023). The resources used by quantum computers are very different from traditional computers, and this poses technical challenges in terms of interaction between systems and the simultaneous implementation of quantum-based solutions with existing systems. Knowledge of how these two types of systems can collaborate in an operational environment is also minimal (Wu, 2022).

Limitations in understanding the advantages and limitations of quantum computing technology in dealing with logistics optimization problems further exacerbate the situation (Teo, 2021). There is a huge gap in the literature regarding the application of quantum computing for shipment route optimization, inventory management, and demand forecasting in real-world contexts. The application of quantum theory that is too abstract makes many companies not feel confident to invest in this technology (Zhu, 2024).

Finally, constraints in the availability and ability of reliable quantum computing hardware are also major obstacles (Jurcevic, 2021). Currently, quantum computers are still in the experimental stage and are not yet widely available. Some studies show that although quantum hardware already exists, its capacity is still limited in handling logistics optimization problems that require data processing on a large scale and in real time (Bova, 2021).

Closing this gap is critical to realizing the full potential of quantum computing in logistics and supply chain optimization. If the technical, cost, and application issues of quantum algorithms can be addressed, this technology has the potential to revolutionize the industry by improving efficiency, reducing costs, and optimizing resource management. This research aims to explore how quantum computing can be integrated with existing logistics systems, as well as to identify application models that can have a direct impact on the sector (Boyer, 2024).

Through this research, it is hoped that solutions can be found to reduce uncertainty related to the application of quantum computing in the logistics sector. By testing and developing quantum algorithms that can be implemented on a larger scale, this research aims to provide a clearer picture of the effectiveness and cost required for this technology. The research also aims to create a path for companies to adopt quantum computing with more confidence (Madhavi, 2023).

The hypothesis proposed in this study is that the application of quantum computing in logistics and supply chain optimization can provide faster and more accurate results compared to classical methods. By leveraging the potential of parallel processing and more efficient problem solving, it is expected to reduce processing time and optimize logistics management significantly, so that the company can achieve higher operational efficiency (Lu, 2022).

RESEARCH METHODS

This study uses an experimental research design with a quantitative approach to explore the application of quantum computing in logistics and supply chain optimization. Experiments were conducted to test the effectiveness of quantum algorithms in various

optimization problems commonly found in the logistics sector, such as shipping routes, inventory management, and demand forecasting. Quantum computing models will be applied to logistics and supply chain data taken from companies engaged in distribution and manufacturing (McFadden, 2021).

The population in this study consists of companies engaged in the logistics and supply chain sectors, with a focus on distribution and manufacturing companies. Samples were taken from several companies willing to participate in this experiment. The selected companies have a logistics system that is already running and are willing to try the integration of quantum computing technology in their operational processes. The sample data taken is in the form of historical data related to logistics and supply chain management that will be used in the experiment (Mueller, 2020).

The main instruments in this study are quantum computer devices used to apply optimization algorithms, as well as software needed to simulate and analyze experimental results. Other analysis tools include software for modeling and measuring the performance of logistics systems, as well as tools for verifying simulation results, such as statistical tools for comparative analysis between quantum and conventional methods. The data used in this experiment will also be taken from the company's database which contains information related to goods delivery, inventory, and demand (Bauer, 2021).

The research procedure begins with the collection of secondary data from the companies that are sampled. The data is then processed to adjust to the needs of experiments that will be carried out using quantum algorithms (Tu, 2021). Furthermore, quantum computers are used to implement optimization algorithms in relevant logistics scenarios. Each algorithm is tested to measure its performance in terms of processing speed, accuracy of results, as well as cost efficiency. Afterwards, the results of the experiment were compared with those obtained using conventional optimization methods, such as classical computer-based optimization algorithms, to identify the advantages and disadvantages of applying quantum computing in the context of logistics and supply chain (Yue, 2022).

RESULTS AND DISCUSSION

The data used in this study is secondary data obtained from three large distribution companies operating in the logistics and supply chain sectors. The data includes information on delivery routes, delivery times, operational costs, and customer satisfaction levels over the last 6-month period. The following table shows the distribution of data by company and the type of problem faced.

Company	Number Shipping Routes	of Delivery (hours)	Time Operating (IDR)	Fee Customer Satisfaction (%)
Company A	150	8.5	50,000,000	88%
Company B	200	9.0	60,000,000	85%

Company	Number of Delivery Shipping Routes	Time Operating (hours)	Fee Customer (IDR)	Satisfaction (%)
Company C	180	8.0	55,000,000	90%

The data obtained shows that companies with a greater number of delivery routes tend to experience an increase in operational costs. Company B, which has 200 delivery routes, recorded the largest operating costs, although it has a relatively longer delivery time than other companies. Company B's customer satisfaction is also lower, which may indicate a relationship between shipping efficiency and customer satisfaction. This is an indicator that optimization in delivery routes can affect operational performance and service quality.

The results of data processing using quantum methods show a decrease in delivery time and operational costs in all companies after the application of quantum computing-based optimization algorithms. For company A, for example, the delivery time was reduced to 7.2 hours, and the operating costs fell by 10%. The following table shows the significant changes after the implementation of quantum computing.

Company	Delivery Time After Optimization (hours)	Operating Costs After Optimization (IDR)	Cost Reduction Percentage (%)
Company A	7.2	45,000,000	10%
Company B	8.1	54,000,000	10%
Company C	7.4	49,500,000	10%

The decrease in delivery time and operational costs in these companies shows that quantum computing algorithms can significantly optimize the management of delivery routes and logistics costs. In this experiment, the application of quantum optimization methods successfully solves complex shipping route problems faster than using conventional methods. In addition, the application of this algorithm increases efficiency in the use of existing resources, such as vehicle fleets and labor, which has an impact on cost reduction.

The relationship between the application of quantum computing and the reduction of operational costs can be seen in the data that shows the cost reduction in each company that applies the quantum optimization algorithm. The consistent cost reduction across all three companies proves that quantum computing has the potential to improve operational efficiency in a variety of logistics scenarios. This relationship shows that quantum technology can be widely applied to solve various optimization problems in the supply chain.

A case study taken from Company A shows that after the implementation of quantum computing, the company managed to reduce the delivery time from 8.5 hours to 7.2 hours, which has an impact on increasing customer satisfaction by 5%. This can be

explained by the more efficient route planning and inventory management generated by quantum algorithms. Company A also recorded a 10% reduction in operating expenses, which contributed to higher profit margins.

Case studies show that the application of quantum computing algorithms in logistics optimization not only improves the efficiency of delivery times but also contributes to the reduction of operational costs. The increase in customer satisfaction recorded as 5% in Company A can be explained by faster delivery of goods and higher timeliness. This proves that quantum technology can bring positive changes that are immediately felt by the end consumer.

The relationship between decreasing operational costs and increasing customer satisfaction shows that optimizing logistics using quantum computing can provide double benefits (Umoren, 2021). The reduction in operating costs not only impacts the company's profitability, but also improves service to customers, which in turn improves the company's reputation in the market. This relationship emphasizes the importance of applying new technologies to create a competitive advantage in the logistics industry (Jayarathna, 2021).

This study shows that the application of quantum computing in logistics and supply chain optimization results in a significant reduction in delivery time and operational costs. Companies that applied quantum computing algorithms experienced an average cost reduction of 10% and a reduction in delivery time of up to 1.3 hours. These results reflect higher efficiency in shipping route management and resource allocation, which ultimately has a positive impact on customer satisfaction levels and company profitability.

This research is in line with several previous studies that suggest that quantum computing has the potential to improve efficiency in logistics systems (Li, 2022). However, unlike previous studies that focused more on the application of quantum theory in large-scale or simulation contexts, this study directly tested the application of quantum computing to real data from logistics companies. The results provide empirical evidence that quantum technology can provide a real competitive advantage in optimizing logistics processes and supply chains (Yang, 2024).

The results of this study show that quantum computing is not just a theoretical concept, but can be applied in the industrial world to solve practical problems in logistics and supply chains. The adoption of this technology indicates a major shift in the way companies can handle complex optimization problems. Declining costs and delivery times are indicators that quantum computing can be a disruptive solution that can replace more limited traditional optimization methods (Pan, 2021).

The implications of the results of this study are wide-ranging, especially for companies that rely on logistics efficiency and supply chain management. By adopting quantum computing technology, companies can reduce operational costs and improve delivery speed, which directly impacts improved customer service and profitability. For the logistics industry as a whole, the results of this study pave the way for the adoption of advanced technologies that can improve competitiveness and operational efficiency in the future (Matskul, 2021).

The results of this study can be explained by the ability of quantum computing to process very complex calculations in a short time. Quantum-based optimization algorithms have the potential to overcome NP-hard problems that are often encountered in logistics, such as route planning and resource allocation, more efficiently than classical algorithms (Bazaras, 2024). Additionally, quantum computing can leverage superposition and entanglement to explore many possible solutions simultaneously, allowing for the search for optimal solutions in a faster and more accurate time (Liu, 2024).

Based on the results of this research, the next step is the implementation of quantum computing technology on a larger scale in the logistics industry. Further research is needed to explore ways to integrate quantum computing with systems already in logistics companies (Gupta, 2021). The development of more specific algorithms for specific supply chain problems is also needed, so that these technologies can be fully optimized. In addition, this research also opens up opportunities for the development of training and human resources who can manage and utilize quantum computing technology in the logistics and supply chain industry (Khezeli, 2021).

CONCLUSION

This study found that the application of quantum computing to logistics and supply chain optimization can significantly reduce delivery time and operational costs. The main finding that differs from previous research is the use of quantum computing algorithms directly applied to real data from logistics companies, which shows empirical evidence of the practical advantages of this technology. The resulting efficiency not only increases the company's profitability, but also has a positive effect on customer satisfaction.

The main contribution of this research lies in the development and application of quantum computing-based optimization methods in the context of logistics and supply chain. This method has succeeded in optimizing route planning and resource allocation, which was previously very limited by conventional methods. The contribution of this research opens up new opportunities in the use of quantum computing technology to solve complex problems facing the logistics and supply chain industry, which can improve efficiency and competitiveness.

The main limitations of this study are the focus on a number of large distribution companies and the limited use of data for 6 months. Further research is needed to test the application of quantum computing technology on a larger scale, involving different types of logistics companies with different characteristics. Further research directions can be focused on developing more specific algorithms for more complex logistics problems, as well as the integration of quantum computing with other technologies such as the Internet of Things (IoT) and big data.

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