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# A Profit And Loss Analysis For Make-To-Order Versus Make-To-Stock Policy—a Supply Chain Case Study

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## Abstract

The make-to-order (MTO) or make-to-stock (MTS) decision is important for contract manufacturers supporting product supply chains. This case study provides an integrated profit and loss investment analysis for MTO versus MTS policy while also quantifying factory cost. The use of discrete event simulation integrated with Excel provides of an ex headqua cond of op company (IOQ) rat profitability ne cy in terms manufacturing er quantity g income.

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The IOQ ratio showcased in this study is applicable for supply chains with predictable customer demand.

## Notes

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