



# THIRD PARTY AUDIT OF STOCK FROM MANUFACTURER TO FRANCHISEE

**Case Study:** Industrial – Motor Manufacturer

A major motor manufacturer required an **independent third party audit** in order to **manage and report stock levels** at 80+ national sites

# THIRD PARTY AUDIT OF STOCK FROM MANUFACTURER TO FRANCHISEE

## Case Study: Industrial – Motor Manufacturer

A major motor manufacturer that distributes vehicles and parts through franchises nationally.



### REQUIREMENT

A major motor manufacturer required an independent third party audit in order to manage and report stock levels at 80+ national sites. The customer's requirements were to:

- **Verify that stock was correct** to held records and in correct bin locations
- Produce **100% verified stock file result** in units and value
- **Report the error rate %** in units and value
- Move away from manual paper checks to **digital recording**
- Update the customer's master system on site with a **final list of variances**



### SOLUTION

RGIS worked with the major motor manufacturer to complete the following:

- Created a **100% verified result** with full data audit trail
- Barcoded bin locations were **labelled** prior to count and scanned
- Loaded pre-count on-hand numbers in order to prepopulate for **variance numbers**
- A process to investigate and agree with site the **actual variances**
- Factoring in **the days sales**



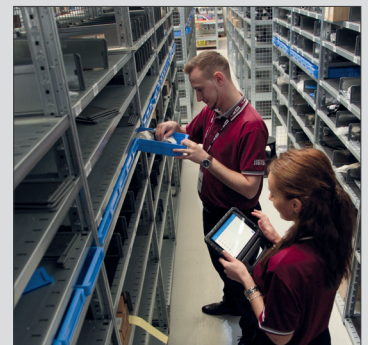
### RESULTS

By outsourcing the **end-to-end verification audit** to RGIS, the major motor manufacturer:

- Had a **complete auditable rate** for each centre/franchisee with a **validated error rate**
- Could **identify both problem and successful franchisees**
- Were able to establish franchisees that were not managing the stock out files
- Acquired a **process signed off and approved** by external auditors



By outsourcing the end-to-end verification audit to RGIS, the major motor manufacturer had a **complete auditable rate** for each centre/franchisee and could **identify** both problem and successful franchisees



© 2020 RGIS. All rights reserved.  
RGIS\_CS\_0045\_01

Warehouse Inventory



Variance Reporting



Information Gathering



Accurate Data



CONTACT **RGIS** TODAY TO SEE HOW **WE CAN HELP YOU**

✉ | [salesMalaysia@rgis.com](mailto:salesMalaysia@rgis.com)

☎ | +60 3 2116 5600

🌐 | [rgis.com.my](http://rgis.com.my)

**RGIS**