

Procurement Planning and Blending Optimization for Process Industries

Procurement planning and blending decisions directly influence cost, quality, and supply chain performance. Growing material portfolios, price volatility, and stricter specifications make it increasingly difficult to determine the correct formulation with confidence.

ICRON delivers an AI-powered procurement planning and blending optimization solution that aligns formulation accuracy with economic performance. The platform evaluates large decision spaces across procurement options and formulation alternatives, producing blend recommendations that meet specifications, reflect market conditions, and support consistent planning across the supply chain.

Key Challenges

Blending has become increasingly challenging to manage as shifting material conditions and tightening specifications place greater pressure on planning teams. At the same time, the growing web of constraints, choices, and interdependencies pushes organizations into a far more complex decision environment, making consistent and reliable blending harder to achieve.

› Material Variability

Inconsistent quality, composition, and availability of raw materials complicate stable formulation and make reliable blending decisions difficult in process industries.

› Cost Volatility

Frequent shifts in raw material pricing and procurement conditions disrupt planned formulations and increase the financial risk of committing to specific blends.

› Specification Tightening

Stricter quality and regulatory requirements reduce flexibility in material choices and increase the likelihood of out-of-spec outcomes.

› Complex Constraints

Growing interdependencies across material attributes, procurement choices, process limits, product requirements, and evolving customer preferences make feasible blend identification increasingly challenging.

› Data Fragmentation

Scattered, inconsistent, or incomplete data across procurement, production, and quality systems reduces planning accuracy and slows decision-making.

› Scale of Options

Large numbers of potential sourcing and material combination options create an overwhelming decision space that is difficult to evaluate manually with confidence.

Core Capabilities

Blending often becomes difficult to steer when material conditions shift, procurement constraints change, and formulation options expand. ICRON Procurement Planning and Blending Optimization introduces structure and analytical clarity to this environment, enabling planners to work with confidence in situations that would otherwise be uncertain.

Dynamic Blend Generation

Creates feasible blend compositions that satisfy quality specifications while reflecting current procurement conditions, material availability and operational constraints.

Cost- and Carbon-Sensitive Optimization

Identifies blend formulations that balance material cost and carbon impact by evaluating economic and carbon-related parameters within a structured mathematical optimization model.

Scenario Exploration

Allows planners to test changes in quality targets, material availability, sourcing options, or cost assumptions to understand how each factor reshapes viable buying and blending decisions.

Constraint-Driven Decision Support

Guides planners through complex interactions between material attributes, process limits, and product requirements to prevent infeasible or risky blends.

Integrated Planning Data

Draws on procurement planning, inventory, transportation, and quality data to ensure blend evaluations reflect accurate, up-to-date information.

Transparent Insight

Provides clear views into why specific blends succeed or fail, enabling stronger decision rationale and faster alignment across teams.



Results

➤ High blend accuracy through consistent compliance with quality requirements

➤ Lower material costs driven by optimized procurement and raw material allocation

➤ Reliable plans as variability impacts become easier to control

➤ Fast evaluations with significantly shorter optimization cycles

➤ Clear decision insight from transparent procurement and blend feasibility

➤ Strong scenario readiness via rapid sourcing and blend comparisons



Commitment to Quality and Technological Innovation

ICRON continues to advance procurement planning and blending optimization through rigorous analytical design and a strong focus on practical decision support. The solution combines high technical standards with a commitment to usability, ensuring planners can work with clarity even in complex environments. This approach reflects ICRON's broader dedication to building reliable, future-focused planning capabilities that strengthen supply chain performance and support confident, well-informed planning decisions.