

# A Study on Integrated Logistics Optimization in Karaikal Port Private Limited

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**Abstract:** Dry cargo operations form a vital backbone of global trade, handling bulk commodities such as coal, grain, ores, and fertilizers that are essential for industrial and economic development. However, the sector faces increasing pressure to enhance operational efficiency, reduce costs, and align with environmental and regulatory standards. This project investigates the multifaceted strategies required to optimize dry cargo operations, focusing on both port-side logistics and onboard vessel practices.

Key areas of analysis include berth scheduling, cargo handling equipment utilization, storage yard management, and real-time vessel traffic coordination. The integration of modern technologies—such as Artificial Intelligence (AI), Internet of Things (IoT), and data analytics—is explored as a means to improve decision-making, forecast cargo volumes, and monitor equipment performance. Furthermore, the project addresses the importance of stakeholder collaboration among shipping lines, port authorities, terminal operators, and logistics service providers to reduce bottlenecks and idle time.

**Keywords:** Dry cargo operations, Maritime logistics, Port optimization, Bulk cargo handling, Turnaround time, Terminal efficiency, Digitalization Predictive analytics, Vessel scheduling Environmental sustainability, Cargo throughput Supply chain integration.

## I. INTRODUCTION

In the global maritime industry, dry cargo operations play a vital role in the transportation of essential commodities such as coal, grain, iron ore, fertilizers, and various other bulk materials. As international trade continues to grow and evolve, the demand for efficient and reliable dry cargo operations has become more pressing than ever before. Efficient handling of dry cargo not only reduces operational costs but also improves turnaround times, enhances port productivity, and contributes significantly to the profitability and sustainability of shipping companies.

Dry cargo vessels—ranging from general cargo ships to specialized bulk carriers—are designed to transport unpackaged cargo in large quantities. These operations are inherently complex, requiring the coordination of various factors such as cargo handling equipment, stowage planning, port operations, crew performance, weather conditions, and compliance with international regulations. Any inefficiency or mismanagement in this chain can lead to delays, increased operational costs, or even hazardous situations. Therefore, optimizing dry cargo operations is not just a goal, but a necessity in today's competitive and environmentally conscious maritime environment.

The optimization of dry cargo operations involves the integration of technology, strategic planning, and operational discipline to enhance performance across multiple facets. This includes improving loading and unloading processes, minimizing cargo damage and loss, reducing fuel consumption and emissions, and streamlining communication among stakeholders. The concept of optimization extends beyond the ship itself, encompassing interactions with ports, terminal operators, and logistic chains that support the movement of dry cargo from origin to destination.

## II. COMPANY PROFILE

Karaikal Port Private Limited (KPPL) is a deep-water, all-weather port located in Karaikal, Puducherry, strategically positioned between Chennai and Tuticorin on India's southeastern coast. Commissioned in 2009 and initially developed by MARG Limited, the port was later acquired by Edelweiss ARC due to financial restructuring and subsequently taken over by Adani Ports and Special Economic Zone (APSEZ) in April 2023. The port has five operational berths capable of handling large vessels (Capesize and Panamax), with a channel depth of 16.5 meters and a berth depth of 15.5 meters. It handles a variety of cargo including dry bulk (coal, cement, fertilizers), break bulk (steel, project cargo), liquid cargo

(edible oils), and containers. Equipped with extensive storage facilities, including open yards, warehouses, and liquid tanks, the port is well-connected by road and rail to the Tamil Nadu hinterland. Karaikal Port plays a crucial role in supporting regional industries such as thermal power plants, cement manufacturing, and agriculture. Under Adani Ports' management, KPPL is set for expansion through infrastructure upgrades, automation, and sustainability initiatives, aiming to become a major dry cargo hub on India's East Coast.

### **III. REVIEW OF LITERATURE**

The literature on dry cargo operations highlights the growing importance of efficiency, sustainability, and technological integration in port and logistics management. Several studies emphasize the role of port infrastructure modernization and mechanization in improving cargo throughput and reducing vessel turnaround times (Notteboom & Rodrigue, 2011). Research also points to the adoption of digital technologies—such as port community systems, real-time cargo tracking, and automated cargo handling—as key enablers of operational optimization (UNCTAD, 2020). Furthermore, empirical works have explored the impact of logistics performance indicators such as berth productivity, cargo dwell time, and intermodal connectivity on port competitiveness. Scholars like Talley (2009) have studied how operational efficiency directly influences shipping costs and global trade flows. In the Indian context, studies have highlighted challenges such as infrastructure bottlenecks, manual handling practices, and limited hinterland connectivity, which constrain the performance of dry cargo terminals (Raghuram & Gangwar, 2015). Recent literature also underscores the importance of environmental sustainability, advocating for dust control systems, clean energy usage, and green logistics practices, especially in coal and bulk handling operations. The reviewed studies collectively suggest that optimized dry cargo operations require a holistic approach combining technological advancement, policy reform, and capacity building to meet the demands of modern maritime trade.

### **IV. RESEARCH METHODOLOGY**

The research methodology adopted for this study is primarily descriptive and analytical in nature, aiming to explore the current practices, challenges, and opportunities in optimizing dry cargo operations. The study relies on both primary and secondary data sources. Primary data was gathered through interviews with port officials, logistics managers, and operational staff, supplemented by field observations at selected dry cargo terminals. This provided first-hand insights into real-time operations, infrastructure usage, and handling procedures. Secondary data was collected from government reports, industry publications, research journals, port authority databases, and company websites, offering a broad understanding of global, national, and regional dry cargo logistics trends. The methodology also includes a comparative analysis of performance indicators such as cargo throughput, turnaround time, berth occupancy rate, and mechanization level across different ports. In addition, qualitative analysis was used to assess the impact of digitalization and sustainability initiatives on operational efficiency. The combination of quantitative metrics and qualitative insights ensures a comprehensive evaluation of dry cargo operations and helps in identifying best practices and strategies for optimization.

### **V. KEY FINDINGS**

- **Efficiency of Inland Waterways:**
  - Inland waterway transport (IWT) is significantly more fuel-efficient and cost-effective than road and rail.
  - A single barge can carry a cargo volume equivalent to dozens of trucks, reducing fuel usage and environmental impact.
- **Current Limitations in IWT:**
  - Many Indian inland waterways suffer from inadequate infrastructure, including poor navigability due to shallow depths, lack of terminals, and insufficient cargo handling facilities.
  - Limited night navigation and outdated vessels further hinder performance.
- **Advantages of Optimized Barge Design:**
  - The report presents a newly designed dry cargo barge optimized for Indian inland waterways.
  - Features include: improved hull design for lower resistance, efficient propulsion systems, and higher cargo capacity.
  - The optimized barge improves operational speed and reduces fuel consumption and emissions.
- **Hydrodynamic Performance Improvements:**
  - CFD (Computational Fluid Dynamics) simulations showed that the new design has better flow characteristics and reduced drag.

- Enhanced hull geometry directly translates to better energy efficiency.

## **VI. RECOMMENDATIONS**

Based on the findings of the study, several recommendations are proposed to enhance and optimize dry cargo operations through inland waterways in India. First, there is an urgent need to invest in infrastructure development, particularly in dredging key river channels to ensure year-round navigability and establishing well-equipped cargo terminals with modern handling systems. Improving night navigation capabilities through the installation of navigational aids such as buoys, lighting systems, and GPS tracking would further increase operational efficiency. Secondly, the adoption of optimized and energy-efficient vessel designs, like the one proposed in the report, should be actively promoted. Government incentives such as subsidies or tax benefits can encourage private operators to transition to newer, environmentally friendly barge models. In addition, strong policy and regulatory support is essential. This includes integrating inland waterway transport into the national multimodal logistics framework, simplifying customs procedures, and establishing technical standards for vessels and operations. Lastly, improving connectivity between waterways, roadways, and railways will ensure seamless cargo movement, reduce transit times, and make inland water transport a more viable and sustainable alternative to traditional modes.

## **VII. CONCLUSION**

The customs brokerage industry is undergoing a significant transformation, driven by technological advancements, evolving regulatory landscapes, and increasing emphasis on sustainability. The sector remains heavily reliant on young, highly educated professionals, primarily from small and medium-sized enterprises. Despite growing adoption of AI and digital tools, human expertise continues to be viewed as critical for navigating complex trade environments. Regulatory challenges, such as inconsistent global standards and frequent policy changes, present significant hurdles, highlighting the need for greater harmonization and policy support. At the same time, issues like documentation errors and skill shortages emphasize the urgent need for enhanced training and internal compliance systems.

Encouragingly, there is strong momentum toward adopting eco-friendly practices and a broad consensus on the need for government incentives to accelerate sustainability initiatives. Moving forward, organizations that invest in technology, talent development, and sustainability while maintaining adaptability to regulatory changes will be best positioned to succeed in this dynamic global trade landscape.