

# Why Analytics Cannot Wait for System Maturity in Chemical Operations

Lessons on the 'Stability Trap' that apply to the wider Process Industry

## Introduction

Indian chemical manufacturers are undertaking the sector's largest-ever systems overhaul to support rapid expansion and remain competitive. From ERP and MES rollouts to LIMS and Historian upgrades, these technologies are replacing manual workflows with much-needed discipline.

The sheer scale of these implementations has planted a hesitation in the boardroom. A common belief has taken root among leadership: "We must wait for our systems to stabilize before we start with analytics-driven cross-functional visibility."

It is one of the most expensive assumptions a chemical company can make—pausing innovation in the name of stability.



## Systems are never truly 'finished'

The chemical business is dynamic by nature. New plants, expansions, new markets/geographies, stricter regulations, evolving logistics, and M&A activities are constant realities. Your IT/OT ecosystem will always be in a perpetual state of change, making system stability a moving target.

**These systems are never truly 'finished'. If analytics waits for stability, it never begins. The financial cost of 'not doing' continues to pile up.**

## The Financial Cost of 'Not Doing'

Delaying analytics until systems are "perfect" incurs a massive opportunity cost. You aren't just losing immediate insights; you are delaying the very feedback loop needed to fix your infrastructure.

Imperfect data is not a roadblock—it is a signal. It reveals exactly where sensors are drifting, manual entry is failing, or data and/or context is missing. Beyond data hygiene, it exposes where operational logic is bleeding value—be it unrealistic SAP cycle times, hidden QC bottlenecks, or MES rules that diverge from reality. This immediate feedback allows leadership to start prioritizing IT/OT investments based on reality. Instead of a blanket system overhaul, stakeholders can target the specific revamps and data hygiene projects that drive the fastest operational value.

This focused approach directs capital where it is needed most, optimizing investment by up to **50%**. More importantly, it secures a **10%-15% EBITDA advantage** years sooner than the traditional "wait until we are perfect" approach.

Lost Profit Analysis Summary – Process Ops

Time Period:

Last Month

Start:

2023-10-01

End:

2023-10-31

Area:

S1-FUELS\_LUBE

Min LO(\$):

0

Plant Summary

Current Shift:

-\$2,766

Last Shift:

-\$541,543

Prior Shift:

-\$536,925

Last Business Day:

-\$1,602,393

Month To Date:

-\$9,128,753

Last Month:

-\$1,029,610

Year To Date:

-\$6,292,347

Summary By Area

Total Exceptions:

14,172

Total LO (\$):

-\$17,069,584

Total LO (K\$/Yr):

-\$21,633

Summary By Unit

Total Exceptions:

14,172

Total LO (\$):

-\$17,069,584

Total LO (K\$/Yr):

-\$21,633

Summary By Tag

Total Exceptions:

13,936

Total LO (\$):

-\$17,069,660

Total LO (K\$/Yr):

-\$21,633

Summary By Equipment

Total Exceptions:

14,172

Total LO (\$):

-\$17,069,584

Total LO (K\$/Yr):

-\$21,633

Area

Exceptions

LO(\$)

LO(K\$/Yr)

S1-FUELS\_LUBE

1433

662,775

8,064

Details

Unit

Area

Exceptions

LO(\$)

LO(K\$/Yr)

J-CDU2

S1-FUELS\_LUBE

435

350,699

4,267

Equipment

Exceptions

LO(\$)

LO(K\$/Yr)

S1-FUELS\_LUBE

1433

662,775

8,064

Details

S1-FUELS\_LUBE

435

350,699

4,267

Details

J-CDU2

435

350,699

4,267

Details

Misc-inciner 1

122

421,354

1,385

Details

*A Lost Profit Opportunity dashboard example: It allows leadership to prioritize fixes based on financial impact immediately, proving that system stability is not a prerequisite for generating value.*

## Crossing the River by Feeling the Stones

We advise our customers to adopt a pragmatic approach:

1. Connect existing systems across your operations immediately.
2. Use initial insights to validate data quality and refine system logic.
3. Deliver early operational wins to create momentum.
4. Continuously expand visibility as the infrastructure matures.

System investments must continue, but they cannot be used as a gate for analytics. If analytics waits, the organisation loses visibility during the exact years when it needs it most—when plants are expanding and complexity is rising.