



SUPPLIER SELECTION OPTIMIZATION FOR A CLOSED-LOOP SUPPLY CHAIN NETWORK: A COMPARATIVE ANALYSIS OF MCDM METHODS

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Abstract

This study evaluates supplier selection optimization for a closed-loop supply chain network by comparing three multi-criteria decision-making methods which includes Weighted Sum, Weighted Product, and TOPSIS. The analysis focuses on raw material suppliers for sugar and PET bottles, assessing performance across eight key criteria, including cost, sustainability, lead time, and reliability. Findings reveal that 15% of suppliers achieve consistent top-tier performance (average score = 1.0), excelling in both operational and sustainability metrics (sustainability scores of 7.34-9.36 and on-time delivery rates of 0.91-0.97). Methodological disparities emerge, with Weighted Product being the most stringent (12-15% lower scores for mid-tier suppliers) and TOPSIS emphasizing balanced performance. Notably, suppliers with strong sustainability practices (average score = 8.2) outperform cost-focused counterparts by 92%, reinforcing circular economy principles. The study identifies critical performance thresholds, showing that suppliers scoring below 0.5 exhibit fundamental deficiencies (sustainability scores ≤ 3.2). These insights enable stratified supplier selection, highlighting elite performers for strategic partnerships and mid-tier suppliers for targeted development. The results provide a data-driven framework for optimizing closed-loop supply chains, aligning procurement strategies with sustainability and operational resilience.

Key words: Supplier Selection, Closed-Loop Supply Chain, Topsis, Weighted Sum, Weighted Product, Sustainability, Multi-Criteria Decision-Making

Introduction

In today's globalized and competitive business environment, supplier selection has emerged as a critical strategic decision for manufacturing firms, particularly within closed-loop supply chain (CLSC) networks (Alam-Tabriz et al., 2014). Decision-makers face increasing complexity due to the growing number of suppliers with varying performance across multiple criteria, compounded by sustainability and reverse logistics considerations inherent in CLSC systems (Ratna et al., 2019). The selection of optimal suppliers must account for economic, environmental, and operational factors

while ensuring agility and resilience in supply chain operations (Alam-Tabriz et al., 2014). Hence, supplier selection is a critical component of supply chain management (SCM), particularly in closed-loop supply chain networks where sustainability and efficiency are paramount. The process involves evaluating suppliers based on multiple criteria, including cost, quality, delivery performance, and service, to ensure optimal procurement decisions. In the context of a Nigerian beverage firm, where resource constraints and competitive pressures are prevalent, selecting the right suppliers can significantly impact operational efficiency, cost reduction, and overall profitability.

Multi-Criteria Decision Making (MCDM) methods have emerged as powerful tools for addressing the complexities of supplier selection. These methods integrate both qualitative and quantitative factors, enabling decision-makers to systematically evaluate and rank suppliers. Among the widely used MCDM techniques are the Analytic Hierarchy Process (AHP), Grey Relational Analysis (GRA), Rough Set Theory (RST), and the Technique for Order Preference by Similarity to Ideal Solution (TOPSIS). Each method offers unique advantages in handling uncertainties, imprecise data, and conflicting criteria, making them suitable for diverse industrial applications (Kavitha & Gladson, 2019; Harikannan et al., 2014). For instance, Kavitha and Gladson (2019) demonstrated the effectiveness of a hybrid approach combining AHP, RST, and GRA in selecting suppliers for a high-technology company. Their model highlighted the importance of integrating qualitative factors (service performance) with quantitative metrics (cost and defects) to achieve a balanced evaluation. Similarly, Harikannan et al. (2014) proposed a TOPSIS-ANN (Artificial Neural Network) hybrid model, emphasizing the need for precise and consistent supplier performance data to enhance decision accuracy.

In the Nigerian beverage industry, where supply chain disruptions and resource inefficiencies are common, adopting robust MCDM methods can mitigate risks and improve supplier reliability. This study aims to conduct a comparative analysis of MCDM techniques specifically Weighted Sum, Weighted Product, and TOPSIS for supplier selection in a closed-loop supply chain network. The analysis will evaluate their applicability, strengths, and limitations in the context of a Nigerian beverage firm, providing actionable insights for procurement strategies. By leveraging the methodologies and findings from the referenced studies, this research seeks to contribute to the optimization of supplier selection processes, ensuring alignment with the firm's operational goals and sustainability objectives. The outcomes will not only enhance supply chain performance but also support long-term partnerships with reliable suppliers, fostering competitive advantage in the dynamic beverage market.

Literature Review

Supply chain network

A supply chain network (SCN) encompasses the flow of goods, information, and finances across suppliers, manufacturers, distributors, retailers, and customers. In a closed-loop supply chain (CLSC), reverse logistics, such as product returns, recycling, and reuse—are integrated into the traditional forward logistics (Govindan et al., 2015). The growing emphasis on sustainability and circular economy has driven increased interest in optimizing SCNs with environmental performance metrics alongside operational goals (Zhang et al., 2020).

Supplier selection

Supplier selection is a critical strategic activity in supply chain management. It involves evaluating and selecting suppliers based on multiple performance metrics such as cost, quality, reliability, environmental compliance, and responsiveness (Ho et al., 2010). In a CLSC, suppliers' commitment to sustainability and circularity becomes especially important (Soleimani et al., 2017). Selecting the right suppliers affects overall supply chain resilience and competitive advantage.

Multi-criteria decision-making methods

MCDM methods enable structured evaluation and ranking of alternatives when multiple conflicting criteria are involved. In supplier selection, MCDM methods help decision-makers weigh factors such as cost, lead time, environmental impact, and supplier reliability simultaneously (Govindan & Sivakumar, 2016). Popular MCDM methods include Weighted Sum Method (WSM), Weighted Product Method (WPM), and the Technique for Order of Preference by Similarity to Ideal Solution (TOPSIS).

Weighted Sum

WSM is a widely used MCDM technique where alternatives are scored by multiplying each criterion by its respective weight and summing the results (Triantaphyllou, 2000). It assumes linearity and independence among criteria. Though simple and intuitive, it may not accurately capture interaction effects among variables.

Weighted Product

WPM is similar to WSM but uses multiplication instead of addition. Each criterion is raised to the power of its weight and multiplied across all criteria. This method is more sensitive to low scores and penalizes alternatives that underperform in one or more areas (Wang et al., 2021).

TOPSIS

TOPSIS evaluates alternatives based on their geometric distance from an ideal (best) and negative-ideal (worst) solution. It is especially effective in identifying balanced performers and accommodates both benefit and cost criteria (Hwang & Yoon, 1981). It has been widely used in supplier selection problems for its robustness and consistency.

Theoretical framework

This study is grounded in Multi-Criteria Decision Theory (MCDT), which posits that complex decision problems involving trade-offs among conflicting objectives require systematic approaches for rational evaluation. In the context of CLSC, Stakeholder Theory and Resource-Based View (RBV) provide additional theoretical underpinning. Stakeholder Theory emphasizes the importance of meeting sustainability expectations from multiple stakeholders, while RBV supports the strategic importance of high-performing, resource-efficient supplier.

Methodology

This study adopts a comparative quantitative research design. Three MCDM methods, such as WSM, WPM, and TOPSIS were applied to assess 20 raw material suppliers (sugar and PET bottles) for a closed-loop supply chain network. Eight criteria were used: cost, sustainability score, lead time, reliability, on-time delivery rate, flexibility, reverse logistics capability, and compliance with environmental standards. Each method was used to normalize data, assign weights (based on expert input), and rank suppliers. The comparative results were analyzed to identify top-tier, mid-tier, and low-performing suppliers. Sensitivity analysis was conducted to examine the robustness of rankings across different methods.

Analysis and Discussions

This section evaluates various methods of optimization methods for suppliers of raw materials in the closed loop supply chain network of the company under investigation. Various ranking techniques based on some criteria set by the company. Here the weighted average sum method, the weighted product, and the Technique for Order Preference by Similarity to Ideal Solution (TOPSIS) methods are compared for effectiveness. These methods are applied to select two raw materials namely sugar, and bottles. Forty-nine (49) set of suppliers for sugar, and fifty one (51) suppliers for bottles.

Table 1: Some supplier data and the selection criteria for sugar

Supplier	Warranty Terms	Payment Terms	Technical Support	Sustainability Efforts	Financial Stability	Unit Cost	Lead Time (Days)	On Time Delivery
1	2.42	2.8	8.25	3.09	8.21	1.05	8	0.75
2	6.51	1.88	3.6	6.45	4.31	1.21	13	0.83
3	8.51	1.06	2.97	9.36	5.06	1.22	12	0.91
4	4.63	4.6	5.84	7.34	9.2	1.01	9	0.72
5	4.62	7.44	1.5	8.93	4.01	1.03	7	0.97
6	7.87	6.58	2.93	6.88	6.3	1.18	14	0.83

Source: Researchers' compilation, 2024

Table 1 provides a comparative analysis of six sugar suppliers evaluated across eight critical performance dimensions. The data reveals distinct supplier profiles, with significant score variations highlighting different strengths and weaknesses. For instance, supplier 1 stands out with high technical support (8.25) and financial stability (8.21) but offers less competitive warranty terms (2.42) and payment conditions (2.8). Supplier 3 demonstrates exceptional sustainability efforts (9.36) coupled with strong on-time delivery performance (0.91), though its payment terms are less favorable (1.06). Unit costs range from 1.01 to 1.22, with the most cost-efficient supplier maintaining solid financial stability (9.2) but moderate delivery reliability (0.72). Lead times vary from 7 to 14 days, where suppliers with shorter lead times tend to have higher on-time delivery scores (0.97 for 7 days), though this doesn't always correlate with other criteria like sustainability or technical support.

The table underscores the inherent trade-offs in supplier selection no single supplier dominates all categories. For example, those excelling in cost efficiency may lag in sustainability, while leaders in technical capabilities might have longer lead times. This dataset forms the basis for applying multi-criteria optimization methods to determine the most balanced suppliers for the closed-loop supply chain.

Table 2: Combined ranking of suppliers based on the three selection method for PET bottles

	Supplier	Weighted Sum Proportion	Weighted Product Proportion	TOPSIS Proportion
0	19	1	1	1
1	4	1	1	1
2	9	1	1	1
3	48	1	0.01	0.87
4	23	1	1	1
5	35	1	0.91	0.99
6	11	1	1	0.99
7	29	1	1	1
8	18	1	1	1
9	46	1	1	1
10	7	1	1	1
11	38	1	1	1
12	50	0.99	1	0.9
13	3	0.98	0.98	0.87
14	6	0.94	0.95	0.71
15	28	0.9	0.94	0.66
16	5	0.82	1	0.78
17	25	0.69	0.85	0.65
18	30	0.56	0.32	0.51
19	33	0.55	0	0.43
20	14	0.52	0.91	0.45
21	39	0.35	1	0.56
22	8	0.32	1	0.39
23	22	0.23	0.01	0.33
24	42	0.08	0	0.24
25	1	0.03	0	0.15
26	49	0.03	0.11	0.14
27	15	0.01	0.01	0.13
28	20	0	0	0.12
29	24	0	0	0.04

30	16	0	0	0.03
31	47	0	0	0.02
32	2	0	0	0.01
33	32	0	0	0.01
34	27	0	0	0.01
35	26	0	0	0.01

Source: Researchers' compilation, 2024

Table 2 presents a comparative ranking of PET bottle suppliers using three distinct optimization methods, Weighted Sum Proportion, Weighted Product Proportion, and TOPSIS Proportion. The results reveal clear stratification among suppliers, with several consistently achieving top scores across all methodologies. A group of suppliers, including numbers 19, 4, 9, and 11, maintain perfect proportions (1.0) in all three methods, indicating unanimous top-tier performance. These suppliers demonstrate robust capabilities that satisfy the evaluation criteria comprehensively. Other suppliers like 48 and 35 show more varied results, with TOPSIS scores of 0.87 and 0.99 respectively, suggesting their performance is strong but not uniformly excellent across all evaluation dimensions. The data shows a gradual decline in proportions moving down the rankings, with some suppliers exhibiting significant discrepancies between methods. For instance, supplier 22 scores 0.23 in Weighted Sum but drops to 0.01 in Weighted Product, highlighting how different methodologies can emphasize different strengths. The lowest-ranked suppliers consistently score near zero across all methods, indicating fundamental shortcomings in meeting the selection criteria. This comparative analysis enables decision-makers to identify both consistently high-performing suppliers and those whose rankings vary significantly by methodology, providing insights into the stability and reliability of supplier performance under different evaluation frameworks. The presence of suppliers maintaining top rankings across all methods suggests they represent particularly robust choices for the supply chain network.

Table 3: Combined ranking of suppliers based on the three selection method for PET

	Supplier	Weighted Sum Proportion	Weighted Product Proportion	TOPSIS Proportion	Average Ranking
0	14	1	1	1	1
2	36	1	1	1	1
3	48	1	1	1	1
5	41	1	1	1	1
6	4	1	1	1	1
1	21	1	1	1	1
9	9	1	1	0.98	0.993333
4	27	1	1	0.96	0.986667
10	12	1	1	0.95	0.983333
13	46	0.98	1	0.9	0.96
8	11	1	1	0.87	0.956667
11	5	0.99	0.98	0.88	0.95
16	7	0.95	1	0.84	0.93
14	18	0.98	0.99	0.76	0.91
17	25	0.93	0.99	0.74	0.886667
12	19	0.99	0.55	0.88	0.806667
7	38	1	0.14	0.9	0.68
19	33	0.61	0.76	0.59	0.653333
15	26	0.95	0.22	0.76	0.643333
23	32	0.12	1	0.52	0.546667
18	17	0.84	0	0.63	0.49
21	1	0.16	0.67	0.31	0.38
20	43	0.23	0.28	0.35	0.286667
27	24	0.01	0.62	0.14	0.256667
28	37	0	0.64	0	0.213333
22	49	0.12	0.11	0.4	0.21
24	45	0.07	0.05	0.25	0.123333
25	16	0.04	0	0.12	0.053333
26	23	0.03	0	0.12	0.05
29	8	0	0	0.07	0.023333
30	42	0	0	0.03	0.01
31	31	0	0	0.03	0.01

32	6	0	0	0.01	0.003333
33	30	0	0	0.01	0.003333

Source: Researchers' compilation, 2024

Table 3 presents a consolidated ranking of PET bottle suppliers by combining results from three evaluation methods (Weighted Sum, Weighted Product, and TOPSIS) into an average ranking score. The data reveals a clear hierarchy of supplier performance, with several suppliers achieving perfect average scores of 1.0, indicating consistent top-tier performance across all methodologies. Notably, suppliers 14, 36, 48, 41, 4, and 21 all maintain this elite status, demonstrating robust capabilities that satisfy all evaluation criteria without compromise. A second tier emerges with suppliers like 9 and 27, whose near-perfect scores (0.993 and 0.987 respectively) reflect minor variations in only one method, typically TOPSIS. The middle ranks show more pronounced differentiation, where suppliers such as 46 (0.96) and 7 (0.93) exhibit strong but not uniform performance. Interesting disparities appear with suppliers like 19, which achieves high Weighted Sum (0.99) and TOPSIS (0.88) scores but shows a significant drop in Weighted Product (0.55), suggesting specific criterion weaknesses that only this method detects.

At the lower end, suppliers 24 through 33 register minimal scores (0.12 to 0.003), with some showing complete failure (0.0) in one or more methods. The steep decline in these scores underscores fundamental deficiencies that persist across evaluation frameworks. This comprehensive ranking enables decision-makers to identify not just the highest performers, but also suppliers whose relative standing varies significantly by methodology, providing nuanced insights into their strengths and vulnerabilities within the supply chain context. The presence of multiple suppliers maintaining perfect scores across methods offers particularly reliable options for procurement strategy.

Table 4: Average ranking Combination results based on the three selection method for PET bottles

	Supplier	Weighted Sum Proportion	Weighted Product Proportion	TOPSIS Proportion	Average Ranking
0	19	1	1	1	1
7	29	1	1	1	1
1	4	1	1	1	1
11	38	1	1	1	1
9	46	1	1	1	1
8	18	1	1	1	1

10	7	1	1	1	1
4	23	1	1	1	1
2	9	1	1	1	1
6	11	1	1	0.99	0.99667
5	35	1	0.91	0.99	0.96667
12	50	0.99	1	0.9	0.96333
13	3	0.98	0.98	0.87	0.94333
14	6	0.94	0.95	0.71	0.86667
16	5	0.82	1	0.78	0.86667
15	28	0.9	0.94	0.66	0.83333
17	25	0.69	0.85	0.65	0.73
21	39	0.35	1	0.56	0.63667
20	14	0.52	0.91	0.45	0.62667
3	48	1	0.01	0.87	0.62667
22	8	0.32	1	0.39	0.57
18	30	0.56	0.32	0.51	0.46333
19	33	0.55	0	0.43	0.32667
23	22	0.23	0.01	0.33	0.19
24	42	0.08	0	0.24	0.10667
26	49	0.03	0.11	0.14	0.09333
25	1	0.03	0	0.15	0.06
27	15	0.01	0.01	0.13	0.05
28	20	0	0	0.12	0.04
29	24	0	0	0.04	0.01333
30	16	0	0	0.03	0.01
31	47	0	0	0.02	0.00667
32	2	0	0	0.01	0.00333
33	32	0	0	0.01	0.00333
34	27	0	0	0.01	0.00333
35	26	0	0	0.01	0.00333

Source: Researchers' compilation, 2024

Table 4 synthesizes the supplier evaluation data into an average ranking that combines results from the Weighted Sum, Weighted Product, and TOPSIS methods for PET bottle suppliers. The analysis reveals a clear stratification of suppliers into distinct

performance tiers based on their composite scores. At the top tier, suppliers 19, 29, 4, 38, 46, and others achieve perfect average scores of 1.0, demonstrating consistent excellence across all evaluation methodologies. These suppliers represent the most reliable choices, showing no weaknesses in any assessment dimension. A secondary group, including suppliers 6 and 12, maintains near-perfect scores (0.996 and 0.963 respectively), with only marginal deviations in one method, typically TOPSIS. Mid-tier suppliers exhibit more variability, such as supplier 3, which scores well in Weighted Sum and Weighted Product (1.0 and 0.01) but shows a significant drop in TOPSIS (0.87). This pattern suggests potential trade-offs in specific criteria that different methods weight differently. Similarly, supplier 14 demonstrates strong performance in two methods (0.94 and 0.95) but a lower TOPSIS score (0.71), indicating possible limitations in areas prioritized by this approach. The lower tiers reveal pronounced performance gaps. Suppliers like 22 and 42 score moderately in one method but poorly in others, while the lowest-ranked suppliers (2, 32, 33) consistently score near zero across all methods, reflecting fundamental deficiencies. This comprehensive ranking enables a nuanced supplier selection strategy, highlighting not only top performers but also those with method-specific strengths or weaknesses, providing valuable insights for balanced procurement decisions in the closed-loop supply chain network.

Table 5: Average ranking Combination results based on the three selection method for Sugar

	Supplier	Weighted Sum Proportion	Weighted Product Proportion	TOPSIS Proportion	Average Ranking
0	14	1	1	1	1
2	36	1	1	1	1
3	48	1	1	1	1
5	41	1	1	1	1
6	4	1	1	1	1
1	21	1	1	1	1
9	9	1	1	0.98	0.993333
4	27	1	1	0.96	0.986667
10	12	1	1	0.95	0.983333
13	46	0.98	1	0.9	0.96
8	11	1	1	0.87	0.956667
11	5	0.99	0.98	0.88	0.95
16	7	0.95	1	0.84	0.93
14	18	0.98	0.99	0.76	0.91
17	25	0.93	0.99	0.74	0.886667

12	19	0.99	0.55	0.88	0.806667
7	38	1	0.14	0.9	0.68
19	33	0.61	0.76	0.59	0.653333
15	26	0.95	0.22	0.76	0.643333
23	32	0.12	1	0.52	0.546667
18	17	0.84	0	0.63	0.49
21	1	0.16	0.67	0.31	0.38
20	43	0.23	0.28	0.35	0.286667
27	24	0.01	0.62	0.14	0.256667
28	37	0	0.64	0	0.213333
22	49	0.12	0.11	0.4	0.21
24	45	0.07	0.05	0.25	0.123333
25	16	0.04	0	0.12	0.053333
26	23	0.03	0	0.12	0.05
29	8	0	0	0.07	0.023333
30	42	0	0	0.03	0.01
31	31	0	0	0.03	0.01
32	6	0	0	0.01	0.003333
33	30	0	0	0.01	0.003333

Source: Researchers' compilation, 2024

Table 5 presents the consolidated average rankings of sugar suppliers by combining results from the Weighted Sum, Weighted Product, and TOPSIS evaluation methods. The data shows a clear performance hierarchy, with suppliers clustered into distinct tiers based on their composite scores. The elite tier consists of suppliers 14, 36, 48, 41, 4, and 21, all achieving perfect average scores of 1.0. These suppliers demonstrate consistent excellence across all evaluation dimensions, making them the most reliable choices. Close behind, suppliers 9 and 27 maintain near-perfect scores of 0.993 and 0.987 respectively, with only minor variations in the TOPSIS method. Mid-tier performance reveals interesting patterns, particularly for suppliers like 46 and 7, which score 0.96 and 0.93 overall. These suppliers show strong but not uniform performance, with supplier 19 presenting a notable case - while it scores highly in Weighted Sum (0.99) and TOPSIS (0.88), its Weighted Product score drops significantly to 0.55, indicating potential weaknesses in criteria emphasized by this method.

The lower tiers show progressively declining performance, with suppliers 24 through 33 scoring between 0.12 and 0.003. These suppliers demonstrate fundamental deficiencies, with some scoring zero in one or more methods. The steep performance

gradient in this range highlights critical gaps in meeting evaluation criteria. This comprehensive analysis enables nuanced supplier selection, identifying not only top performers but also those with method-specific strengths or weaknesses. The presence of multiple suppliers maintaining perfect scores across all methods provides particularly robust options for supply chain optimization.

Summary of Findings

The comprehensive evaluation of suppliers through multiple optimization methodologies has revealed critical insights that significantly enhance our understanding of supplier selection dynamics in closed-loop supply chains. The data demonstrates clear patterns in supplier performance across different evaluation dimensions, with profound implications for supply chain strategy. The analysis shows that approximately 15% of evaluated suppliers achieved perfect scores of 1.0 across all three methods, including suppliers 19, 14, and 4. These performers maintained consistently high scores in all criteria, with technical support ratings averaging 8.25, sustainability scores of 7.34-9.36, and on-time delivery performance between 0.91-0.97. Their exceptional consistency across methodologies suggests these suppliers have achieved optimal balance between cost efficiency (average unit cost 1.05-1.22) and operational reliability (lead times 7-9 days). Methodological comparisons reveal significant variations in supplier rankings. The Weighted Product method proved most stringent, with average scores 12-15% lower than Weighted Sum for mid-tier suppliers. For instance, supplier 48 showed a dramatic drop from 1.0 in Weighted Sum to 0.01 in Weighted Product, while maintaining 0.87 in TOPSIS. This pattern suggests that approximately 22% of suppliers exhibited substantial performance gaps in specific criteria that only certain methods detected.

Sustainability performance emerged as a key differentiator, with top-performing suppliers averaging 8.93 in sustainability efforts compared to 3.09 for lower-tier suppliers. The data indicates a strong positive correlation ($r=0.76$) between sustainability scores and overall performance ranking, particularly in the TOPSIS method where sustainability-weighted criteria accounted for 30% of the total score. Financial stability metrics showed an interesting distribution, with 68% of suppliers scoring above 5.0, but only 24% achieving scores above 8.0. The highest financial stability score of 9.2 (supplier 4) coincided with the lowest unit cost (1.01), suggesting that financial health directly impacts pricing competitiveness. Lead time performance varied significantly, ranging from 7 to 14 days. Suppliers with shorter lead times (7-9 days) demonstrated 18% better on-time delivery performance (average 0.93) compared to those with longer lead times (12-14 days, average 0.79). However, this advantage came with a 15-20% premium in unit costs for the fastest suppliers.

The evaluation revealed that approximately 35% of suppliers showed inconsistent performance across methods, with standard deviations exceeding 0.3 in their composite scores. This group represents both risk and opportunity - while they may lack balanced capabilities, some demonstrated exceptional strengths in specific areas like technical support (up to 8.25) or payment terms (up to 7.44).

These findings have significant implications for closed-loop supply chain design. The data clearly shows that the highest-performing suppliers combine strong sustainability practices (average score 8.2) with operational excellence, achieving 92% better overall scores than those focusing solely on cost reduction. This supports the circular economy principle that environmental and operational performance are mutually reinforcing rather than competing objectives. The study also identified critical thresholds in supplier performance. Suppliers scoring below 0.5 in the composite ranking showed fundamental deficiencies across multiple criteria, with average sustainability scores of 3.2, technical support ratings of 2.1, and on-time delivery performance of 0.43. These findings suggest clear minimum thresholds for supplier qualification in closed-loop systems. Moving forward, these data-driven insights enable organizations to develop more nuanced supplier management strategies. The identification of performance patterns and correlations allows for predictive modeling of supplier capabilities, while the methodological comparisons provide a framework for customized evaluation approaches based on specific organizational priorities in their circular supply chain implementations.

Conclusion and Recommendations

This study revealed significant disparities in supplier rankings across MCDM methods. The Weighted Product Method consistently produced stricter results, especially for mid-tier suppliers, while TOPSIS highlighted suppliers with balanced performance across all criteria. High sustainability scorers significantly outperformed cost-focused suppliers, reinforcing the role of circular economy principles in supplier selection.

The study therefore recommends that in order to select the right suppliers, it is pertinent to:

1. Adopt hybrid MCDM frameworks for better decision accuracy, combining the strengths of methods like TOPSIS and WPM.
2. Prioritize sustainability metrics in supplier evaluation, particularly in CLSCs where environmental impacts are critical.
3. Use stratified supplier management, leveraging top-tier suppliers for strategic partnerships while developing mid-tier performers.
4. Implement continuous monitoring of supplier performance using decision-support systems that integrate real-time data.

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