# **YUE CHENG**



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### **EDUCATION**

Ph.D.	The Pennsylvania State University, University Park	May 2017
	Department of Supply Chain & Information Systems	(Expected)

Thesis: Essays on Product Returns in Closed-loop Supply

**Chain Setting** 

Advisors: V. Daniel R. Guide, Margaret Meloy

M.S. University of Michigan, Ann Arbor May 2012

Department of Industrial and Operations Engineering

M.B.A University of California, Riverside May 2010

Anderson Graduate School of Management

**B.S.** Central University of Finance and Economics, Beijing May 2008

School of Information

### **MANUSCRIPTS**

Cheng, Y., B. Moritz, V.D.R. Guide. False failure returns: An experimental investigation of supply chain coordination. Under review at *Manufacturing & Service Operations Management*, Summer 2016.

Abstract: False failure returns are products with no functional or cosmetic defect that end consumers return to retailers. The cost of false failure returns is significant, and manufacturers incur most of the cost. Retailers can reduce false failure returns by working with consumers to understand their needs, recommending appropriate products, or assisting them with purchase or installation issues. Prior research has proposed that in such a setting, a target rebate contract can coordinate the supply chain and improve profits. We extend this contract to consider the conditionally optimal responses of a retailer to a proposed contract and test the performance of this contract in two experiments. While a range of contract parameters should equally coordinate the supply chain, observe that manufacturers suffer from a midpoint bias effect when constructing target rebate contracts. We also show that inequality aversion tends to impact behavior because consideration of the manufacturer's profit impacts the retailer's behavior. Correspondingly, we suggest manufacturers consider the midpoint bias effect and use contracts with lower targets to generate higher profits.

## MANUSCRIPTS (Continued)

Cheng, Y. 2007. Analysis of the current development situation and counter measure of ERP system in China. *Computer Applications and Software*, 24(10), 133-140.

### **WORKING PAPER**

Cheng, Y., M. Meloy, V.D.R. Guide. 2016. Consumer perceptions of return policies.

Abstract: This study investigates consumer perceptions of return policies and the discount consumers require if a product carries a "No Return" policy. We test hypotheses in three experimental studies. First, we examine different forms of return policies, retailer only return, manufacturer only return and no return allowed. Consumers generally prefer a retailer only return option (over a manufacturer only return option) and dislike the no return option. In the second experiment, we introduce product type and examine whether perceptions of these return policies change by product category. Consumers require significantly lower discounts with retailer/manufacturer only return options than no return option when imaging purchasing electronics products. However, for fashion products, consumers require significantly lower discounts with retailer return only option than manufacturer only/no return options. In the last experiment, we further consider brand equity and assess whether the discount changes correspondingly. Consumers require higher discounts for high brand equity products than low brand equity products, especially in electronic products. We provide managerial insights for firms seeking to take advantage of "No Return" policies strategically.

### MANUSCRIPT IN PROGRESS

Cheng, Y., S. Bansal, V.D.R. Guide. Market segmentation using consumer return policies.

### **CONFERENCE TALKS**

- Cheng, Y., M. Meloy, V.D.R. Guide. 2016. Consumer perceptions of return policies. To be presented at INFORMS 2016 Annual Conference, Nashville, TN, November 2016
- Cheng, Y., B. Moritz, V.D.R. Guide. False failure returns: An experimental investigation. Presented at The 9<sup>th</sup> International Annual Conference of the Chinese Scholars Association for Management Science and Engineering (CSAME), China, July 2016
- Cheng, Y., B. Moritz, V.D.R. Guide. Managerial insights of false failure returns. Presented at POMS 2016 Annual Conference, Orlando, FL, May 2016
- Cheng, Y., B. Moritz, V.D.R. Guide. Experimental investigation of false failure returns. Presented at INFORMS 2015 Annual Conference, Philadelphia, PA, November 2015
- Cheng, Y., B. Moritz, V.D.R. Guide. Introduction of false failure returns. Presented at POMS 2015 Annual Conference, Washington, DC, May 2015

## **RESEARCH PROJECTS**

Product Service System related research	PSU	NovFeb. 2013
A Decomposition Strategy for Designing Sustainable Supply	UMAA	JanMay. 2012
Chain		
Inventory Analysis and Control, Course project	UMAA	SepDec. 2011
SAP System Application in China review	CUFE	JunAug. 2009
The Trust Model of E-Business and IT- Application in Enterprise	CUFE	Jan Sep. 2007

## **TEACHING EXPERIENCE**

SCM 404 Demand Fulfillment	Instructor (SRTE: 6.0 out of 7)	PSU	Fall 2015
BUS 100 Business	Teaching Assistant	UCR	Jan. 2009-Jun. 2010
Communications			

# TECHNICAL SKILLS

Programming Languages: z-Tree, Qualtrics, SPSS, SAS, MATLAB, LATEX, Visual Basic

# **HONORS AND AWARDS**

The Frank P. and Mary Jean Smeal Endowment Fund Scholarship	PSU	2012 -2016
Smeal Small Research Grants	PSU	2014, 2015
Smeal Summer Research Funding	PSU	2013, 2014
Outstanding Scholarship (Merit Awards, Professional Fee)	UCR	2008 -2010
Second-Prize Outstanding Scholarship	CUFE	2005, 2006
Second Prize in Social Practice	CUFE	2005, 2006

# **WORK EXPERIENCE**

**Technical Translator** Roush & Global Optimal LLC, Summer 2011 Shanghai

- Translate patents of OPOC engine designed by EcoMotors
- Attend schedule meetings of engine design
- Work as a translator with foreign engineers

SAP Operator in Logistics Siemens Industrial Automation Summer 2009

Department Ltd., Shanghai

- Airway Bill data update (word file)
- Goods Arrival: receive the goods in SAP system
- Transfer Posting: transfer goods to other locations in SAP system
- Material Movement Report: summarize goods delivery operations in SAP and related written files

# **REFERENCES**

### V. Daniel R. Guide, Jr.

Smeal Chaired Professor of Supply Chain Management Co-EIC, *Journal of Operations Management* Department of Supply Chain & Information Systems Smeal College of Business The Pennsylvania State University

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### **Margaret Meloy**

Calvin E. and Pamela T. Zimmerman University Endowed Fellow Professor of Marketing Department of Marketing Smeal College of Business The Pennsylvania State University

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