# CRITERIA FOR SUSTAINABLE SUPPLIER SELECTION IN AGRO-INDUSTRIAL COMPLEX 

Miroslav Nedeljković ${ }^{1}$


#### Abstract

The main goal of paper is to rank the criteria that are important for the selection of the most favourable supplier of the agricultural company by applying a multicriteria decision-making model. Subject of the paper is the procurement of mineral fertilizer for sowing certain field crops. As a method of work, the author uses DEMATEL (The Decision making Trial and Evaluation Laboratory) method of multicriteria decision making. In order to bring the research as close as possible to human thinking, the fuzzy logic of multicriteria decision-making was applied in the paper. Method is an expert assessment and ranking by experts in the field. In addition to the group of economic and technical criteria, the paper also uses criteria related to sustainable development such as environmental management system, green product, pollution and waste control, recycling and eco-product design. Results of the research show that the criteria that are from the economic group are still assessed as the most important for the decision maker. Importance of the research would be in pointing out the increase in the importance of criteria, especially those from the sustainability group according to their importance in the coming period, and the possibility of applying modern decision-making methods.


Key words: sustainable development, agro-industrial complex, DEMATEL method, fuzzy logic.

## JEL²: Q01, Q10, C44

## Introduction

The choice of suppliers is a complex business in the agro-industrial complex. The complexity of the process increases the impact of the many criteria that emerge in the decision process. The sustainability factors are of the main importance. Some authors confirm that the decision-making process is an important segment of business in their previous research. (Aguezzoul, 2012; Jafarnejad, Salimi, 2013).

[^0]2 Article info: Original Article, Received: $5^{\text {th }}$ May 2022, Accepted: $20^{\text {th }}$ May 2022.

The selection of available suppliers is affected by several factors (Puška, 2015). The supply chain includes not only the buyer and the supplier, but also the transport, storage, retailers and consumers themselves (Singh et al., 2012).

Identification of the most important criteria that affect the selection itself is of the great importance. Some authors even state the number of necessary criteria. (Liao, Kao 2011; Aguezzoul, 2012). For the needs of the paper, 10 criteria were selected, which are classified in the group of economic-technical and criteria related to sustainable development. Their significance is confirmed in previous research by a certain group of the authors (Bai, Sarkis, 2009; Liu, 2010; Mwikali, Kavale, 2012; Wen et al., 2013; Jain et al., 2013).
In the process of selecting suppliers, the sustainability factor plays a vital role in the long-term success of the supply chain, which also makes the decision more complicated. Some studies using multi-criteria decision-making examine the impact of these criteria on the success of the decision (Bai, Sarkis, 2009; Awasthi et al., 2010; Hashemi et al., 2015).

Apart from the use of classical methods of multi-criteria decision making, the fuzzy logic of these methods is also increasingly used. The reason is that some of the selected criteria are qualitative. The importance of using this variant of multi-criteria decision-making is found in previous research conducted by some of the authors (Govindan et al., 2015; Stević et al., 2019; Nedeljković et al., 2021a; Nedeljković et al., 2021b, Nedeljković, 2022). Aim of this paper is to select adequate criteria by modern decision-making methods that would lead to a rational choice of suppliers, and for that occasion the procurement of mineral fertilizers as a case study was used, as one of the most important inputs in the production of agro-industrial complex located in Bijeljina.

## Methodology

As a source of data, the literature from the subject area was used, as well as the expert assessment of the selected five experts in the field of the subject. The method of multicriteria decision making DEMATEL (Decision Making Trial and Evaluation Laboratory) was used for the method of work. DEMATEL method was initiated and established by the Battelle Memorial Institute of Geneva Research during 1972. The importance of using this method is confirmed by previous research by a group of authors (Gharakhani, 2012; Govindan, Chaudhuri, 2016; Shaik, Abdul-Kader, 2018; Hsu, Yeh, 2017; Jarosz, 2019; Yildirim, Koca, 2021). According to Chang et al. (2011), this method of multicriteria decision-making allows separation into causal groups and identification of the most important criteria from the group of all
criteria that are marked as key in the decision-making process. The reason for using fuzzy logic in this method is that it tries to bring the final decision as close to human thinking as possible. Concrete steps in the use of this method will be presented in the chapter research results, where they will be used to adequately select the set criteria in the paper.

## Research results

## Generate the fuzzy direct-relation matrix

A matrix of type nx n serves to identify the relationship between the criteria. The influence of the elements within the matrix is represented by fuzzy numbers. All experts fill in the matrix and the arithmetic mean of their opinions is used to generate the matrix of the direct relation z .
$z=\left[\begin{array}{ccc}0 & \cdots & \tilde{z}_{n 1} \\ \vdots & \ddots & \vdots \\ \tilde{z}_{1 n} & \cdots & 0\end{array}\right]$
The table below (Table 1.) indicates the direct relation matrix, which is the same as pairwise comparison matrix of the experts.

Table 1. The direct relation matrix

|  |  |  |  |  |  |  |  |  |  |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  |  |  |  |  |  |  |  |  |  |  |
| $\begin{aligned} & \text { 을 } \\ & \text { 을 } \\ & \text { 응 } \end{aligned}$ |  |  |  |  |  |  |  |  |  |  |
| 苞 를 U |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
| : |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |
| $\begin{aligned} & \text { B } \\ & \frac{0}{0} \\ & \frac{0}{0} \\ & \hline 0 \end{aligned}$ |  |  |  |  |  |  |  |  |  |  |
| $\begin{aligned} & \text { R } \\ & \frac{n}{0} \\ & 0 \\ & 0 \end{aligned}$ |  |  |  |  |  |  |  |  |  |  |
| 플 | $\begin{aligned} & \stackrel{i}{0} \\ & \stackrel{y}{0} 0 \\ & \stackrel{0}{0} 0 \end{aligned}$ | $\begin{aligned} & \text { 릉 } \\ & \frac{0}{0} \\ & \stackrel{0}{0} \end{aligned}$ |  |  | $\begin{aligned} & \text { 苞 } \\ & \underset{\sim}{0} \\ & \hline \end{aligned}$ |  |  | $\begin{aligned} & \text { 을 } \\ & \text { 를 } \\ & \text { o } \end{aligned}$ |  |  |

Source: Authors' calculation

In next table (Table 2.) is given the fuzzy scale applied in the model.
Table 2. Fuzzy Scale

| Code | Linguistic terms | L | $\mathbf{M}$ | $\mathbf{U}$ |
| :---: | :---: | :---: | :---: | :---: |
| 1 | Very Low | 1 | 1 | 3 |
| 2 | Low | 1 | 3 | 5 |
| 3 | Medium | 3 | 5 | 7 |
| 4 | High | 5 | 7 | 9 |
| 5 | Very high | 7 | 9 | 9 |

Source: According to Kiani Mavi et al., 2016; Mijajlović et al., 2020.
Normalize the fuzzy direct-relation matrix
By next step is generated the normalized fuzzy direct-relation matrix (Table 3.):
$\tilde{x}_{i j}=\frac{\tilde{z}_{i j}}{r}=\left(\frac{l_{i j}}{r}, \frac{m_{i j}}{r}, \frac{u_{i j}}{r}\right)$
Where,
$r=\max _{i, j}\left\{\max _{i} \sum_{j=1}^{n} u_{i j}, \max _{j} \sum_{i=1}^{n} u_{i j}\right\} \quad i, j \in\{1,2,3, \ldots, n\}$

Table 3. The normalized fuzzy direct-relation matrix

| Element | Delivery costs | Delivery speed | $\begin{array}{\|l} \hline \text { Technology } \\ \text { and } \\ \text { management } \end{array}$ | Payment flexibility | Service | Environmental management system | Green product | Pollution control | Recycling | Eco design |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Delivery costs | $\begin{gathered} (0.000 \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.089,0.109) \end{gathered}$ | $\begin{gathered} (0.078, \\ 0.104,0.114) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.104) \end{gathered}$ | $\begin{gathered} (0.084, \\ 0.109,0.114) \end{gathered}$ | $\begin{gathered} (0.068 \\ 0.094,0.114) \end{gathered}$ | $\begin{gathered} (0.053, \\ 0.078,0.104) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.104) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.109) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.104) \end{gathered}$ |
| Delivery speed | $\begin{gathered} (0.068 \\ 0.094,0.109) \end{gathered}$ | $\begin{gathered} (0.000 \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.068, \\ 0.094,0.104) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.104) \end{gathered}$ | $\begin{gathered} (0.073, \\ 0.099,0.109) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.099) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.099) \end{gathered}$ | $\begin{gathered} (0.048, \\ 0.073,0.099) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.099) \end{gathered}$ | $\begin{gathered} (0.048 \\ 0.073,0.094) \end{gathered}$ |
| Technology and management | $\begin{gathered} (0.023, \\ 0.043,0.068) \end{gathered}$ | $\begin{gathered} (0.013 \\ 0.028,0.053) \end{gathered}$ | $\begin{gathered} (0.000, \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.013 \\ 0.018,0.043) \end{gathered}$ | $\begin{gathered} (0.048, \\ 0.073,0.099) \end{gathered}$ | $\begin{gathered} (0.018, \\ 0.033,0.058) \end{gathered}$ | $\begin{gathered} (0.023, \\ 0.048,0.073) \end{gathered}$ | $\begin{gathered} (0.023, \\ 0.043,0.068) \end{gathered}$ | $\begin{gathered} (0.028, \\ 0.053,0.078) \end{gathered}$ | $\begin{gathered} (0.023, \\ 0.038,0.063) \end{gathered}$ |
| Payment flexibility | $\begin{gathered} (0.073, \\ 0.099,0.114) \end{gathered}$ | $\begin{gathered} (0.078, \\ 0.104,0.114) \end{gathered}$ | $\begin{gathered} (0.089, \\ 0.114,0.114) \end{gathered}$ | $\begin{gathered} (0.000, \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.078, \\ 0.104,0.114) \end{gathered}$ | $\begin{gathered} (0.043 \\ 0.068,0.094) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.104) \end{gathered}$ | $\begin{gathered} (0.038, \\ 0.063,0.089) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.089,0.109) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.104) \end{gathered}$ |
| Service | $\begin{gathered} (0.023, \\ 0.043,0.068) \end{gathered}$ | $\begin{gathered} (0.013 \\ 0.038,0.063) \end{gathered}$ | $\begin{gathered} (0.048 \\ 0.073,0.099) \end{gathered}$ | $\begin{gathered} (0.013, \\ 0.033,0.058) \end{gathered}$ | $\begin{gathered} (0.000, \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.023, \\ 0.048,0.073) \end{gathered}$ | $\begin{gathered} (0.028, \\ 0.048,0.073) \end{gathered}$ | $\begin{gathered} (0.023, \\ 0.048,0.073) \end{gathered}$ | $\begin{gathered} (0.028, \\ 0.053,0.078) \end{gathered}$ | $\begin{gathered} (0.033, \\ 0.058,0.084) \end{gathered}$ |
| Environmental management system | $\begin{gathered} (0.063, \\ 0.089,0.114) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.109) \end{gathered}$ | $\begin{gathered} (0.089, \\ 0.114,0.114) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.109) \end{gathered}$ | $\begin{gathered} (0.084, \\ 0.109,0.114) \end{gathered}$ | $\begin{gathered} (0.000, \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.089,0.114) \end{gathered}$ | $\begin{gathered} (0.048, \\ 0.073,0.099) \end{gathered}$ | $\begin{gathered} (0.073, \\ 0.099,0.114) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.089,0.109) \end{gathered}$ |
| Green product | $\begin{gathered} (0.028, \\ 0.053,0.078) \end{gathered}$ | $\begin{gathered} (0.033, \\ 0.058,0.084) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.099) \end{gathered}$ | $\begin{gathered} (0.033 \\ 0.058,0.084) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.089,0.109) \end{gathered}$ | $\begin{gathered} (0.033 \\ 0.058,0.084) \end{gathered}$ | $\begin{gathered} (0.000 \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.028, \\ 0.053,0.078) \end{gathered}$ | $\begin{gathered} (0.038 \\ 0.063,0.089) \end{gathered}$ | $\begin{gathered} (0.038, \\ 0.063,0.089) \end{gathered}$ |
| Pollution control | $\begin{gathered} (0.063, \\ 0.089,0.114) \end{gathered}$ | $\begin{gathered} (0.053, \\ 0.078,0.104) \end{gathered}$ | $\begin{gathered} (0.084, \\ 0.109,0.114) \end{gathered}$ | $\begin{gathered} (0.038, \\ 0.063,0.089) \end{gathered}$ | $\begin{gathered} (0.084, \\ 0.109,0.114) \end{gathered}$ | $\begin{gathered} (0.043, \\ 0.068,0.094) \end{gathered}$ | $\begin{gathered} (0.068, \\ 0.094,0.114) \end{gathered}$ | $\begin{gathered} (0.000, \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.089,0.109) \end{gathered}$ | $\begin{gathered} (0.058, \\ 0.084,0.109) \end{gathered}$ |
| Recycling | $\begin{gathered} (0.038, \\ 0.063,0.089) \end{gathered}$ | $\begin{gathered} (0.038, \\ 0.063,0.089) \end{gathered}$ | $\begin{gathered} (0.073, \\ 0.099,0.109) \end{gathered}$ | $\begin{gathered} (0.043, \\ 0.068,0.094) \end{gathered}$ | $\begin{gathered} (0.073, \\ 0.099,0.114) \end{gathered}$ | $\begin{gathered} (0.028, \\ 0.053,0.078) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.089,0.114) \end{gathered}$ | $\begin{gathered} (0.033, \\ 0.058,0.084) \end{gathered}$ | $\begin{gathered} (0.000, \\ 0.000,0.000) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.099) \end{gathered}$ |
| Eco design | $\begin{gathered} (0.028, \\ 0.053,0.078) \end{gathered}$ | $\begin{gathered} (0.018 \\ 0.043,0.068) \end{gathered}$ | $\begin{gathered} (0.073 \\ 0.099,0.109) \end{gathered}$ | $\begin{gathered} (0.023 \\ 0.048,0.073) \end{gathered}$ | $\begin{gathered} (0.078, \\ 0.104,0.114) \end{gathered}$ | $\begin{gathered} (0.028, \\ 0.053,0.078) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.099) \end{gathered}$ | $\begin{gathered} (0.033, \\ 0.058,0.084) \end{gathered}$ | $\begin{gathered} (0.053 \\ 0.078,0.104) \end{gathered}$ | $\begin{gathered} (0.000 \\ 0.000,0.000) \end{gathered}$ |

Source: Authors' calculation

## Calculation of the fuzzy total-relation matrix

In next step, it could be obtained the fuzzy total-relation matrix:
$\tilde{T}=\lim _{k \rightarrow+\infty}\left(\tilde{x}^{1} \oplus \tilde{x}^{2} \oplus \ldots \oplus \tilde{x}^{k}\right)$
In next formula are defined all elements linked to matrix:
$\tilde{t}_{\mathrm{ij}}=\left(l_{\mathrm{ij}}^{\prime \prime} \mathrm{m}_{\mathrm{ij}}^{\prime \prime}, \mathrm{u}_{\mathrm{ij}}^{\prime \prime}\right)$ it can be calculated as follows:
$\left[l_{i j}^{\prime \prime}\right]=x_{l} \times\left(I-x_{l}\right)^{-1}$
$\left[m_{i j}^{"}\right]=x_{m} \times\left(I-x_{m}\right)^{-1}$
$\left[u_{i j}^{"}\right]=x_{u} \times\left(I-x_{u}\right)^{-1}$
Accordingly, by calculating the inverse matrix and subtracting it from the matrix, we obtain a normalized matrix that is multiplied by the resulting matrix. The following table (Table 4.) shows the fuzzy direct-relation matrix.

Table 4. The fuzzy total-relation matrix

| Element | Delivery costs | Delivery speed | Technology <br> and <br> management. | Payment flexibility | Service | Environmental management system | Green product | Pollution control | Recycling | Eco design |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Delivery costs | $\begin{gathered} (0.040 \\ 0.140,0.518) \end{gathered}$ | $\begin{gathered} (0.095, \\ 0.212,0.593) \end{gathered}$ | $\begin{gathered} (0.138, \\ 0.291,0.707) \end{gathered}$ | $\begin{gathered} (0.088, \\ 0.198,0.569) \end{gathered}$ | $\begin{gathered} (0.144, \\ 0.297,0.722) \end{gathered}$ | $\begin{gathered} (0.098, \\ 0.212,0.588) \end{gathered}$ | $\begin{gathered} (0.096, \\ 0.226,0.650) \end{gathered}$ | $\begin{gathered} (0.089, \\ 0.204,0.584) \end{gathered}$ | $\begin{gathered} (0.101, \\ 0.231,0.651) \end{gathered}$ | $\begin{gathered} (0.093, \\ 0.217,0.627) \end{gathered}$ |
| Delivery speed | $\begin{gathered} (0.101, \\ 0.218,0.588) \end{gathered}$ | $\begin{gathered} (0.033, \\ 0.123,0.467) \end{gathered}$ | $\begin{gathered} (0.124, \\ 0.271,0.665) \end{gathered}$ | $\begin{gathered} (0.086, \\ 0.191,0.542) \end{gathered}$ | $\begin{gathered} (0.130 \\ 0.278,0.683) \end{gathered}$ | $\begin{gathered} (0.082, \\ 0.192,0.549) \end{gathered}$ | $\begin{gathered} (0.093 \\ 0.218,0.614) \end{gathered}$ | $\begin{gathered} (0.077, \\ 0.188,0.552) \end{gathered}$ | $\begin{gathered} (0.092, \\ 0.218,0.612) \end{gathered}$ | $\begin{gathered} (0.085, \\ 0.205,0.589) \end{gathered}$ |
| $\begin{aligned} & \hline \text { Technology } \\ & \text { and } \\ & \text { management } \end{aligned}$ | $\begin{gathered} (0.036 \\ 0.107,0.393) \end{gathered}$ | $\begin{gathered} (0.025, \\ 0.089,0.365) \end{gathered}$ | $\begin{gathered} (0.024, \\ 0.094,0.385) \end{gathered}$ | $\begin{gathered} (0.024, \\ 0.076,0.343) \end{gathered}$ | $\begin{gathered} (0.070, \\ 0.163,0.484) \end{gathered}$ | $\begin{gathered} (0.030 \\ 0.092,0.364) \end{gathered}$ | $\begin{gathered} (0.039 \\ 0.119,0.421) \end{gathered}$ | $\begin{gathered} (0.034, \\ 0.102,0.375) \end{gathered}$ | $\begin{gathered} (0.043, \\ 0.123,0.424) \end{gathered}$ | $\begin{gathered} (0.038, \\ 0.106,0.398) \end{gathered}$ |
| Payment flexibility | $\begin{gathered} (0.108, \\ 0.229,0.609) \end{gathered}$ | $\begin{gathered} (0.109, \\ 0.224,0.586) \end{gathered}$ | $\begin{gathered} (0.146, \\ 0.298,0.694) \end{gathered}$ | $\begin{gathered} (0.033 \\ 0.120,0.464) \end{gathered}$ | $\begin{gathered} (0.138, \\ 0.292,0.708) \end{gathered}$ | $\begin{gathered} (0.075 \\ 0.189,0.561) \end{gathered}$ | $\begin{gathered} (0.100, \\ 0.229,0.637) \end{gathered}$ | $\begin{gathered} (0.070 \\ 0.185,0.560) \end{gathered}$ | $\begin{gathered} (0.104, \\ 0.234,0.639) \end{gathered}$ | $\begin{gathered} (0.092, \\ 0.216,0.615) \end{gathered}$ |
| Service | $\begin{gathered} (0.037, \\ 0.119,0.427) \end{gathered}$ | $\begin{gathered} (0.026 \\ 0.109,0.406) \end{gathered}$ | $\begin{gathered} (0.072, \\ 0.179,0.514) \end{gathered}$ | $\begin{gathered} (0.026, \\ 0.100,0.388) \end{gathered}$ | $\begin{gathered} (0.026, \\ 0.112,0.435) \end{gathered}$ | $\begin{gathered} (0.035 \\ 0.116,0.409) \end{gathered}$ | $\begin{gathered} (0.045, \\ 0.132,0.458) \end{gathered}$ | $\begin{gathered} (0.035 \\ 0.117,0.412) \end{gathered}$ | $\begin{gathered} (0.045, \\ 0.137,0.460) \end{gathered}$ | $\begin{gathered} (0.048, \\ 0.136,0.450) \end{gathered}$ |
| Environmental management system | $\begin{gathered} (0.100 \\ 0.223,0.630) \end{gathered}$ | $\begin{gathered} (0.091, \\ 0.209,0.602) \end{gathered}$ | $\begin{gathered} (0.149, \\ 0.303,0.718) \end{gathered}$ | $\begin{gathered} (0.089 \\ 0.200,0.581) \end{gathered}$ | $\begin{gathered} (0.146, \\ 0.301,0.733) \end{gathered}$ | $\begin{gathered} (0.035, \\ 0.128,0.495) \end{gathered}$ | $\begin{gathered} (0.107 \\ 0.238,0.668) \end{gathered}$ | $\begin{gathered} (0.080, \\ 0.197,0.588) \end{gathered}$ | $\begin{gathered} (0.115, \\ 0.247,0.665) \end{gathered}$ | $\begin{gathered} (0.103 \\ 0.229,0.640) \end{gathered}$ |
| Green product | $\begin{gathered} (0.051, \\ 0.151,0.497) \end{gathered}$ | $\begin{gathered} (0.052, \\ 0.148,0.482) \end{gathered}$ | $\begin{gathered} (0.089 \\ 0.214,0.586) \end{gathered}$ | $\begin{gathered} (0.051, \\ 0.141,0.466) \end{gathered}$ | $\begin{gathered} (0.099 \\ 0.225,0.606) \end{gathered}$ | $\begin{gathered} (0.052, \\ 0.145,0.475) \end{gathered}$ | $\begin{gathered} (0.027, \\ 0.110,0.455) \end{gathered}$ | $\begin{gathered} (0.047, \\ 0.142,0.474) \end{gathered}$ | $\begin{gathered} (0.063, \\ 0.170,0.534) \end{gathered}$ | $\begin{gathered} (0.062, \\ 0.163,0.518) \end{gathered}$ |
| Pollution control | $\begin{gathered} (0.096, \\ 0.215,0.611) \end{gathered}$ | $\begin{gathered} (0.083, \\ 0.197,0.579) \end{gathered}$ | $\begin{gathered} (0.139 \\ 0.287,0.696) \end{gathered}$ | $\begin{gathered} (0.067, \\ 0.175,0.547) \end{gathered}$ | $\begin{gathered} (0.140, \\ 0.290,0.711) \end{gathered}$ | $\begin{gathered} (0.073, \\ 0.185,0.562) \end{gathered}$ | $\begin{gathered} (0.107, \\ 0.233,0.648) \end{gathered}$ | $\begin{gathered} (0.031, \\ 0.122,0.480) \end{gathered}$ | $\begin{gathered} (0.102, \\ 0.229,0.641) \end{gathered}$ | $\begin{gathered} (0.095, \\ 0.216,0.621) \end{gathered}$ |
| Recycling | $\begin{gathered} (0.065, \\ 0.174,0.542) \end{gathered}$ | $\begin{gathered} (0.062, \\ 0.166,0.521) \end{gathered}$ | $\begin{gathered} (0.117, \\ 0.252,0.636) \end{gathered}$ | $\begin{gathered} (0.065, \\ 0.162,0.507) \end{gathered}$ | $\begin{gathered} (0.118, \\ 0.254,0.654) \end{gathered}$ | $\begin{gathered} (0.052, \\ 0.154,0.505) \end{gathered}$ | $\begin{gathered} (0.093, \\ 0.208,0.596) \end{gathered}$ | $\begin{gathered} (0.056, \\ 0.159,0.512) \end{gathered}$ | $\begin{gathered} (0.033, \\ 0.126,0.491) \end{gathered}$ | $\begin{gathered} (0.081, \\ 0.191,0.563) \end{gathered}$ |
| Eco design | $\begin{gathered} (0.051, \\ 0.154,0.501) \end{gathered}$ | $\begin{gathered} (0.039, \\ 0.138,0.473) \end{gathered}$ | $\begin{gathered} (0.110 \\ 0.237,0.600) \end{gathered}$ | $\begin{gathered} (0.042, \\ 0.135,0.461) \end{gathered}$ | $\begin{gathered} (0.115, \\ 0.244,0.616) \end{gathered}$ | $\begin{gathered} (0.048, \\ 0.144,0.475) \end{gathered}$ | $\begin{gathered} (0.079 \\ 0.188,0.550) \end{gathered}$ | $\begin{gathered} (0.052, \\ 0.149,0.482) \end{gathered}$ | $\begin{gathered} (0.078 \\ 0.187,0.552) \end{gathered}$ | $\begin{gathered} (0.026, \\ 0.108,0.441) \end{gathered}$ |

Source: Authors’ calculation

## Defuzzify into crisp values

Appliance of the suggested CFCS method is linked to generation of crisp value of total-relation matrix (Table 5.). CFCS method involves next steps:
$l_{i j}^{n}=\frac{\left(l_{i j}^{t}-\min l_{i j}^{t}\right)}{\Delta_{\min }^{\max }}$
$m_{i j}^{n}=\frac{\left(m_{i j}^{t}-\min l_{i j}^{t}\right)}{\Delta_{\min }^{\max }}$
$u_{i j}^{n}=\frac{\left(u_{i j}^{t}-\min l_{i j}^{t}\right)}{\Delta_{\min }^{\max }}$
So that,

$$
\Delta_{\min }^{\max }=\max u_{i j}^{t}-\min l_{i j}^{t}
$$

Upper and lower bounds of normalized values could be calculated as follows:
$l_{i j}^{s}=m_{i j}^{n} /\left(1+m_{i j}^{n}-l_{i j}^{n}\right)$
$u_{i j}^{s}=u_{i j}^{n} /\left(1+u_{i j}^{n}-l_{i j}^{n}\right)$
CFCS algorithm generates the crisp values, while calculation of the total normalized crisp values could be presented by next formula:
$x_{i j}=\frac{\left[l_{i j}^{s}\left(1-l_{i j}^{s}\right)+u_{i j}^{s} \times u_{i j}^{s}\right]}{\left[1-l_{i j}^{s}+u_{i j}^{s}\right]}$

Table 5．The crisp total－relation matrix

|  | $\stackrel{ \pm}{N}$ | Nั | $\stackrel{2}{0}$ | NìN | $\stackrel{o}{0}$ |  | $\begin{aligned} & \text { Ǹ } \\ & \text { Ni } \end{aligned}$ | $\underset{\substack{\text { N} \\ \hline}}{ }$ | N্ণ |  |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
|  | $\begin{aligned} & \text { D్N } \\ & \text { N- } \end{aligned}$ | $\underset{\substack{ \pm \\ \hline}}{ }$ | $\stackrel{\aleph}{\vdots}$ | $\underset{\sim}{\circ}$ | $\frac{9}{0}$ | $\begin{aligned} & \text { N్ } \\ & \text { Ò } \end{aligned}$ | $\begin{gathered} \text { Ñ } \\ \text { On } \end{gathered}$ | $$ | $\stackrel{\text { © }}{\stackrel{\infty}{\sigma}}$ | $\stackrel{\Im}{\text { ¹ }}$ |
|  | $\begin{aligned} & \text { No } \\ & \text { No } \end{aligned}$ | $\underset{\substack{\text { N }}}{ }$ | $\underset{\sim}{\underset{O}{2}}$ | $\underset{\sim}{\sim}$ | $\begin{aligned} & \text { n} \\ & \vdots \\ & \hline-3 \end{aligned}$ | N N | $\frac{\square}{3}$ | $\stackrel{\infty}{\square}$ | $\stackrel{n}{N}$ | － |
| $\begin{aligned} & \text { EU } \\ & \text { U } \\ & \text { U } \\ & 0 \end{aligned}$ |  | N | $$ | $\begin{aligned} & \text { N్N్ర } \\ & \hline \end{aligned}$ | $\stackrel{0}{0}$ |  | $\begin{aligned} & \stackrel{0}{0} \\ & \stackrel{0}{0} \end{aligned}$ | ্ָতু | $\begin{aligned} & \text { U్ర } \\ & \text { N } \end{aligned}$ | ञ ¢ |
|  | $\begin{aligned} & \text { N్ర } \\ & \text { NO } \end{aligned}$ | $\underset{\substack{\text { N̦ } \\ \text { N}}}{ }$ | $\begin{aligned} & \infty \\ & \underset{\sim}{0} \end{aligned}$ | $\underset{\text { N゙ }}{\substack{2}}$ | $\begin{aligned} & \underset{0}{0} \\ & \vdots \\ & \hline \end{aligned}$ | $\stackrel{0}{0}$ | $\frac{\sqrt{7}}{3}$ | $\underset{\sim}{\sim}$ | $\begin{aligned} & \infty \\ & \text { N్ర } \\ & \hline \end{aligned}$ | $\frac{8}{6}$ |
| ジ | $\underset{\substack{\text { O. }}}{ }$ | M | $$ | $\stackrel{M}{\mathcal{M}}$ | $\stackrel{0}{0}$ | $\begin{gathered} \text { W } \\ \end{gathered}$ | N్య | $\stackrel{\Im}{\aleph}$ | $\begin{aligned} & \text { oे } \\ & \text { Mó } \end{aligned}$ | ¢ |
|  | N® N | $\underset{\substack{\underset{\sim}{3} \\ \hline}}{ }$ | $\stackrel{\underset{\sim}{3}}{0}$ | $\stackrel{0}{\stackrel{\circ}{6}}$ | $\frac{\underset{A}{0}}{\substack{2}}$ | $\begin{aligned} & \text { N్N } \\ & \text { N } \end{aligned}$ | $\stackrel{\pi}{\sigma}$ | $\underset{\substack{\mathrm{N} \\ \hline}}{ }$ | $\stackrel{N}{N}$ | $\stackrel{\text { @ }}{\substack{0}}$ |
|  | $\underset{\substack{7 \\ \hline}}{ }$ | $\begin{aligned} & \underset{\sim}{N} \end{aligned}$ | $\stackrel{\tilde{Z}}{\underset{\sim}{3}}$ |  | ָ̈ | No | $\begin{aligned} & \text { O} \\ & \text { NO } \end{aligned}$ | $\begin{aligned} & \infty \\ & \stackrel{m}{o} \end{aligned}$ | $\begin{aligned} & \text { İ } \\ & \text { O} \end{aligned}$ | － |
|  | $\begin{aligned} & \text { U } \\ & \text { NO } \end{aligned}$ | $\begin{aligned} & \frac{2}{7} \\ & \hline 0 \end{aligned}$ | $\stackrel{\text { 号 }}{0}$ | $\begin{gathered} \text { N } \\ \text { No } \end{gathered}$ | $\stackrel{0}{0}$ | $\begin{aligned} & \text { N్N } \\ & \text { O- } \end{aligned}$ | $\begin{aligned} & \text { Nָה } \\ & \hline 1 \end{aligned}$ | N్ Nָ | N | $\stackrel{\pi}{3}$ |
| $\begin{aligned} & \frac{y}{0} \\ & 0 \\ & 0 \\ & \text { By } \\ & : \frac{1}{0} \\ & 0 \end{aligned}$ | $\begin{aligned} & \text { Nָה } \\ & \text { O} \end{aligned}$ | Nิ | $\stackrel{?}{2}$ | N్N | $\frac{त}{3}$ | $\begin{gathered} \text { Ǹ } \\ \text { O} \end{gathered}$ | $\begin{aligned} & \text { O} \\ & \text { Nָ } \end{aligned}$ | Ǹ | Nิ | ¢ |
|  |  | ت 0 0 $\vdots$ $\vdots$ $\vdots$ $\vdots$ 0 |  |  | $\stackrel{8}{\sum_{0}^{4}}$ |  |  |  | $$ |  |

Source：Authors＇calculation

Set the threshold value
We get the matrix of internal relations with the help of the limit value．So，incomplete relations are rejected，while the network relationship map（NRM）is created．There are links that has values within the matrix T much higher than the threshold value． Research shows that the value of threshold is 0.2380 and all values that are lower are set to zero，and its causal relationship is not taken into account．In following table （Table 6．）is shown the significance relationship model．
Table 6．The crisp total－relationships matrix by considering the threshold value

| $8 \text { 오응 }$ | $\underset{\substack{\text { Nu}}}{\text { N }}$ | $\begin{aligned} & \text { N } \\ & \text { N® } \end{aligned}$ | $\bigcirc$ | ה | $\bigcirc$ | $\begin{gathered} \text { No } \\ \text { No } \end{gathered}$ | $\bigcirc$ | No | N্ড | $\bigcirc$ |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 00 0 0 0 0 0 | $\begin{aligned} & \text { O్N } \\ & \text { On } \end{aligned}$ | $\underset{\substack{ \pm \\ \hline}}{\substack{2}}$ | $\bigcirc$ | $\underset{\sim}{\circ}$ | $\bigcirc$ | Noల్రి | $\bigcirc$ | $\begin{aligned} & \text { O్N } \\ & \text { O- } \end{aligned}$ | $\bigcirc$ | $\stackrel{\text { N }}{\substack{1 \\ 0}}$ |
|  | ט̀ | $\underset{\sim}{ \pm}$ | 0 | Nợ | $\bigcirc$ | Ni N | $\bigcirc$ | $\bigcirc$ | $\bigcirc$ | $\bigcirc$ |
|  | $\begin{aligned} & \text { ñ } \\ & \end{aligned}$ | N̦ | $\bigcirc$ | $$ | $\bigcirc$ | $$ | $\bigcirc$ | $\begin{aligned} & \text { N̄ } \\ & \hline \end{aligned}$ | $\begin{aligned} & \text { UN} \\ & \end{aligned}$ | N゙ |
|  | $$ |  | $\bigcirc$ | $\underset{\text { ָ̃ }}{\text { ָ }}$ | $\bigcirc$ | $\bigcirc$ | $\bigcirc$ | $\begin{aligned} & \text { N్ల } \\ & \text { O- } \end{aligned}$ | $\bigcirc$ | $\bigcirc$ |
| $\begin{gathered} \text { U } \\ y_{0}^{5} \\ 0 \end{gathered}$ | $\underset{o}{9}$ | M | $\bigcirc$ | $\stackrel{m}{w}$ | $\bigcirc$ | $\begin{gathered} \text { N゙ } \\ \text { On } \end{gathered}$ | $\begin{aligned} & \text { W్N゙ } \\ & \text { © } \end{aligned}$ | $\stackrel{M}{\mathcal{M}}$ | $\begin{aligned} & \text { or } \\ & \end{aligned}$ | ¢ |
|  | Non | $\underset{\sim}{\underset{\sim}{\sim}}$ | $\bigcirc$ | 0 | $\bigcirc$ | Nิก | $\bigcirc$ | $\bigcirc$ | $\bigcirc$ | $\bigcirc$ |
|  | $\underset{\substack{*}}{\underset{\sim}{2}}$ | $\begin{aligned} & \underset{\sim}{N} \end{aligned}$ | $\bigcirc$ | $\stackrel{\mathrm{L}}{\mathbf{m}}$ | $\bigcirc$ | $\stackrel{\text { Nָ }}{\substack{0}}$ | $\begin{aligned} & \text { O} \\ & \text { N} \\ & \hline \end{aligned}$ | $\begin{aligned} & \infty \\ & \end{aligned}$ | $\begin{aligned} & \text { I } \\ & \text { On } \end{aligned}$ | $\stackrel{\sim}{0}$ |
|  | $\begin{aligned} & \text { U̦ } \\ & \text { N } \end{aligned}$ | $\bigcirc$ | $\bigcirc$ | Nì | $\bigcirc$ | Nợ | $\bigcirc$ | N్N | $\bigcirc$ | 0 |
|  | $\bigcirc$ | N̄ | 0 | Nọ | $\bigcirc$ | Ni N | $\bigcirc$ | N̄̀ | $\bigcirc$ | $\bigcirc$ |
|  |  |  |  |  | $\begin{aligned} & \text { U } \\ & \text { E } \\ & \text { W } \end{aligned}$ |  |  |  | $\begin{aligned} & 00 \\ & \text { E } \\ & 0 \\ & 0 \\ & 0 \\ & 0 \end{aligned}$ | $\begin{aligned} & \text { 미 } \\ & \text { " } \\ & 0 \\ & 8 \\ & 0 \end{aligned}$ |

Source：Authors＇calculation

## Final output and create a causal relation diagram

With the help of the following expressions we get the sum of rows (D) and the sum of columns (R):
$D=\sum_{j=1}^{n} T_{i j}$
$R=\sum_{i=1}^{n} T_{i j}$
With the help of $\mathrm{D}+\mathrm{R}$ values, we get the degree of importance of the factor in the whole system, and with D-R values, we get the net effects to which the factor contributes to the system.
Previously mentioned results are shown in following table (Table 7.).
Table 7. The final output

| Element | R | D | D+R | D-R |
| :--- | :---: | :---: | :---: | :---: |
| Delivery costs | 2.269 | 2.772 | 5.041 | 0.503 |
| Delivery speed | 2.134 | 2.631 | 4.765 | 0.498 |
| Technology and management | 2.931 | 1.551 | 4.482 | -1.38 |
| Payment flexibility | 2.013 | 2.743 | 4.756 | 0.731 |
| Service | 2.985 | 1.764 | 4.749 | -1.221 |
| Environmental management system | 2.077 | 2.823 | 4.9 | 0.746 |
| Green product | 2.462 | 2.153 | 4.616 | -0.309 |
| Pollution control | 2.089 | 2.7 | 4.789 | 0.611 |
| Recycling | 2.46 | 2.397 | 4.857 | -0.063 |
| Eco design | 2.333 | 2.217 | 4.549 | -0.116 |

Source: Authors' calculation
The following figure (Figure 1.) shows a diagram of the significance relationship, where the position and interaction of each factor is located in the coordinate system.

Figure 1. Cause-effect diagram


Source: Author

## Interpret the results

In the previous diagram we notice that it is Delivery costs is ranked in first place and Environmental management system, Recycling, Pollution control, Delivery speed, Payment flexibility, Service, Green product, Eco design and Technology and management, are ranked in the next places. In this study, Delivery costs, Delivery speed, Payment flexibility, Environmental management system, Pollution control are considered to be as a causal variable, Technology and management, Service, Green product, Recycling, Eco design are regarded as an effect.

Considering that the positive value of D-R is causally variable, and the negative value of D-R effect then in terms of importance Delivery costs is ranked in first place and Environmental management system, Recycling, Pollution control, Delivery speed, Payment flexibility, Service, Green product, Eco design and Technology and management, are ranked in the next places. In this study, Delivery costs, Delivery speed, Payment flexibility, Environmental management system, Pollution control are considered to be as a causal variable, Technology and management, Service, Green product, Recycling, Eco design are regarded as an effect.

## Conclusion

From the above, we can conclude that the choice of supplier is a complex task for the decision maker. Rationality in decision-making depends on a good selection of criteria to be set as well as on the applied decision-making method. Precisely the application of the modern method of multicriteria, decision-making, its fuzzy logic is imposed as a solution when it comes to rational choice, the selection of adequate criteria. In addition, the inclusion of sustainable criteria in the decisionmaking process brings with it a good basis for improving the characteristics of each criterion individually, which is of particular importance when it comes to today's agro-industrial complex. In future research it is necessary to analyse as many sustainability criteria as possible and thus improve the offer and create greater competition among suppliers.

## References

1. Aguezzoul, A. (2012). Overview on Supplier Selection of Goods versus 3PL Selection. Journal of Logistics Management, 1(3):18-23.
2. Awasthi, S., Chauhan, S., Goyal, K. (2010). A fuzzy multicriteria approach for evaluating environmental performance of suppliers. International Journal of Production Economics, 126(2):370-378.
3. Bai, C., Sarkis, J. (2009). Supplier Selection and Sustainability. A Grey Rough Set Evaluation. WP 2009-05, Clark University, George Perkins Marsh Institute, Worcester, USA, pp. 1-28, retrieved at: www.clarku.edu/departments/marsh/ news/WP2009-05.pdf, $10{ }^{\text {th }}$ February 2022.
4. Chang, B., Chang, C. W., Wu, C. H. (2011). Fuzzy DEMATEL method for developing supplier selection criteria. Expert systems with Applications, 38(3):1850-1858.
5. Gharakhani, D. (2012). The Evaluation of Supplier Selection Criteria by Fuzzy DEMATEL Method. Journal of Basic and Applied Scientific Research, 2(4):3215-3224.
6. Govindan, K., Chaudhuri, A. (2016). Interrelationships of Risks Faced by Third Party Logistics Service Providers: ADEMATELBased Approach. Transportation Research Part E: Logistics and transportation review, 90:177-195.
7. Govindan, K., Rajendran, S., Sarkis, J., Murugesan, P. (2015). Multi criteria decision making approaches for green supplier evaluation and selection: A literature review. Journal of Cleaner Production, 98:66-83.
8. Hashemi, S. H., Karimi, A., Tavana, M. (2015). An integrated green supplier selection approach with analytic network process and improved Grey relational analysis. International Journal of Production Economics, 159:178-191.
9. Hsu, C. W., Yeh, C. C. (2017). Understanding the Factors Affecting the Adoption of the Internet of Things. Technology Analysis and Strategic Management, 29(9):1089-1102.
10. Jafarnejad, A., Salimi, M. (2013). Grey TOPSIS method for supplier selection with literature and Delphi criteria in an auto company. Academia Arena, 5(12):40-46.
11. Jain, R., Singh, A. R., Mishra, P. K. (2013). Prioritization of Supplier Selection Criteria: A Fuzzy-AHP Approach. MIT International Journal of Mechanical Engineering, 3(1):34-42.
12. Jarosz, A. S. (2019). Dematel Method in Supplier Evaluation and Selection, Transport Economics and Logistic. Research Journal of the University of Gdansk, 82:129-142.
13. Kiani Mavi, R., Goh, M., Kiani Mavi, N. (2016). Supplier Selection with Shannon entropy and fazzy TOPSIS in the context of supply chain risk management. Procedia- Social and Behavioral Sciences, 235:216-225.
14. Liao, C. N., Kao, H. P. (2011). An Integrated Fuzzy TOPSIS and MCGP Approach to Suplier Selection in Supply Chain Management. Expert Systems with Applications, 38:10803-10811.
15. Liu, Y. N. (2010). A Case Study of Evaluating Supplier's Selection Criteria in a Steel Bars Manufacturer. Industrial Engineering and Engineering Management (IEEM), 2010 IEEE International Conference, University of Macau, Macau, pp. 994-998.
16. Mijajlović, M., Puška, A., Stević, Ž., Marinković, D., Doljanica, D., Virijević Jovanović, S., Stojanović, I., Beširović, J. (2020). Determining the Competitiveness of Spa-Centres in Order to Achieve Sustainability Using a Fazzy MultiCriteria Decision-Making Model. Sustainability, 12: 8584, doi:10.3390/su12208584
17. Mwikali, R., Kavale, S. (2012). Factors Affecting the Selection of Optimal Suppliers in Procurement Management. International Journal of Humanities and Social Science, 2(14):189-193.
18. Nedeljković, M. (2022). Selection of Sustainable Suppliers in an Agricultural Company using the Multi-Criteria Decision-Making Method. In: Sustainable agriculture and rural development II, Subic et al. (eds.), proceedings, IAE, Belgrade, Serbia, pp. 101-110, retrieved at: www.iep.bg.ac.rs/images/ stories/izdanja/Tematski\%20Zbornici/Zbornik\%20radova\%202022lq.pdf, $14^{\text {th }}$ March 2022.
19. Nedeljković, M., Puška, A., Đokić, M., Potrebić, V. (2021b). Selection of Apple Harvesting Machine by the use of fuzzy Method of Multi-Criteria Analysis. In: Sustainable agriculture and rural development, Subic et al. (eds.), proceedings, IAE, Belgrade, Serbia, pp. 227-242, retrieved at: https://iep.bg.ac.rs/images/ stories/izdanja/Tematski\%20Zbornici/Tematski\%20zbornik\%202021.pdf, $15^{\text {th }}$ March 2022.
20. Nedeljković, M., Puška, A., Doljanica, S., Virijević Jovanović, S., Brzaković, P., Stević, Ž., Marinković, D. (2021a). Evaluation of Rapeseed Varieties using Novellintegrated fuzzy Piprecia-fuzzy Mabac model. PLoSOne, 16(2):e0246857.
21. Puška, A. (2015). Ranking factors for suppliers selection by TOPSIS method. Oeconomica Jadertina, 5(2):3-12.
22. Shaik, M. N., Abdul-Kader, W. (2018). A Hybrid Multiple Criteria Decision Making Approach for Measuring Comprehensive Performance of Reverse Logistics Enterprises. Computers and Industrial Engineering, 123:9-25.
23. Singh, R., Rajput, H., Chaturvedi, V., Vimal, J. (2012). Supplier Selection by Technique of Order Pre-Ferenceby Similarity to Ideal Solution (TOPSIS) Method for Automotive Industry. International Journal of Advanced Technology and Engineering Research, 2(2):157-160.
24. Stević, Ž., Vasiljević, M., Puška, A., Tanackov, I., Junevičius, R., Vesković, S. (2019). Evaluation of suppliers under uncertainty: A multiphase approach based on fuzzy AHP and fuzzy EDAS. Transport, 34(1):52-66.
25. Wen, L., Wang, R., Zhao, W. (2013). Supplier Selection Based on Intuitionistic Fuzzy Sets Group Decision Making. Research Journal of Applied Sciences, Engineering and Technology, 5(3):950-956.
26. Yildirim, S., Koca, G. (2021). Bibliometric Analysis of Dematel Method. Applications in Management and Engineering, 4(1):85-103.

[^0]:    1 Miroslav Nedeljković, Ph.D., Assistant Professor, Faculty of Agriculture, Bijeljina University, Pavlovića put bb, 76300 Bijeljina, Republic of Srpska, BiH, Phone: +387 66 893 935, E-mail: miroslavvnedeljkovic2015@gmail.com,

