



# Supply Risk and Resiliency

A comprehensive cross functional Procurement Risk Management Analytics

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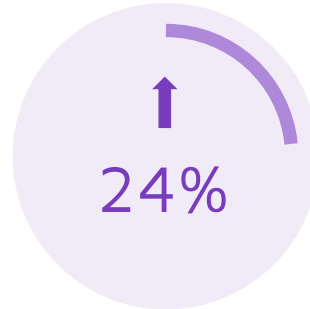
# The Current State

Continuously emerging and ever more complex increasing risks



## Managing Supplier risk disruptions

Gartner notes that in 2022 managing constant supply chain disruptions falls as the second biggest challenge for procurement leaders

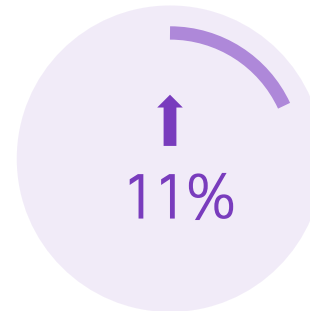


## Drop in shareholder returns

Failing to implement a data driven Supplier Risk Management programs can result in serious reduction of value provided to shareholders

## Significant geopolitical impacts globally

Dependencies of neon gas supply in one country, impacts 50% of the volume required by the semiconductor industry and therefore the world digital infrastructure



## Increase in operating costs

Not avoiding or responding timely to supply threads drive additional costly activities required to mitigate impacts to the business

# Procurement challenges in managing risk

While supply risk management is now on the agenda for majority of companies, there are still considerable challenges



Low visibility of business exposure to external risks



Minimal governance and cross functional collaboration



Lack of embedded risk management process throughout sourcing



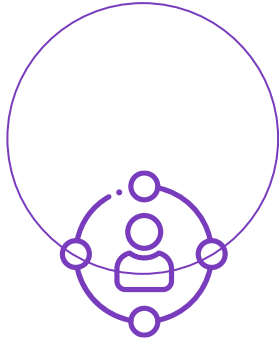
Inconsistent risk monitoring and preventive mitigation



Lack of visibility to multitier risks

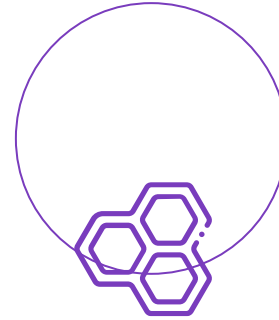
# Avoiding Net Revenue Impact by Managing Supplier Risk

Why do resilient companies need comprehensive solution?



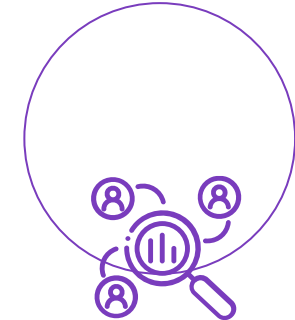
## Strategic alignment and functional collaboration

- Serve stakeholders cross-company
- Integrated Supply risk management
- Shared ownership and governance
- Continuous monitoring of risk insights



## Closer supplier relationship and shared risk avoidance

- Shared common risk indicators
- Visible and proactive risk mitigation
- BCPs coordinated and executed timely
- Removal of operational vulnerabilities



## Best of breed vendors and a solid data strategy

- Best of breed tools feeding best value
- Specialization, sophistication (AI/ML)
- Agility to remain nimble and current

# Insight Driven Risk Management Solution

## Key Benefits

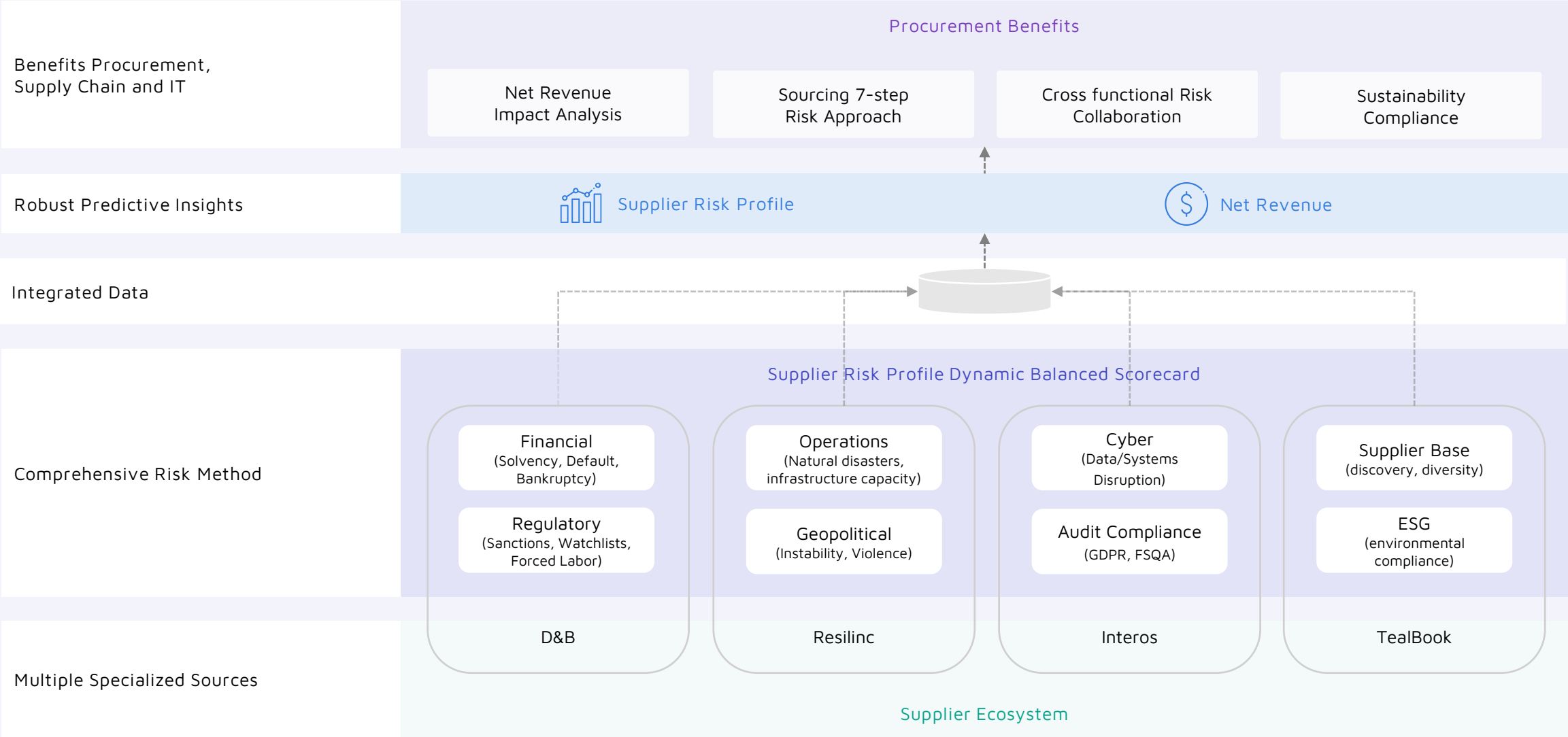


# End-to-End supplier risk management approach – *Embedding risk avoidance within the 7-step Sourcing framework*



# A holistic multi-source risk insight solution

Bringing all data elements to support risk requires a comprehensive vision and clear benefits

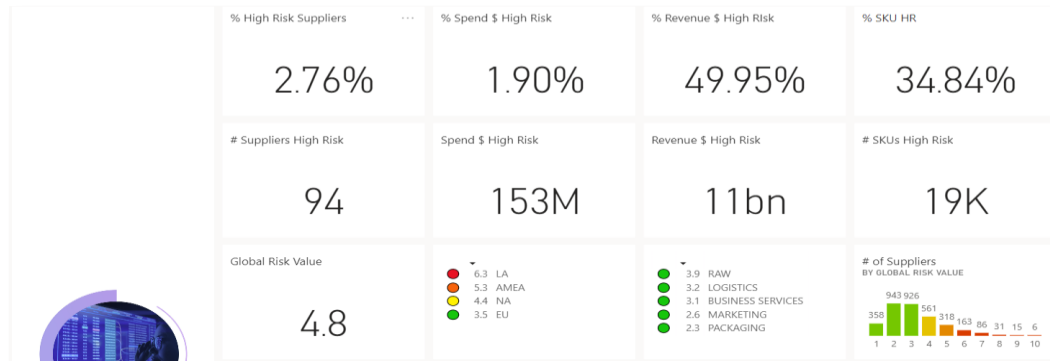


# Supplier Risk Management | Pre-Built Solution

A robust end-to-end ready-to-implement solution that can be tailored to customer's data sources and technology

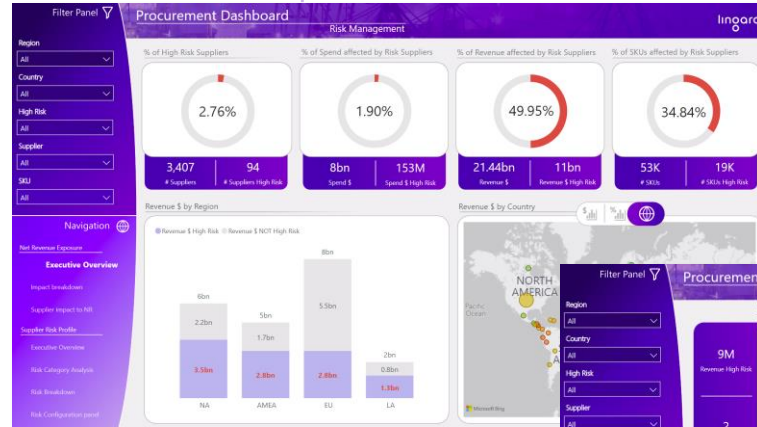


## Supplier Risk Executive Summary



Risk Management

## Net Revenue Impact



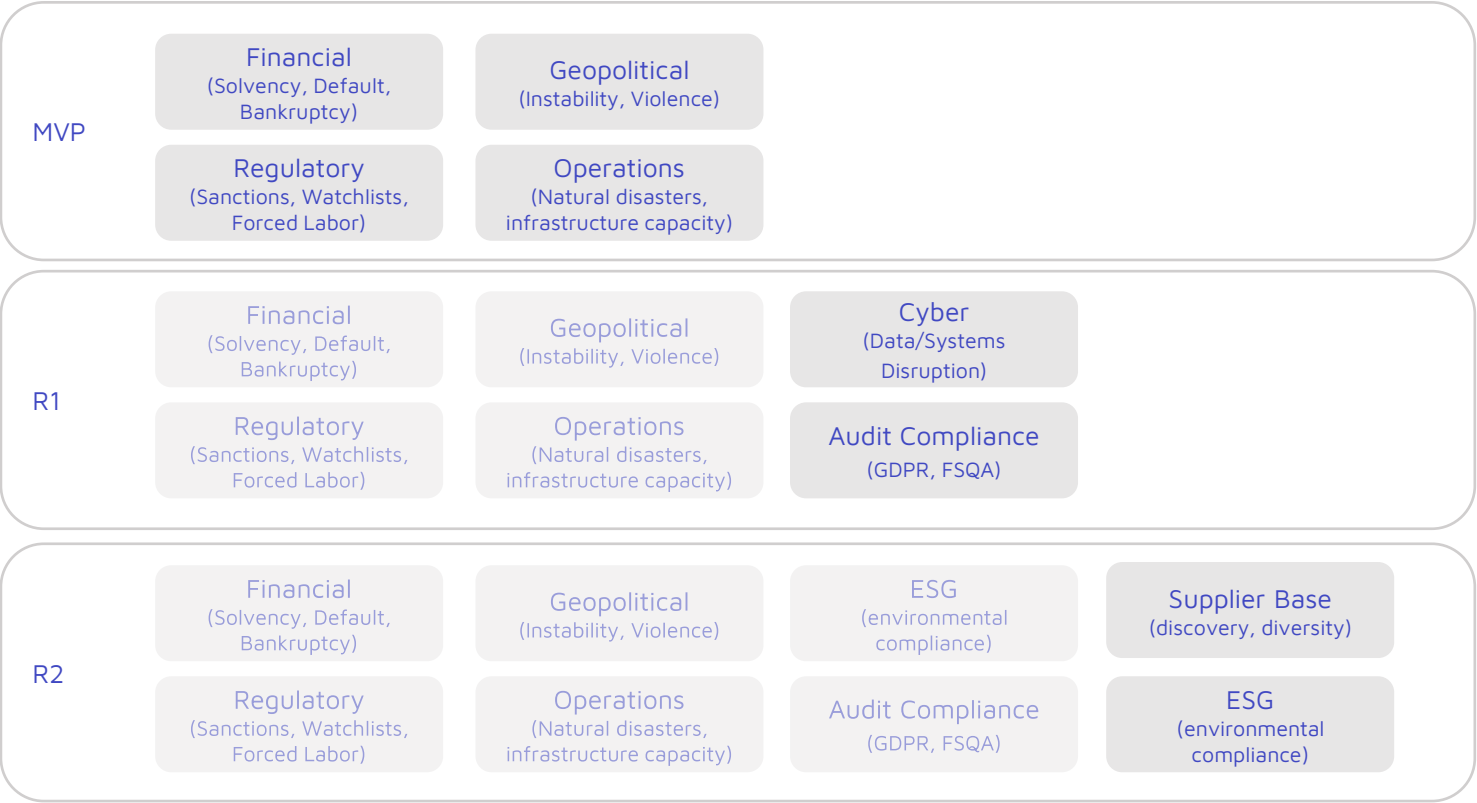
## Supplier Risk Profile





# Release Plan

The below plan suggests a progressive implementation following a logical and natural maturity of solution. Components will follow specific risk priorities and context of company’s risk areas of focus.



- Centralize current risk sources
- Focus on critical insights
- Solution framework and baseline
- MVP Roll out and enhancement
- Add 2 additional elements
- Compliment scorecard with new KPI
- Cover sustainability and diversity
- Finalize supplier E-E Risk profile
- Complete final enhancements



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