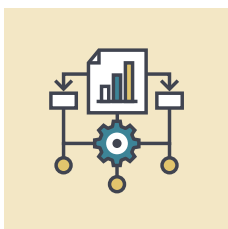




8 Procurement Challenges the Manufacturing Sector Will Face in 2024

Procurement is more dynamic than ever. It must turn on a dime to react to sudden changes and unexpected developments in the market.. In this checklist, JAGGAER provides some ideas on how you can make your purchasing more crisis-proof, resilient, agile and efficient from 2024 onwards.



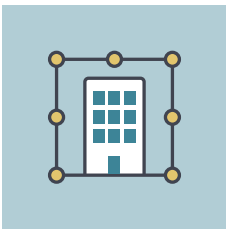
1. How far are you with digital transformation? Do your check!

The future of procurement is digital. This is inevitable because companies and markets are embracing digitalized platforms. Work with an IT consultant to check how far you are with digitalization in your source-to-pay processes and identify the best place to start with the next Autonomous Commerce (AC) project. It is better to invest in this now rather than slipping behind competitors in the near future.

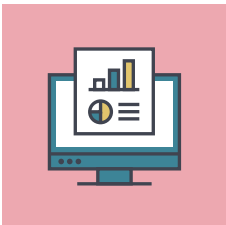




2. Use a central digital solution with smart interfaces. Very often, procurement data and processes exist in different apps and locations. It is better to have a centralized platform with interfaces to all existing solutions. In this way, you achieve a “single version of the truth” across all processes and with it, greater efficiency and transparency.



3. Increase transparency across the supply chain. Recent legislation and consumer pressure require you to have comprehensive information about your entire supply chain. Otherwise the reputational damage could be enormous. Supplier risk management must be prepared, both organizationally and technically. Here too, you need centrally managed data. Both internal and from third-party data feeds.

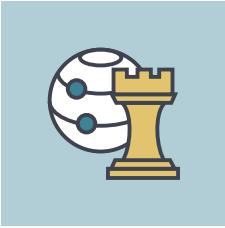


4. Fully digitalize your source-to-pay process. Do you want to become more efficient in 2024, automate recurring processes and take cooperation with your suppliers to a new level? Then you need a fully digitalized source-to-pay process to integrate with other manufacturing operations.



5. Recruit and retain top talent. The question, “Do we really need digital transformation?” has been answered. Procurement professionals today want to work in a modern, high-tech environment where they can focus on strategy and not routine.

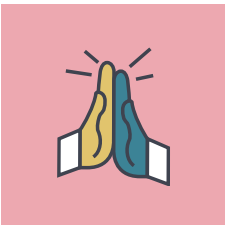




6. Reevaluate your sourcing strategy. It makes sense to diversify your supplier base to reduce risk in these uncertain times, and that may mean identifying more local suppliers. There is a shift in emphasis towards awarding contracts not only according to the price level, but also according to the supplier's responsiveness, reliability and resilience, among other factors. This puts you in a better position to survive supply chain risks and actual disruptions.



7. Tackle ESG criteria. Sustainability is no longer a "nice to have". It's a must for every organization. You must source sustainably. Compliance with legally binding ESG standards while pursuing profitability can become a dilemma. But as consumers increasingly demand equity and sustainability in the supply chain, ESG becomes an economic factor after all. Those who are ahead of the game here will secure sustainable competitive advantages.



8. Improve your supplier relationships. Maintaining excellent supplier relationships also contributes to greater economic sustainability. In times of pressure and crisis, these relationships give companies greater agility. But you must work on these relationships, always ensuring that they bring optimum mutual benefit. We have invested in JAGGAER solutions to help customers facilitate cooperation, leading to greater stability, openness and transparency in supplier relationships.



Start your digital transformation now – with JAGGAER:

Would you like to advance your digital transformation, accelerate it, or realign it? JAGGAER's Autonomous Commerce experts will support you and advise you on the next steps.

JAGGAER →

JAGGAER.COM

Copyright © 2024 JAGGAER – All Rights Reserved