# Boost Supplier Relationships with Devex Supplier Quality Management

PRESENTED BY JOVAN HADZIC



### **About Me**

#### **Jovan Hadzic**

Marketing Solution Manager, Devex Quality Management

- ▶ 4 years with Selerant
- ➤ 10 years in the F&B industry
- I lead Selerant's Quality Management stream, driving product innovation and industry engagement



## **Supplier Relationships**

Strategic, organization-wide philosophy that brings together a series of discrete supplier and supply chain approaches

- Supplier performance management (SPM)
- Supplier improvement & development (SI&D)
- Supply chain management (SCM) and
- Strategic collaborative relationships (SCR)



## **Unlocking the Value**

A wealth of opportunities for any organization

- Innovation
- Efficiency and reduced cost
- Increased security of supply area

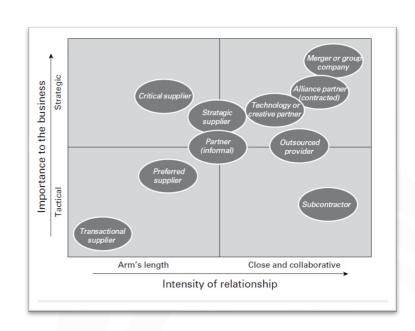
However, few ever get past interfacing with suppliers at anything other than a transactional or contracting level.



## **Value Beyond**

A handful of suppliers hold the potential to help grow a brand or business or improve competitive advantage.

Our task is to **identify who these are** and figure out **how to engage**.





## **Supplier Base Insights**

- What are the **risks** with suppliers and how is this risk being **managed**?
- Are we maximizing any opportunities to make them more effective? How are our suppliers performing?
- Are we working collaboratively with those critical suppliers towards jointly agreed goals that can make a **dramatic difference**?
- **How many resources** do we need and if we have only so much which suppliers should we direct this to and why?
- What supplier improvements would make a difference to us and how can we drive these?



## Road to Industry 4.0

"We must develop a comprehensive and globally shared view of how technology is affecting our lives and reshaping our economic, social, cultural, and human environments. There has never been a time of greater promise, or greater peril."

- Klaus Schwab, Founder and Executive Chairman, World Economic Forum



Three core IT systems: PLM, ERP and MES



## **PLM and Supplier Relationships**



- Error-prone manual data entry and spreadsheets
- Tedious manual processes and delays in working with vendors
- Siloed supplier information
- No transparency into supplier certifications and processes
- Lack of insight into compliance risks
- Inaccurate or missing supplier profiles



## **Quality Systems Frameworks and SCP**



#### **New business processes**

- Supplier Risk Assessment
- Supplier Audits
- Supplier Corrective Action Request

#### Improved collaboration

- Quality,
- SQA
- Procurement

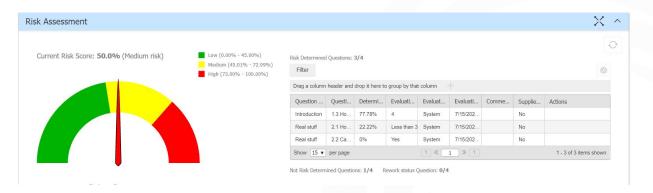


# Solution Highlights



## **Identifying Supply Chain Risks Early**

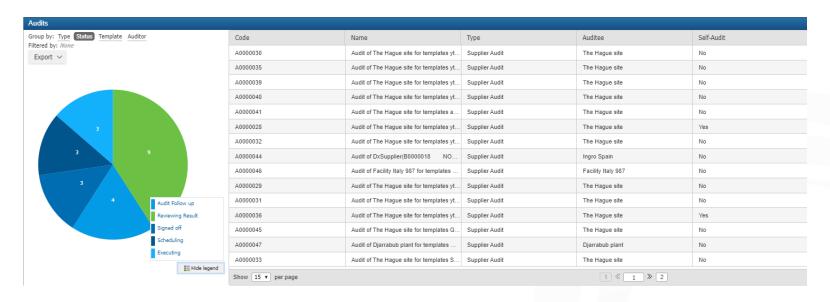
- Aggregated Risk model, applicable to Suppliers and their Facilities
- Clear quantification of risk which can later be easily used in the analysis, tracking progress, and comparison
- Allows businesses to define particular, quantified, risk on specific topic depending on their estimated impact on the business
- Allows aggregation of numerous factors into a single result
- Based on supplier effort and internal validation





## **Auditing Improves Operational Excellence**

Auditing is one of the fundamental methods used in quality management where the auditing process can be used to verify conformance to the requirements in many areas – from internal business processes to supplier management.





## **Perform Supplier Audits**

- Plan, schedule, and execute audits of any scope through a configurable workflow
- Manage follow-up actions with non-conformance workflows
- Leverage multiple different scoring systems
- Execute offline audits
- Streamline the auditing process with configurable checklists that meet your plans and needs
- Schedule follow-ups and audit recurrence based on the result of the audit





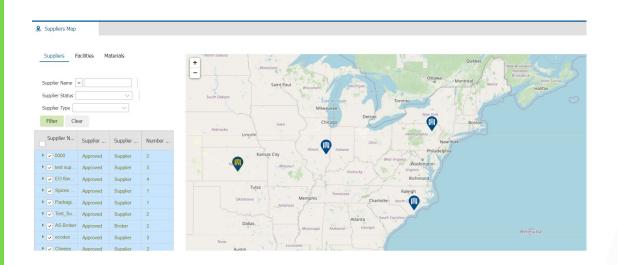
## Monitor Supplier Performances through Non-conformance Management

Non-conformance management is the process whereby the organization manages non-conformances such that they are promptly identified, documented, investigated, and dispositioned as per applicable regulations and standards and it is a pillar of the Continuous Improvement model.





## **Ingredient Supply Chain at a Glance**



Supplier geolocation map displays position of suppliers on the map, including their **facilities**.

Several filters can be applied, for instance to allow searching for a specific supplier or to display all vendors of a given **raw material**.



## Q&A

