

€ TRAINING

Supplier Risk Assessment and Management





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Introduction:

Supplier risk assessment and management is a critical process for identifying, analyzing, and mitigating risks associated with suppliers to ensure smooth and reliable operations. It involves evaluating supplier performance, financial stability, compliance, and potential disruptions to reduce vulnerabilities in the supply chain. This training program is designed to provide participants with the knowledge and tools to effectively assess and manage supplier risks, ensuring business continuity and strategic success.

Program Objectives:

At the end of this program, participants will be able to:

- Define the types and significance of supplier risks in supply chain management.
- Analyze supplier risk profiles using structured assessment tools and techniques.
- Develop strategies to mitigate supplier risks and ensure business continuity.
- Utilize risk management frameworks and tools to supplier management.
- Enhance supplier risk management processes through continuous improvement practices.

Targeted Audience:

- Procurement and supply chain professionals.
- Risk management professionals.
- Supplier management teams.
- Business operations managers.
- Financial professionals involved in vendor assessments.

Program Outline:

Unit 1:

Introduction to Supplier Risk Management:

- The concept of supplier risk and its importance in supply chain management.
- Overview of different types of supplier risks: financial, operational, reputational, and geopolitical.

- The role of supplier risk assessment in organizational strategy.
- Key steps in building a supplier risk management framework.
- The impact of ineffective supplier risk management on organizational performance.

Unit 2:

Conducting Supplier Risk Assessments:

- Techniques for identifying and evaluating supplier risks.
- Evaluating risk likelihood and impact to prioritize risks.
- Risk assessment tools: SWOT analysis, risk matrix, and risk scoring.
- How to develop a risk profile for each supplier based on assessment outcomes.
- The process of collecting and analyzing data to assess supplier reliability and stability.

Unit 3:

Risk Mitigation Strategies in Supplier Management:

- Developing strategies to mitigate identified risks in the supply chain.
- How to ensure business continuity through supplier diversification.
- The role of contracts and SLAs Service Level Agreements in risk mitigation.
- Techniques for managing supplier performance and ensuring compliance with agreed terms.
- Incorporating flexibility and contingency planning into supplier relationships.

Unit 4:

Risk Management Frameworks and Tools:

- Introduction to risk management frameworks: ISO 31000, COSO.
- How to implement a risk management framework to address supplier risks.
- The role of technology in supplier risk management: risk management software.
- Benefits of integrating supplier risk management with overall corporate governance.
- The role of continuous monitoring and improvement of risk management processes.

Unit 5:

Continuous Improvement in Supplier Risk Management::

- Establishing a culture of proactive risk management within the organization.
- Importance of collaboration and communication with suppliers to reduce risks.
- Techniques for continuous risk monitoring and reporting.
- How to develop an effective supplier risk management audit process.