

Commodity Risk Management

Problems we solve

- Fragmented data flow, reporting and reconciliations between risk manager, commodity supplier, food product suppliers and purchasing departments
- Disconnect between demand forecasts, hedge positions and product cost forecasts
- Labor-intensive process of reviewing and reporting risk management positions and other information

Why use SCA Planner Commodity Risk Management?

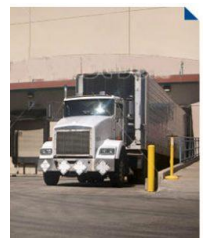
SCA Planner Commodity Risk Management automates risk management, tying into purchasing processes to enable fast actions that reduce costs, stabilize food prices, and reduce accrual variances.

Capabilities

- Automates the entire commodity risk management process for all participants
- Organizes information and activities into simple intuitive workflows
- Delivers real-time integration across all supply chain trading partners, supplier contracts and demand forecasts
- Uses latest information from CRM in other related processes such as COGS, pricing and reconciliations with Tier 1 and Tier 2 suppliers
- Automates processes for approvals and reporting related to risk management activities
- Builds what-if scenarios to facilitate business cases, business planning and related financial analyses

The Solution

- Cloud-based SaaS application for all participants
- Uses SCA Planner Contract Management, COGS and Supplier Management modules
- Implementable for all or selected purchased items
- Unlimited users
- Works seamlessly with other processes and optional add-ins



Automated Risk Management For Commodity Suppliers, Food Product Suppliers, Commodity Risk Managers, Purchasing Managers and Finance Managers

Benefits

- > *Improve cost savings and price stability by 90% of current volatility*
- > *Smoother pricing*
- > *Reduce manual effort 20X*
- > *Real-time visibility of risk coverage from demand changes*
- > *Real-time visibility of risk management activities by COGS forecasting*
- > *Ensure compliance with contracts and integrate with other purchasing processes*

KEY FEATURES

Commodity Risk Managers

- ✓ Review latest demand forecasts by finished product and commodities
- ✓ Review commodity volumes by supplier and manage commodity vendor-food vendor allocations
- ✓ Update commodity forecasts for use by company
- ✓ Review/Update commodity hedge positions
- ✓ Review actual commodity prices and costs between food vendors and commodity vendors
- ✓ Review mark-to-market, hedge position summaries, and product costs (forecast and actuals)
- ✓ Compare raw material costs by vendors to manage coverage and buying performance
- ✓ Develop custom reports by commodity or by product for ad hoc analysis and reporting

Food Product Suppliers

- ✓ Get visibility into demand forecasts for market based supply contracts
- ✓ Get real-time visibility and updates on hedge positions by commodity suppliers
- ✓ Review demand and inventory in real time for commodity buys by vendor
- ✓ Plan and manage pricing and reconciliations with commodity suppliers
- ✓ Triangulate commodity buying, pricing and reconciliations

Finance Managers

- ✓ Review food product pricing and adjust distribution markup and fees
- ✓ Review and publish store/restaurant delivered pricing for franchisees
- ✓ Review commodity-driven component of food product and menu costs for YOY analysis or performance to the budget
- ✓ Develop custom reports to review commodity purchasing performance across food product categories, commodity buyers and suppliers

Commodity Suppliers

- ✓ Track customer hedging requests and update filled orders in real time
- ✓ Automate inventory balancing
- ✓ Manage pricing and reconciliation between commodity suppliers and food vendors
- ✓ Get visibility into demand forecasts for market based supply contracts

Purchasing Managers

- ✓ Share demand forecasts with risk manager, commodity vendors and food product suppliers
- ✓ Review real-time impact of risk management position on food product costs and approve forecast pricing
- ✓ Review and reconcile food product supplier's actual raw material prices
- ✓ Benchmark food product supplier's raw material buying performance

Enable World-Class Supply Chain Excellence with SCA Planner

Every day, restaurant chains and suppliers worldwide use SCA Planner™ from SCA Technologies to increase visibility, reduce risk and manage volatility. SCA Planner™ is an integrated SaaS platform that integrates procurement, supply chain, finance, risk management, marketing and other functions to achieve 3-5% lower food costs, 4-6 % lower logistics costs, up to 95% better COGS forecast accuracy, faster response to market and customer changes, variance account reduction and assured supply. Our SOC2 audited cloud offering and certified integration with leading enterprise solutions speeds implementations while lowering costs.