

Procurement-powered performance

How digital transformation is elevating Procurement



To navigate an uncertain business environment, procurement functions must be agile and ready for the unexpected. In collaboration with Oxford Economics, SAP surveyed 1,000 procurement and supply chain executives to understand the impact of technology and process digitization in the procurement function. Here's what we found.

Vulnerabilities

Our research revealed weak spots in many key aspects of Procurement

Only

1 in 2

execs can quickly find alternative sources of supply when needed

Only

1 in 2

execs have near-real-time or real-time visibility into inventory levels in their own facilities or in supplier facilities

Nearly

2/5

of execs say most/all of their procurement processes are manual

Only

1 in 4

execs can gain a clear view of overall spend automatically, in real time

Prioritize Procurement

42%

say low adoption of new processes and technologies across the organization is a barrier to digital transformation of the procurement function

Surprisingly

41%

say the same about low adoption within Procurement

Procurement executives must be change agents.

1/2

of executives say that digital transformation of their procurement function is not viewed as a business priority.

Procurement digital transformation pays off

In our research, we identified a group of leaders who outshine others. Leaders are further ahead in their procurement digital transformation and realize stronger business results.

81%

of leaders (vs only 61% of other executives) say digital transformation of their procurement function has improved supplier performance management

78%

of leaders (vs only 63% of other executives) have realized improvements in transaction accuracy

Leaders experience fewer procurement issues

Only

9%

of leaders experience maverick spend, vs 24% of others

Only

10%

of leaders experience contract leakage, vs 29% of others

Procurement digital transformation is worth the investment

Where are you on the road to ready?

How do leaders achieve such impressive results? By taking 3 key actions to advance their procurement digital transformation. To learn what they are, read our new research report, **"Procurement-powered performance: How digital transformation is elevating Procurement"**

[Read the report](#)