



Outsourcing Procurement Service

When to outsource procurement

- Procurement is not a core competency for the organization to build internally.
- No budget/intention for new hires.
- Delegate supplier management to reduce hassle.
- Maverick and end tail spend optimization.
- Need to compliant governance role and/or readiness for internal/external audit.

Benefits of outsource procurement

- Free up internal resources to be more focused on critical business areas.
- Cost reduction from head count & other overhead cost (e.g. training, office space and insurance).
- Flexibility to cope with peaks in workload.
- Buying Consortium approach to increase buying power.
- Negotiation by an expert in the field is often more effective and profitable.