



Agenda

Why has effective management of services procurement become a strategic priority for CPOs?

Services procurement opportunities

SAP Fieldglass solution approach

Deployment considerations

SAP Fieldglass & SAP Ariba



External Workforce Insights 2018:

The Forces Reshaping How Work Gets Done



of workforce spend is on the external workforce

The external workforce has become essential to core operations. It provides a rich well of talent and is increasingly critical to business strategy.

"Agree" and "Strongly agree" responses

46%

Say they would be unable to conduct business as usual without an external workforce



Say their external workers are critical to operating at full capacity and meeting market demands



Varying Engagement Patterns Across Categories

Diverse Categories

- IT Services
- Financial Services
- Consulting
- Facilities
- Engineering
- Print
- Call Center
- BPO
- Research
- Legal
- Marketing & Creative
- Field Services

Diverse Engagement Patterns



Project-based Services



Offshore Services



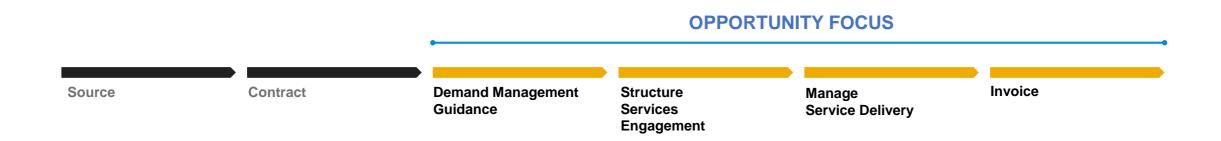
IC and Freelancers



Catalog-based



The Challenge in Downstream Services Procurement



- Even if sourcing and contracting capabilities have matured, operational procurement, especially for services, remains a challenge
- Value leaks as end users purchase through the wrong channels, engage non-preferred suppliers, or manage the delivery of services with little rigor
- SAP Fieldglass enables the budgetary controls, diverse payment characteristics, contractual terms & conditions, and oversight of the 3rd party contractors required to effectively manage services procurement

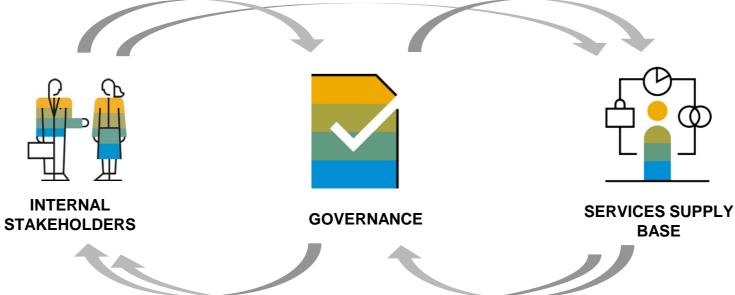


Services Procurement Opportunities

Rationalize rates

Automate invoice reconciliation

Enforce Buying channels



Enforce preferred suppliers

Automate on & off boarding

Platform for collaboration

Managed supplier & contractor activity

Automate workflows

Operationalize Contract Terms

Enable market benchmarking

Improve user experience

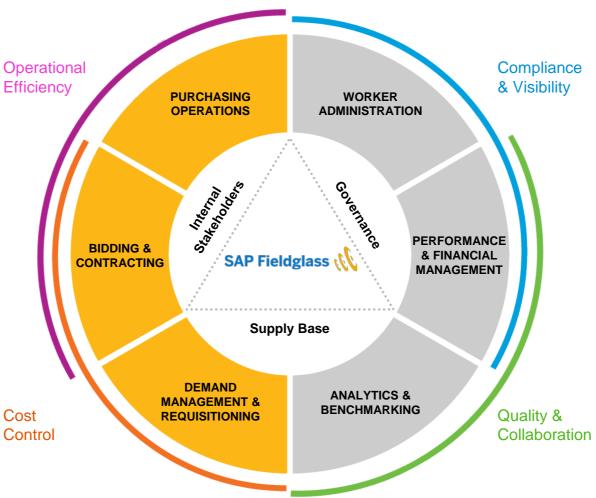
Automated, granular spend reporting



Engage

Services Procurement Capabilities

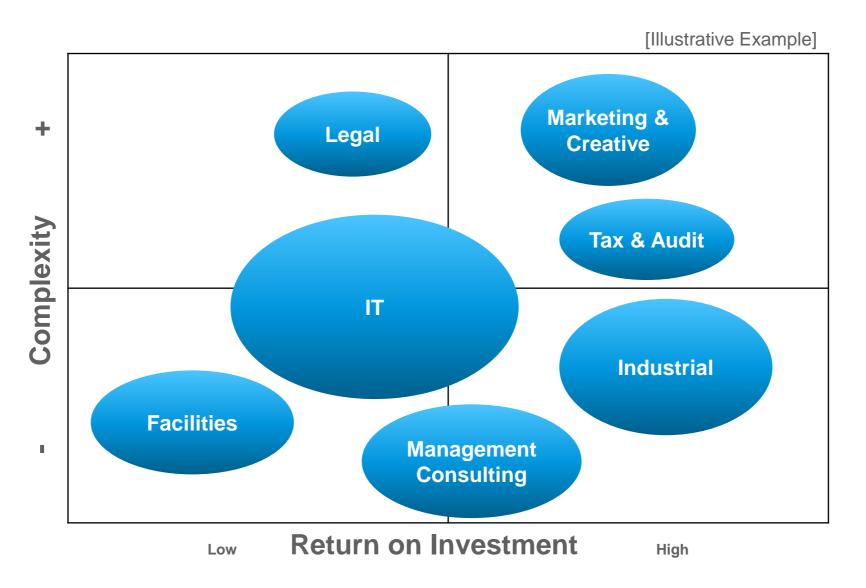
Single integrated global platform to manage the financial, contractual, operational, and human capital parameters of the services engagements.



Manage Delivery

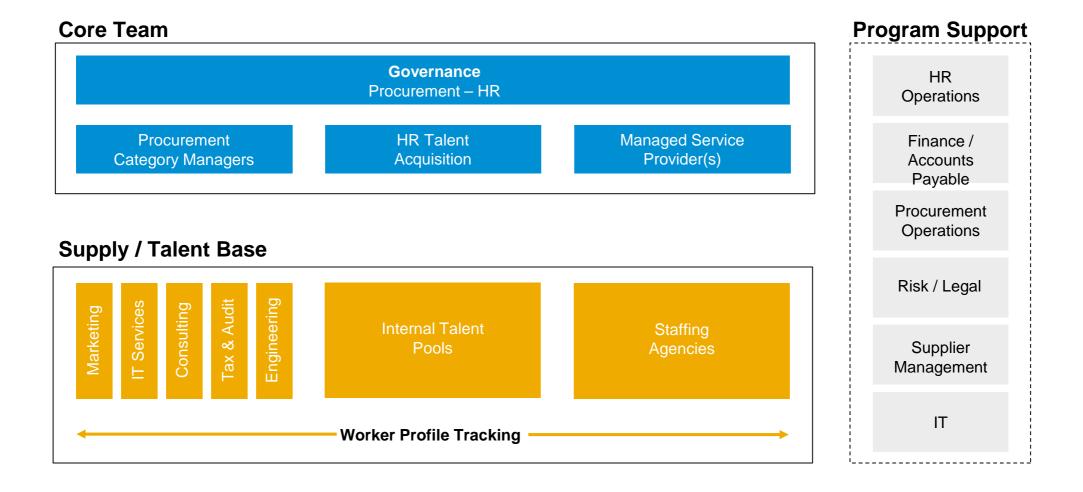


A Category Centric Deployment Approach



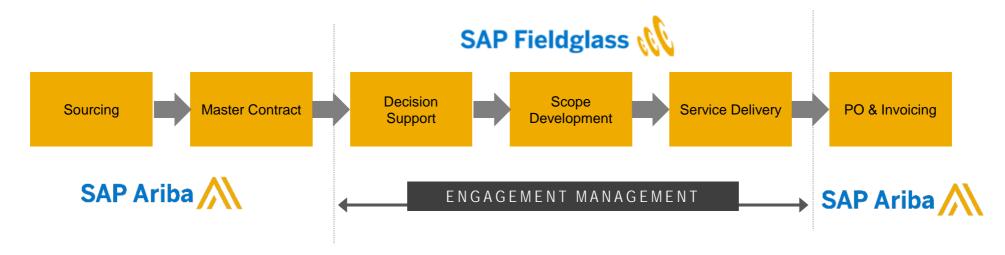


Effective Governance for Ongoing Success





SAP Fieldglass & SAP Ariba: Better Together



Parameters of a Services Engagement:

- 1. Dynamic scoping based on how, where and when work will be delivered
- 2. Resources on/off boarding, chain of custody tracking, and tenure management
- 3. Supplier initiated scope updates and project document collaboration
- 4. Changing delivery team make up, including internal employees
- 5. Task/activity level cost accounting and effort tracking
- 6. Project SLA and performance management



SAP Ariba + SAP Fieldglass Incremental Value

Enabling Complete External Workforce Control (Who & How within External Services)

Manage workers associated with each SOW engagement	 On/Off Boarding & Provisioning Tenure & Performance Tracking Expenses 	 Contractor record and related documents Offload data entry to services supplier
Downstream SOW authoring and supplier collaboration	 Self-service, buyer centric SOW development Collaborate on language, engagement structure and pricing 	Configurability across payment characteristics
Manage engagement specific supplier performance	 Deliverable level performance tracking Engagement and relationship level role up 	 Configurable supplier visibility into performance Drilldown, real-time, supplier KPI scorecards
Timecard functionality	 Seamless allocation of hours across job types, project codes and cost centers Complex rate management (e.g. overtime, double time, markups) 	Rate benchmarkingMobile capabilities
MSP Governance Model	 Native "PMO" architecture Single-tenant / Multi-MSP capability Administrative panel for alerts and tactical tracking 	 PMO enabled configurability (e.g. workflow changes, report development, custom fields etc.)

