CENTER OF OPERATIONAL EXCELLENCE FOR OCEAN AND AIR FREIGHT

A TAILORED SOLUTION TO GLOBALLY MANAGE PHARMA OCEAN AND AIR FREIGHT SHIPMENTS

Pharma companies that produce life-saving medicines need to coordinate the flow of materials to production and the seamless delivery of finished goods to customers. The complexities of transportation management and regulatory and quality compliance are compounded by global supply chains that involve multiple suppliers, production sites, and channels along with distribution to many markets.

TYPICAL BUSINESS CHALLENGES

- Minimizing points of contact
- Planning transportation
- Mitigating risk
- Enabling visibility
- Achieving continuous improvement



DHL SOLUTION

The DHL Center of Operational Excellence solution **is jointly developed with each customer and customized to specific needs**. It enables coordination and control of the inbound-to-manufacturing flows as well as the outbound-to-market flows to distribution centers and affiliate air and ocean freight shipments.

Center of Operational Excellence for Ocean and Air Freight

SOLVING YOUR BUSINESS CHALLENGES

- ✓ Minimizing points of contact Provides a centralized team of experts as the single point of contact for the customer's global transport management team; claim and escalation management; acts as the customer's global ambassador
- ✓ **Planning transportation –** Improved centralized and standardized planning and quoting on ad-hoc requests; weekly capacity reviews for regular lanes
- ✓ Mitigating risk For order execution excellence, quality, and on-time delivery adherence, centralized coordinated customer-specific trainings and audits

- ✓ **Enabling visibility** Actively monitoring all shipments globally; close communication with the customer's transport management team
- Achieving continuous improvement Near-real-time data reporting and analytics to measure key performance indicators and continuously improve operations

KEY BENEFITS FOR YOUR BUSINESS





Processes are globally standardized and centrally managed for change and improvements



EXPERTISE FOR PEACE OF MIND

Life science-certified professionals to manage and execute your business

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TRACKING & TRACEABILITY

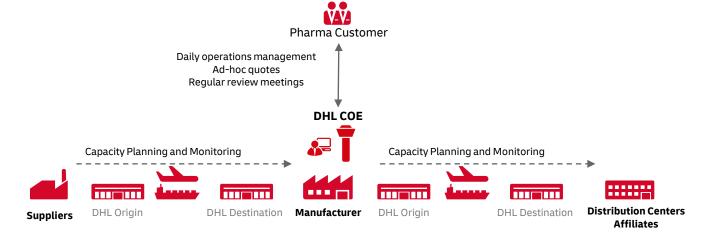
Secure processes with full tracking visibility and traceability



COMPLIANCE & CONTROL

Compliance with regulations and industry standards; standard processes and exception handling

STANDARDIZING TRANSPORTATION PLANNING, VISIBILITY, RISK AND EXCEPTION MANAGEMENT



Pharma Subsector:

Center of Operational Excellence for Air and Ocean Freight

Business Scenario & Key Customer Challenges / Requirement

Business Scenario: It is challenging to manage a complex global air and ocean freight transportation network for temperature-controlled and non-temperature-controlled shipments, covering critical raw materials like APIs from various suppliers to a few manufacturing sites and finished life-saving medicines from manufacturing sites to multiple distribution centers and affiliates globally. This requires accurate planning, shipment visibility, seamless communication with all stakeholders, a standardized accounts payable process, and a structured business review approach to mitigate risk and identify areas for improvement and innovation.

- 1. Transport capacity: Ensuring transport capacity at needed points of time is crucial for seamless production and to avoid short-stock / out-of-stock situations for finished goods
- **2. Shipment visibility:** Near-real-time visibility allows manufactures to predict potential delays and adjust production planning accordingly
- **3. Communication** across different time zones and with various stakeholders is key to ensuring the correct execution of all transport-related processes
- **4. Flexibility** to cater to seasonal / regional peaks and the availability of raw materials
- **5. Continuous improvement** is key to increasing quality, reducing costs, and achieving higher customer satisfaction
- **6. Accounts payable: F**or customer with a single accounting platform, collecting and validating non-standardized invoices from various carriers causes high administrative effort

Pharma players compete in a **sensitive**, **highly regulated**, **and cost-competitive environment** where high quality and **service excellence** are essential for product availability and patient health.

DHL Solution Value Proposition

DHL provides a tailored centralized solution to address the complexity of managing pharma shipments. This fosters communication efficiency and drives continuous improvement and innovation.

Our solutions provide:

- Improving transportation planning Centralized and standardized planning and quoting on ad-hoc requests; weekly capacity reviews for regular lanes
- Increasing visibility Actively monitoring all shipments globally; close communication with the customer's in-house transport management team
- Single point of contact Centralized team of experts as the contact point for the customer's global transport management team; claim and escalation management
- **Mitigating risks** For order execution excellence, quality, and on-time delivery adherence, centralized coordinated customer-specific trainings and audits
- Achieving continuous improvement Near-real-time data reporting and analytics to measure key performance indicators and continuously improve operations
- **Centralized invoicing** –Invoice consolidation across all countries according to customer's requirements to support customers single accounting platform approach.