

ProMinent Group Supplier Summit

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Today's Objectives



Speaker Introductions



ProMinent Initiative



Describe Impact & Benefits



Demonstrate Next Steps



Q & A (as follow up & Website)

Vorstellung der Redner



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Digitazation of Procurement processes @ ProMinent



Why we as ProMinent are implementing SAP Ariba



Securing our competitiveness



Increasing our efficiency - value add vs. non-value add



Meeting our customer requirements



Standardization



What's actually changing? What we will keep ...



Orders are placed/transferred via the Ariba network.

- Order confirmations must be reported back via Ariba. Please continue to send invoices via email.
- For many materials, the most current documents will be automatically sent along with the order



Introduction of Advanced Shipping Notification (ASN)- You inform us about the shipment of the goods and send us e.g. also (3.1)-certificates via this channel. That enables us to do a much better production planning and will reduce inefficient check backs on both sides.



In the future, our requesters will order indirect material directly from catalogs. Catalog suppliers will have more reach and orders will be placed faster.



Tenders will in future be made exclusively via Ariba



The supplier evaluation and classification (e.g. Preferred) is done via Ariba, as well as the administration of essential master data



What should you as a supplier do next?

After this summit, you should create and configure an Ariba account and then tell us your new Ariba Network ID (ANID).



You already have an account (ANID)? Then please send us the ANID to DE-ariba@prominent.com and we will contact you via the Ariba system to establish a business relationship (TRR).



If you would like to load a catalog in our Ariba system in the future, please contact the responsible buyer who is already taking care of you today. Our Catalog Enablement Team will then contact you.



Visit the Sourcing area on our homepage* http://www.prominent.com

There you will be comprehensively informed about the introduction of Ariba at ProMinent and you will also find an extensive FAQ as well as various documents to download.

^{*} Dieser Bereich wird Ihnen ab ca. Ende November zur Verfügung stehen.

Is this change necessary?



A large number of our suppliers already successfully conduct business with other customers via the Ariba network, whether through catalogs or Commerce Automation.



ProMinent will successively transmit all orders via the Ariba in the future. A global rollout ensures that we will carry out our processes in a uniform manner worldwide.

This means that we would like to take you, as a ProMinent supplier, with us on this journey. Accordingly, participation in Ariba is obligatory for all our suppliers in the future and is a component of our qualification process to become a Preferred Partner.

When will the changeover take place?



We start with the so-called Commerce Automation (AB's, ASN).

Planned go-live: 12/15 2020



In parallel, we are implementing Guided Buying, a an online marketplace for our requesters. This is used to place orders with suppliers from catalogs or specific order forms. In addition, so-called small price requests/tactical buying (RFQ) will be performed.

Planned Go-Live: 03/31/2011



By means of the Strategic Sourcing Suite you will receive requests for quotations and make offers in the future within the Ariba system. The supplier evaluation and master data management will also be processed via it.

Planned Go-Live: 07.01.2021

Schedule and expectations

10/10/2020: Start of onboarding for suppliers

11025/2020: Accepting the request to establish

a business relationship

11/06/2020: Participation in supplier training (Summits)

12/15/2020: Go-live Commerce Automation

3/31/2021: Go-live Catalog Suppliers



Questions about the Ariba Network account can be sent to the following e-mail address:

DE-ariba@prominent.com

Why a Business Network?





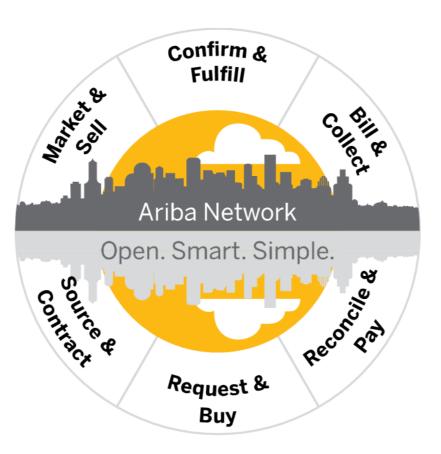


Buyer Participants

Global Enterprises

Midmarket Companies

Individual Buyers





Supplier Participants

Direct Materials

Indirect Materials

Services

Why Ariba Network?

World's largest trading community of over \$1 trillion

- Help active Global 2000 buyers find your products and services
- Get expertise, experience, and advice



Single point for business collaboration

- Manage leads, proposals, contracts, orders, invoices, and payments
- Collaborate with multiple customers

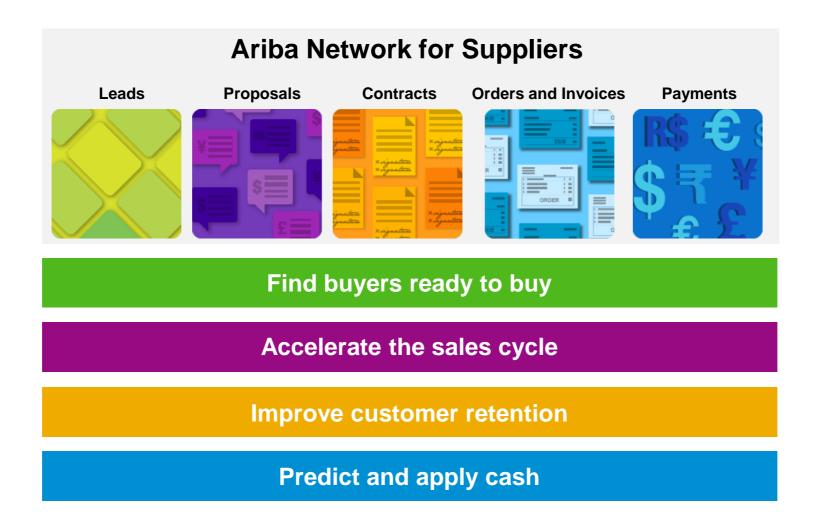


Works with how you do business

- Access a wide range of transaction options
- Use many browsers, formats, languages, and currencies



SAP Ariba Supplier Solutions



SAP Ariba helps you...



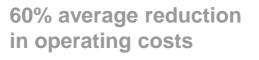
Save Time

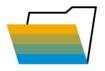
- Create and send invoices in seconds
- No need to confirm the orders via email/phone
- No need to spend time for follows up for payment
- Operate in real time
- Access your documents quickly



Lower costs

- Reduce paper usage
- Eliminate postage costs
- Reduce costs associated with resources used to generate/ rework the invoices





Stay organized

- Handle multiple customer relationships under one account
- Enjoy the simple way to store PO'S and invoices
- Get a better visibility into customers' spend
- Use 'Search Filters' to find your document/s
- Have the visibility into when you'll get paid and what for

80% efficiency and transform business operations

64% reduction in manual intervention

SAP Ariba helps you...



Increase your revenue

- Publish your catalogs in front of thousand of potential buyers
- Become searchable as a supplier on Ariba Discovery
- Establish new customer relationships via Ariba Discovery



Receive faster payment

- Help your invoice reach the correct contact in the approval flow
- Feel confident all order information is complete and accurate
- Prevent errors through system checks



Satisfy your customer

- Support your customer's strategic business plan
- Become a preferred supplier
- Simplify the communication process

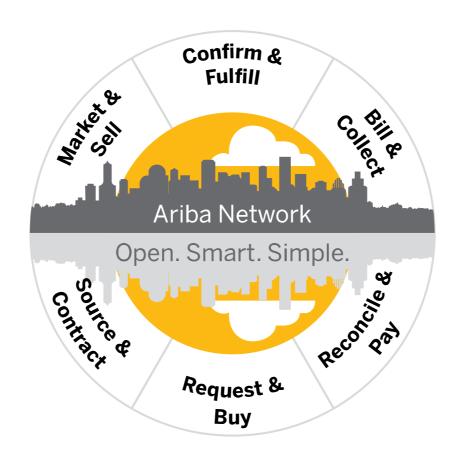
30% growth in existing accounts 35% growth in new business

62% decrease in late payments

15% increase in customer retention

Standard Procure-to-Pay Cycle

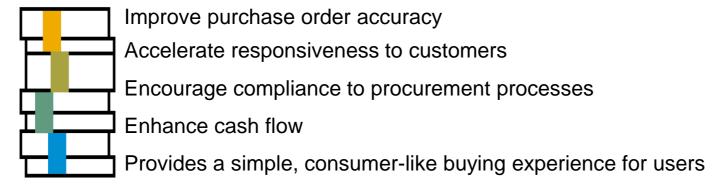






Catalogs on Ariba Network

Catalog Benefits



Catalog Options



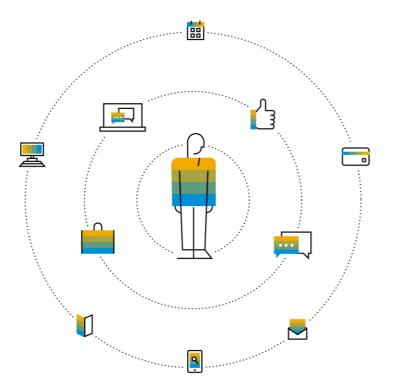
CIF (file based catalog)



PunchOut Levels 1 & 2 (users shop at your store and return items to their Ariba shopping cart, based on requirements)

*If your customer determines they would like to enable catalogs with you, a Catalog Enablement Expert from Ariba will reach out to you with further details/instructions

Ariba Network Fee Schedule Basics



FREE for all suppliers to join and begin transacting

Suppliers only start being charged once reaching the Fee Threshold of €44,600 and 5 Documents

Chargeable documents are considered Purchase Orders, Invoices, Service Entry Sheets, and Service Entry Sheet Responses

Chargeable suppliers transacting less than 185,000 EUR in annual financial volume will be assigned to the Bronze level irrespective of annual document count

Supplier Fees

Fee Threshold \$50,000 and 5 Documents

Suppliers who do not cross the Fee Threshold will not be charged fees

Once the Fee Threshold is reached, below model applies

Transaction Fees

Billed every quarter

0.155% of transaction volume

Capped at \$20,000/year (per relationship)



Subscription Fees

Billed once a year

Annual Document Count Across <u>All</u> Customer Relationships	Subscription	Annual Fees
5 to 24 documents	*Bronze	\$50
25 to 99 documents	Silver	\$750
100 to 499 documents	Gold	\$2,250
500 and more documents	Platinum	\$5,500

^{*}Chargeable suppliers transacting less than \$250,000 in annual financial volume will be assigned to the Bronze level irrespective of annual document count

Ariba Network Supplier Subscription Offerings



- ✓ FREE Collaboration
- Onboarding Assistance
- Custom Routing and Reporting

- Electronic Catalogs
- Ariba Discovery
- Customer Support

- Advanced Reporting
- Achievement Badges

- √ cXML/Catalog e-Learning Courses
- √ 1 Ariba Discovery Lead Response

- Integration Express Consultation
- Unlimited cXML and EDI Usage
- Technical Support
- ✓ 2 Ariba Discovery Lead Responses

- Data Cleansing and Enrichment
- ✓ Basic Integration Tools

- ✓ E-commerce Consultation Services
- Unlimited Ariba Discovery Lead Responses

- ✓ Dedicated Support Channel
- Advanced Integration Tools

✓ Pass to SAP Ariba LIVE

Ariba Discovery



Receive qualified leads

A quick 5 minute registration will activate qualified leads sent right to your inbox



Save time

Get in front of buyers when they are actively looking for new suppliers



Sell effectively

Take advantage of the Ariba Network community to get in front of buyers you're not already working with



Win new business

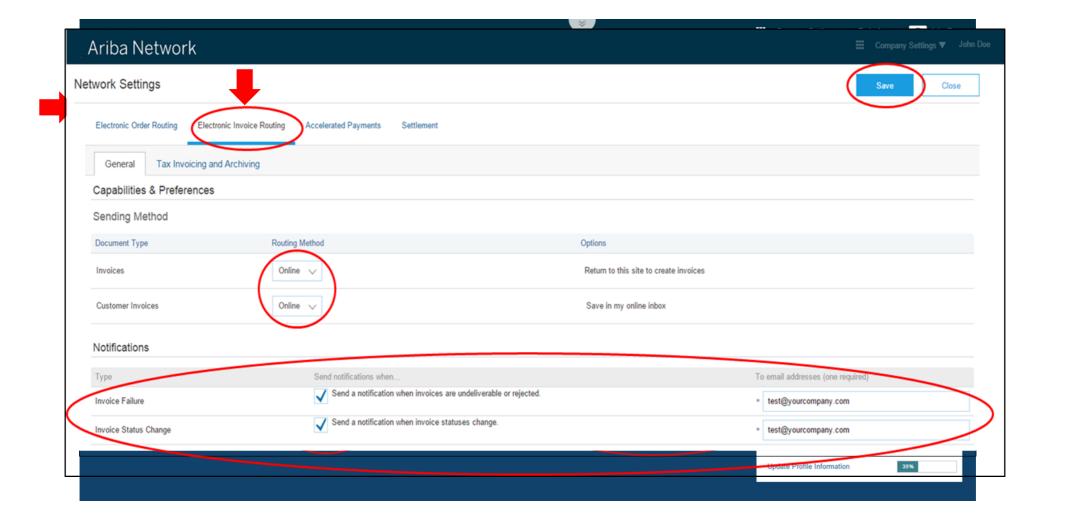
Tap into \$5 billion of new opportunities posted annually



Increase interactivity

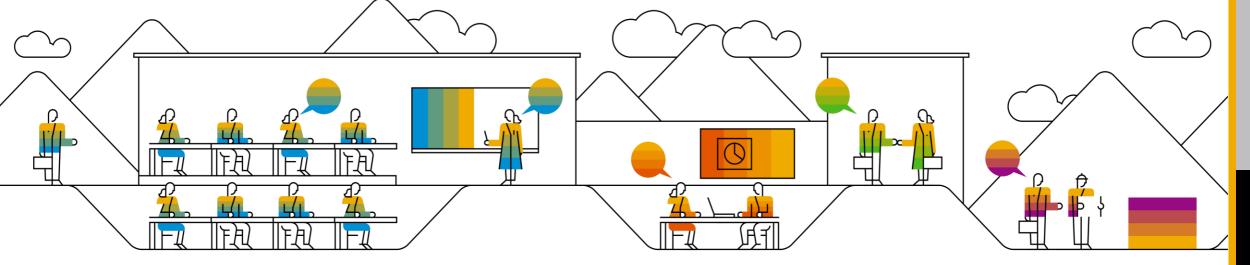
Communicate with buyers and prospects in real time

Configure Your Account



Go Live on Ariba Network

Projected Date to Start Transacting- 12/15/2020





Thank you!

