# Craft

SOLUTION BRIEF

## **Financial Risk**



## Avoid supply chain instability and disruption by understanding the financial health of your suppliers.

### Challenges

Failure to recognize and mitigate financial instability in your supply chain can result in disruption from canceled orders and delays, to increased costs and reputational damage. Getting an accurate understanding of your suppliers' health, especially if you are working with private companies, can be time consuming and challenging. Often the information available only provides a historical snapshot, not an on-going pulse on financial health, leaving you vulnerable to changes in your suppliers' financial health.

Craft helps you monitor the financial health of every company in your supply chain, even your suppliers' suppliers, so you can quickly and effectively mitigate risk and prevent costly disruption.

## Financial Due Diligence

Financial due diligence is one of the most popular metrics in measuring supplier longevity and likelihood of bankruptcy. There are many factors to consider when determining financial risk, and gaining a complete picture of financial risk can be difficult, especially when that information is limited or coming directly from the supplier.

#### Indicators of financial risk

When suppliers are experiencing financial challenges, you may experience a decline in service, larger and longer gaps of communication, contract renegotiations usually involving price increases, contract cancellations, requests for extended deadlines, decreased quality, or even requests for earlier payment or early contract renewal.



Protect your bottom line by quickly and effectively identify and mitigate risk



Prove compliance
with centralized
tracking and
documentation



Safeguard your reputation by ensuring quality standards are met



Avoid delays and reliance on risky suppliers

Solution Brief: Financial Risk

#### Craft's Solution for Financial Risk

Craft offers one easy-to-use platform for identifying and monitoring risk, and optimizing supply chain strategies for the entire suite of risk categories including: financial, ESG, geopolitical, cybersecurity, compliance and regulatory, and operational risk.

#### CRAFT ENABLES YOU TO:

- Understand risks and vulnerabilities throughout your entire value chain
- Detect and resolve potential issues in a single platform
- Simplify complex technical issues with easy-to-understand scoring and summaries
- Identify next steps and mitigation plans

#### DATA TRACKED INCLUDES:

- Financial statements
- · Historical revenue growth
- Cost of goods
- Gross profits
- Financial ratios
- Price to earnings ratio
- · Acquisitions and subsidiaries
- Credit scores
- and more

# Craft, the intelligent supply chain resilience platform

Sense risk faster | Protect against disruptions | Accelerate business growth



SUPPLIER INTELLIGENCE

Evaluate suppliers in minutes instead of weeks with reliable and comprehensive data



SUPPLIER RISK MANAGEMENT

Continuously monitor and mitigate potential threats and disruptions to your supply chain with Al-driven insights, prioritized alerts, and seamless collaboration tools



SUPPLY CHAIN RISK MANAGEMENT

Proactively prevent supply chain disruption with multi-tier supplier visibility and intelligence, customizable alerts, impact analysis, and integrated collaboration tools

## Ready to learn more?

Schedule a personalized risk assessment session with our team to learn more about Craft.

Get Risk Assessment

Craft