

GREEN CORE WITH SAP SOLUTIONS

Providing visibility and control to help deliver your sustainable future

CO-CREATING SUSTAINABILITY, TOGETHER

The importance of sustainability goes beyond the imperative and obvious benefits to our planet. In business terms, Today, sustainability is fast becoming source of competitive advantage and long term growth.

That is why we are committed to helping our clients drive down their emissions and save 10 million carbon tonnes by 2030 – as well as making the Capgemini Group carbon neutral by 2025 and Net Zero by 2030.

Green Core with SAP Solutions, built on SAP technologies and enhanced with Capgemini expertise, are a perfect example of our sustainable vision brought to life.

By combining our deep industry knowledge and innovative tech ingenuity, we are delivering on our promise to co-create a greener tomorrow with our clients, so we can realize our sustainability vision together.







SETTING THE SCENE



"SUSTAINABILITY HAS BECOME AN IMPERATIVE FOR ORGANIZATIONS TO MAINTAIN COMPETITIVENESS, WIN NEW BUSINESS AND ATTRACT AND RETAIN TALENT, WHILE THEY ALSO STRIVE TO OUT-PERFORM THEIR SOCIAL AND ENVIRONMENTAL COMMITMENTS"

Elisabetta Spontoni

Global Head - SAP Operations Group Offer Leader Digital Core with SAP S/4HANA® **Capgemini** Sustainability is business-critical

79%

of **consumers** have changed their purchase preferences based on products' perceived environmental and social impact.

90%

of **executives** in the consumer products and retail industry agree that sustainability is a key driver for their sector.

70%

of **employees** actively seek companies with a strong environmental vocation.

Source: Capgemini, Sustainability Evolution, *Will your organization turn disruption into opportunity?* <u>https://www.capgemini.com/wp-content/uploads/2021/03/2021-04-07_Sustainability-revolution-</u> <u>POV Brochure A4-P Interactive Final.pdf</u>

SUSTAINABILITY MARKET DRIVERS

Sustainability no longer sits on the periphery of the business world. Today, it is a core component in business' ability to compete and grow over the long-term.



Socially-aware markets

More socially-aware consumers demand more sustainable products and services.



Increasing green regulation

Governments are implementing demanding compliance and regulation around sustainability.



Competition for talent In a market weighted towards job-seekers, employees seek companies with strong sustainability credentials.

Just **6%** of businesses have achieved a high-level of sustainable IT maturity

Source: <u>'Sustainable IT: Why its time for a Green revolution for your organisations IT'</u> Capgemini Research Institute, 2021



Agile new market players New, nimble competitors are entering markets seeking to exploit the sustainability niche.



Internal business pressures Shareholders and investors are demanding business leaders drive growth *and* sustainability.



SUPPLY CHAIN SUSTAINABILITY CHALLENGES

Sustainability remains elusive for many businesses, with data silos and legacy systems like ERPs acting as barriers.

SYSTEM COMPLEXITY

Data siloes

Data is key to business insight but is going unused, sat in siloes out of reach of the decision-makers who need it to drive sustainability.

Legacy systems

Legacy ERPs are complex, decentralized monoliths, unable to visualize the right information at the right time. ...leads to...

POOR VISIBILITY

Lack of carbon insights

Decision-makers have poor visibility and control over operations, products and inputs across their supply chain.

No action

Without timely and accurate insights into the business, enterprises cannot act decisively on sustainability.



Green Core with SAP Solutions

We empower organizations to thrive in a greener world by helping them gain greater control and visibility of their operations, products and suppliers, so they can spot and act on opportunities to make their entire value chain more sustainable.



STRONGER, TOGETHER

Capgemini uses innovative technology building blocks from SAP to help clients achieve their sustainability ambitions.



Tried, tested, trusted technology foundation

Market-leading, widely-used technologies aligned to SAP's commitment to zero emissions, zero inequality, and zero waste.





Actionable sustainability insights for businesses

SAP-based analytic apps and dashboards that provide actionable, client-specific insights. Solutions are tailored to specific industry needs and designed to match outcomes with companies' specific sustainability ambitions.



OUR CLIENTS' BIGGEST CHALLENGE

"How can I translate our sustainability ambitions into operations & technology?"



Our added value

We help our clients to meet their sustainability ambitions



GREEN CORE WITH SAP SOLUTIONS: AN OVERVIEW



What are Green Core with SAP Solutions?

A set of solutions built on top of SAP applications that provide greater visibility and control for organizations by measuring the financial, economic, and social impact of their IT, operations and wider value chain.



What do they do?

Green Core with SAP Solutions use transactions across business functions in SAP applications to track carbon emissions and other sustainability KPIs, and visualize them in decision dashboards.



Why is this important?

Real-time outputs help teams make critical decisions and take action to meet their ambitions for making the value chain more sustainable – in turn driving competitiveness, compliance and growth.

HOW DOES IT WORK?





SUSTAINABILITY BENEFITS

Capgemini uses deep sector expertise to build outcome-focused solutions for clients.





OUR SOLUTIONS

3



INTRODUCING SUSTAINABLE SUPPLY CHAIN BY CAPGEMINI

SUSTAINABLE SUPPLY CHAIN

Today's challenge

To build a sustainable supply chain, companies must understand their suppliers' carbon emissions, energy use and waste performance. These metrics are rarely available.

How Capgemini helps

Our supply chain solution aggregates sustainability and carbon emission data for suppliers in SAP applications, ranking them via intuitive carbon footprint dashboards.

How you benefit

Accurate, up-to-date sustainability rankings allow you to choose the most sustainable suppliers and carriers, as well as the most efficient delivery routes and transport modes.

Tangible business **benefits**

10%

lower carbon footprint for outbound transport

10% of costs save by cutting energy and water consumption

8%

more efficient fleet utilization, for greener transport

SUSTAINABLE SUPPLY CHAIN BENEFITS



Improves ESG performance

- Better sustainability sourcing decisions
- Lower supply chain carbon footprint
- Improved social enterprise index

Ensures regulatory compliance

- Supplier human rights and regulatory compliance, tracked
- Improved monitoring of sustainable contract terms

Sustainable supply chain



boosts visibility and control

Reduces operating costs

- Lower water and energy consumption
- Improved fleet-utilization
- Admin costs saved via supplier screening

Enhances customer engagement

• Brand image is improved via supplier compliance

SOLUTION IN ACTION

SUSTAINABLE SUPPLY CHAIN

Our use cases address end-to-end supply chain sustainability requirements by reducing waste, enabling sustainable procurement decisions and making carbon emissions transparent across production, raw materials, energy, and transport.



chain processes

Capgemini's Green Core with SAP Solutions | 2021

performance

into inventory

and planning

fluctuations



A single dashboard to comprehensively evaluate supplier sustainability on SAP S/4HANA®.



Feature: Supplier sustainability parameters

Key benefits

- More sustainable sourcing decisions
- Suppliers accurately segmented
- More sustainable contract management



Feature: Supplier ranking report



A single dashboard to comprehensively evaluate material sustainability on SAP S/4HANA®.



Feature: Parameterization for supplier material sustainability

Key benefits

- More responsible sourcing decisions
- More accurate material selection
- Manage material attributes on carbon footprint, recycled content, water & energy efficiency



Feature: Supplier ranking report for material sustainability



View aggregated data on carbon/fuel emissions, distance and total weight, from freight orders on SAP.



Feature: Fuel consumption report, based on freight orders

Key benefits

- Actionable insights on carrier performance
- Choose optimized routes and transport
 mode
- Informs more sustainable business processes



Feature: Report on carrier fuel consumption and carbon emissions



A single dashboard for evaluating supply allocation against supplier sustainability.



Feature: Supplier sustainability and risk parameterization

Key benefits

- Better supply/demand allocation
- Improved supply distribution management and demand forecasting
- Increased supply chain responsiveness



Feature: Supplier ranking report on sustainability





Integrate carbon footprint data into inventory planning, using SAP Intelligent Business Planning (IBP), SAP Analytics Cloud (SAC), Product Carbon Footprint, and SAP.



Feature: Report on inventory carbon footprint, across locations

Key benefits

- Fewer value chain expenses tied up in working capital
- Inventory and service is optimized according to environmental impact
- Enables users to take remedial actions to reduce safety stocks



Feature: Displays 'what-if?' scenarios for product locations



THE CAPGEMINI DIFFERENCE



YOUR TRUSTED PARTNER FOR THE SUSTAINABILITY JOURNEY

Capgemini draws on our deep industry knowledge to deliver tangible, specific business-led outcomes using leading SAP technologies.



Unique IP, implemented at speed

We will accelerate your sustainability roadmap with unique, owned, and purpose-built use cases implemented at pace.



Transformation beyond digital

Our holistic approach goes beyond technology to build configurable sustainability into your day-to-day operations, to change mindsets and processes across your business.



Data is in our DNA

Our extensive data heritage enables us to maximise its use via effective integrations, real-time visualizations, and intuitive dashboard designs.



Rich cross-pollination of skills We have combined our sector and capability expertise to

deliver 50 sustainability innovation assets to date.



Leading SAP architects of the future Capgemini is home to the world's largest SAP-certified

Capgemini is home to the world's largest SAP-certified workforce, whose expertise informs and drives value across our sustainability solutions.

CASE STUDY

STATE OF THE ART REPLENISHMENT SYSTEM

CLIENT PROFILE

- **Consumer Products Retail sector**
- Leading supermarket Europe •
- Among top 4 in both revenue and customer base

- **BUSINESS OUTCOMES**
- Higher density truck loads •
- Lower transportation costs
- Greater supply chain responsiveness
- More accurate store planning
- Fresher in-store products

AIM

To increase supply chain efficiency through smart ordering, improved forecasting, end-to-end data sharing and automation.

ENVIRONMENTAL OUTCOMES

- Less food waste
- Lower fossil fuel consumption
- Client empowered to reach their target for reduced food waste

Projected carbon saving of 6,600 tCO2e per year

SOLUTION



Capgemini used our deep retail sector knowledge to develop a state-of-the art AI/analytics replenishment solution that provides a self-learning forecast model for the number of customer visiting particular stores each day.







GREEN CORE WITH SAP SOLUTIONS What is the Green Core Quotient of your business?



READY TO FIND OUT MORE?

Get in touch with us today

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About Capgemini

Capgemini is a global leader in partnering with companies to transform and manage their business by harnessing the power of technology. The Group is guided everyday by its purpose of unleashing human energy through technology for an inclusive and sustainable future. It is a responsible and diverse organization of 290,000 team members in nearly 50 countries. With its strong 50 year heritage and deep industry expertise, Capgemini is trusted by its clients to address the entire breadth of their business needs, from strategy and design to operations, fuelled by the fast evolving and innovative world of cloud, data, AI, connectivity, software, digital engineering and platforms. The Group reported in 2020 global revenues of €16 billion.

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