

# Supplier Performance Report: Financial Risk Assessment

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Prepared by: Global Procurement & Risk Management Team

## Overview

This report highlights recent developments affecting the financial stability of several suppliers operating in high- and medium-risk regions. These issues may impact the continuity of supply and require mitigation measures to ensure operational resilience.

## Key Suppliers at Financial Risk

Supplier Name	Country	Risk Level	Observed Issues
ComTech	Venezuela	High	Severe currency volatility, inflation, delayed shipments
ProTech	Iran	High	Trade restrictions, banking limitations
GameSound	Ukraine	High	Operational disruptions due to conflict
TechWorld	Nigeria	High	Infrastructure and liquidity issues
GamingGear	Argentina	Medium	Currency devaluation, rising inflation
VisionTech	Turkey	Medium	Access to credit tightening, inflationary strain
AppleStore	Pakistan	High	Limited foreign exchange, business environment volatility

## Emerging Concerns

- Turkey, Pakistan, and Argentina: These countries show early signs of deepening economic strain. Suppliers here may experience future instability if macroeconomic pressures continue unchecked.

## Potential Impact

- Disruption in supply schedules and lead times
- Increased cost of procurement due to inflation and currency risk
- Potential breach of SLAs due to resource or cashflow constraints
- Need for renegotiation of commercial terms in certain regions

## Mitigation Actions

- Alternative Sourcing: Identifying backup suppliers in low-risk regions
- Inventory Buffering: Increasing safety stock for high-risk supplier items
- Supplier Engagement: More frequent financial health checks and direct contact
- Flexible Contracts: Reviewing terms to include force majeure and early-exit clauses

## Next Steps

1. Conduct individual financial audits for suppliers in red-flag regions
2. Evaluate ongoing viability of long-term engagements
3. Escalate to executive procurement board for contingency planning