Coronavirus Outbreak in China: Impact to Supply Chain

On average, suppliers are operating at 50% capacity of normal staffing levels in Chinese manufacturing facilities, with 56% capacity proportion. 62% of respondents are experiencing delays in receiving orders from China, 48% of companies are experiencing delays when moving goods within China, and 46% of companies report delays loading goods at Chinese ports.

Impact to the Business

- 57% of companies reported worsened lead times since late 2019.
- Supply chain disruption is becoming the norm. It is critical to make time to develop your plan.
- Companies that shift production to other countries, or find alternative suppliers outside of China, are better positioned to withstand the impact of a supply disruption.
- 15% of companies reported worsened lead times since late 2019.
- Diversifying supply chain
- Developing transportation risk mitigation plan
- Now is the time to plan

Will you be ready when the supply disruption hits?

Stay up-to-date with the ISM coronavirus resource page for supply management professionals:

https://weareism.org/coronavirus-ism.html

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