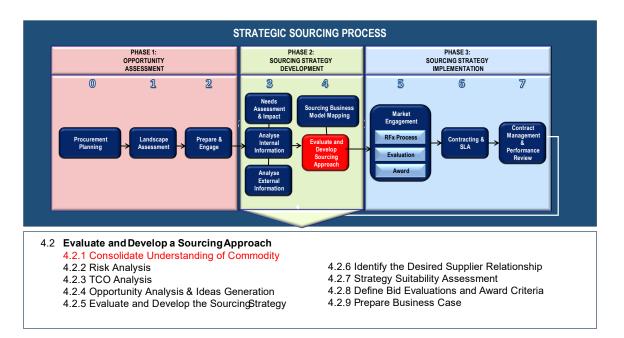
### S4(4.2.1) SPF GOOD PRACTICE GUIDE

# CONSOLIDATE UNDERSTANDING OF COMMODITY

### Using this guide

This guide accompanies the National Treasury's Strategic Procurement Framework (SPF) for Strategic Sourcing in the Public Sector. For more information, visit the National Treasury website at <a href="http://ocpo.treasury.gov.za/">http://ocpo.treasury.gov.za/</a> The SPF can be found here:

http://ocpo.treasury.gov.za/Resource Centre/Documents/1A.%20Strategic%20Proc urement%20Framework.pdf



### CONSOLIDATE UNDERSTANDING OF COMMODITY

### 1.0 Introduction

- i. The analysis data is consolidated to allow easy access to the information required in selecting the strategy.
- ii. The following good practice guides apply when consolidating the information regarding the commodity:
  - a. Commodity fact base
  - b. Level / Depth of information assessment

## CONSOLIDATE UNDERSTANDING OF COMMODITY

#### 1.1 The objective

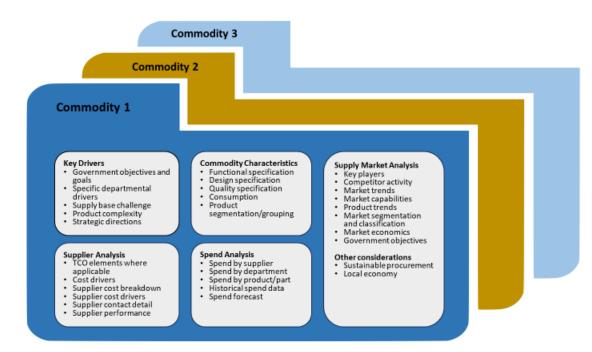
i. To consolidate all the information gathered from stages 0 to 3 in order to convert data and opinions into useful information and so assist with the data-driven decision-making process.

#### 1.2 The output

i. Information fact base

#### 2.0 Good practice guides

i. Information gathered during the data collection and analysis process can be consolidated to enable easy access to the information required for selecting the strategy.



ii. As indicated in Figure 1, consolidate understanding of commodity into a fact base.

Figure 1: Commodity Fact Base

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i. The development of the sourcing strategy must include consideration of all aspects of the current suppliers, contracts, commodities and pricing as indicated in Figure 2.

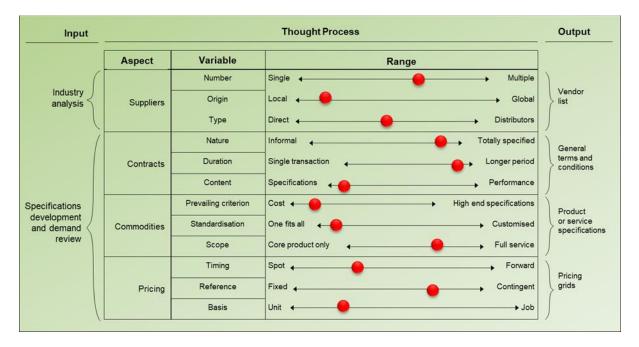


Figure 2: Level / Depth of Information Assessment

#### 3.0 Templates

Not applicable