



**UN Business Seminar
Tokyo / Japan
June 22-23, 2017**



Presentation outline

1. The Red Cross Movement
2. Goods and services procured
3. ICRC Worldwide Operations
4. Products required + Procurement procedure:
 - Pre-selection of suppliers
 - International tenders
 - Social audit compliance
 - Registration
 - Long term agreements
5. ICRC catalogue website
6. Code of Ethics



The ICRC is an independent international organization, founded 1863 by Swiss business man Henry Dunant in Geneva, Switzerland.

In 1876, the committee adopted the name "International Committee of the Red Cross (ICRC)", ... in memory of the organization's origins in the Battle of Solferino.



The Mandate & Activities:

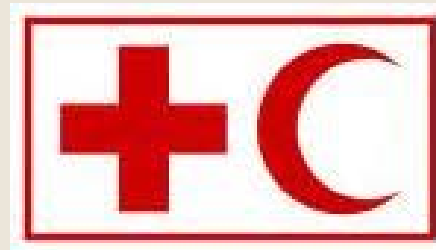
The ICRC is an independent, neutral organization ensuring humanitarian protection and assistance for victims of armed conflict and other situations of violence. It takes action in response to emergencies and at the same time promotes respect for international humanitarian law and its implementation in national law.

Movement & Emblems:

International Red Cross and Red Crescent Movement, the world's largest independent humanitarian network.



ICRC



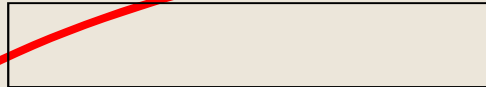
Intern. Federation (IFRC)



National Society



The International Red Cross Red Crescent Movement



(1863)



ICRC

190 National
Societies
(since 1864)



The International Federation of
Red Cross & Red Crescent
Societies (1919)



NS

**NIIHA (Neutral, impartial, independent
humanitarian action)**



Bottom line : THE ICRC IS...



Neutral, impartial and
independent humanitarian
organisation

Entrusted with an international
mandate by 196 States (parties
to the Geneva Conventions)

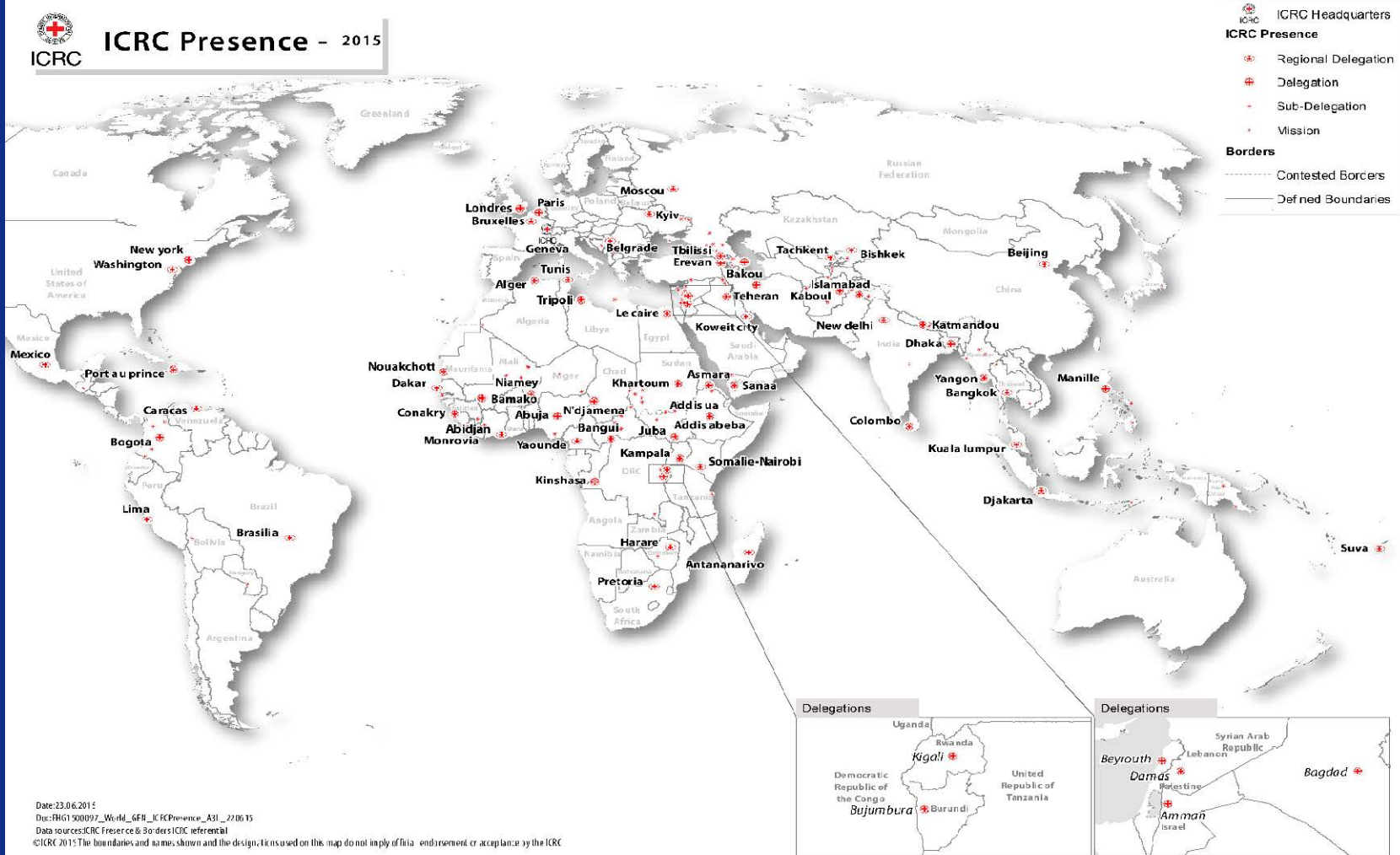
Part of the International Red
Cross and Red Crescent
Movement

***THE ICRC
IS NOT***





Setup and few figures:



87 countries 16'000 employees worldwide



Origin of funds

- Contributions from the States - party to the Geneva Conventions (governments)
- National Red Cross and Red Crescent Societies
- Supranational Organizations (such as the European Commission)
- Public and private sources

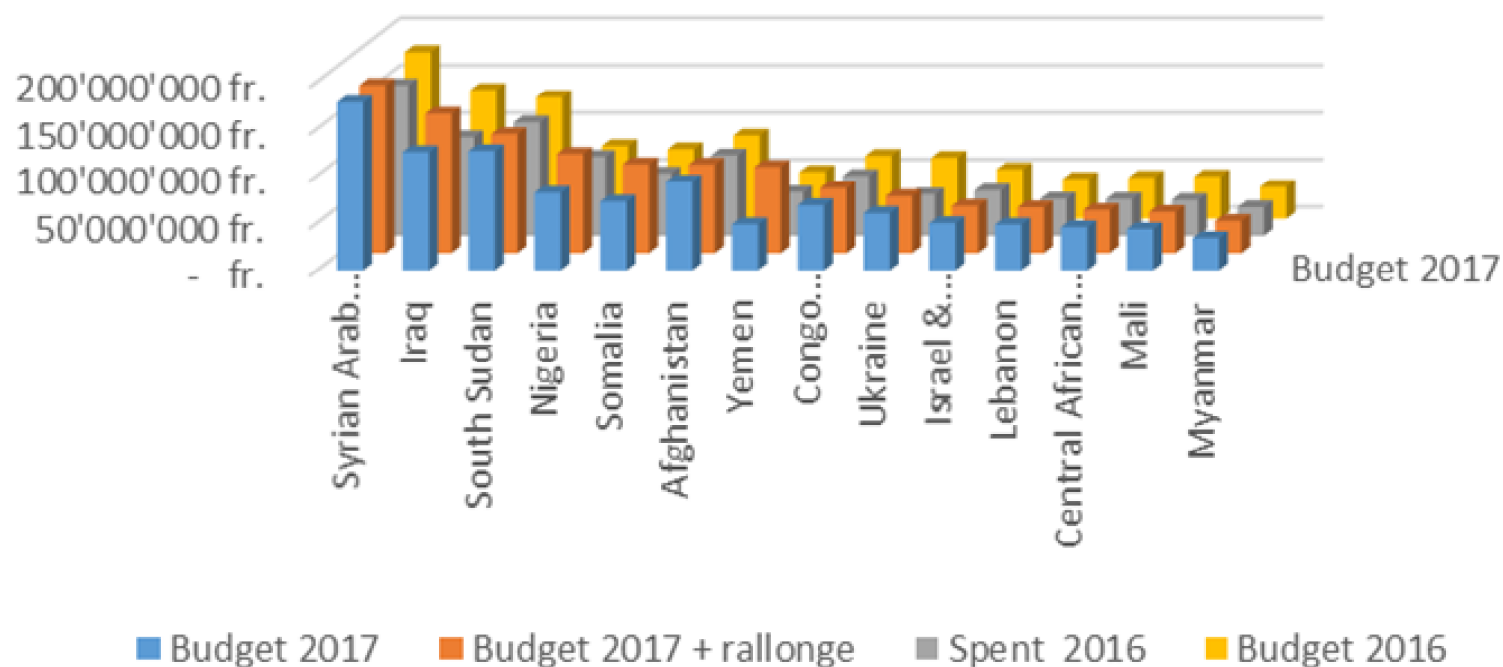
All funding is voluntary
No tied Funds



Expenditures 2016 = 1'459.5 mio CHF

Budget + extensions 2017 = 1.732.2 mio CHF

Initial Field Budget 2017 = 1'612 million CHF
list of 15 top operations





Goods and Services procured

Procure direct/indirect commodities/services to the ICRC operations (Supply Chain Management):

- > Needs definition (+ quality)
- > Order management
- > Procurement + Purchasing
- > Warehouse management (inventory + infrastructure)
- > Transport & customs (Import/Export)
- > Delivery to the field
- > Statistics/reporting & compliance

Provide and maintain safe transport means for passengers and cargo (air, sea and road).



Goods and services procured

- Assistance + Economic security





- **Water, Habitat and Engineering**





- **Health and Medical Services**





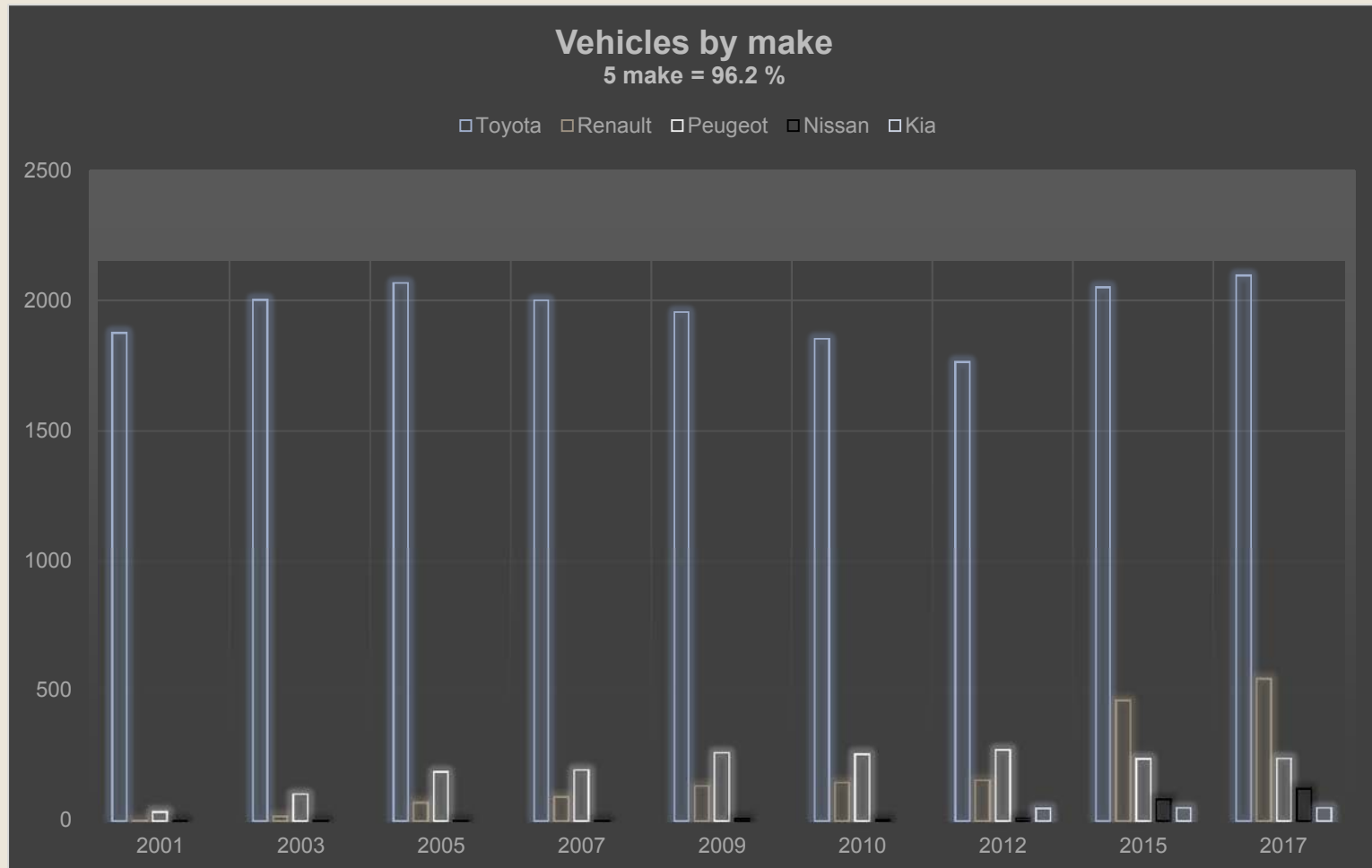
Goods and services procured

- Transports (air, sea and road)





Fleet + Vehicles by make



Purchase value of Japanese cars mainly Toyota in 2016 just over USD 8'000'000.-



Contingency Planning and Stocks





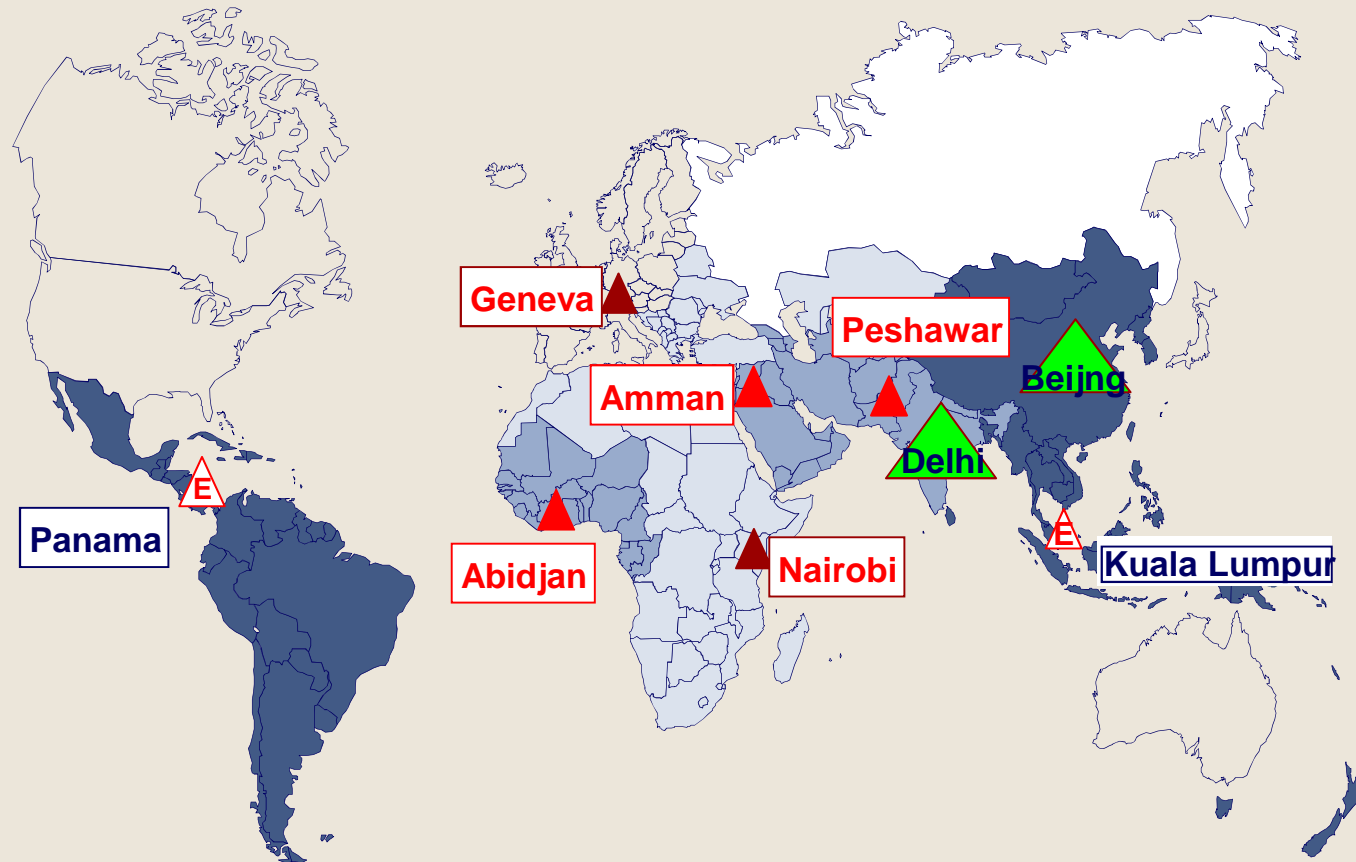
ICRC Worldwide Emergency Stocks

- 100'000 sqm WH worldwide with stock value ~ 70 millions USD
- 3.8 rotations of the stock per year





ICRC Worldwide Emergency Stocks



Red = ICRC warehouses / blank = ICRC goods in IFRC w/house
Green = regional procurement support for Asia
(under consideration in future emergencies more active support from China)



Standard NFI (non food items) kept in Emergency stocks

- Family tents
- Plastic sheeting + tarpaulins
- Blankets
- Mosquito nets
- Sleeping mats
- Jerrycans for drinking water
- water buckets
- Kitchen sets





Procurement procedure

- Pre-selection of supplier:

Social and ethical compliance

Respect of environment

Production capacity

Quality management in the production

Financial strenght

Ability to meet the ICRC specifications

Ability to communicate in English (audit)



Procurement Procedure

International tenders for Long Term Agreements

- Supplier assessment and validation
- **Social Audit compliance (to short-listed companies carried out by third party)**

- Registration

Vendor application form

ICRC General Conditions on Purchasing

International and national purchase of relief goods

- Supplier assessment and validation

- Registration

Vendor application form

ICRC General Conditions on Purchasing



Social Compliance + Quality Assurance

- Based on the ICRC ethical purchasing policy, the source needs to be controlled in every step of the supply chain. The ICRC strives that purchases are ethically acceptable. It includes the working conditions of suppliers employees, the environmental concerns and neutrality toward conflicting parties.
- Audit on ethical, social and environmental compliance including quality management during production cycle are done in the production sites before signing Long Term Agreements.
- The quality management during the production process is assessed for chosen suppliers. The ICRC has the moral obligation to distribute safe and adequate merchandise, respecting the needs and the dignity of the beneficiary



Social + Ethical Compliance



Child labor

Harmful polishing of kitchen ware





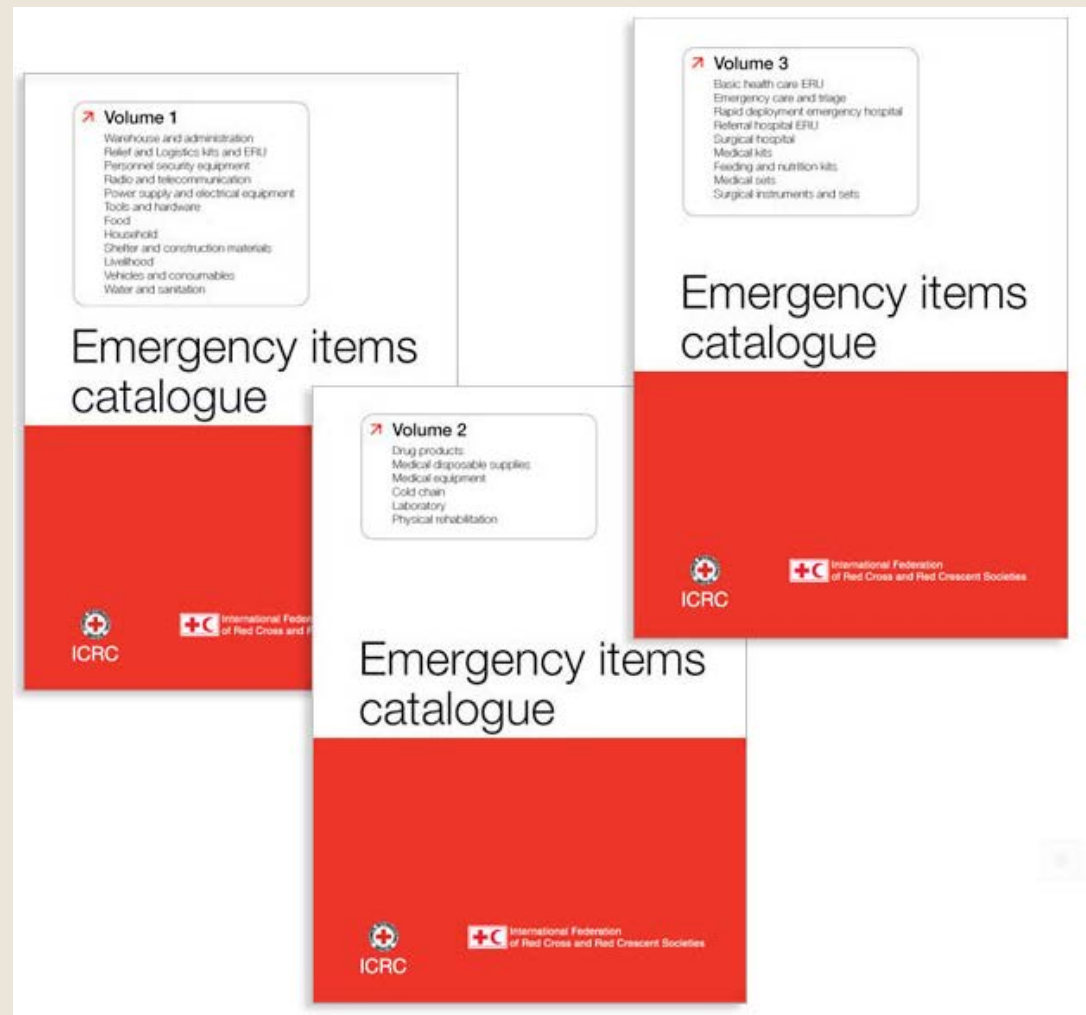
Environmental Sustainability





Mobilisation and Procurement

<http://procurement.ifrc.org/catalogue>





ICRC Emergency Items Catalogue

- The catalogue is intended to ease the selection and acquisition of suitable items, notably during emergency operations.
- Standardization for relief goods facilitates field operations and logistics support, improves quality assurance, communication and reporting. In addition it avoids inappropriate donations.
- The catalogue provides generic technical specifications for essential items.



Code of Ethics

We, engaged in any aspect of purchasing on behalf of ICRC shall never use our authority for personal gain and shall seek to uphold and enhance the standing of ICRC by:

Maintaining an unimpeachable standard of integrity in all our business relationship both inside and outside ICRC

Fostering the highest standards of professional competence amongst those for whom we are responsible



Code of Ethics

Optimising the use of resources for which we are responsible to provide the maximum benefit to ICRC operation

Comply both to the letter and the spirit of the law of the country in which they operate and with which we deal; and all contractual obligations incurred by or on behalf of ICRC.

Rejecting any business practice which might be reasonably be deemed improper.



@ICRC_jp

<http://jp.icrc.org/>
www.icrc.org



Thank you for your attention!