Indian Institute of Materials Management
Chennai Branch

announces Webinar Executive Development Program on

**Sub- Contracting Process**

**on 22nd & 23rd October 2020**
webinar timing between 3.30 pm and 7.00 pm
on both a days

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**Fees**

Participation fees will be **Rs. 1,250/- per participant** for IIMM Members and SCM Students & **Rs. 1,500/- for others. GST @ 18% will be applicable.**

Payment can also be made through NEFT transfer.

Beneficiary Name:

**INDIAN INSTITUTE OF MATERIALS MANAGEMENT**

Bank Name: **STATE BANK OF INDIA**

Branch Address: Nelson Manickam Road, No. 2/38, Railway Colony 3rd Street, Aminjikarai, Chennai- 600029. (Branch code: 011606)

Account type: Current account
Account No.: 10144205193
IFSC Code: SBI N 0011606
Permanent Account Number (PAN): AAAAI0056P
GST IN: 33AAAAI0056P3ZO

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**Charter member - IFPSM, UK**

**The International Federation of Purchasing and Supply Management**
Need for Subcontracting

Subcontracting refers to the process of entering a contractual agreement with an outside person or company to perform a certain amount of work. The outside person or company in this arrangement is known as a subcontractor. Many small midsize businesses hire subcontractors to assist with a variety of functions.

Subcontracting is often done to reduce costs, as subcontractors can often utilise specialized knowledge or resources and achieve cost advantages by producing in large numbers. For example, a smaller business might use an outside firm to prepare its payroll, an accountant to help with its record keeping and tax compliance, or a free-lance worker to handle a special project.

This training workshop details subcontracting within the manufacturing industry, where producers often subcontract painting, refinement or assembling of components. A subcontractor in production is a third part that performs complete production levels or individual operations for another company.

Why Subcontract

There are several reasons why subcontracting is carried out. Subcontracting is very useful in situations where the range of required capabilities for a project is too diverse to be carried out by a single general contractor. In such cases, subcontracting parts of the project that do not form the general contractor’s core competencies may assist in keeping costs under control and mitigate overall project risk. It may even grant some defenses in event of major situations.

It is less expensive for a contractor to hire the services of a subcontracting firm or employee than it is to hire an employee, since the primary contract is not responsible for paying workers’ compensation benefits, vehicle and general liability insurance, health insurance, full-time salaries, and social security taxes for independent contractors or subcontractors.

Industry segments addressed

Manufacturing, process, service, and retail industries requiring cost management support are mainly focused. However, even pure service industries such as hospitals, hotels, educational institutions, and general service providers can also benefit from this program.

Who Can Benefit

For senior and middle managers in source development, purchasing, engineering, costing, finance, marketing, entrepreneurs from MSME

Program Coordinator

The program would be designed and coordinated by Mr. V Ramachandran, Coordinator - Executive programs, IIMM Chennai.

Program modules

- What is subcontracting process and its role in operations
- Purchasing component in subcontract process
- Issues in managing inventory in subcontract process
- Invoice verification and settlement

Take aways

- Subcontracting refers to the practice of hiring an outside company or individual to perform specific parts of a contract or project.
- In most cases, a company subcontracts another business to perform a task that cannot be handled internally.
- In the business, a general contractor typically organizes several subcontractors that specialize in specific trades.

Faculty

The program will be designed and facilitated by a panel of subject matter experts from IIMM Chennai, having depth experience and expertise.

Methodology

The programme would be conducted on line with IIMM Standards, covering in-depth concepts exercises and interactive sessions.

Registration

Please mail your nomination(s) along with participation fees through Cheque/DD in favour of Indian Institute of Materials Management, payable at Chennai. Nomination(s) along with payment should reach IIMM office on or before 21st October 2020.

About IIMM

Indian Institute of Materials Management (IIMM) through its wide network of 53 branches and 20 chapters spread all over the country and with more than 10,000 members, represents a wide spectrum of professionals engaged in the various facets of Materials Management, responsible for planning, sourcing, control and distribution of materials. IIMM through its various training and educational courses is striving to equip the Materials professionals with the latest tools and techniques needed to develop innovative approaches to Supply Chain Management.