ARE YOU AT RISK?

SUPPLY CHAIN HOTSPOT RISKS TO LOOK OUT FOR IN THE CONSTRUCTION INDUSTRY: 2024 AND BEYOND



CONSTRUCTION SUPPLY CHAIN HOT SPOTS







Geopolitical



Compliance Pressure



Unethical Work Practices



Building Safety Act Amendments

October 2023

The amendments introduced in October 2023 mark a substantial enhancement in

building safety regulations.

Material Shortages 2023 Sales Decrease

BRICKS

BLOCKS







Shortages in key materials like bricks and blocks led to a general decline in construction output by 1.6% in January 2024

Geo-politics

The Ukraine conflict has disrupted oil and gas supplies meaning it costs significantly more to operate trucks, cranes, and other heavy equipment. The fallout of Israel-Hamas war may take time to become clear but would become more severe if it spreads to the rest of the Middle East, especially Iran, which is a major oil producer.

Compliance Pressures

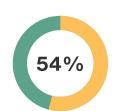
The construction industry faces a rapidly evolving regulatory landscape that will significantly impact how businesses operate and report on their sustainability practices.

CORPORATE SUSTAINABILITY
REPORTING DIRECTIVE (CSRD)

CORPORATE SUSTAINABILITY DUE DILIGENCE DIRECTIVE (CSDDD),

Unethical Work Practices
The Construction sector is one of the most

vulnerable when it comes to reputational damage as a consequence of unethical work practices.



were unable to provide valid right to work documentation.



were not provided with a contract of employment.

A survey of 7822 construction workers in 22/23 by Achilles

Public Pocurement Notices 03/24

Ushers in the adoption of the <u>Common</u>
<u>Assessment Standard (CAS)</u> for prequalifying suppliers in construction contracts inclusive of those within the public sector.

3 month

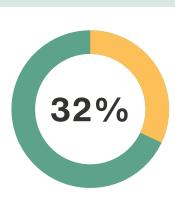
window to implement

Environmental climate risks in supply chains projected costs by 2026.

\$120B

Extreme weather

forced companies to source from more expensive suppliers.





Contact us today to learn how we can help you manage your supply chain to improve efficiency and reduce risk.

