

## **COST ANALYSIS**

Beginner level	Available langages: 👬 🌓 🌓 🥌 📀	Fee: € 490
e-Module titles	Objectives	Content
COST & SAVINGS	This module aims at understanding cost-related tools for better price-reduction negotiations:  - the costs which contribute to the company's income statement  - the expectations within the company  - the concepts of value & savings  - how RFX contributes to savings	Cost visibility     Stakeholder expectations     Savings definition & path     A. Savings from RFX
BASIC COST BREAKDOWN	This module aims at understanding how to use cost-related tools for better price-reduction negotiations: - how suppliers determine their pricing - identifying the different types of cost for a Cost Breakdown analysis	1. Supplier price 2. Fixed Costs & Variable Costs 3. Analytical approach 4. Cost pie 5. Cost breakdown – benefits, best practices, pitfalls
ADVANCED COST BREAKDOWN	This module aims at understanding how to use cost-related tools for better price-reduction negotiations:  - relationship between the company's cost structure & Cost Breakdown analysis  - traditional vs activity-based costing for overhead allocation  - the 4 cost models to prepare negotiations & achieve savings	Cost structure     Cost breakdown Analysis     Method for allocation of overheads     Cost models
TARGET COSTING & CONCEPT OF VALUE	This module aims at understanding cost-related tools for better price-reduction negotiations:  - how the target costing process contributes to creating value  - creating value thanks to value engineering & value analysis	1. What is Target Costing? / Target Costing process 2. Target Costing – selling price 3. Target Costing – should costing 4. Target Costing – value-based costing 5. Brief on Value Analysis / Value Engineering
COSTING METHODS & DESIGN TO COST	This module aims at understanding how to use cost-related tools for better price-reduction negotiations:  - understanding the TCO model to apply it to products or services  - use of Process costing & Project costing  - use of Design to Cost to optimise manufacturing costs	1. TCO 2. Process Costing 3. Project Costing 4. Design to cost
COST BREAKDOWN ANALYSIS	This module aims at understanding this fundamental Cost tool: - establishing a cost breakdown - the specificities of raw material & equipment - using cost breakdown for negotiation	Cost drivers     Specificities     Negotiation & follow up
TOTAL COST OF OWNERSHIP (TCO)	This module aims at understanding specific Procurement tools & practices: - what TCO is - locating & handling costs with TCO	1. What is TCO? 2. Locating costs 3. Handling costs