

### sanofi

### How to optimize industrial performance in pharmaceutical industry

### CPDIS, January 16th, 2025

Guillaume Atoui

Head of Asset performance program Sanofi Manufacturing & Supply



### sanofi

# We chase the *miracles* of science to *improve* people's lives

## **Our Four Global Business Units**



Anthony Van Poucke, Associate Scientist, Belgium

#### Specialty Care

- Immunology
- Rare Diseases/ Rare Blood Disorders
- Neurology/ Multiple Sclerosis
- Oncology

#### **General Medicines**

- Autoimmune Type 1 Diabetes
- Type 2 Diabetes
- Cardiovascular
- Established Products
- Transplant

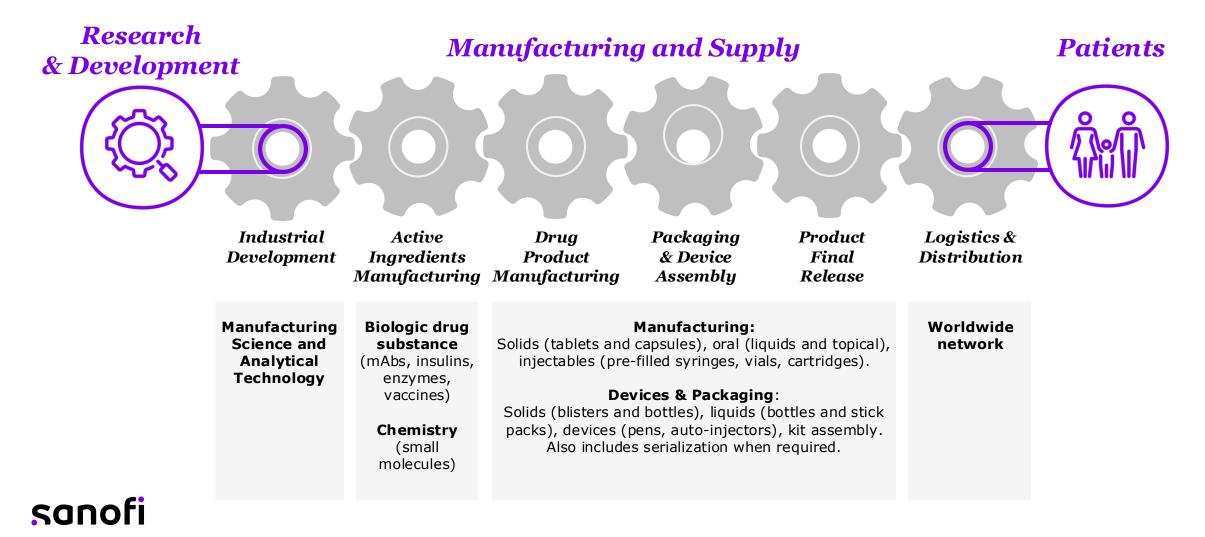
#### Vaccines

- Influenza
- Polio Pertussis and Hib
- Boosters
- Meningitis
- Travel & Endemic
- RSV

#### Consumer Healthcare

- Allergy
- Cough, Cold & Flu
- Pain Care
- Digestive Wellness
- Physical & Mental Wellness

# Manufacturing and Supply, the *essential link* between R&D and patients...



### Sanofi Manufacturing & Supply (M&S) - Our Mission



Giovanna, Asthma Patient

To build a *modern*, *industry-leading manufacturing network* 

Bringing together *talented people* and *cutting-edge technologies, data* & digital

To reliably launch and supply high-quality, affordable and sustainable medicines and vaccines Around **30,000** employees

**4.3**bn

**units** of medicines & vaccines manufactured & distributed

€<mark>1</mark>bn

#### invested

every year to transform and modernize our industrial network with a strong focus on digital

# Embracing all technologies and supporting all global business units





## Minimizing our *impacts*

# Our 5 environmental *commitments*



# **Fight climate change**: build the road to carbon neutrality by 2030 and net zero emissions by 2045

By engaging Sanofi towards the 1,5°C global warming trajectory



# Limit our environmental footprint and aim for circular solutions

By optimizing the use/reuse of resources and reducing impact of emissions



#### **Improve environmental profile of products**

By delivering eco-innovative products and by fostering a sustainable use of medicines



**Mobilize our people for environmental sustainability** By promoting an environmentally-conscious culture in the workplace



**Engage our suppliers in our environmental ambitions** By sourcing responsibly and leading by example



### Planet Care CSR flagships

# Acting for *Environmental Sustainability* •.....



### Carbon neutrality

On all scopes by 2030 including 100% renewable electricity and eco-fleet



End the use of plastic in blister packs for all our vaccine syringes by 2027





# Our External Engagement



Our commitment to restoring a healthier planet does not stop at our manufacturing sites, but also extends to reducing our GHG emissions linked to our value chain.

*Julie Van Ongevalle* EVP, Consumer Healthcare



We're proud to be part of CDP's leadership band for our commitment, actions and transparency on climate change, water as well as Supplier Engagement. When it comes to protecting our Planet, we're all powerful agents of change.

*Brendan O'Callaghan* EVP, Manufacturing & Supply



-----



Taskforce on Nature-related Financial Disclosures

**RE100** 

°CLIMATE GROUP

CDP



SCIENCE BASED TARGETS

DRIVING AMERITOUS CORPORATE DURWATE ACTION







TCFD



Sustainable Markets Initiative

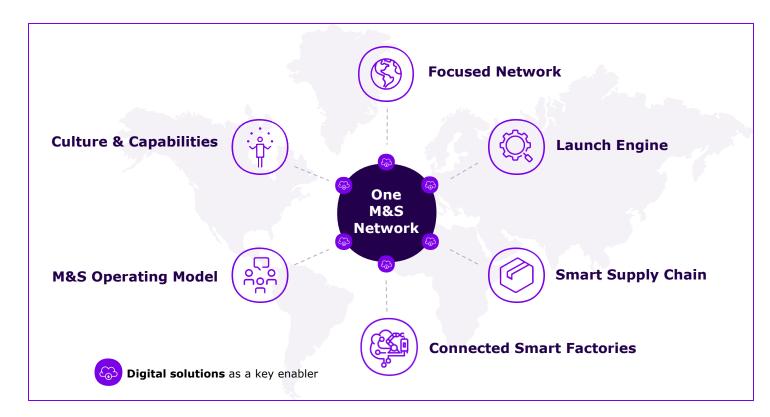




sanofi

Internal

### M&S modernization to support the company's growth & ambition



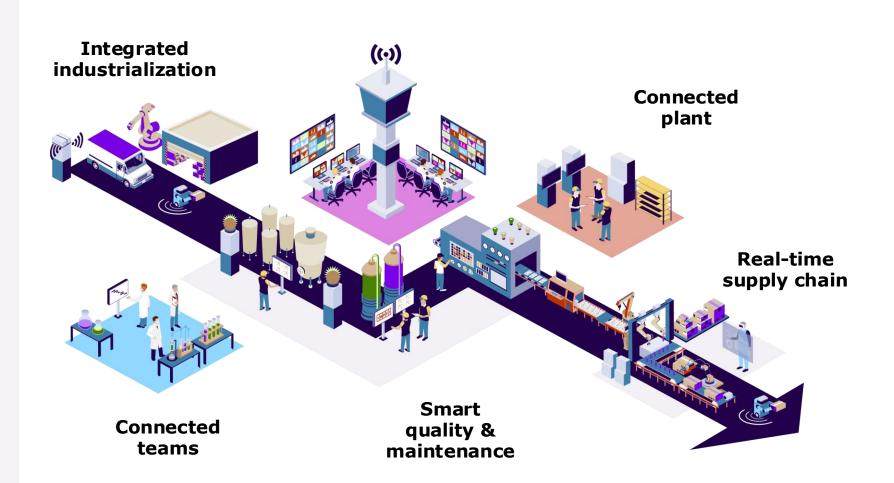
We have a *clear transformation roadmap* built around *3 guiding principles* (Simplify, Standardize and Digitize) and *6 major initiatives* 



Roll out massive *digitalization* plan

Making our *Connected Smart Factories* a reality Internal

Play to Win in Manufacturing and Supply



We use real-time data and AI for predictive & prescriptive decisions and dynamic optimization



A mobile & web app delivering real-time data dashboards, to provide a 360° view across key activities. Through the power of **AI**, plai delivers snackable, actionable insights to help making informed decisions.

#### plai for Manufacturing & Supply

An app developed in 3 modules to digitize, standardize, simplify



plai.m&s

plai.qa

plai.supply

Data democratization Simple access for everybody to key performance, quality and supply data

AI

Leverage Artificial Intelligence for insights and to support & accelerate our processes

# Plai Site Pulse: A.I. to simplify site performance tracking





A.I. checks all data every day & summarizes it in one score



Integrates internal and external benchmark



Provides recommendations to improve

sonofi





# How to improve industrial asset performance?

# Fundamental elements of industrial performance



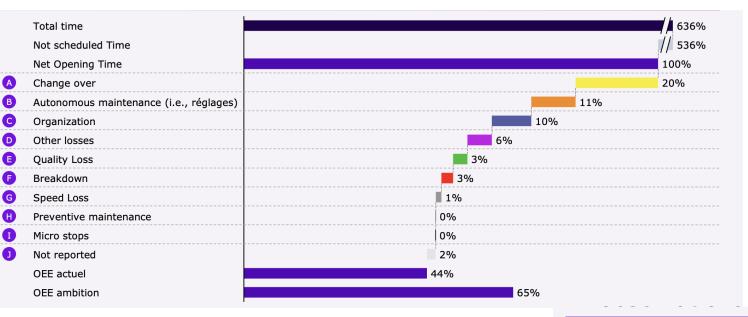
- Safety: No incident / accident
- Quality: Right First Time
- Flow: no delay, no waiting
- Productivity: optimized and ergonomic workstations
- Yield: no product loss
- Asset performance: reduce equipment stoppages
- **System management:** real time monitoring, escalation & cascade, preventive and corrective actions to eliminate root cause of problems

### sanofi

Internal Use Only

# Example of production line performance analysis

S



Observations guideline	
Change over	<ul> <li>Identify the reasons explaining the deviation from the standard with line operators</li> <li>Perform C/O A&amp;B observations x3 + consolidation of sequences for each line (most C/O impacting the most OEE)</li> <li>Perform observations C/O E x3 + consolidation of sequences (repeatability of the current sequence) for each line</li> </ul>
Autonomous Maintenance	<ul> <li>Verify existence of Autonomous Maintenance documents for operators + Process confirmation</li> <li>Check presence of Quick Reference guide to support diagnostic and maintenance level 1</li> <li>Observe several adjustments made on each of the lines and blocking points / points for improvement</li> <li>Identify the products &amp; equipment generating the most adjustments and the potential corrective actions</li> </ul>
Organization	<ul> <li>Observe the rituals and identify how it impact the OEE, observe visual management tools supporting performance review</li> <li>Observe the hand over on lines by operation</li> <li>Observe the recovery of breaks (i.e., is recovery effective with the new organization?)</li> <li>Observe starts and end of production steps</li> </ul>
Other losses	<ul> <li>Observe packaging material reloadings x3 for each line, what reasons explain OEE losses (i.e., size, operator gesture, etc)</li> <li>Observe Resorting / recycling operations conditions ( which sampling being used / equipment being used)</li> </ul>
Quality loss	<ul> <li>Observe sorting / reconditioning, AC, PSF =&gt; understand why we have losses (i.e., problem of gesture, problem of material, problem of equipment)</li> <li>Evaluate AC problems encountered on lines in order to identify the GPS3 to initiate</li> </ul>
Speed loss	<ul> <li>Observe respect of speed rate (i.e., why we slow down the lines, what is the rationale, AC not adapted, training of operators, etc.)</li> <li>Verify Line output setups (i.e.: Thermoforming line speed set up) and eOEE output datas</li> <li>Observe % of rejects by IPC during different production stages</li> </ul>

## Optimizing changeovers: saving time and securing process

#### Observation and Current Process Map





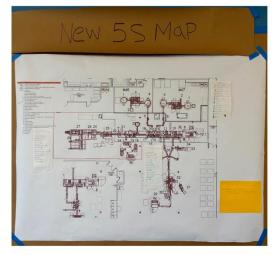
#### Intermediate and Ideal State Process Maps





#### Revised Role Cards and 5S Plan



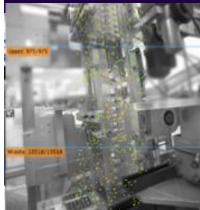


Standardize

& roll-out

# Our partnership with McLaren

Data transparency, real time



- 25 sites (all GBUs), 300 lines connected to Digital standard solution, included in site perf. routines

- *Race simulation app* to better use data in our sites





Collaborate

- *best practice sharing* sessions inspired by top performing sites

- Supply Chain race boosting end-toend collaboration to improve on time delivery to patients  - dedicated playbooks co designed Sanofi / McLaren

- <u>3 Smart Factory</u> cases: F1 technology applied to pharma production lines to boost efficiency



Sustain high performance culture

- Asset race focused on reaching top perf. leveraging network capabilities

- *Monthly McLaren talks* inspiring Sanofians on cultural and technical topics 8% improvement on equipment efficiency over 2 years (top 10 sites)

> Emulate & Celebrate



- *Reward* winning teams

- *Engagement* with McLaren drivers

Illustration of cross site collaboration: quality and performance by design

#### Top speed...

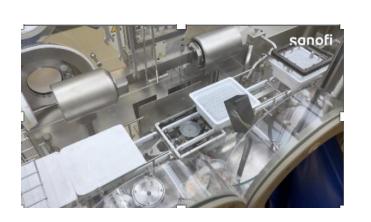
#### Pit stop...

#### Upgrades...













Increase line validated speed

> Reduce time between batches

Optimize yearly preventive maintenance sonofi



### sanofi

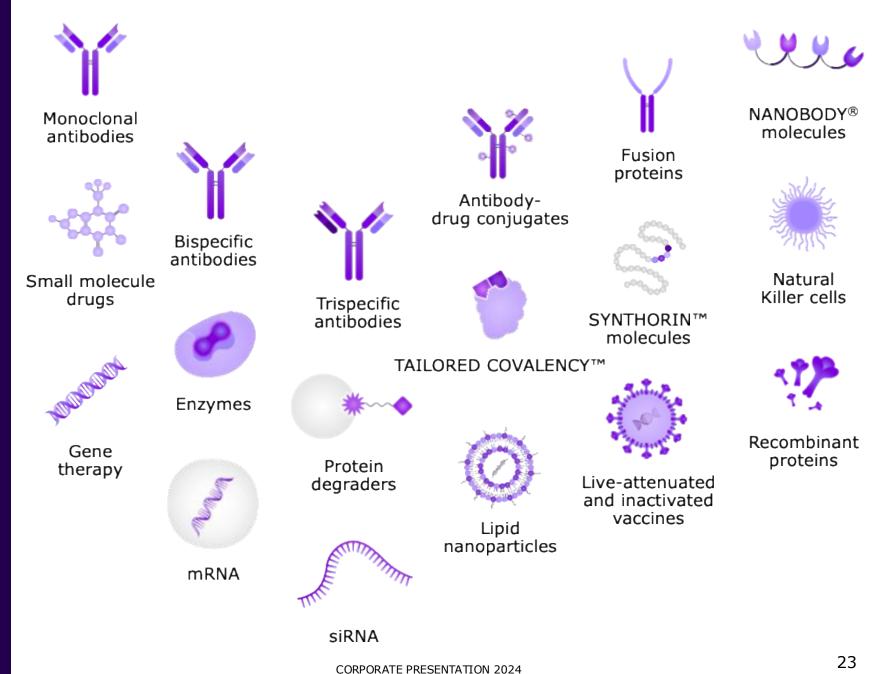
### Modulus presentation Nov. 2024

### Pioneering Technology Platforms

Industry-leading technology platforms give our R&D teams the tools they need to design pioneering vaccines and therapeutics. We're combining epidemiological research with these new technologies to potentially target underlying causes of disease.

Discover more **Pioneering Technology Platforms** 

sanofi



Internal

#### Neuville

#### Singapore



One Factory, Infinite Possibilities: A New Era in Biotech Begins!



# Sanofi's **Modulus** is a *first-of-its-kind, next generation* and *most advanced* **biotech production facility** across the entire biopharma industry



Manufacture *up to four vaccines* and biomedicines simultaneously



Agile and flexible design allows system to seamlessly switch production lines in a matter of days or weeks

Industry standard is several months, and even years





Scalable production capabilities, housing the equivalent of 34 standardised mini factories



*Fully AI-enabled and continuously learning*, so it rapidly adapt to meet public health demands

# **Modulus** supports Sanofi's ambition to *bring life-saving medicines* to patients more quickly





#### In 2024, Sanofi launched **Modulus** facilities in *two sites*: Neuville-sur-Saône, France & Tuas, Singapore





The result of an *investment* of nearly €500M in France and €558M in Singapore

*Fully operational* by mid 2026

Enable the *creation of 200 new high value-added jobs* at each site

**Modulus** supports Sanofi's *environmental sustainability commitment* to build a healthier future and 2045 target towards net-zero emissions



Designed with the *lowest possible carbon footprint* 



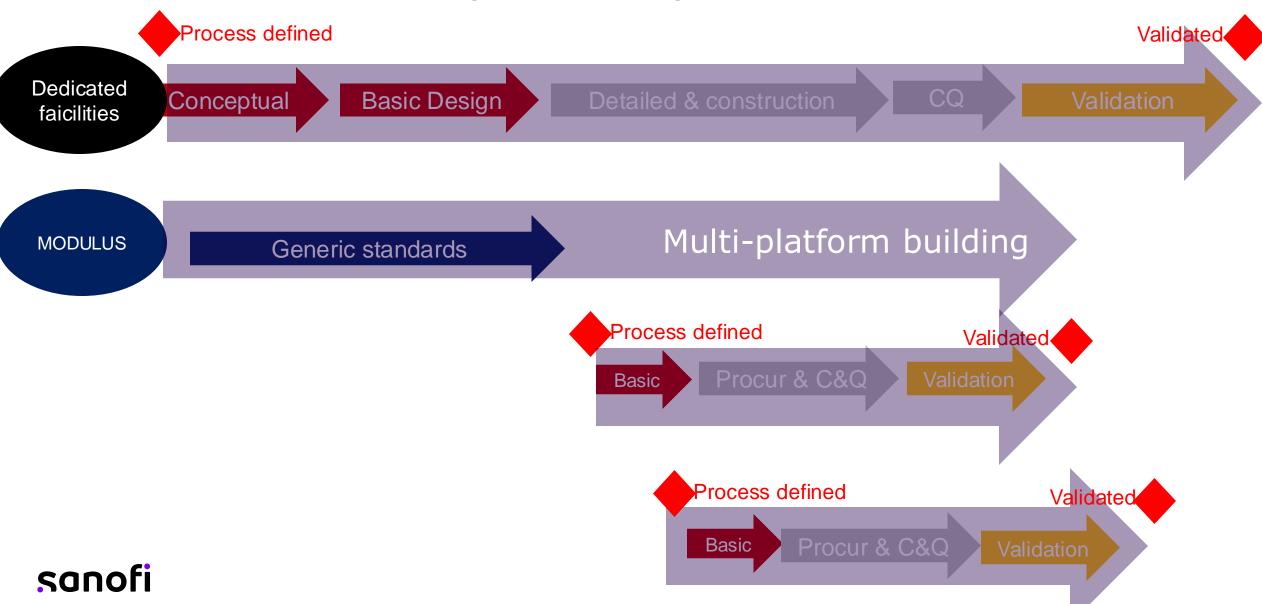
Aiming for *100% renewable energy*, including from the sites' own solar panels





# **MODULUS:** a building for multiple technology platforms

A product agnostic building for faster launches



sonofi