

# STRYKER CORPORATION: IN-SOURCING PCBS

#### INTRODUCTION

Stryker corporation is a well established global medical devices and technology manufacturing company that has been operating for over fifty years faced a strategic decision in its supply chain to undertake PCB manufacturing in-house or continue outsourcing.

### STRATEGIC DILEMMA

Sourcing most of its PCBs from outside suppliers meant that Stryker was exposed to the following dangers; fluctuating quality, supply breakdown, and high charges. The above challenges become worrying as Stryker extended its line of products to address the market needs and support innovation.

### CHALLENGES

The benefits of in sourcing notwithstanding, the approach demanded large capital investment in facilities, employee training, technology, among others. Moreover, Stryker lacked knowledge in the PCB manufacturing business which falls in the concept of management buying.

### CONCLUSION

The strategy of in-sourcing as applied to the Stryker Corporation is compared effectively to outsourcing in this case. Sustaining the in-sourcing of PCBs required a lot of effort, nevertheless it correctly complemented the company's strategic objectives of improving quality, cutting costs, and keeping competitiveness within the medical devices industry.

## RECOMMENDATION

This case is just a sample partail case solution. Please place the order on the website to order your own originally done case solution.

Resource: Visit <u>thecasesolution.com</u> for detailed analysis and more case studies.