
White Paper

Accurate and Secure Item-Level Data:

Ensuring Digital Product Passports Don't
Become Fake IDs



In today's interconnected global economy, supply chain management plays a critical role in ensuring the efficiency and reliability of product distribution. With the rise of digital transformation, the concept of Digital Product Passports (DPP) has gained traction as a means to provide comprehensive, real-time visibility into the journey of products through the supply chain. However, the effectiveness of DPP relies heavily on the integrity of the data it encapsulates. Businesses should understand the significance of secure and accurate item-level supply chain data within DPP, emphasizing the paramount importance of data integrity.

What is a Digital Product Passport or Digital ID?

In a general sense, a digital product passport could be a form of digital documentation or record that accompanies a product from its creation through its use and disposal.

This digital passport might contain various types of information, such as:



Supply Chain Data and the Digital Product Passport

Digital Product Passports (DPP) represent a paradigm shift in supply chain management, offering a holistic view of product life cycles, from manufacturing to consumption. At the core of DPP lies the aggregation of item-level data, encompassing crucial information such as origin, production processes, transportation, and handling conditions. This granular level of detail enables stakeholders to make informed decisions, enhance transparency, and mitigate risks across the supply chain.

The Benefits of a Digital Passport

Implementing digital product passports can have several benefits, such as improved transparency, better traceability and enhanced consumer confidence. This concept is particularly relevant in industries where tracking a product's journey is crucial, such as electronics, automotive and other manufacturing sectors.

Interoperability and Compatibility

Establishing global standards ensures that digital products can seamlessly interact with each other, promoting interoperability and compatibility across different platforms, devices and systems.

Security and Trust

Standardized digital product passports can include information about the product's origin, authenticity and compliance with security standards. This helps build trust among consumers and businesses, reducing the risk of counterfeit or compromised products entering the market.

Supply Chain Transparency

Digital passports can be used to track and trace products throughout the supply chain. This transparency is crucial for verifying the authenticity of products, ensuring ethical sourcing and addressing issues such as counterfeit goods and intellectual property theft.

Regulatory Compliance

Digital product standards help ensure compliance with international regulations and industry-specific standards. This is particularly important in sectors such as healthcare, where adherence to standards is critical for patient safety and data privacy.

Efficiency and Streamlining Processes

Standardized digital product information can streamline various processes, from manufacturing to distribution and retail. This can lead to increased efficiency, reduced errors, and cost savings for businesses.

Consumer Empowerment

Digital product standards empower consumers by providing them with accurate and comprehensive information about the products they purchase. This can include details about the product's environmental impact, ethical sourcing, and other factors that are increasingly important to consumers.

The Importance of Secure and Accurate Item-Level Data:

According to KPMG, data is still one of the core challenges facing supply chain management. Each day millions and millions of data records are generated across the supply chain from multiple systems. The proliferation of digital technologies, IoT devices, and advanced tracking systems have compounded the problem. This wealth of data has given rise to greater silos of data within the organization which in turn has led to disconnected data sets. Duplication and misinterpretation will become increasingly problematic, too. Critically, the fragmentation of data impedes the creation of a holistic view of the organization's supply chain.

(KPMG Supply Chain Trends 2024)

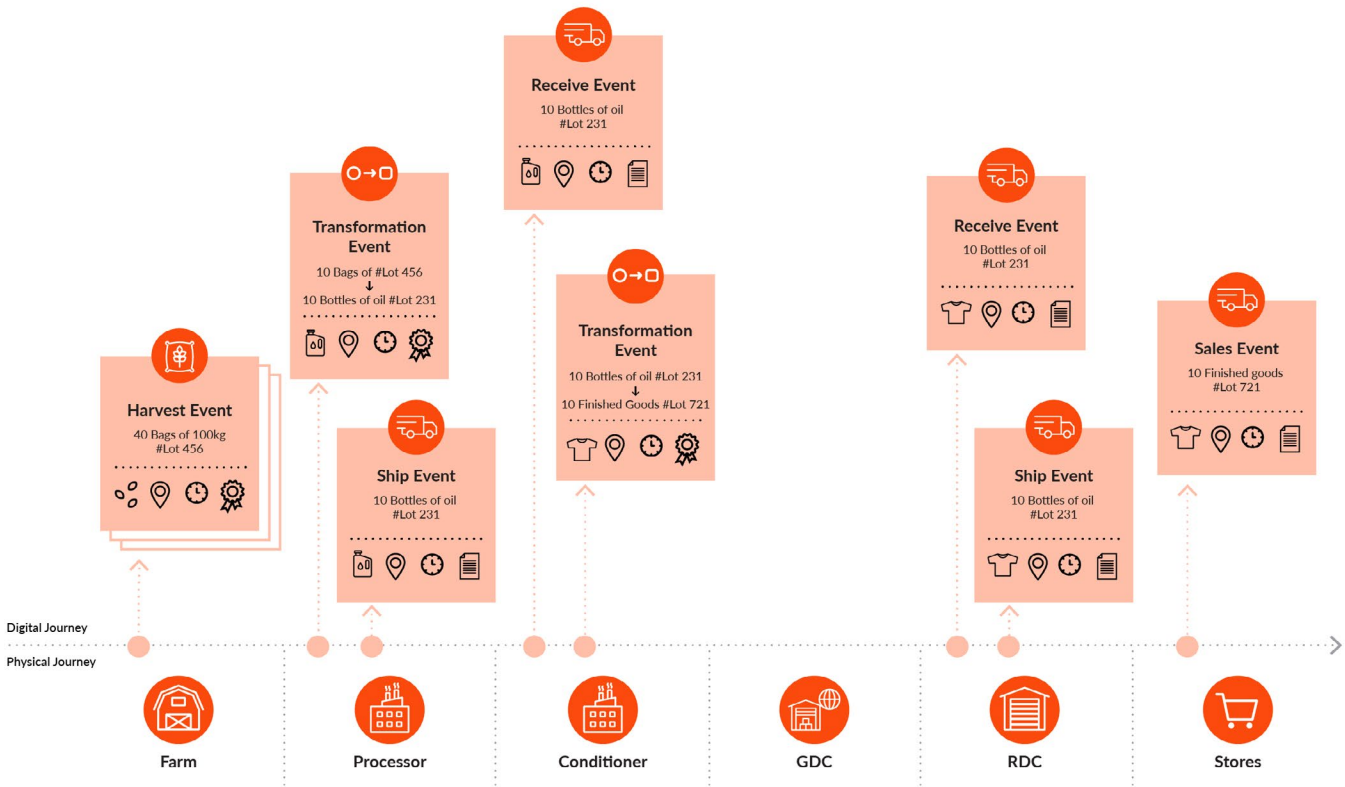
So it is critically important to select a platform that has access to high quality data, can aggregate disconnected datasets and connect the data to provide the needed insights and reporting to provide value as well as to remain compliant to regulations.

When selecting a provider for the Digital Passport, end user companies should ensure that the vendors they have identified focus on the following elements within the traceability solution:

- 1. Data Quality** In supply chain traceability, high data quality is paramount. Inaccurate or incomplete data creates a blurry picture of product journeys, hindering efforts to track issues, manage recalls, and ensure authenticity. This can lead to frustrated customers, reputational damage, and regulatory non-compliance, emphasizing the critical role of reliable data in ensuring a robust and efficient supply chain. Vendors should provide a robust data quality monitoring tool to track key metrics like completeness, accuracy, and timeliness of the data. The vendor should analyze these metrics on a regular basis to identify areas for improvement and inform corrective actions.
- 2. Traceability** In order to capture the true benefits of the Digital Passport, this high quality data needs to be secure and highly accurate at the item-level to enable precise traceability, allowing organizations to track the movement of products at every stage of the supply chain. Integrating data validation tools into the system can automatically check for missing information, inconsistencies, and potential errors before data entry, improving data integrity. Utilizing technologies like RFID tags, barcodes, and sensor integration allows for automated and real-time data capture, reducing the risk of human error during manual data entry. This results in traceability that can identify inefficiencies, detect anomalies, and promptly address issues such as counterfeiting or product recalls.
- 3. Quality Assurance** Reliable data ensures the integrity of products by verifying their authenticity, quality, and compliance with regulatory standards. By maintaining a transparent record of production and handling processes, organizations can uphold quality assurance protocols and safeguard consumer trust.
- 4. Risk Management** Accurate data facilitates proactive risk management by enabling timely risk assessments and mitigation strategies. By identifying potential bottlenecks or vulnerabilities within the supply chain, organizations can preemptively address challenges, minimize disruptions, and enhance resilience.
- 5. Compliance and Governance** Item-level data integrity is crucial for regulatory compliance and governance adherence. By maintaining accurate records of product attributes, certifications, and compliance requirements, organizations can demonstrate regulatory compliance, mitigate legal risks, and uphold ethical standards.



Harmonizing secure, accurate real-time data
across the supply chain and between partners



Challenges and Solutions

Furthermore, when the traceability solution does not include the core elements described above, end user companies can face the following challenges:

Data Security

Ensuring data security is paramount to safeguarding the integrity and confidentiality of item-level information. Implementing robust encryption protocols, access controls, and cybersecurity measures can mitigate the risk of data breaches and unauthorized access. These data breaches can result in major operational disruptions, financial losses, reputational damage, legal and regulatory penalties, and intellectual property theft.

Data Accuracy

Maintaining data accuracy requires comprehensive validation mechanisms and data integrity checks throughout the supply chain. Leveraging technologies such as IoT sensors, machine learning algorithms and in some specific cases blockchain can enhance data accuracy by automating data collection, validation, and reconciliation processes. Low quality data can result in inaccuracies in the traceability solution leading to major consequences for the end user company.

Interoperability

Achieving interoperability between disparate systems and stakeholders is essential for seamless data exchange within the supply chain ecosystem. Adopting standardized data formats, protocols, and APIs can facilitate interoperability, enabling real-time data sharing and collaboration across organizational boundaries. If this isn't provided by the vendor, it results in the continuation of silos of data within the organization which in turn leads to disconnected data sets.

Counterfeiting of Passports

Malicious actors may attempt to create counterfeit DPPs, either by tampering with legitimate passports or generating fake ones. This could undermine the integrity of the entire system and erode consumer trust.

Supply Chain Attacks

DPPs are only as secure as the systems and devices used to create, store, and access them. Supply chain attacks, such as malware injection during manufacturing or distribution, pose a significant threat to DPP security.

The integrity of item-level supply chain data within Digital Product Passports (DPP) is instrumental in driving transparency, efficiency, and trust across the supply chain ecosystem. By ensuring the security and accuracy of data, organizations can unlock new opportunities for innovation, optimization, and risk mitigation. Embracing a holistic approach to data integrity will empower organizations to navigate the complexities of modern supply chains with confidence, resilience, and integrity.





and share data throughout the supply chain to achieve these goals. It is one of the only vendors that can provide the multiple components required for a true Digital Product Passport: direct access to the data through its various integration methods, a broad ecosystem providing access to broader supply chain data sets; an intelligent data quality monitoring system ensuring the highest level of data quality; and a full end to end traceability solution.

For more info, go to www.mojix.com or contact us at info@mojix.com.

About Mojix

Mojix is a leader in real-time, item-level visibility solutions and human capital management for nearshoring IT development services that provide end-to-end business intelligence for supply chains around the globe. Mojix harmonizes data to provide traceability, product authentication and automated inventory management solutions that are built on a high security, scalable SaaS platform. Mojix captures event-triggered actions and vital characteristics by tracking billions of unique identities, to follow item lifecycles from source to shelf. Companies can leverage the integrated data to increase their sales and operational efficiency, reduce risk and enhance their customer experience. [Learn more at mojix.com](http://www.mojix.com).

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