

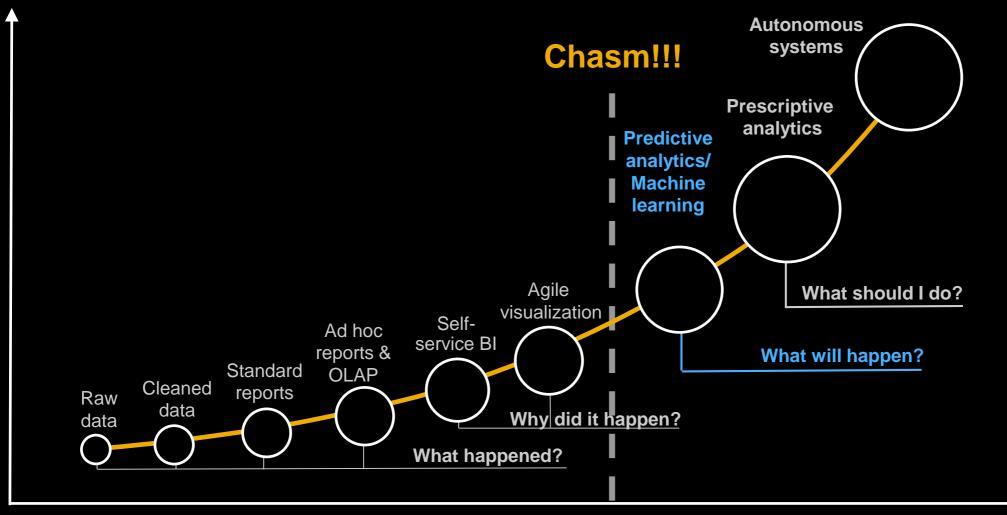
# SAP Leonardo Machine Learning Machine Learning Deep in Enterprise Applications

Erik Marcadé, VP Advanced Analytics, Products and Innovation, SAP

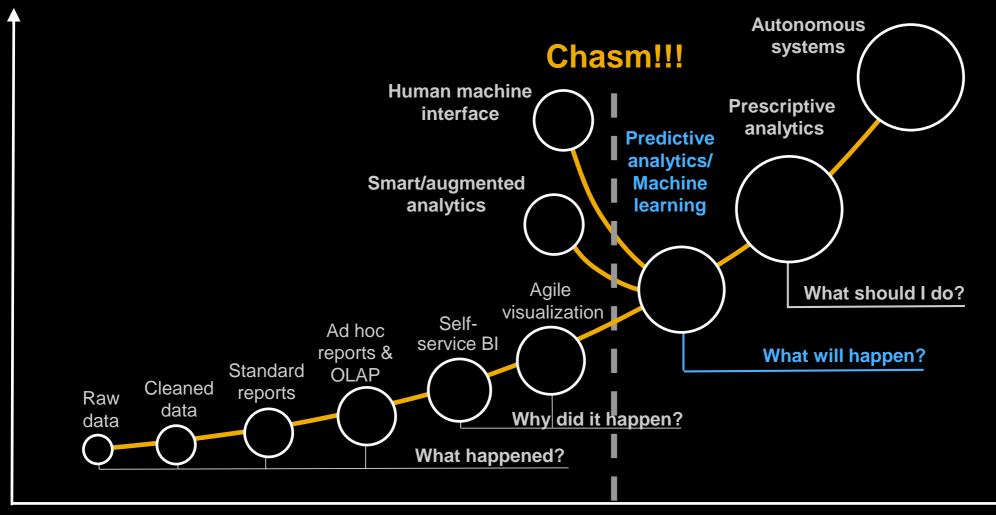
**PUBLIC** 



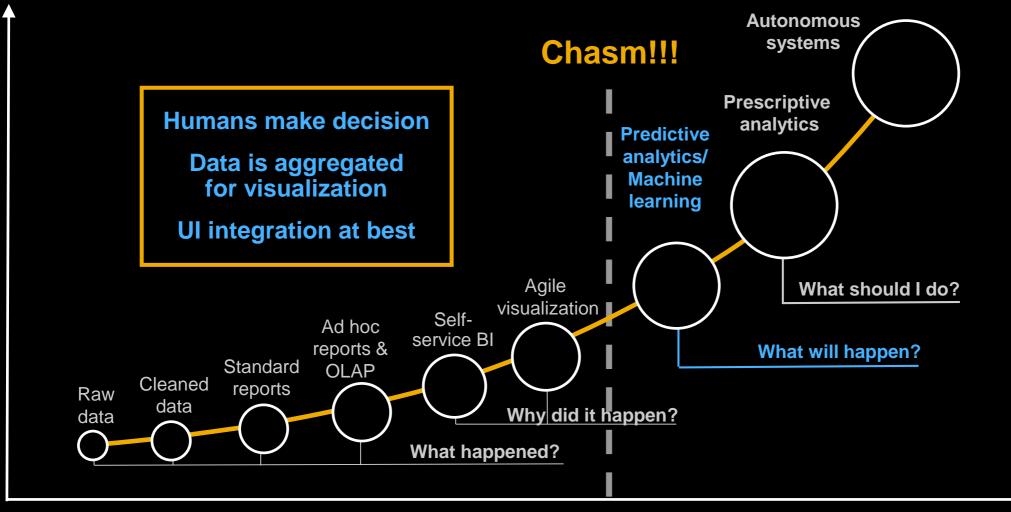
## Do not dream: We are still evangelizing



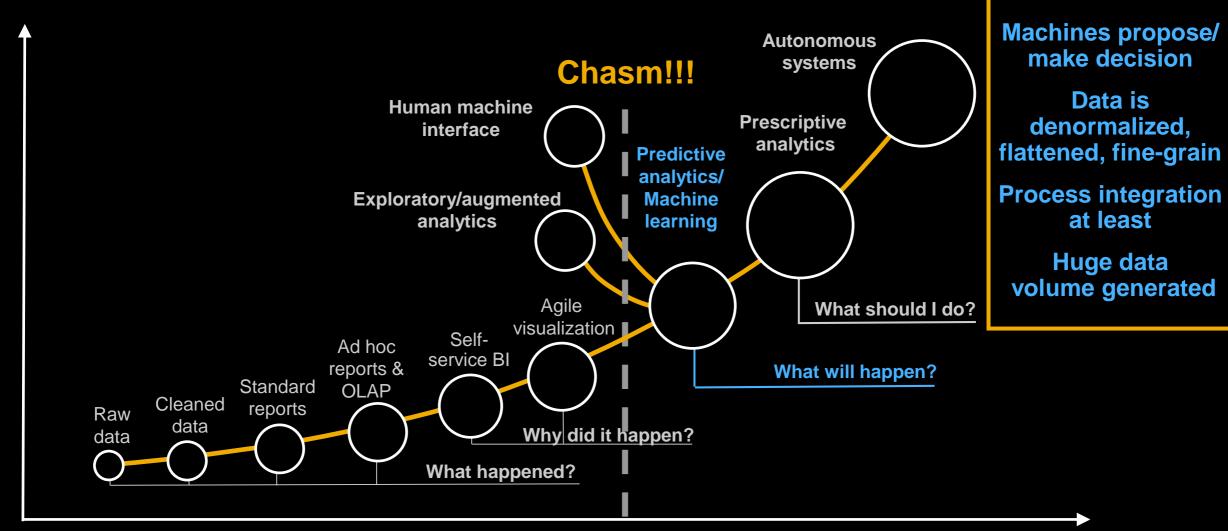
**Maturity of analytics capabilities** 



**Maturity of analytics capabilities** 



**Maturity of analytics capabilities** 



Maturity of analytics capabilities

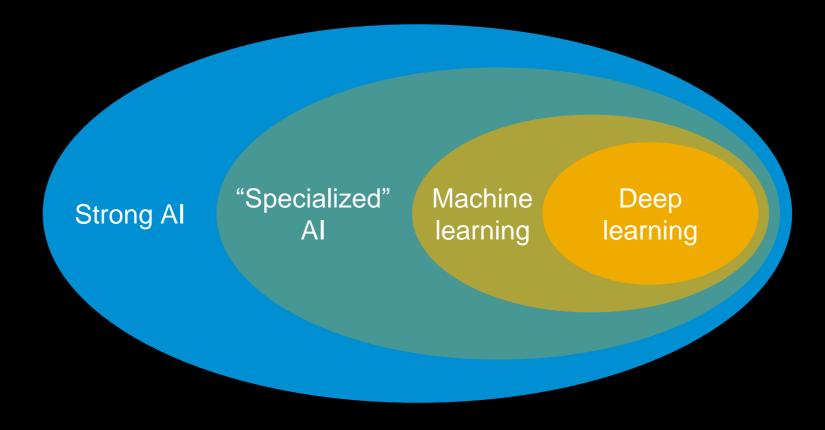
## Analytics landscape and terminology: In the world...

Analytics		Exploratory analytics	Advanced analytics			Cognitive / Artificial intelligence (AI)	
Descriptive	Diagnostic / Discovery	Assistance	Predictive / Machine learning (ML)	Semi- structured	Prescriptive	Knowledge representation and control	
Powered by humans		Powered by math for humans	Powered by math for processes (machines make operational / tactical decisions)			Powered by math for interacting with humans or for autonomous systems	

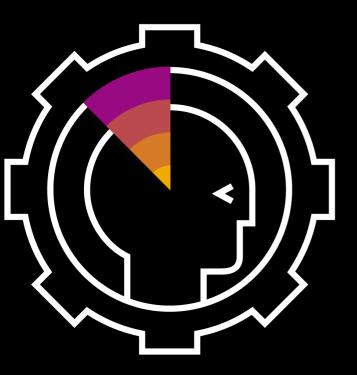
## Analytics landscape and terminology: In the world...

Analytics		Exploratory analytics	Advanced analytics			Cognitive / Al	
Descriptive	Diagnostic / Discovery	Assistance	Predictive / ML	Semi- structured	Prescriptive	Knowledge representation and control	
Reporting dashboard	Navigation OLAP Agile visualization Spatial visualization	Key influencers Hidden structure (rules) Outliers/ Anomalies/ Point of interest Segments / Groups / Bands Model-based What-if analysis	Classification Regression Time series Clustering Associations Sequences	Text analytics Entity extraction Search Taxonomy/Sort Link analytics Knowledge graph Spatial analytics Signal processing	Recommendations Scheduling Model Management Rule systems Optimization BPM automation	Speech to text Text to speech Natural language processing Natural language understanding Natural language generation Conversational Translation Sentiment analysis Emotion analysis	Image/video classification Face detection Authentication Visual recognition Reasoning Process control Gesture control Robotics Common sense
Powered by humans for humans		Powered by math for humans	Powered by math for processes			Powered by math for augmented humans or autonomous systems	

## **Technology taxonomy**



## Market trends – digital transformation Emerging systems of intelligence





Artificial intelligence and machine learning, Internet of Things (IoT), insights

By 2018, **75%** of enterprise and ISV development will include AI or ML. – IDC



Embedded machine learning, analytics providing built-in guidance

By 2019, APS
will be the primary
mechanism
to connect data,
algorithms, and decision
services. – IDC



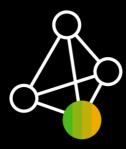
Conversational applications: The new user experience

By 2019, naturallanguage generation

will be a standard feature of **90%** of modern BI platforms. – Gartner

## Models of the (machine learning) world

## Like macroeconomics and microeconomics Two modes



### **Macro** machine learning

- (Predictive) model as a service
- Only a few systems are required: How many autonomous vehicle systems do we need on the planet?
- Winner take all
- More business-to-consumer (B2C)???



## **Micro** machine learning

- Learning as a service
- Dedicated data for dedicated models
- Massive machine learning and automation
- More business-to-business (B2B)???

## Like macroeconomics and microeconomics Two operational contexts



### **Bring** machine learning to data

- In SAP HANA: PAL, APL, R, TensorFlow\*
- In Hadoop/Spark/SAP Vora: Leveraging ML, automated algorithms, TensorFlow\*, connected to data hub\*
- Future: SAP Analytics Cloud hybrid mode
- Challenges: Sandboxing, tenancy, and deployment



## **Bring** data to machine learning

- In the cloud: Predictive services, machine learning business and function services
- Challenges: Data transfer, security

#### Structured or unstructured?

#### Three data universes



#### **Structured**

- What to do when connecting to a DB with 40,000 tables?
- Huge emphasis on "selfservice" data manipulation
- Take into account access rights for enterprise data



## **Streaming**

- IoT
- Real-time feature engineering
- Rare case events



#### **Unstructured**

- Unstructured data means very simple structure in fact (array of pixels, vectors to represent words)
- Heavily focused on deep learning nowadays
- Al 2017 = chatbots ?

## SAP's vision for enterprise machine learning Enabling the intelligent enterprise

#### **Automate knowledge work**



Transformational HR services



Lights-out finance operations



- Self-driving customer service
- Conversational sales bots
- Customer lifecycle optimization

#### Do the impossible



- Image-based SAP Ariba solutions for commerce
- Contextual Concur travel concierge



- Video-aware marketing
- Visual store execution



Drone- and satellite-based asset management



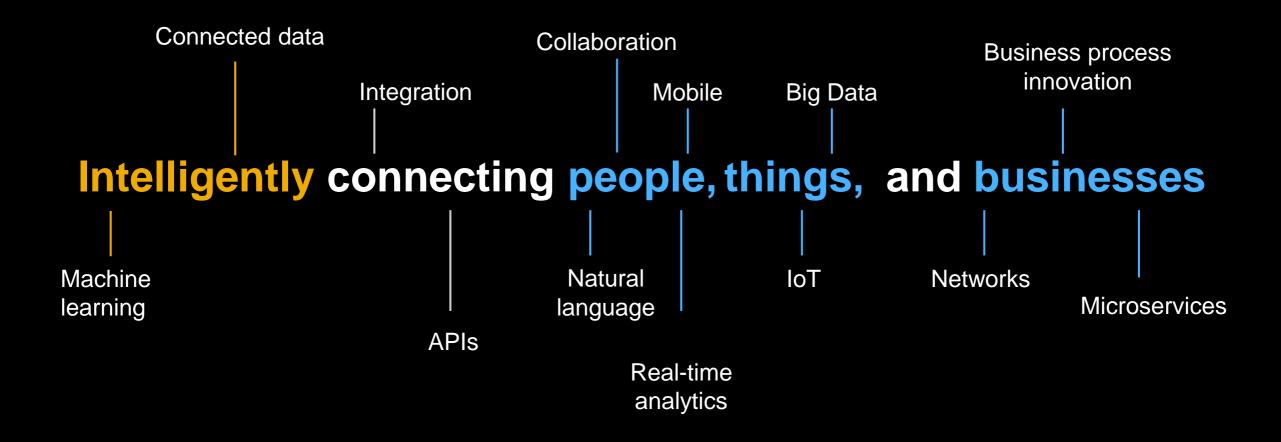
- Vision-enabled manufacturing
- Contextual logistics

#### **SAP Cloud Platform and SAP HANA**

## SAP's answer: SAP Leonardo

#### **Digitalization**

Every company to become a software-driven company by



#### **SAP Leonardo**

#### Digital Innovation System

Solution Ideation Rapid **Business Case Technology** & Vision **Prototyping Development Blueprint SAP Leonardo Capabilities** Internet of Things **Design Thinking** Machine Learnin Big Data Services **SAP Cloud Platform** Microservices Open APIs Flexible Runtimes Integration amazon web services **Multi-Cloud Infrastructure** Google Cloud Platform SAP Data Center Microsoft Azure

## SAP Leonardo Machine Learning capabilities enable the intelligent enterprise

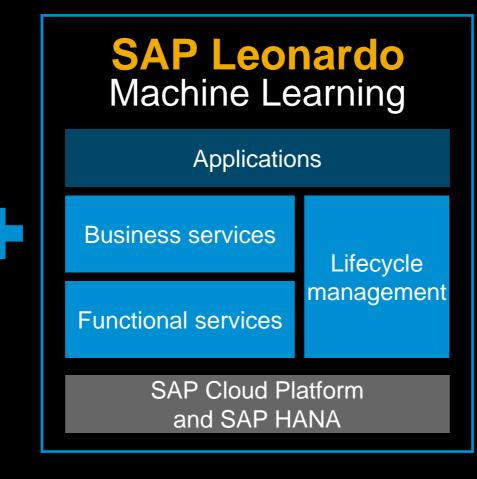


**76%** of the world's transaction revenue

25 industries

12 lines of business

The world's largest business network



#### **Business outcomes**



**Increase revenue** with superior sales targeting and execution



Reimagine business processes with digital intelligence



Improving quality time at work for employees



Increased customer satisfaction with superior service



**Enabling** product, process, and business model **innovations** 

## What is available today (1/2)

#### SAP Predictive Analytics

Full lifecycle management of predictive analytics and machine learning projects (runs on SAP HANA Enterprise Cloud)

#### SAP Analytics Cloud

- Smart discovery: Data exploration powered by machine learning
- Smart planning: Time series forecasting integrated in planning
- Managed-R: Integration of R in SAP Analytics Cloud

#### SAP Cloud Platform Predictive service

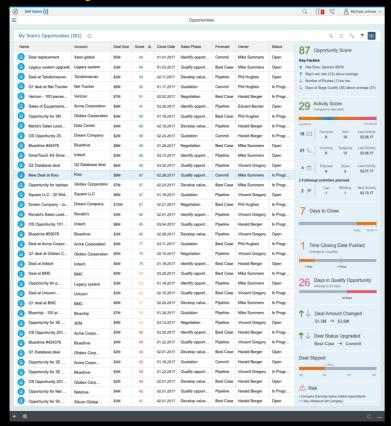
- Key influencers, outliers, forecasts, recommendation, scoring equation, what-if service
- Predictive analytics integrator: Predictive scenario, predictive models and model versions, tasks to retrain and apply predictive models
  - Alpha version: Lead scoring in SAP Hybris Cloud for Customer

#### SAP Predictive Analytics integrator (SAP S/4HANA, ABAP layer)

- Integrated with SAP Fraud Management
- Released with SAP S/4HANA on demand (since 1705)
  - Contract consumption

## Examples of usage

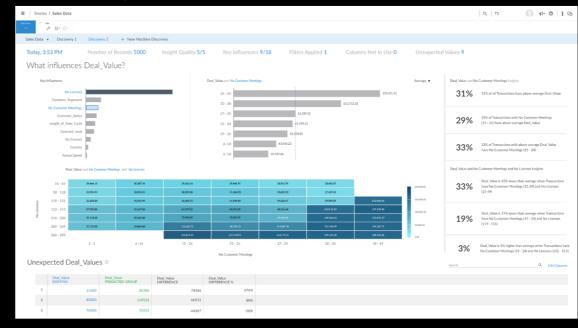
#### **SAP Hybris Cloud 4 Sales**



#### SAP S4/HANA on-demand/on-premise



#### **SAP Analytics Cloud**



### What is available today (2/2)

#### Text analytics from SAP

Enterprise fact extraction, public sector fact extraction, sentiment analytics

#### SAP Leonardo ML: Business services

Intelligent financing; SAP Service Ticket Intelligence: classification; SAP Service Ticket Intelligence: recommendation

#### SAP Leonardo ML: Functional services

- Time services change point, image classification, image feature extraction, topic detection
- Alpha version: Document feature extraction, product image classification, product text classification, similarity scoring, time series forecasting, translation

## Customer success: CISCO

## Running a 50+ billion dollar business with dynamic insights in real time



Access to timely, accurate, and consistent data to inform decision making at Cisco, whether by company leaders or individual contributors, and provide better opportunities to plan the business

#### **Results:**

**Improve** Pipeline forecasting accuracy

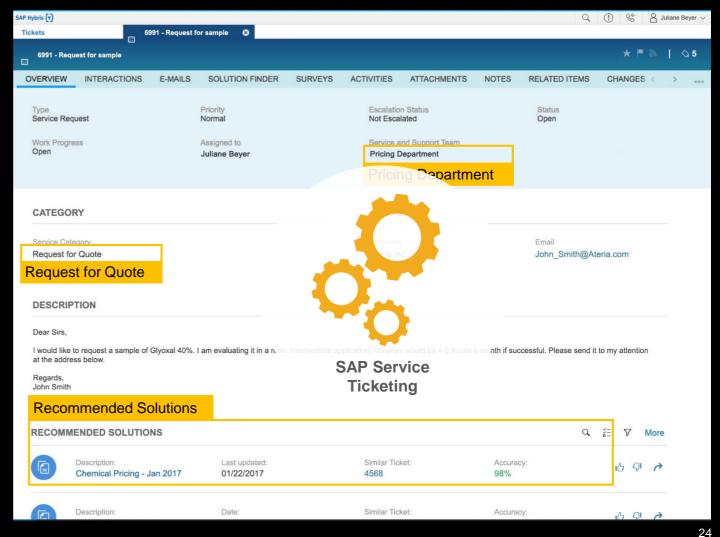
**Help** Accounts manager sell more of the right products

## End-to-end tracking of 10,000+ customer requests per month with SAP Service Ticket Intelligence

Learn and apply ticket routing

Measure lead conversion

Improve customer satisfaction



## Thank you.

Contact information:

**Erik Marcadé** 

VP Advanced Analytics, Analytics & Insights Erik.Marcade@Sap.com



#### © 2017 SAP SE or an SAP affiliate company. All rights reserved.

No part of this publication may be reproduced or transmitted in any form or for any purpose without the express permission of SAP SE or an SAP affiliate company.

The information contained herein may be changed without prior notice. Some software products marketed by SAP SE and its distributors contain proprietary software components of other software vendors. National product specifications may vary.

These materials are provided by SAP SE or an SAP affiliate company for informational purposes only, without representation or warranty of any kind, and SAP or its affiliated companies shall not be liable for errors or omissions with respect to the materials. The only warranties for SAP or SAP affiliate company products and services are those that are set forth in the express warranty statements accompanying such products and services, if any. Nothing herein should be construed as constituting an additional warranty.

In particular, SAP SE or its affiliated companies have no obligation to pursue any course of business outlined in this document or any related presentation, or to develop or release any functionality mentioned therein. This document, or any related presentation, and SAP SE's or its affiliated companies' strategy and possible future developments, products, and/or platform directions and functionality are all subject to change and may be changed by SAP SE or its affiliated companies at any time for any reason without notice. The information in this document is not a commitment, promise, or legal obligation to deliver any material, code, or functionality. All forward-looking statements are subject to various risks and uncertainties that could cause actual results to differ materially from expectations. Readers are cautioned not to place undue reliance on these forward-looking statements, and they should not be relied upon in making purchasing decisions.

SAP and other SAP products and services mentioned herein as well as their respective logos are trademarks or registered trademarks of SAP SE (or an SAP affiliate company) in Germany and other countries. All other product and service names mentioned are the trademarks of their respective companies.

See <a href="http://global.sap.com/corporate-en/legal/copyright/index.epx">http://global.sap.com/corporate-en/legal/copyright/index.epx</a> for additional trademark information and notices.