

# Extend your business with cloud apps based on the SAP PartnerEdge – Build program

Christian Baader July 31, 2018

PUBLIC



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#### Meet your Speaker



#### **Christian Baader**

 $\mathsf{VP}$ 

ISV Strategy & Readiness, Platform Ecosystem, SAP SE

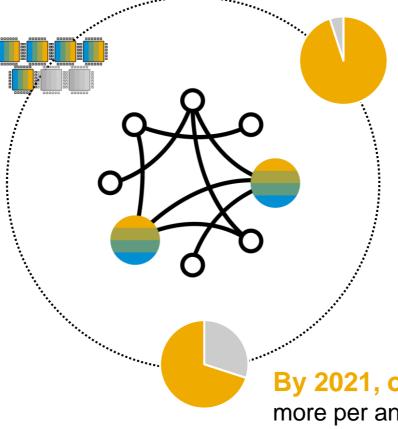
#### Agenda

- The Opportunity: Apps on platform
- Considerations for expanding into cloud and apps
- Innovate for the Intelligent Enterprise based on SAP Cloud Platform
- Partnering with SAP: SAP PartnerEdge Build
- Taking the Next Step
- Q&A

## **Opportunity:** Apps On Platform

#### Business in the digital era – change, disruption, reinvention

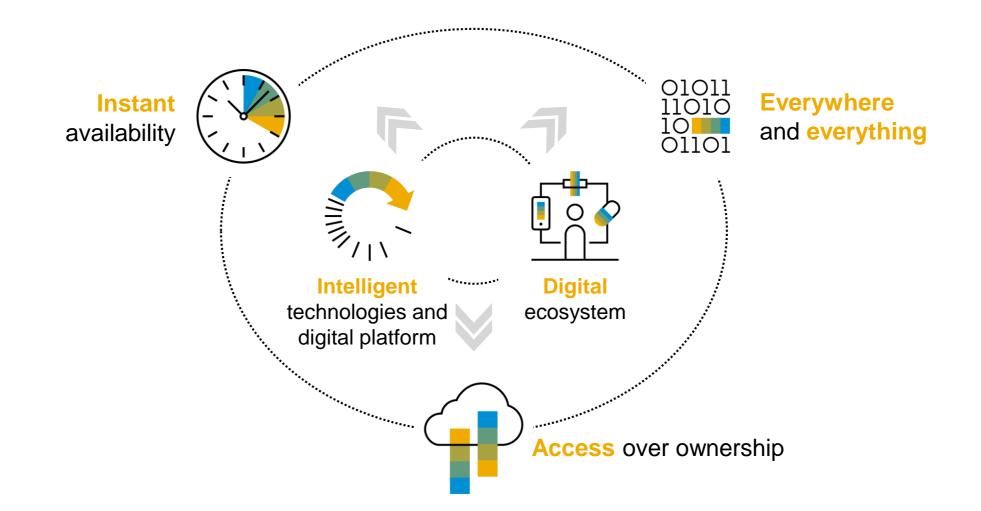
By 2020, 5 of the top 7 digital giants will willfully self-disrupt to create their next leadership opportunity.<sup>1</sup>



**By 2020, IoT technology** will be in **95%** of electronics for new product designs.<sup>2</sup>

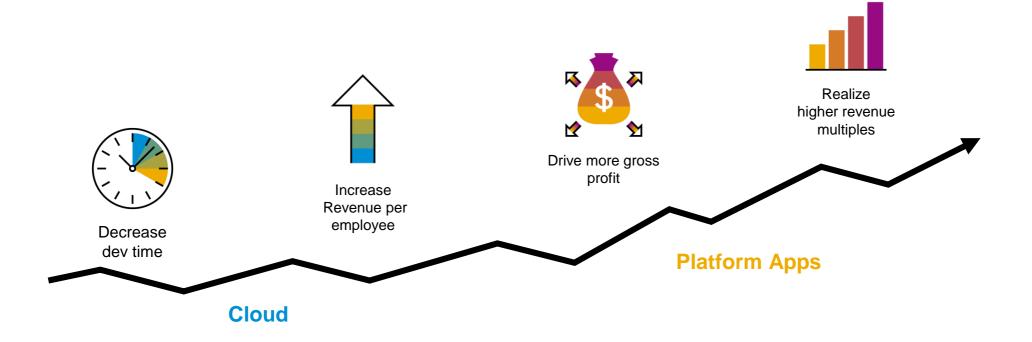
By 2021, over 50% of enterprises will spend more per annum on bots and chatbot creation than traditional mobile app development.<sup>3</sup>

#### **Digital drivers are influencing customer expectations**



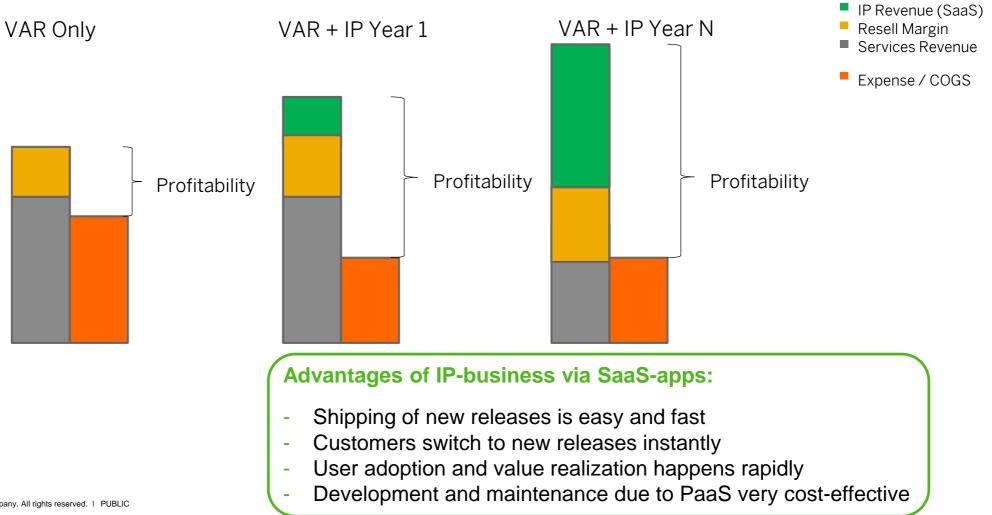
#### The Cloud drives business success

Leverage the Cloud as the agility layer in an apps-on-platform model



Explore the apps-on-platform approach with SAP Cloud Platform as your agility layer – Start here

#### **Develop IP Packages On SAP Cloud Platform To Increase Profitability**



9 \*HY1 2017 Reselling

## **Considerations for expanding into cloud and apps**

#### Key steps to move towards an apps business

Business Model, Operating Model, Platform

#### 1. Expand Business Model

- Standardized offerings and value promise
- Revenues from sell, service, apps IP as differentiator
- Agile innovation

#### 2. Evolve Operating Model

- From waterfall to agile development to DevOps
- From deal maximization to land & expand
- From Sales-led to Marketing-led

#### 3. Select the technology platform for the business

- Customer and market segment needs
- Platform vendor market position and partnering approach
- Breadth of functionality, data access and data integration

#### **Change Considerations\***

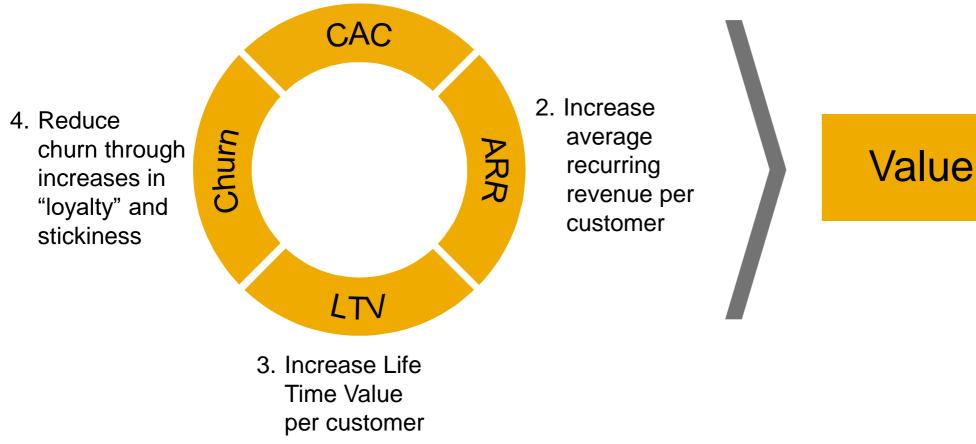
- holistically, not fragmented
- Ringfence for critical mass (new culture: LTV)
- Driven by CXO leadership

SAP support available, eg, <u>Cloud</u> <u>Planning and Strategy Learning Map</u>, <u>SAP Value Lifecycle manager</u>

### Measure business impact via end to end Cloud metrics

Impacting overall firm growth, profit and value

 Reduce customer acquisition and retention cost with effective marketing, sales & success management

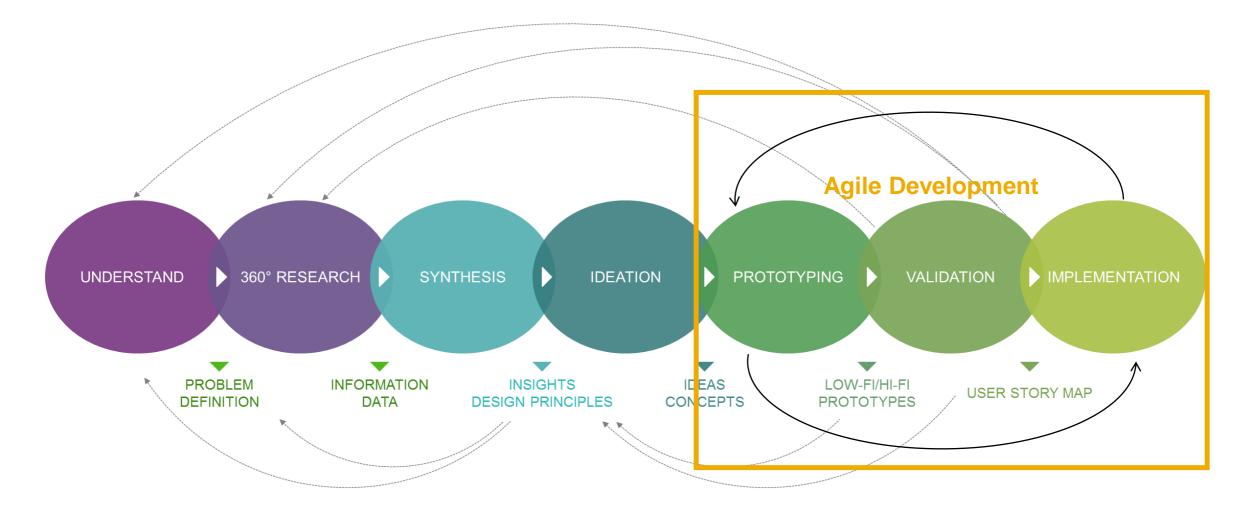




5. Drive increases in growth, profit, and valuation

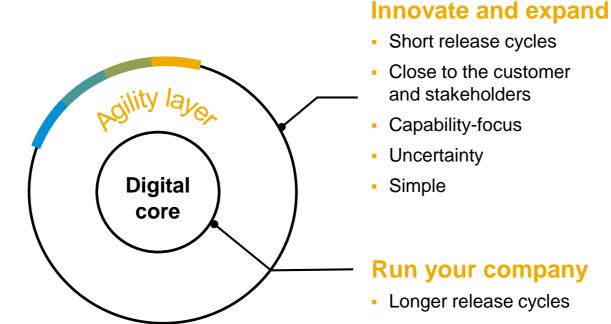
## Switch to Agile Development integrated into Design Thinking Process





#### Intelligent enterprises need to enable agile innovation

Digital transformation requires both agility and stability



- Transactions backbone
- Reliability-focus
- Predictability
- Rather complex

#### 14

Business Model
 Operating Model
 Platform-Selection

#### Platform-approach enables superior productivity

Example: SAP Cloud Platform

Software as a Service (SaaS)

Standardized design- & runtime

Platform as a Service (PaaS)

Enterprise readiness & cloud DNA

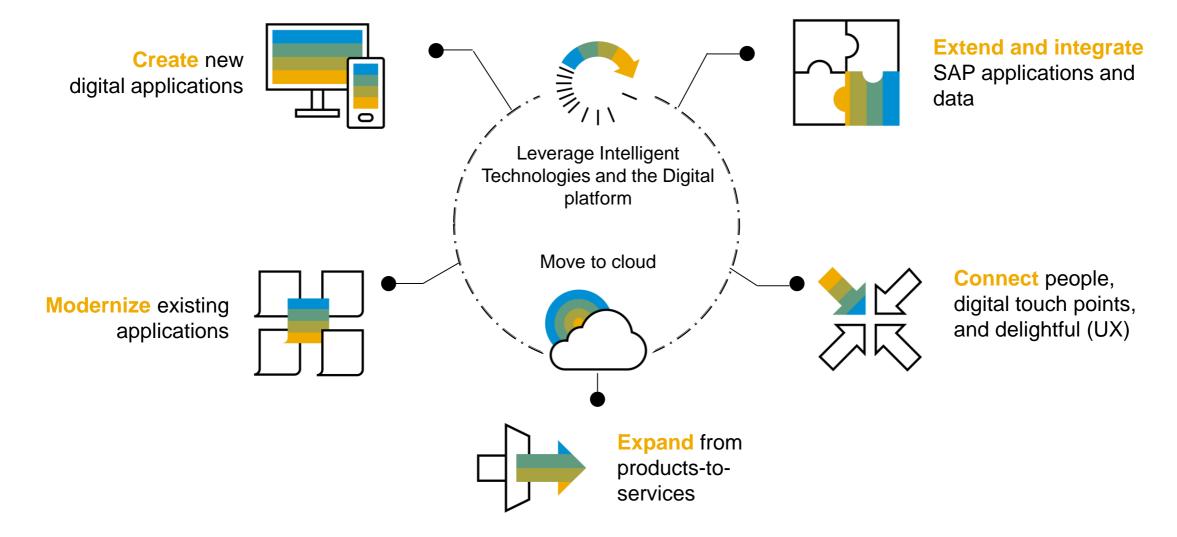
Infrastructure as a Service (IaaS)

Productivity kick-starter: best practices, platform services

- Lower TCD:
   open-standards & open source
- Abstracts/hides the cloud complexity: HA, DR, Security, Authentication, ...



## Intelligent technologies and cloud are enabling new opportunities for Solution Providers



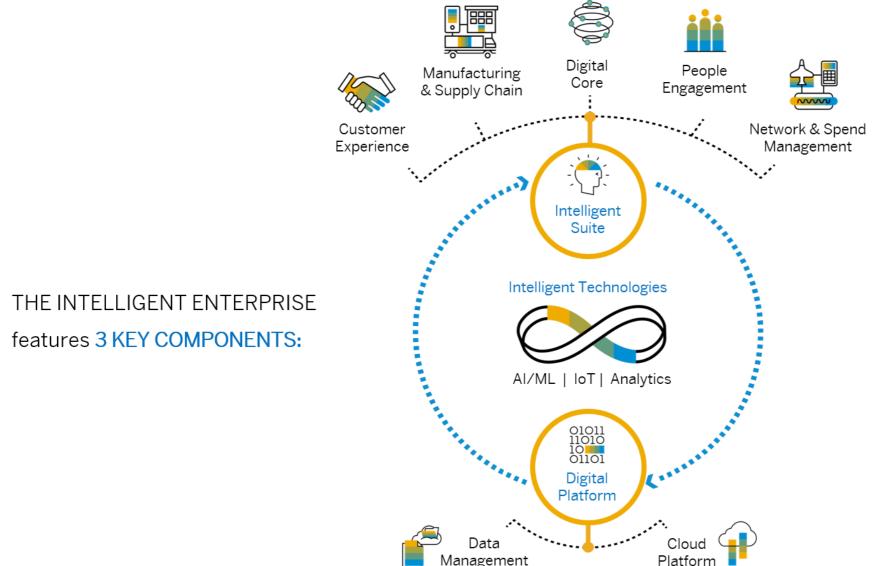
Business Model

2. Operating Model

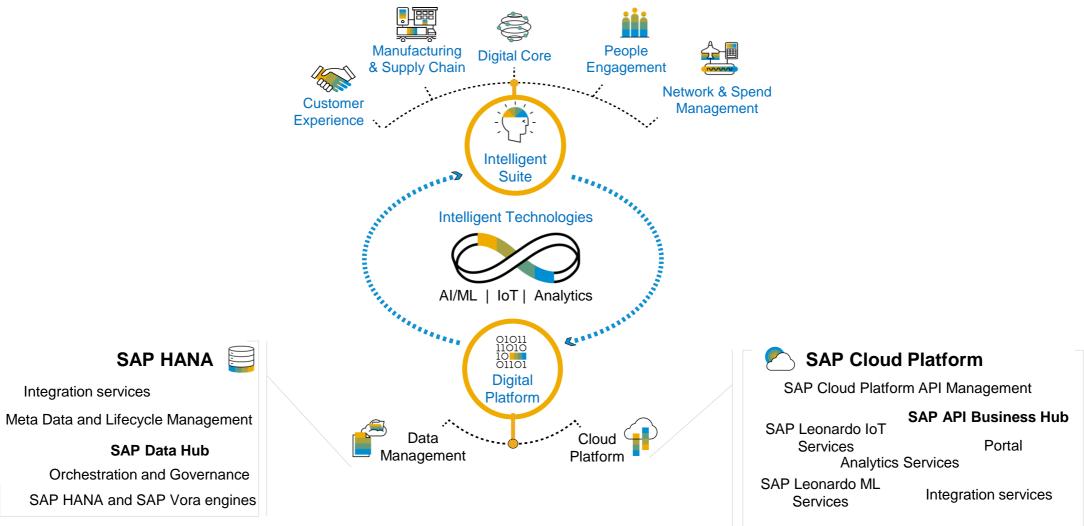
3. Platform-Selection

### Innovate for the Intelligent Enterprise – based on SAP Cloud Platform

## Innovate for the Intelligent Enterprise based on intelligent technologies and the digital platform from SAP – in the Cloud



## Drive innovation with intelligent technologies and the digital platform from SAP



### Expanding from products to services and IoT

Hagleitner IoT and cloud disrupt the hygiene business



Products and services Innovative hygiene management



**Digital innovations** Cloud, IoT, and Big Data technology



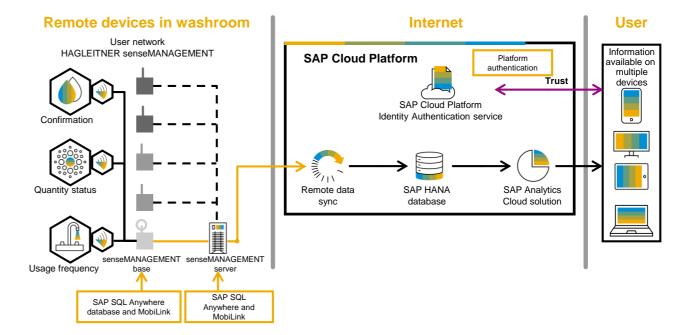
#### Why SAP

Single source for required technologies; guidance for development, deployment, and monetization

#### Outcome

Introduction of hygiene as a service using the senseMANAGEMENT solution, moving from a product-based to a service-based business model

## A total solution – from development to deployment in just six months



senseMANAGEMENT data is transmitted via radio-frequency link to a local IoT gateway – an on-premise server running the SAP SQL Anywhere database, which aggregates data from a number of washrooms in a given facility.

hagleitner

### **Extending cloud applications from SAP**



**Simplifying the sales process** – In Mind Computing leverages SAP Cloud Platform to extend the SAP Hybris Cloud for Customer solution and simplify the sales process, increasing opportunities for account executives.

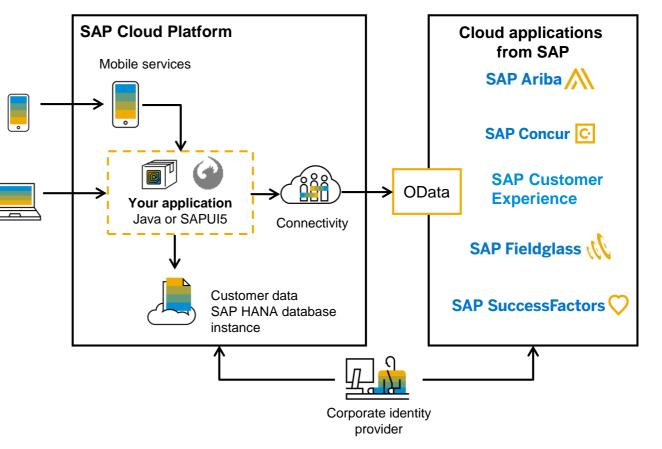
Reference video SAP App Center



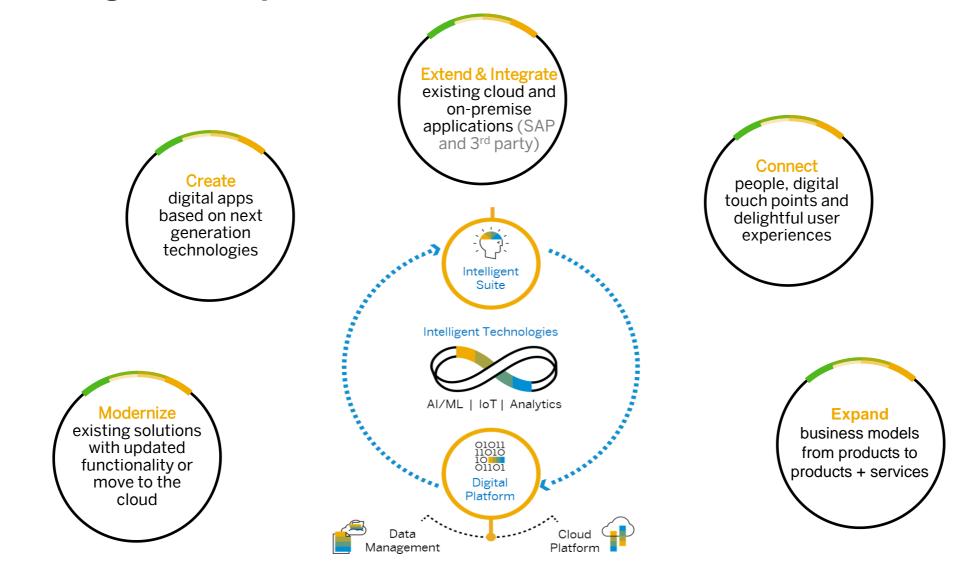
**Empowering informed work** – InsideView extends SAP Hybris Cloud for Customer and delivers market intelligence to make businesses smarter and more effective with SAP Cloud Platform. <u>Corporate site</u> | <u>SAP App Center</u>



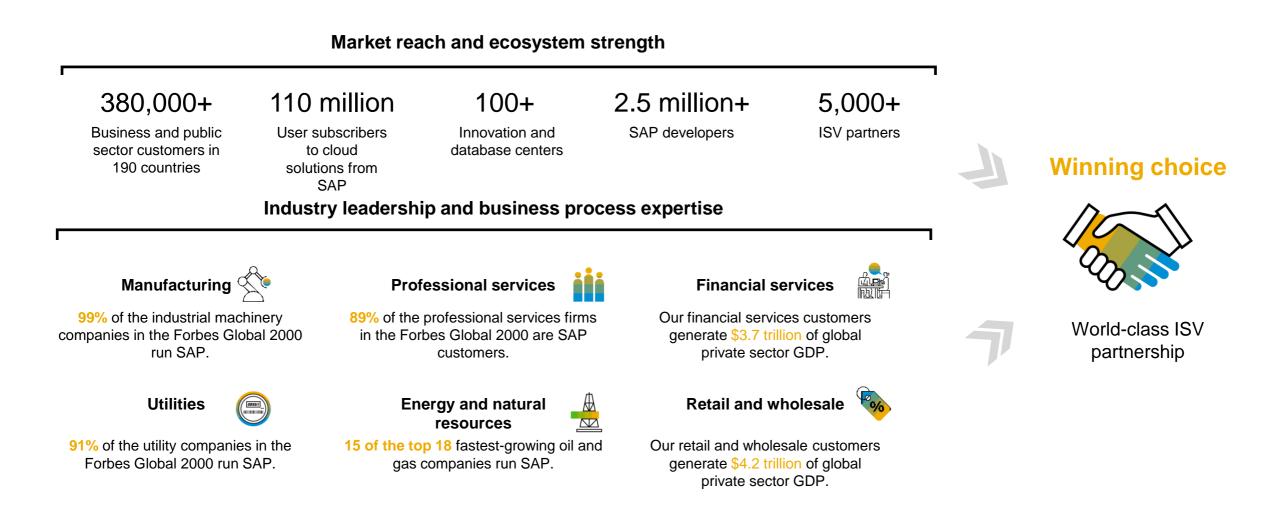
**Extending SAP Hybris Cloud for Customer –** SAP partner maihiro GmbH helps Henkel AG optimize sales customer lists and routes for its sales representatives. <u>Reference Video</u> | <u>SAP App Center</u> A common architecture landscape with SAP Cloud Platform for extending SaaS applications from SAP



## SAP's digital platform and intelligent technologies enable all innovation-plays for the Intelligent Enterprise



#### Strengthen your digital ecosystem with SAP



#### Join the momentum...

## More than 5,000 partners

Cloud | Hybrid / Private Cloud | On Premise

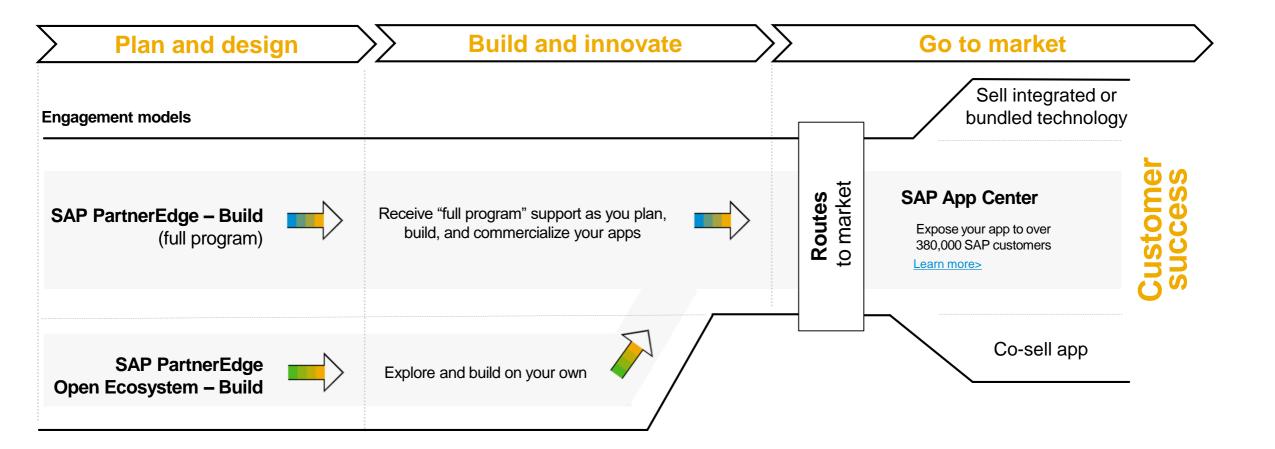


High-tech | Retail | Life Sciences | Financial Services | Manufacturing | Wholesale Distribution | Music, Media & Licensing Automotive | Food Service | Agriculture | Consumer Products | Telecom | Chemicals | Equipment Manufacturing

### **Partnering with SAP: SAP PartnerEdge – Build**

### Plan your ISV journey with SAP

Access a comprehensive range of planning, design, development, and go-to-market (GTM) services with the SAP PartnerEdge program – Build



#### Your partnership opportunity

Through the SAP PartnerEdge "Build" engagement model, you gain access to a wide range of resources and support that help you define new business models and plan, develop, and take innovative digital solutions to market - **reaching over 380,000 SAP customers**.

**Plan and design** 

Build and innovate

- Blend your vertical expertise with SAP innovations
- Take advantage of SAP's best-of-breed capabilities in cloud, mobile, Internet of Things, machine learning, blockchain, inmemory computing, and more
- Get up-to-speed quickly with comprehensive digital onboarding and help of your partner service advisor\*
- Get access to presales and technical resources during business case development<sup>\*\*</sup>

- Get enabled quickly via offerings such as SAP's online courses, SAP Learning Hub, SAP Help Portal, Tutorial Navigator
- Focus on your innovation and let SAP Platforms for cloud, in-memory data handling and advanced analytics take care of the rest
- Integrate with or extend SAP enterprise apps to provide new cloud, on-premise, or hybrid offerings
- Engage with SAP's developer and partner ecosystems
- Take advantage of SAP Enterprise Support
- Get access to technical resources during architecting and development<sup>\*\*</sup>

Speed app availability and benefit from GTM services

Go to market

- including: – Application certification
- Application readiness checks
- Marketing support and enablement
- Execute from awareness to "sales win" with:
  - SAP partner brand
  - Co-marketing programs
  - Exposure on SAP App Center, serving over 380,000 SAP customers
- Commercialize your app including embedded or bundled SAP technology
- Start out with standard terms
- Take advantage of customized terms that fit your business in a negotiated agreement<sup>\*\*</sup>

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<sup>\*</sup> not available for members of Open Ecosystem - Build

<sup>\*\*</sup> available to partners that meet specific criteria and commitments (committed business plan, dedicated sales and marketing resources, financial commitments)

#### Select the partner level that fits your innovation and GTM needs

		Go To Market (Leverage GTM resources, set your price, reach out to SAP customers)		Attractive fees:
PartnerEdge - Build		Commercialization Options	<b>SAP App Center -</b> List your application for customers to discover, try and buy. Transact your app on the SAP App Center	<ul> <li>No listing fee 15% transaction fee</li> <li>Standard pricing Revenue share for cloud 25%</li> <li>Custom terms</li> </ul>
			Bundle/embed runtime licenses	
			<b>Customize</b> – Explore alternative commercial licensing options to fit your business and benefit from additional custom services	
		<b>Innovate</b> (Access dev licenses, enterprise support <sup>3</sup> and enablement)		Comprehensive Developer Licensing
		Development License	SAP Cloud Technologies	<ul> <li>Cloud packs: from € 1,068 p.a.</li> </ul>
Pa		Options	On-Premise Technologies	On-premise licenses: from €0
SAP				+ additional resource options
S		Plan & Design		
		2	Full Partnership with SAP	Common SAP PartnerEdge base fee €2,000 per annum <sup>1</sup>
			Open Ecosystem - Build	No program fee

1 Existing Sell and Service Partners do not have to pay the annual base fee again when signing up for the SAP PartnerEdge Build engagement model

2 Transition to the full program for application commercialization and access to dedicated SAP partner contact

3 For products where enterprise support is not available equivalent support will be offered.

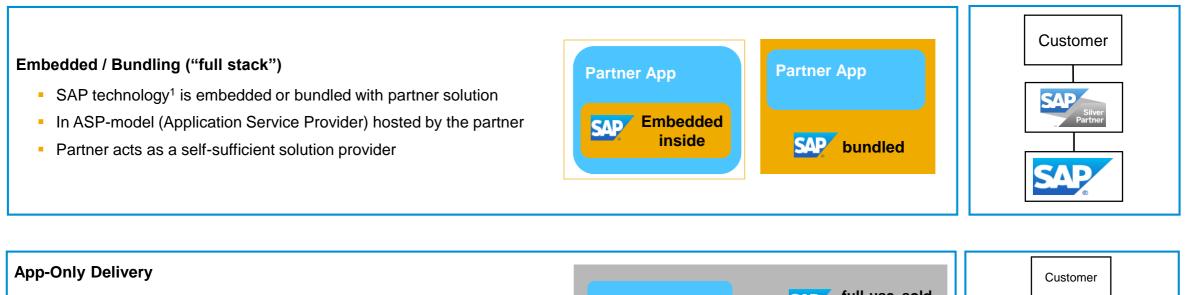
### Application sales and delivery models in SAP PartnerEdge – Build

Sell your application with SAP technology, as a full-stack solution, or

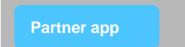
separately in case your end-customer is already in possession of the SAP technology or purchases it independently.

#### **Application Delivery**

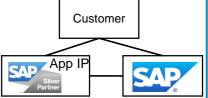
#### Sales Motions



- Partner sells app to customer without SAP technology
- Full use license sold by SAP field or VAR



full-use, sold separately



<sup>1</sup> End-customers may only use the SAP product only in conjunction with the ISV's solution. The ISV may not distribute SAP products on a stand-alone basis.

### Market and deliver your apps to SAP Customers on SAP App Center

Once you've built your application, you can accelerate your market traction with visibility on the SAP App Center.



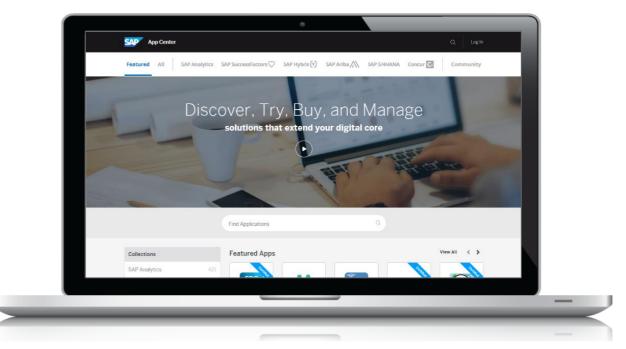
#### **Explore the SAP App Center:**

- A simple way for you to grow your market. Start by listing your app for free
- A digital space where SAP customers can discover, try, buy and manage partner applications
- An enterprise-class procurement environment with flexible workflows

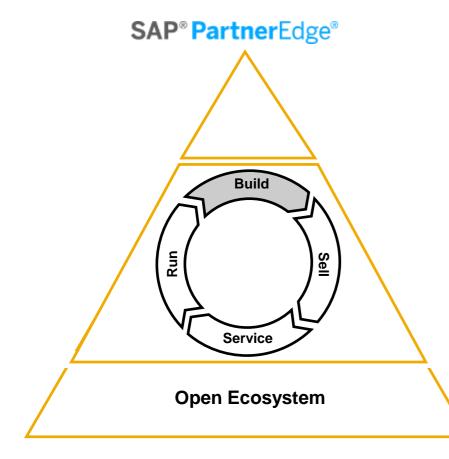
Buying on App Center drives compensation for SAP field !

#### Watch 2 min video >

#### www.sapappcenter.com



## Leverage the SAP PartnerEdge – Build engagement model to accelerate and drive application opportunities



#### **Program Benefits**

- Rapid onboarding and enablement<sup>1</sup>
- Broad portfolio of SAP technologies and solutions<sup>1</sup>
- Development acceleration assistance for select startups<sup>1</sup>
- Solution qualification and (optional) certification
- Exposure to over 380,000 SAP customers via comarketing and listing on <u>SAPappcenter.com</u>
- Access to SAP partner brand
- Embedding and bundling at standard terms
- Negotiated commercial terms possible<sup>2</sup>

#### How to engage

Learn more and apply now: <u>www.sap.com/buildbetter</u>



5,000+ Partners Building Apps ~1,000+ Partners on SAP Cloud Platform



available on SAP App Center

#### <sup>1</sup> Also available in Open Ecosystem – Build

<sup>2</sup> Available based on specific criteria: committed business plan; dedicated sales & marketing resources, financial commitments

Taking The Next Step

#### **Opportunity: Turn custom apps into packaged IP**

# Custom Apps

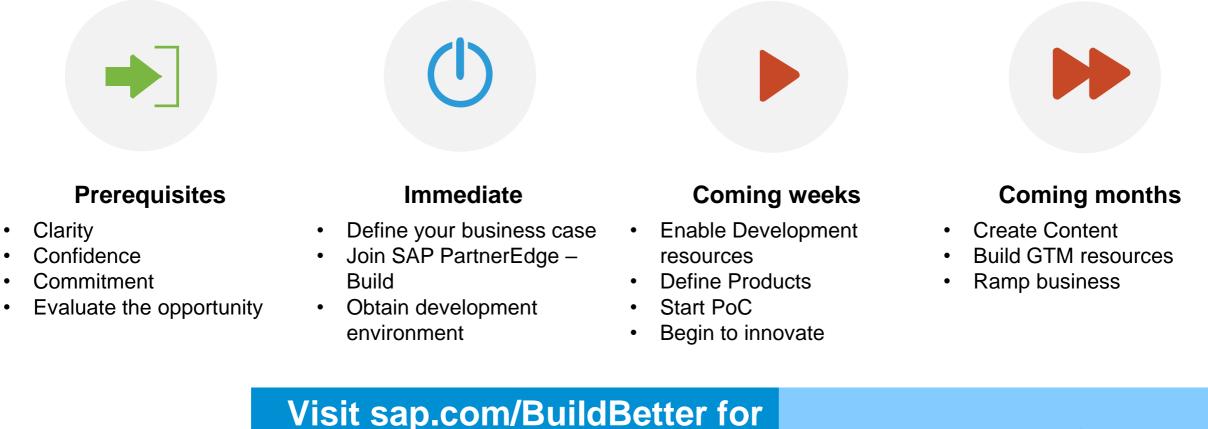
- Built to order
- For a single customer
- Might be on premise
- Point of entry



- Target multiple customers and partner channel
- Developed for offering portfolio
- Consider SAP Cloud Platform
- Offer as full-stack solution via embedding runtime
- Leverage SAP App Center

## **Get Started with your Applications Business**

On SAP's Digital Platform



more details and sign-up now!

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www.sap.com/BuildBetter

#### **Questions & Answers**



#### Where to find more information

Learn more about SAP PartnerEdge – Build at: <u>www.sap.com/buildbetter</u>

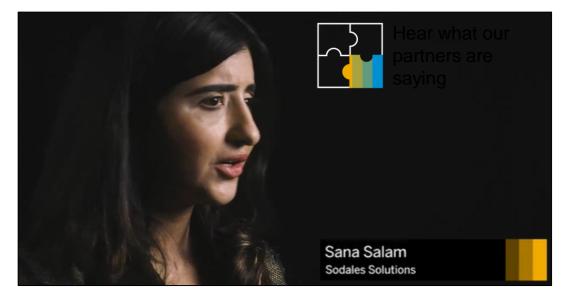
Learn more about SAP Cloud Platform at: <a href="https://cloudplatform.sap.com">https://cloudplatform.sap.com</a>

Access developer tools and services <a href="https://www.sap.com/developer">https://www.sap.com/developer</a>

Participate in SAP Community SAP Cloud Platform: <u>https://www.sap.com/community/topic/cloud-platform.html</u> Partnership: <u>https://www.sap.com/community/topic/partner.html</u>

SAP Cloud Platform: success stories https://cloudplatform.sap.com/content/skywalker/website/en\_us/success.html

Apply to SAP PartnerEdge – Build Apply now >



Watch video>



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