

# **SAP BTP Webinar**

**Boost Operational Efficiency with SAP AI Business Services – A focus on Document Information Extraction** 



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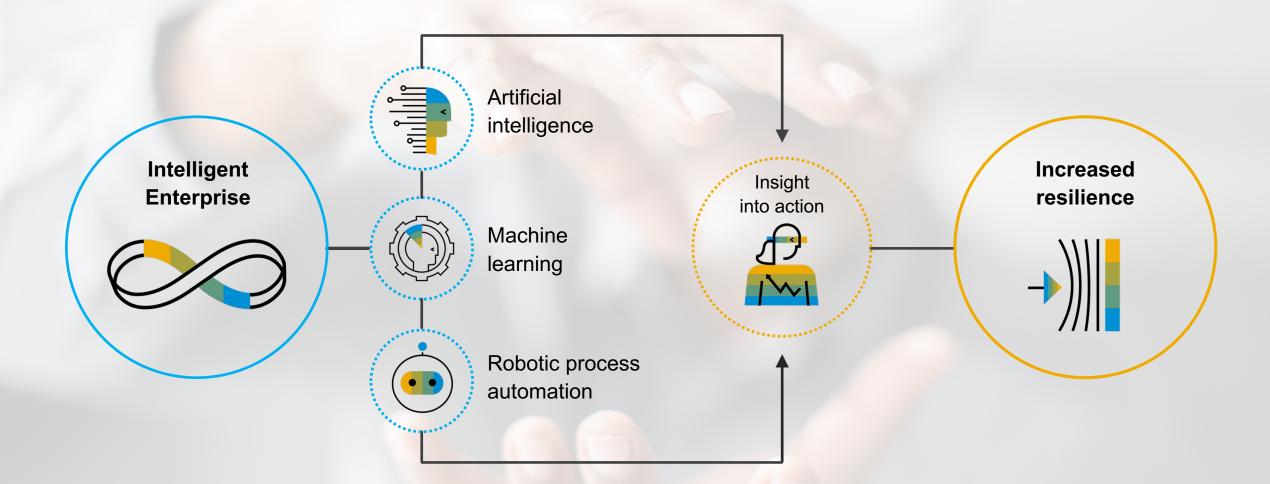


# 62% of accounts payable costs come from labor.

Source: APQC, 2015 "AP Process Cost Per Invoice Processed"

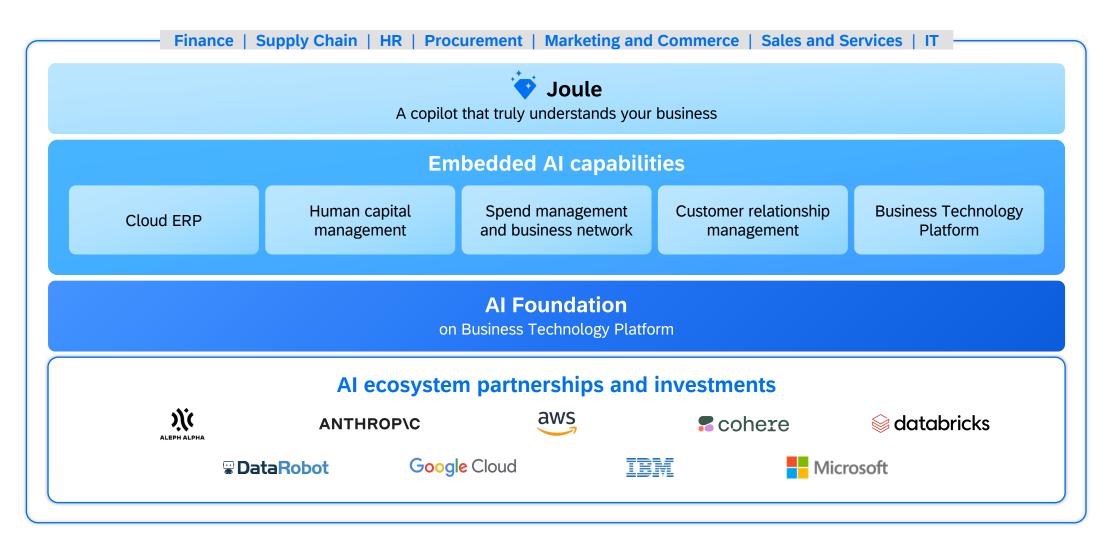


## Innovative Technologies Support Business Resilience

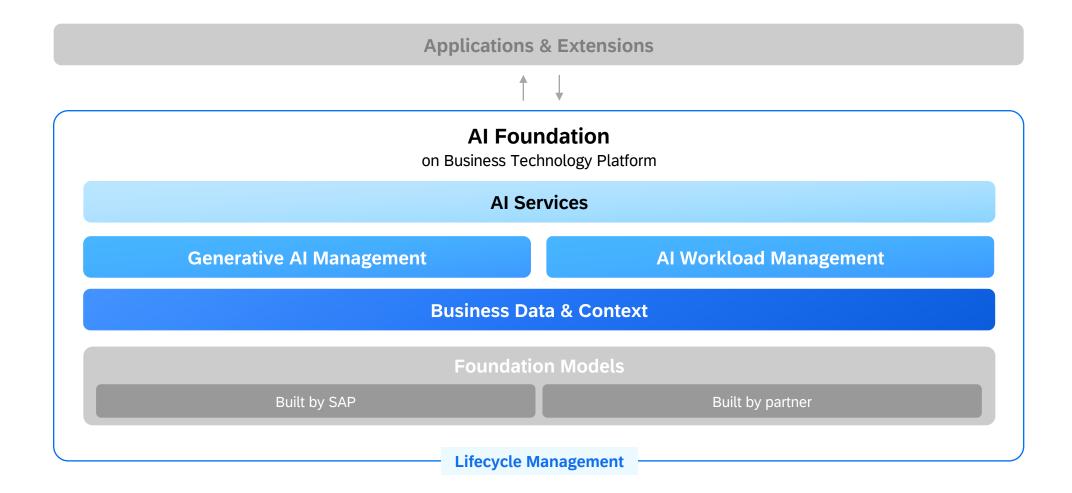


# **SAP Business AI approach**

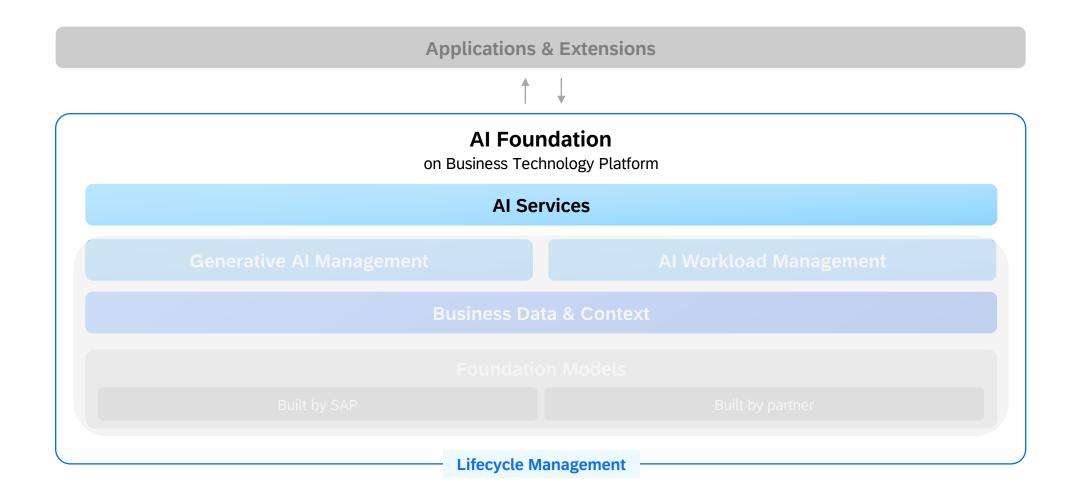
Relevant. Reliable. Responsible.



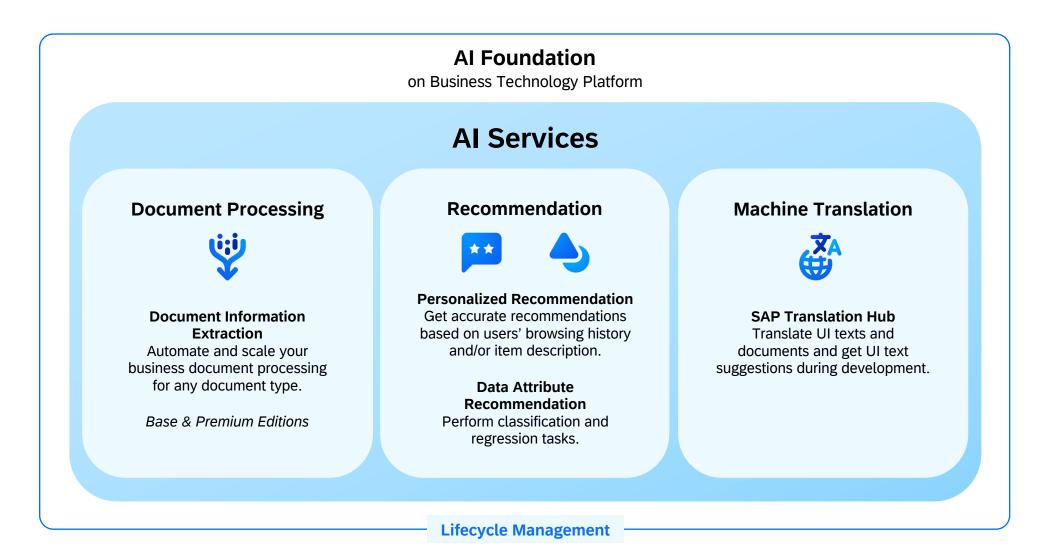
# A complete set of services for AI developers on SAP BTP



# **Ready-to-Use AI Services**

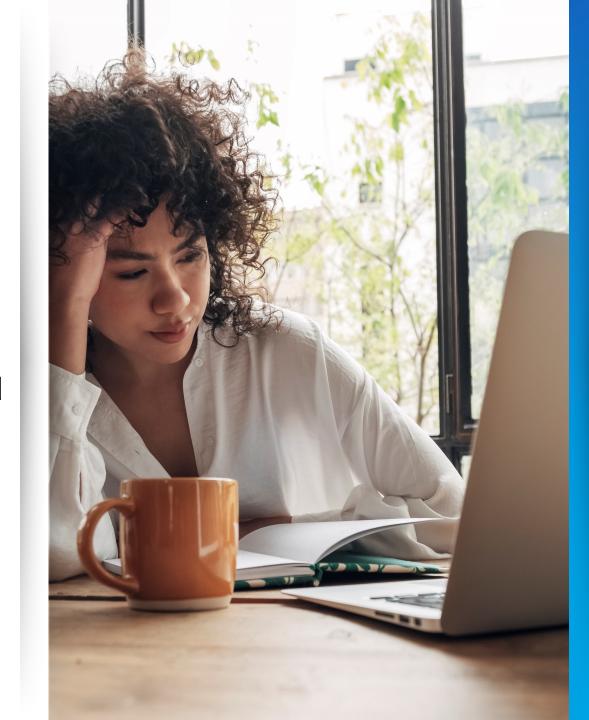


# AI Services, models pre-trained on business-relevant data



# The Cost of Unstructured Data

Processing of unstructured data causes high costs, missed insights, and operational bottlenecks impacting growth and efficiency.



**17.60€** AVERAGE COST PER INVOICE - BILLENTIS

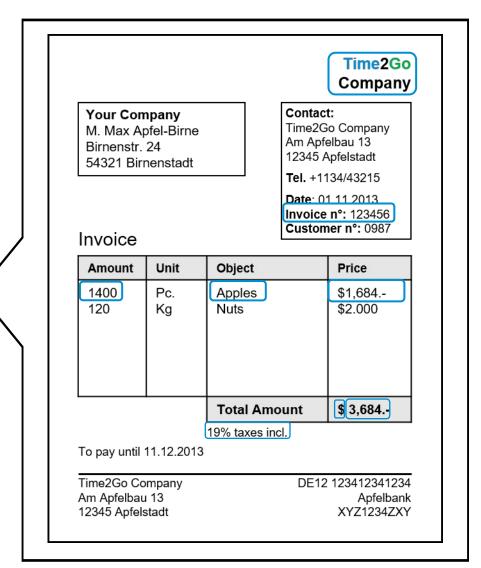
## **80-90%** OF ENTERPRISE DATA IS UNSTRUCTURED

- GARTNER

## **4 trillion** PAPER DOCUMENTS ANNUALLY IN THE US

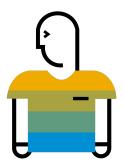
- EMERGEN RESEARCH

## **Problem: Large Amounts of Incoming business documents**



		-
Company		Enrichment
Supplier ID		nappens nanually
Invoice N°	123456	
Amount	3684.00	
Currency	USD	
Date	2013-11-01	
Position 1	Amount: 1400 Unit: PC Amount: 1684.00 Description: Apples	S
Position 2	Amount: 120 Unit: KG Amount: 2000.00 Description: Nuts	





John, spends much time on searching and matching the right information



John,

AP-Clerk

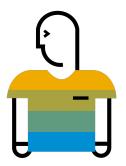
# **Solution: Document Information Extraction**



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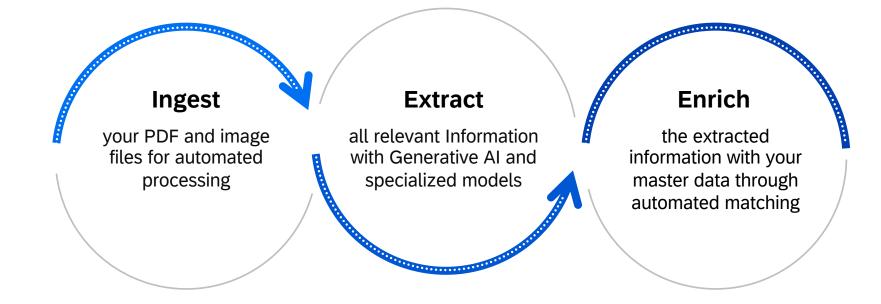




**John,** Can now do more value creating tasks



### **Document Information Extraction** Intelligent document processing with SAP available on SAP Business Technology Platform



At Aspen Pumps, the Document Information Extraction service from SAP helps us to achieve ~90% of extraction accuracy for supplier invoices out of the box, laying a great foundation for much faster execution of Accounts Payable processes. It helps to save up to 350 hours monthly in invoice processing, so approximately £5000 per month.

- Jon Curtis, Group Business Systems Consultant, Aspen Pumps Group

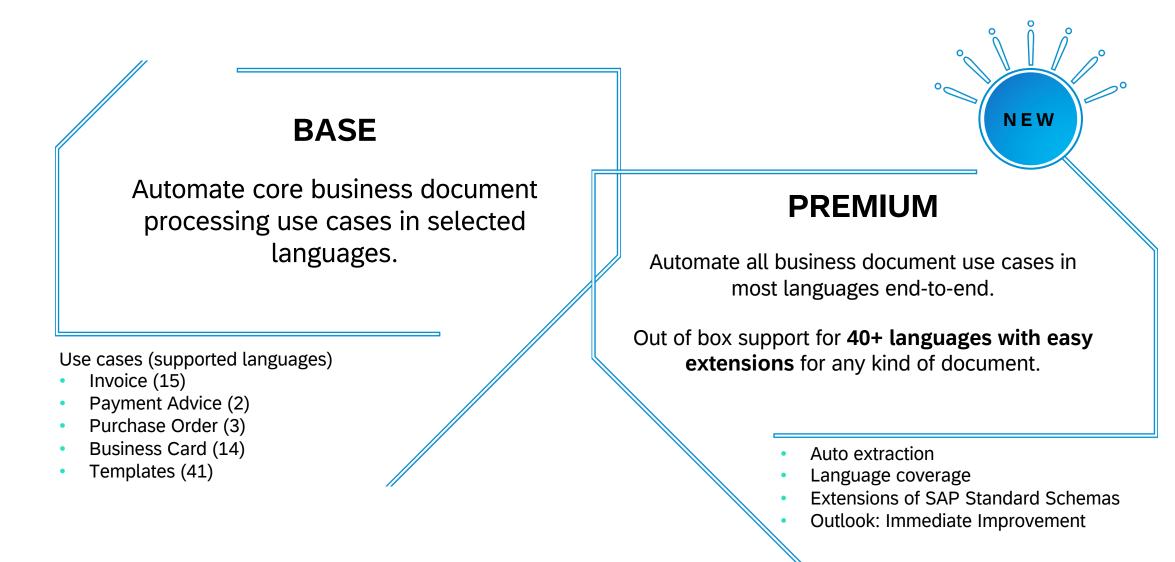
HAMBURG HomeMade

Innovation Awards 2023

SAP

SAP Innovation Awards 2022

# **Document Information Extraction**



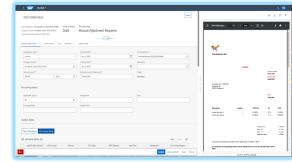
# **Business process-specific AI for Document Processing in SAP**

#### SAP Business Network Intelligent Invoice Conversion

👥 Business Network -			0 🕓
Create Invoice			Update Seve Exit Next
Hide original involoe	- IN + I D & ± & i	<ul> <li>Invoice Header</li> </ul>	
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- Improve operational efficiency through simple invoice upload and automation for invoice conversion
- Increase invoice accuracy by reducing manual and error-prone entry
- Accelerate invoice payments by reducing the number rejected invoices by your customers
- See in action: Intelligent Invoice
   Conversion

#### SAP Ariba Central Invoice Management



- Provides inbound handling via Business Network and central processing of invoices.
- Deployed on BTP available for SAP S/4HANA Cloud, public edition
- See in action: <u>Central Invoice</u> <u>Management</u>

# Standard " V Internation Sale Outer Request Rest Sale OutereRequest Rest Sale Out

SAP S/4HANA

**Sales Order Automation** 

- Enables faster completion to prevent delays in the sales order delivery
- Reduces redundant tasks to free time for users
- Reduces the risk of human errors in the process
- See in action: <u>Sales Order</u> <u>Automation with AI</u>

#### SAP Concur Expenselt



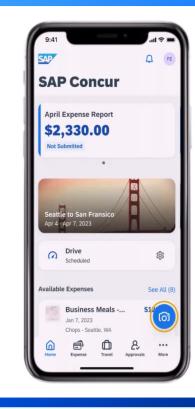
- Images of receipts are captured in the Expenselt app
- Information extraction starts on the device with ML models analyzing the image
- Improved employee productivity and overall audit efficiency
- See in action: Expenselt

#### **Document Information Extraction**

**Responsible AI** 

Maximize efficiency, reduce risks and maintain compliance in employee spending

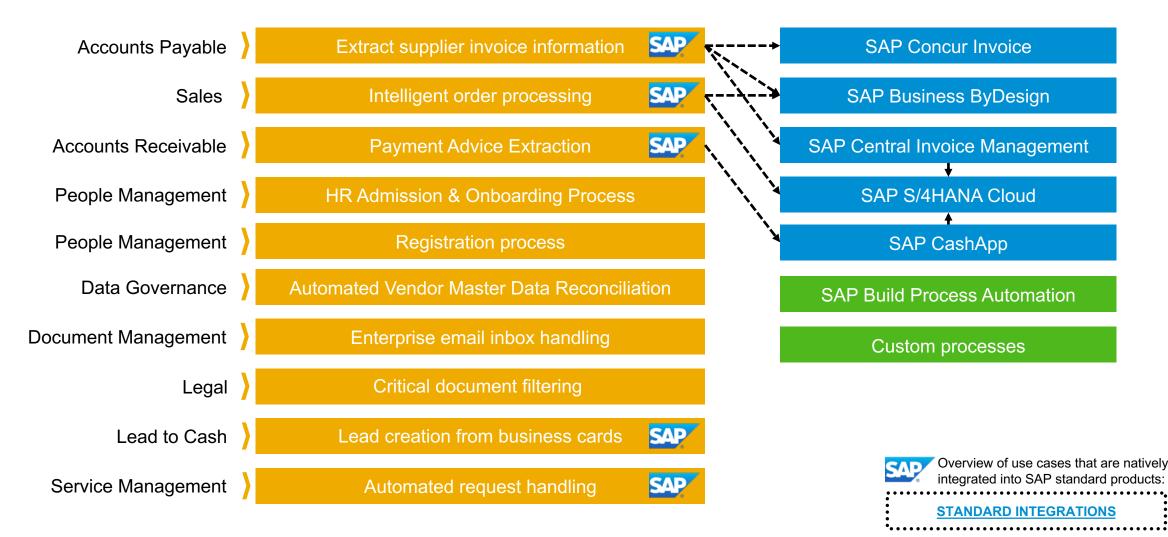




Document Information Extraction in Concur Expense – SAP Concur

# **Document Information Extraction**

#### Business use cases



"At Aspen Pumps, the Document Information Extraction service from SAP helps us to achieve ~90% of extraction accuracy for supplier invoices out of the box, laying a great foundation for much faster execution of **Accounts Payable processes.** It helps to save up to 350 hours monthly in invoice processing, so approximately £5000 per month."



Jon Curtis, Group Business Systems Consultant, Aspen Pumps Group



Aspen Pumps Apex Way, Hailsham, United Kingdom www.aspenpumps.com Industry Industrial Machinery and Components Featured Solutions and Services Document Information Extraction service (DOX), one of SAP AI Business services PUBLIC



# Success story - Automate AP Processes

Canadian integrated energy company (2022)



#### Challenges

Several inefficiencies identified in customer's existing invoice management process, including inflexibility, high IT demands, and a poor invoice identification rate of less than 7%.



#### Solution and business results

#### Implementation of SAP Build Process Automation, powered by Document Information Extraction (one of the SAP AI Business Services on SAP BTP)

- 80% invoice recognition and posting rate
- 7,000\$ savings per day

- 20,000+ invoices processed monthly
- 120 hours savings per day

20 FTE workload

• 1,800,000\$ projected savings p.a.

KPIs	Company's lower bound	Company's upper bound	Industry avg. ( <u>reference, p.16</u> )
Assumed cost per invoice (Y)	10	15	17.6
Reported saving through SAP Build + DOX (X)	7	7	7
Remaining cost per invoice	3	8	10.6
Anticipated cost reduction (X/Y)	70%	46%	40%



# **Document Information Extraction**

Key takeaways

Out-of-the-box automation with pretrained models for different document types

**Integrated offering** available as part of various SAP applications

Focus on **improving the efficiency** of your employees

State of the art technology is used to deliver **best of breed accuracy** 



# **Document Information Extraction**

Start today



#### **Ready to Use**

- Available under <u>Free Tier</u> option on SAP BTP
- Commercially available via Cloud Platform Enterprise
   Agreement, on SAP Store or as Pay-as-you-go model
- Available as Test Demo & Development for Partners
- Available on following Data Centers: EU10, EU11, JP10, US10, AP10



#### **Natively Available**

The service is integrated into variety of SAP standard products that you use already today:

- <u>SAP Concur Invoice Capture</u>
- SAP Central Invoice Management for SAP S/4HANA Cloud
- SAP CashApplication
- SAP Business ByDesign
- SAP S/4HANA Cloud
- SAP Build Process Automation

SAP

COMMUNITY

...and many more (see consumption options).







**CONSUMPTION OPTIONS** 

# **Document Information Extraction, Premium Edition**

## Enablement & Wrap up



#### Assets:

Available on SAP BTP Trial - get started with tutorials!

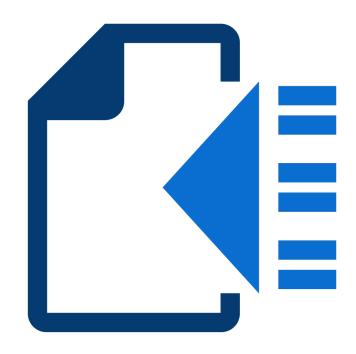
State tuned with <u>SAP Community</u> for the GA!

- ~80 percent of data is unstructured. Great deal of business data is locked in business documents
- SAP is at the forefront of adopting Generative AI in reliable, relevant and responsible way
- SAP provides state-of-the-art GenAI capabilities to process unstructured documents of any kind.

# Thank you.

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