

**SAP Customer Experience** 

## Intelligent Customer Service with SAP Service Cloud

Intelligent SAP C/4HANA Experience

**PUBLIC** 

Dr. Volker G. Hildebrand, Global Vice President, SAP November 2018



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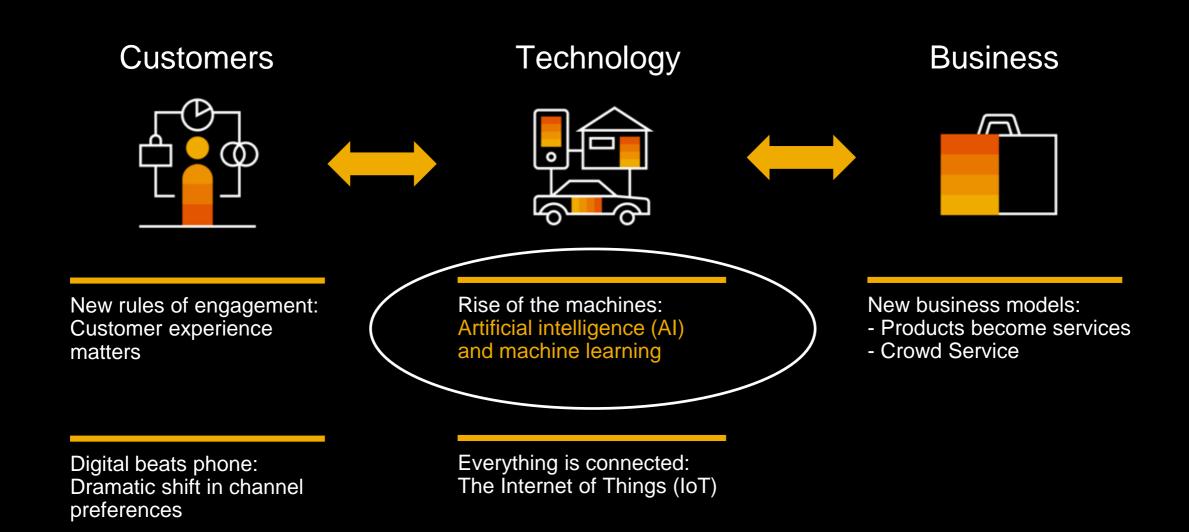
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"By 2022, 72% of customer interactions will involve an emerging technology such as machine-learning applications, chatbots or mobile messaging."

Source Gartner

## First: Some context Why it matters!

#### Key trends impacting the digital transformation of customer service



### New rules of engagement: Customer experience redefined

#### **Customer experience: What customers really want**



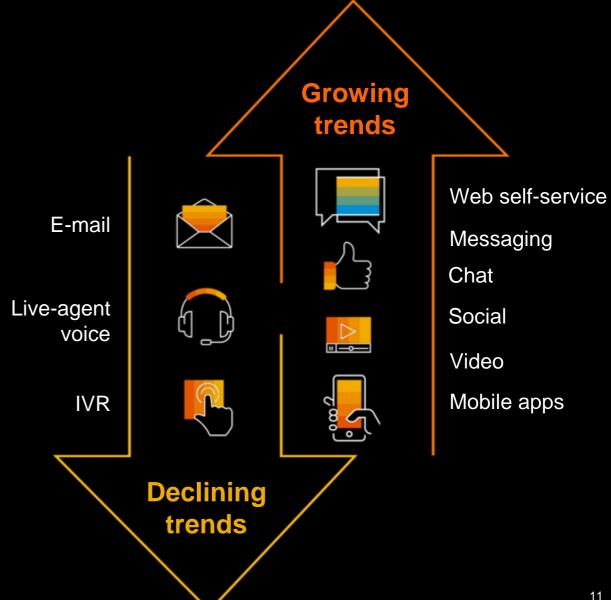
# "New customer engagement methods are needed that are simpler, faster, and more satisfying."

Source: Constellation Research - The Digital Transformation of Back-End Customer Experience by Dion Hinchcliffe

## Digital beats phone: Dramatic shift in channel preferences



Over the next five years, phone conversation with customer service reps will make up merely 12% of service interactions – down from 41% today.

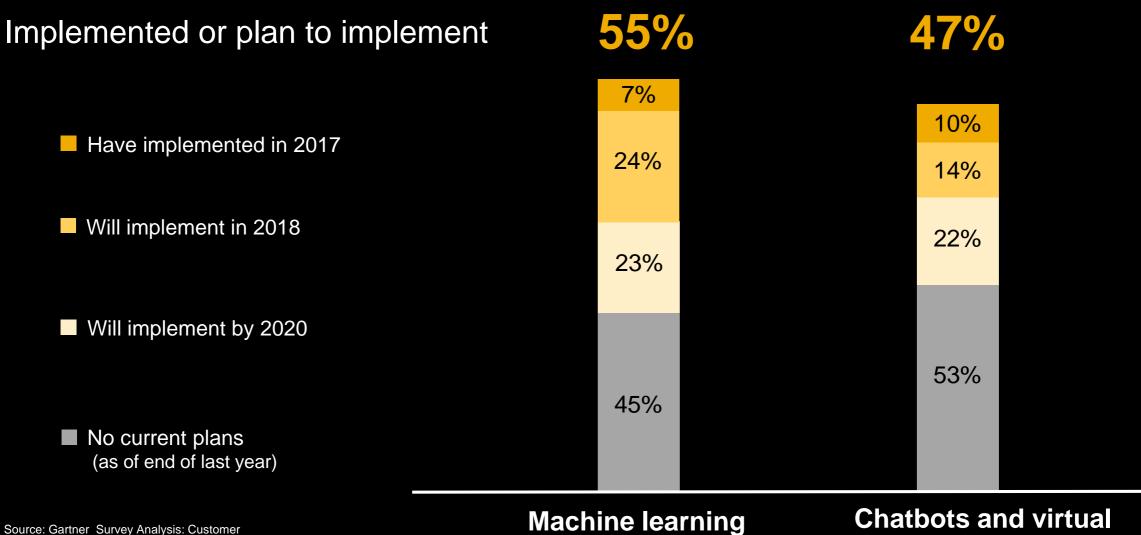


Source: "Why Humans Will Remain at the Core of Great Customer Service," Gartner, 2017

### Rise of the machines: Artificial intelligence (AI) and machine learning

#### Rise of the machines

Experience Innovation 2017 — Al Now on the CX Map



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customer assistants

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#### Providing faster customer service with Al-based service ticket management



### "Customer Request Tracking"

#### Dear CuRT

I've been telling the world about you for a long time. Honestly, I dreamt of you sometimes and I have been looking forward to this day totally thrilled, since it was not always clear you'll make it. My wife likes you, also my son does. But most important is, that your new colleagues like you. You will start working in the Water Chemicals department at BASF. <u>#WeLoveWater</u>! Amazing people who can't wait to welcome you to your new job. We all are happy, that it finally just took 10 weeks for you to join this wonderful team of people. I have no doubt, that you are the best choice for the challenges ahead...



https://www.linkedin.com/pulse/curt-you-finally-pedro-miguel-ahlers/







WENTE O

Téléphones + Forfaits >





NETFLIX Callice

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#### **Your Account Bot**

Hi, how much data did I spend last month?

In March, you used 4,6Go of data.

How much did that cost?

3Go of data were included in your subscription, and the 1,6Go extra cost 8€.

Can I see March's invoice?

Tapez votre message...

HOME SPEED HOME
DÉCOUVREZ LA BOX 4G

32,99€

¹ mois d'essai
Satisfait ou remboursé

# "Chatbots expected to cut business costs by \$8 billion by 2022"



Karen Gilchrist, @\_karengilchrist
Published 9:01 AM ET, May 9, 2017



# Everything is connected: The Internet of Things (IoT)

# "loT will grow to over 20 billion connected things by 2020."

Source Gartner

#### Using IoT sensor data for predictive maintenance and service



Cutting customer's unplanned downtime by 60%

### New business models: Products become services

#### Air as a service

# Forget the compressor: Sell the air

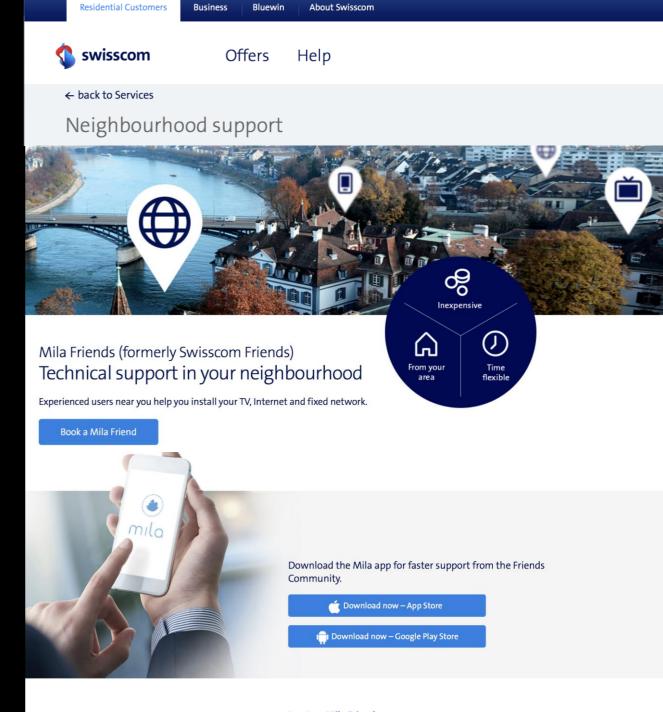




#### Crowd service in the "gig economy"

# No more waiting for the cable guy

- 80% get onsite support within 1 hour
- Average rating 4.71 out of 5 stars
- Net promoter score went up by 15 pp
- Churn was reduced by 20%



#### Intelligent Service with SAP Service Cloud

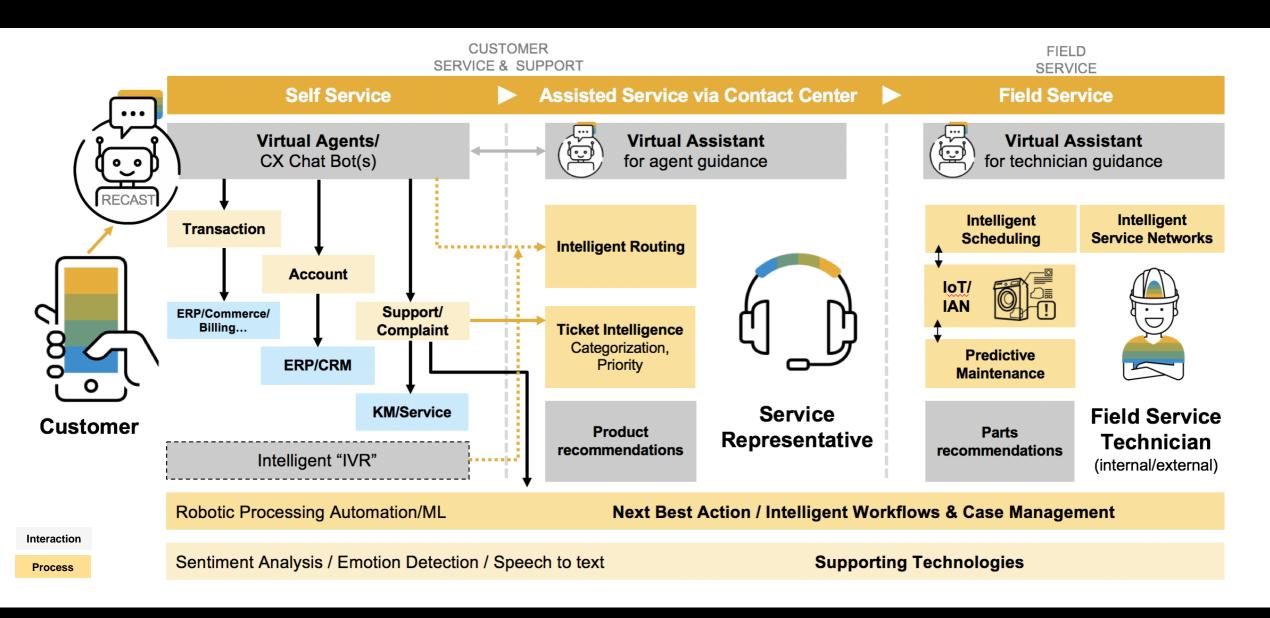
**SELF SERVICE** 

#### **ASSISTED SERVICE**



FIELD SERVICE

#### Our Vision for intelligent customer service



#### **SAP Service Cloud AI/ML Solutions/Scenarios**

#### **AVAILABLE**



Ticket Intelligence

**Predictive Maintenance** 



Chat Bot Platform/
Conversational UI (Recast.ai)

#### IN PROGRESS



Solution Intelligence



Virtual Assistants & pre-configured Chat Bots

#### **PLANNED**



Field Service Intelligence



Account/Customer Intelligence

#### **SAP Service Cloud: ML Capability Matrix**

Available

In Progress

Planned











Ticket Intelligence Solution Intelligence

Virtual Assistants

Account/Customer Intelligence

Field Service Intelligence

Ticket Categorization	KB Article Recommendation	Virtual Agent	Product Recommendations for Cross-Sell	Predictive Maintenance
Similar Tickets	E-Mail Template Recommendation	Virtual Assistant	Product Recommendations for Up-sell	Scheduling Optimization
Predictive Routing	Recommended Responses	Supervisor Assistant	Account Health Score	Parts Recommendations

**ML Business Solutions** 

ML Building Blocks (NLP, Speech to Text, Translation ...)

SAP ML Platform (MLF, PA, 3<sup>rd</sup> Party)

**SAP Analytics Cloud** 

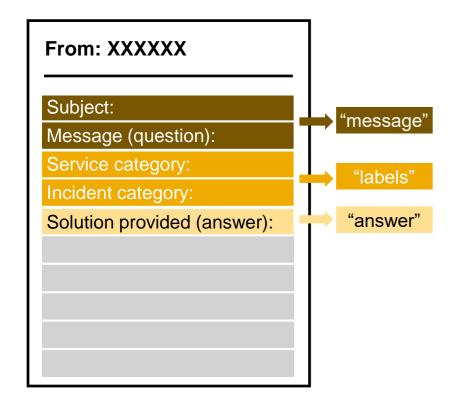
**SAP Datahub** 

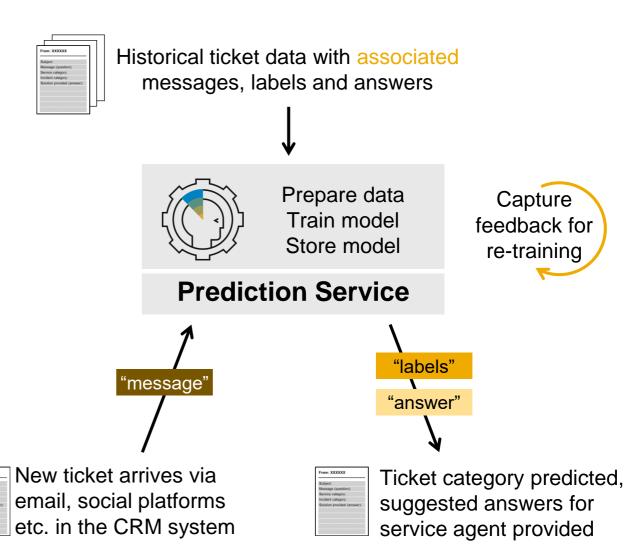
#### **Intelligent SAP Service Cloud today**



### SAP Service Ticket Intelligence predicts ticket categories and solutions based on modelling historical ticket data

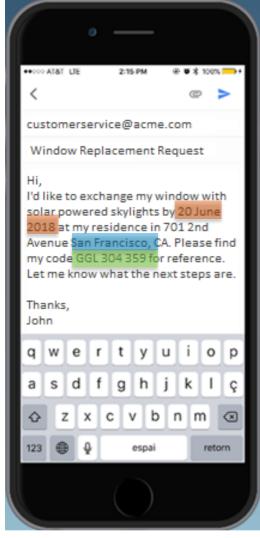
Typical customer support ticket attributes





#### **SAP Service Ticket Intelligence**

#### For Improved Agent Productivity



Post-Purchase Category\*: Replacement Skylights English Language: Sentiment: Neutral **Entities: Product ID:** GGL 304 359 Date: 20 June 2018 San Francisco Location:

- Uses Deep learning character level convolution neural networks for ticket category classification and ticket prioritization
- Detects languages and network model works on multiple languages
- Predict customer sentiment using NLP and deep learning techniques.
- Extract Golden & Business entities automatically

#### **SAP Service Cloud Ticket Intelligence Results**

Number of Customer Engagements	Number of Models Deployed	Number of Live Customers
30+	20	10
Number of Al Assisted Tickets	Average Automation Rate	Average Time Saved/Agent/Day
5.95M	69%	40 minutes

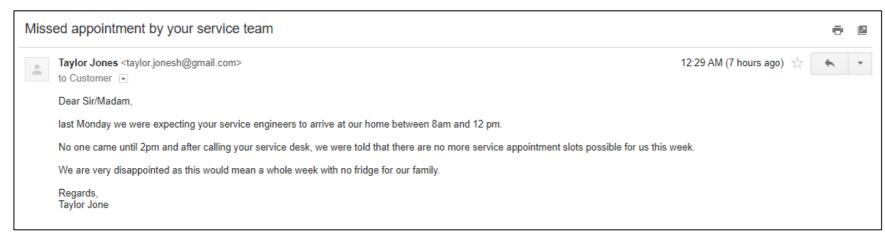
#### Sample Value Proposition for Ticket Categorization

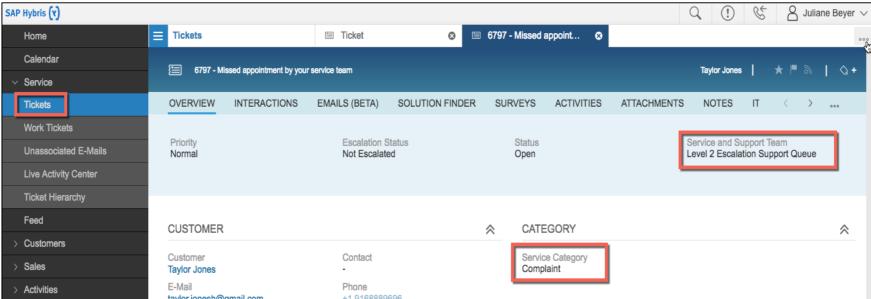
#### Reduce Cost of Service Operations

Number of Agents	300
Average Number of Tickets/Month	10,000
Average Time Reading & Assigning Ticket Categories	5
Total Time Reading & Assigning Tickets/Month	50000
Total Time Reading & Assigning Tickets/Annually	600000
Estimated Ticket Automation	70%
Total Time Saved with Automation	420000
Total Time Saved in Hours	7000
Average Hourly Wage/Agent	\$15
Total Cost Savings/Annually	\$105,000

- Costs Savings are for a model company with 300 agents and 10K incoming service tickets via e-mail channel/month
- To check potential costs savings for customer, use Value Engineering Template

#### Categorizing and Routing through ML (Machine Learning)

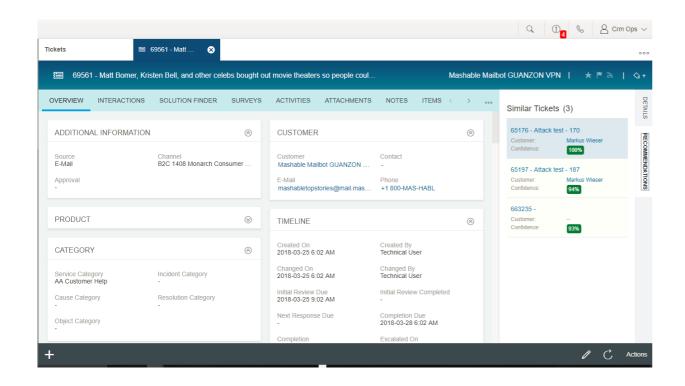




#### Availability: GA in 1811

#### **Similar Ticket Recommendations**

#### **Based on Closed Tickets**



#### What is it?

Recommend top 3 similar tickets for agents to discover best practices applied on previously closed tickets

#### **Business Problem**

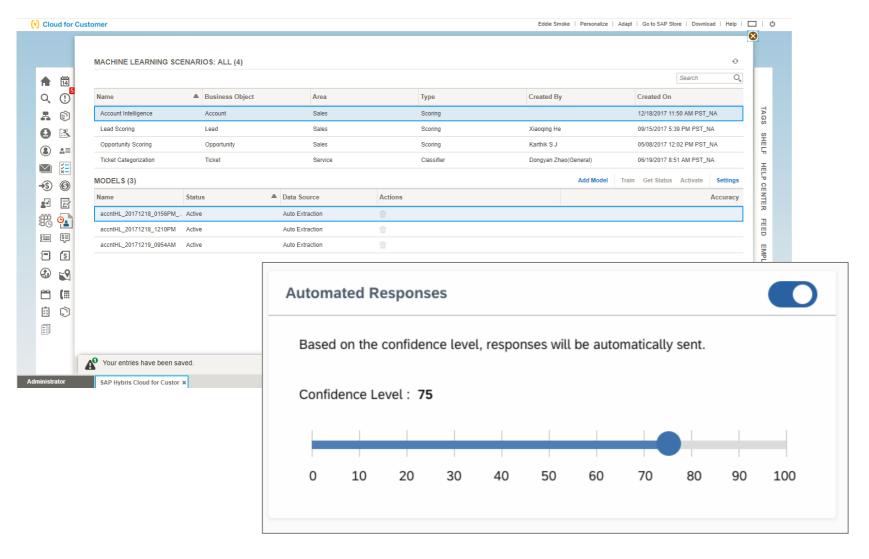
 No visibility into solutions applied to other tickets in similar categories

#### **Key benefits**

 Increase agent productivity without having to sort through all closed tickets

#### **Machine Learning Model Administration**

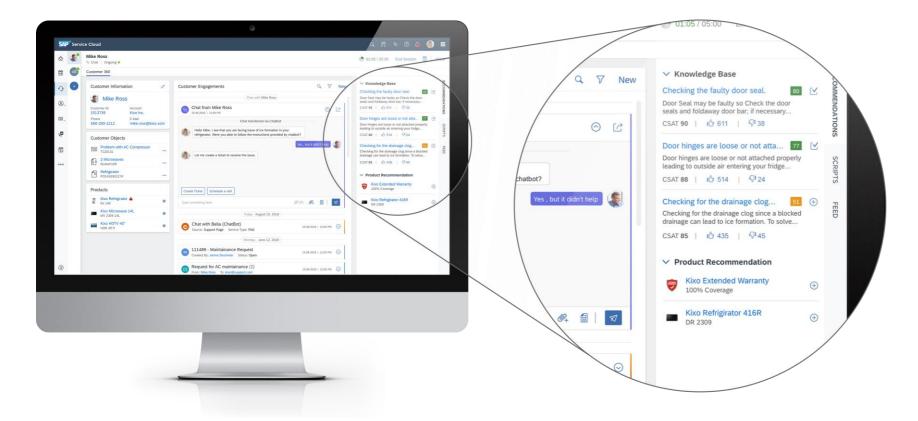
Simplified setup, configuration and deployment of ML scenarios



- Accuracy of model is visible under model table
- Customers can configure threshold for automating prediction of ML model (today only applicable for Ticket Categorization)
- Example: if confidence level is set to 80% then all predictions with confidence over 80% will be automated
- Users still have the option to change prediction value (e.g. ticket category)
- Capture prediction model feedback with implicit & explicit user behavior to improve model performance

#### **Solution Intelligence**

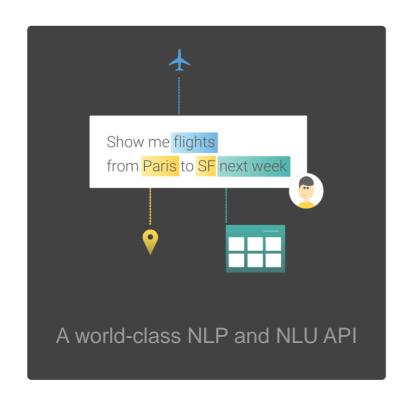
#### Improve Agent Productivity

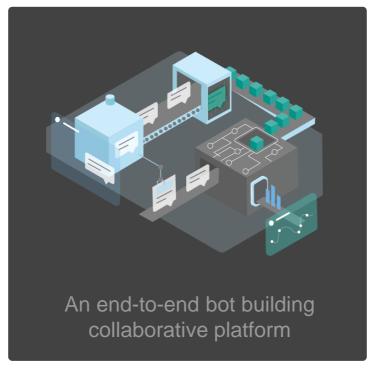


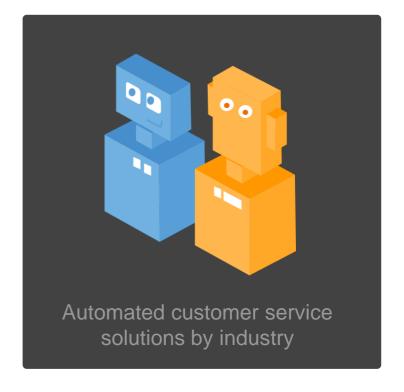
- Knowledge connectors to SAP JAM ensures relevant recommendations based on service categories
- E-Mail Template
   Recommendations to surface relevant solutions based on service categories
- Works on ant text content across multiple languages
- In-line Translation capability to assist service agents and managers
- Product Recommendations for Up-Sell & Cross-Sell

#### **SAP Conversational AI with SAP Leonardo**

Chatbot Platform (Recast.ai)



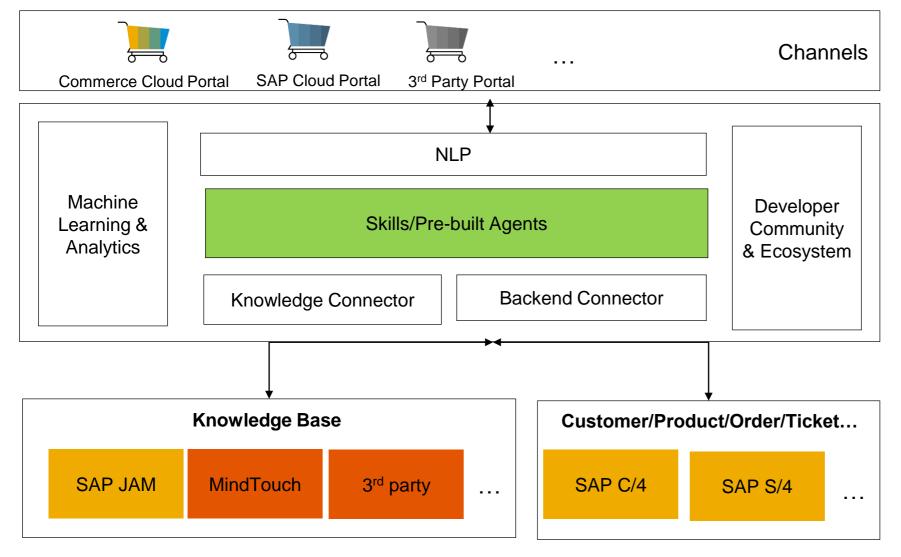




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#### **SAP Chatbot Architecture**

#### Highly Scalable & Robust Multi-lingual Natural Language Processing Platform

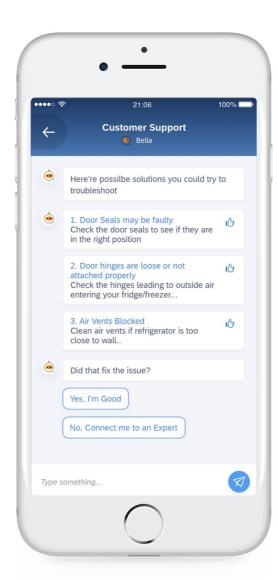


- Best in class NLP & NLU deep learning platform with support for 12 messaging channels out of the box
- Supports Rapid Deployment in weeks compared to months with graphical bot builder framework
- Industry Accelerators for Telco, Banking & Insurance, Transportation & Utilities
- Data Privacy & Security built-in for large organizations

#### **Virtual Agents/Chat Bots**

#### **Deflect Incoming Engagements**

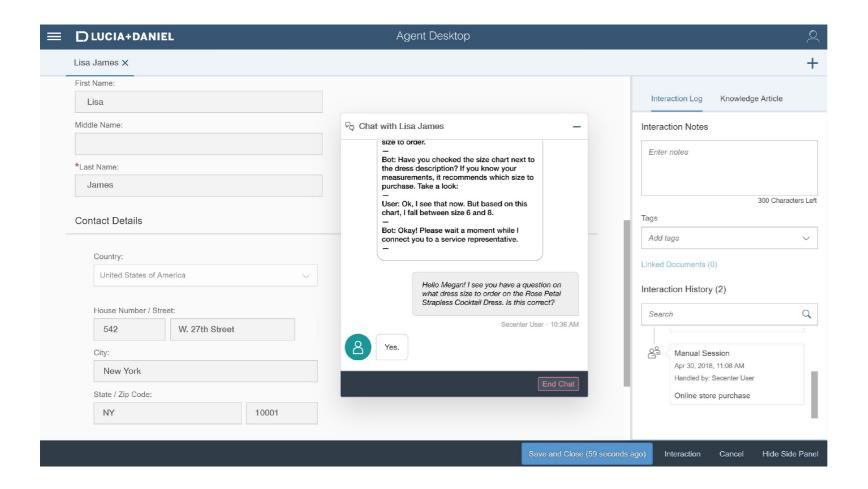




- Deploy chatbots for customer Self-Service and employee assist scenarios
- Leverage SAP Recast & Co-Pilot for providing a comprehensive chatbot capability within your organization
- Pre-built SAP content for SAP data sources such as JAM Knowledgebase or S/4 Orders
- Customize & Extend SAP content using SAP Chatbot platform

#### **Blending Automated Self Service with Assisted Service**

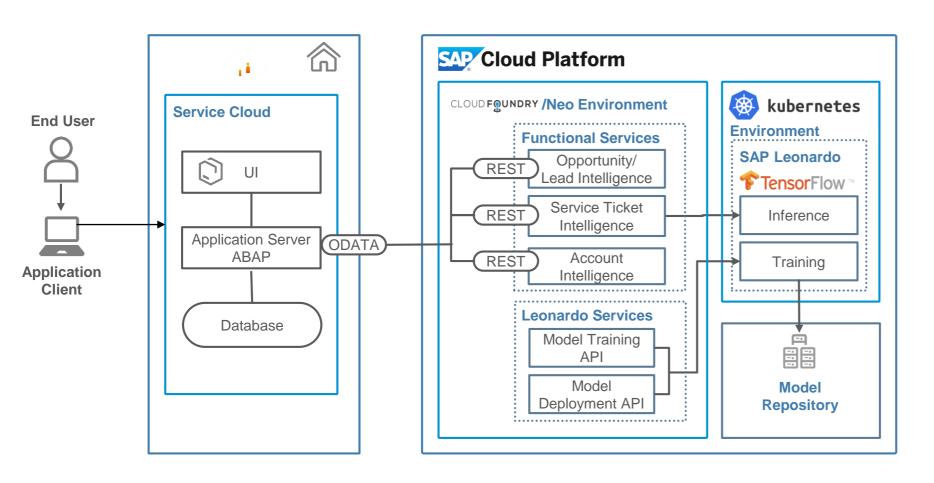
#### Agent Desktop with Chatbot Integration



- SAP Customer Engagement
  Center is available as a fallbackchannel in SAP Conversational
  Al
- A virtual agent (chatbot) assists the customer with solutions, order status, or other information
- The conversation can be transferred (fallback) to a live agent when needed
- Agent has full visibility of the chatbot/customer conversation
- The conversation is saved in Interaction History for future reference

#### **SAP Machine Learning Architecture**

#### Highly Scalable & Distributed Model Training & Prediction Platform



- Data is extracted from SAP C4C into SAP Leonardo Platform (on SCP) for Model training and prediction
- Model training can be only initiated by customer via C4C Administration Settings
- Model training can take approximately 1 hr. for 100K records (actual times may vary)
- SAP Leonardo is running on the same Data center as SAP C4C
- Data is transferred using ODATA API

#### **Field Service Intelligence**



- Work ticket classification using deep learning techniques
- Estimated time to completion of jobs and scheduling optimization based on historical data
- Scheduling optimization
- Technician matching based on skills
- Parts recommendation based on service history data

#### **Intelligent Crowd Service**



**Crowd Service** helps meet customers expectation for realtime service. With the Coresystems FSM solution, you can build your own pool of technicians and rely on powerful Al tools to automatically plan service requests in real-time.

#### **Crowd Service Capabilities:**

- Configurable Onboarding Platform to invite partners and others to become a part of your service crowd
- Intelligent scheduling to determine the best qualified technician by taking into account expertise, location, and availability
- Crowd workers have ability to accept or reject assignments within a set timeframe
- Crowd workers are empowered with all the capabilities of Coresystems Mobile Field Service

#### **Key Aspects of a Machine Learning Project**

**Data Exploration** 



**Model Activation** 

**Model Explanation** 

**Model Fine-tuning** 



#### **Understanding baseline metrics**

- Opportunity to close metrics win rate, win/loss analysis etc.
- Service ticket metrics ticket count distribution by categories, ticket volume trend etc.
- Benchmarking to peers, anomaly detection, data quality detection, business process customization



**Readiness Check** 

#### **Understanding ML maturity**

- Business process adoption maturity or organization
- Adherence to company specific sales and service process discipline
- Uncovering bias and bad data quality before deploying ML



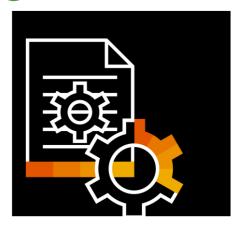
#### Ready-to-train models

- Turnkey model activation catered to LOB departments rather than data scientists
- Fully based on customer's data to avoid assumptions on business process and data quality



#### **Explainable AI to build trust**

- Key factors that statistically influence targets
- White-box of ML models for business owners and data scientists to understand model metrics



#### Last mile ML

- Optimizing model to reach business goals by reducing false positives and false negatives
- Additional feature engineering to improve model performance
- Avoid model overfitting and underfitting

**Automated Today** 

#### **Key Lessons Learned**

- Identify & Articulate Business Problem before applying ML
   Focus on clearly defined use-cases that impact your core metrics and spend time on data exploration
- Clean Data beats More Data & More Data beats Better Algorithms.
   Focus more on data quality and process maturity then type of algorithm used
- Model is never perfect but it can be useful.
   Optimize on business goal and try to minimize loss/false positive & negatives from model
- Think about when ML cannot be a "black box".
   Explainable AI is key to build trust and make transparent the reasoning behind the prediction

## Thank you.

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