

How SAP C/4HANA and SAP Leonardo Machine Learning Enable the Intelligent Enterprise

Daniel Dahlmeier, SAP November, 2018

PUBLIC



Disclaimer

The information in this presentation is confidential and proprietary to SAP and may not be disclosed without the permission of SAP. Except for your obligation to protect confidential information, this presentation is not subject to your license agreement or any other service or subscription agreement with SAP. SAP has no obligation to pursue any course of business outlined in this presentation or any related document, or to develop or release any functionality mentioned therein.

This presentation, or any related document and SAP's strategy and possible future developments, products and or platforms directions and functionality are all subject to change and may be changed by SAP at any time for any reason without notice. The information in this presentation is not a commitment, promise or legal obligation to deliver any material, code or functionality. This presentation is provided without a warranty of any kind, either express or implied, including but not limited to, the implied warranties of merchantability, fitness for a particular purpose, or non-infringement. This presentation is for informational purposes and may not be incorporated into a contract. SAP assumes no responsibility for errors or omissions in this presentation, except if such damages were caused by SAP's intentional or gross negligence.

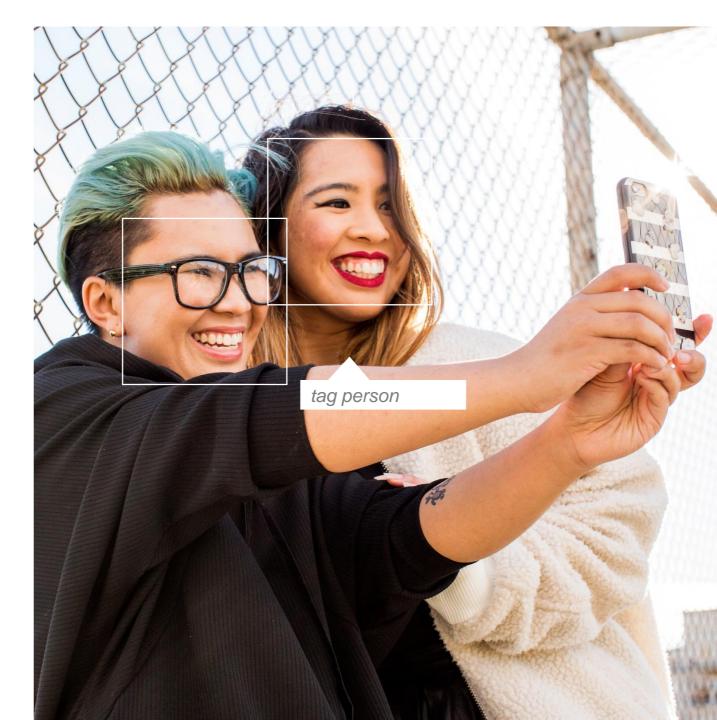
All forward-looking statements are subject to various risks and uncertainties that could cause actual results to differ materially from expectations. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of their dates, and they should not be relied upon in making purchasing decisions.

Agenda

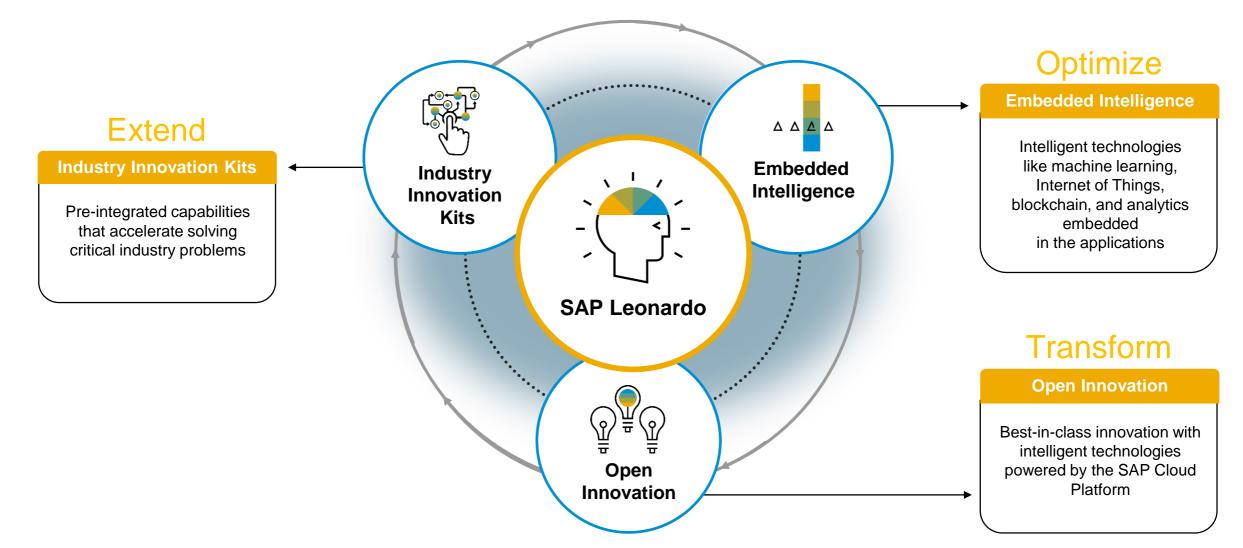
- Machine Learning by SAP Leonardo
- Why Machine Learning Impacts SAP C/4HANA Suite Architecture
- How SAP Leonardo Transforms Data Into Customer Value
- What Makes Customer Experience Intelligent

Machine Learning by SAP Leonardo

Many of us help to train Machine Learning models on a daily basis without knowing...



SAP Leonardo powers enterprises with *intelligent technologies* for every *business process*, to create better *outcomes*



Machine Learning will reinvent Businesses

•60%

Of human tasks will be automated by 2025

•97%

Process Automation

Full automation of business processes, from HR to payments processing, to workflow approvals for purchase orders and sales execution

Next-gen UX

User experience based on voice, vision and messaging will replicate how people interact in real life and increase business productivity

Dynamic Analytics

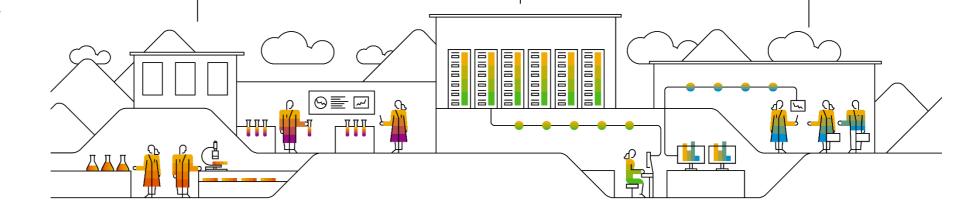
Proactive analysis of new data types and discovery of unfamiliar patterns that provide a new level of insights

•**95.1** %

Image recognition accuracy today

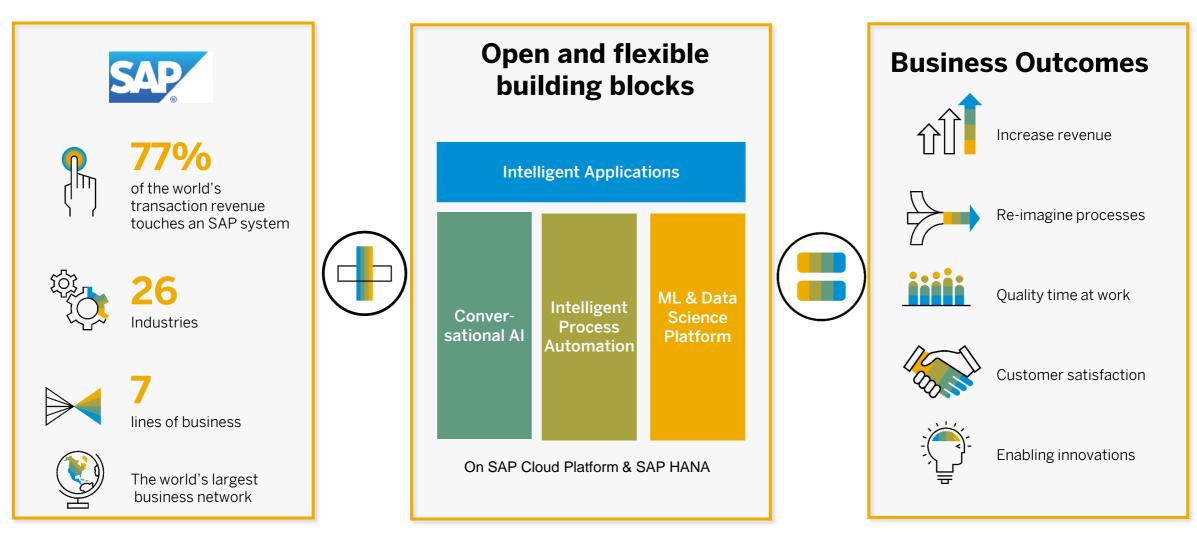
(better than human rate 95%)

Speech recognition accuracy today (better than human rate 94.1%)



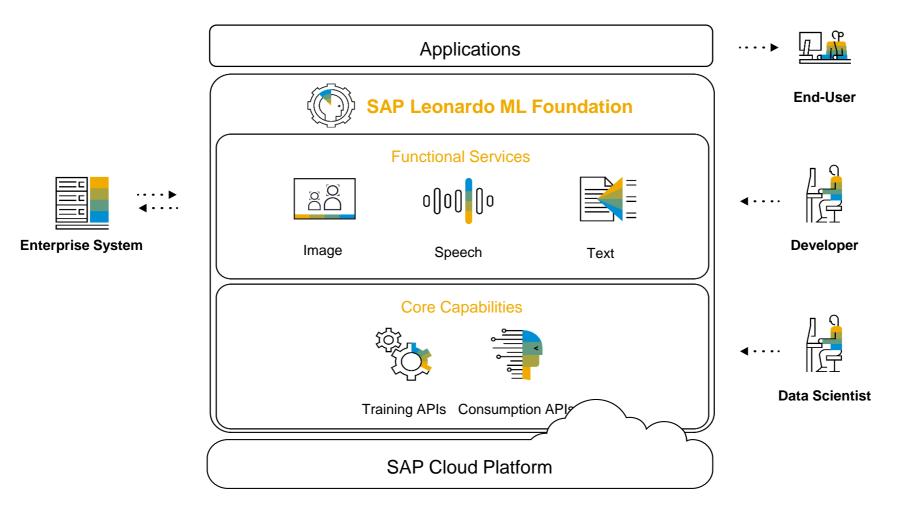
• \$18B Enterprise Machine Learning Market by 2020

How SAP Leonardo ML helps to deliver the Intelligent Enterprise

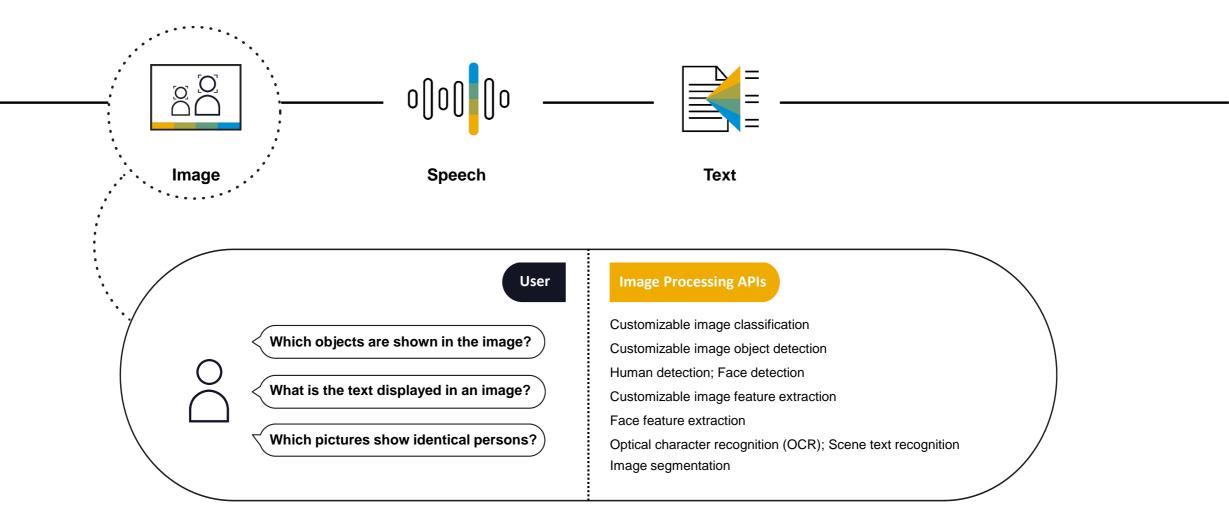


SAP Leonardo Machine Learning Foundation

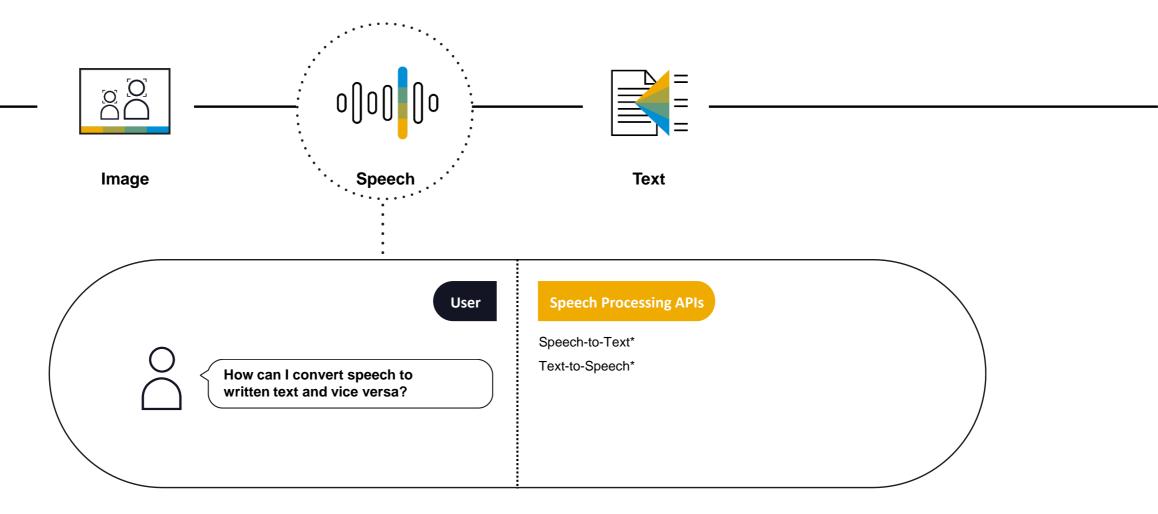
enabling customers and partners to build the intelligent enterprise



ML Services Portfolio

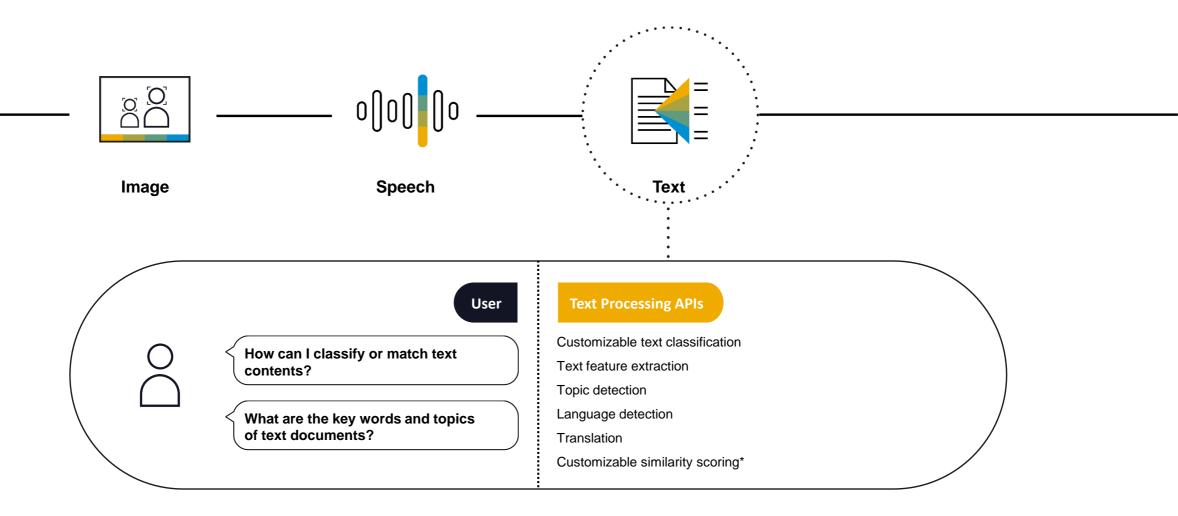


ML Services Portfolio



* Planned to be available in November 2018

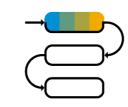
ML Services Portfolio



Planned innovations and roadmap for 2018





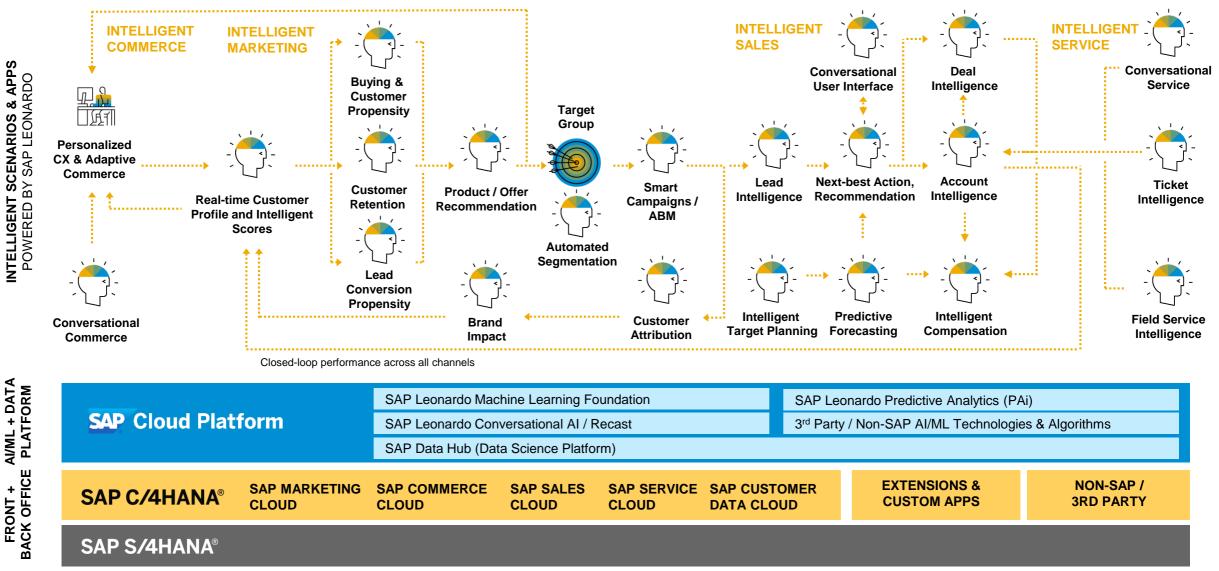


ſ		
	≢	
	壨	
	拜	

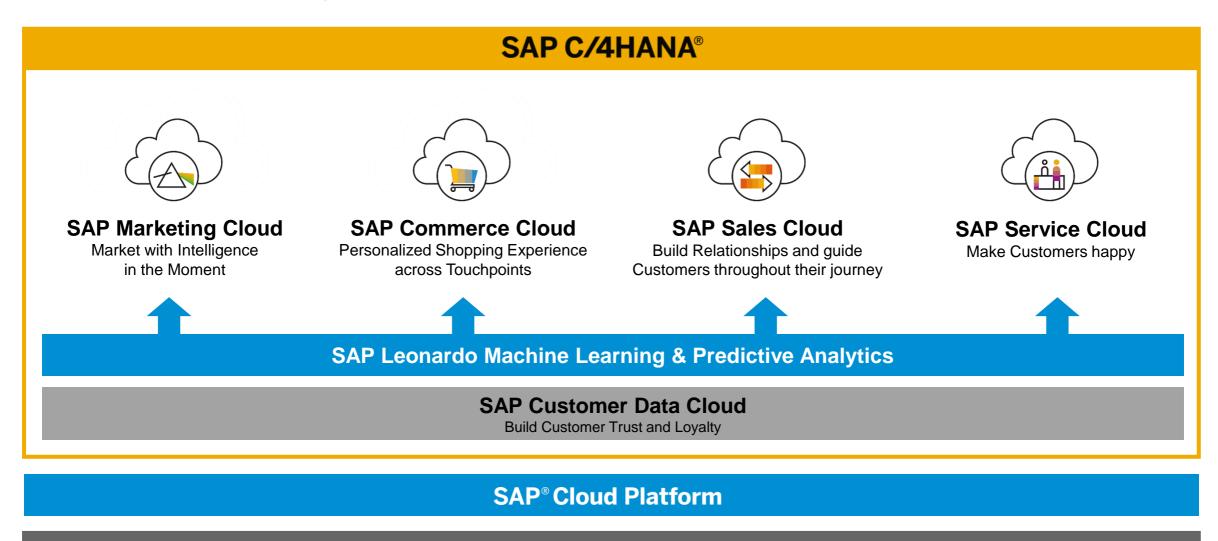
Data Scientist support for ML experimentation, including Jupyter notebooks Create and run custom ML trainings (TensorFlowbased) Leverage data pipelines to orchestrate ML services as well as data pre- and postprocessing Further data centers as deployment options

Why Machine Learning Impacts SAP C/4HANA Suite Architecture

SAP C/4HANA End-To-End Machine Learning Process Vision



SAP C/4HANA Designed for New Customer Experience with SAP Leonardo



SAP S/4HANA®

Success Factors of Enterprise Machine Learning Development

SCENARIOS

Strong use cases adding significant value to an exceptional customer experience.



DATA

High-quality data across multiple domains Sales, Service, Marketing, Commerce

ARCHITECTURE

Sustainable architecture satisfying defined architecture qualities i.e. performance efficiency, reliability, portability, maintainability

Hidden Technological Complexity of Enterprise Machine Learning

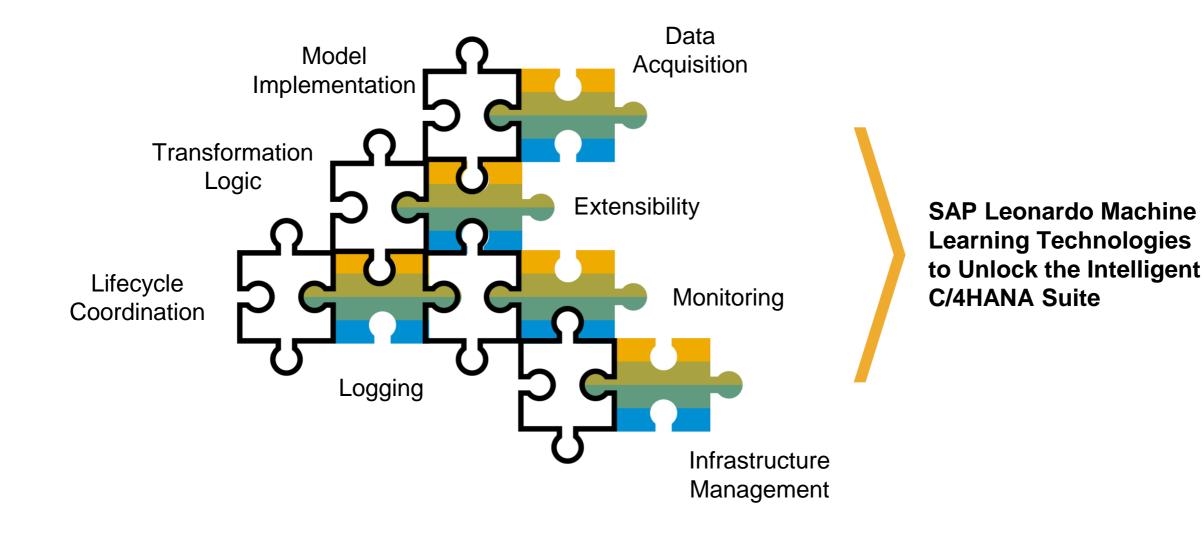
Large volume of data records created at high velocity. Multidimensional input spread across multiple data sources. Workload of complex algorithms for preprocessing, training and inference.

Performance efficiency of inference.



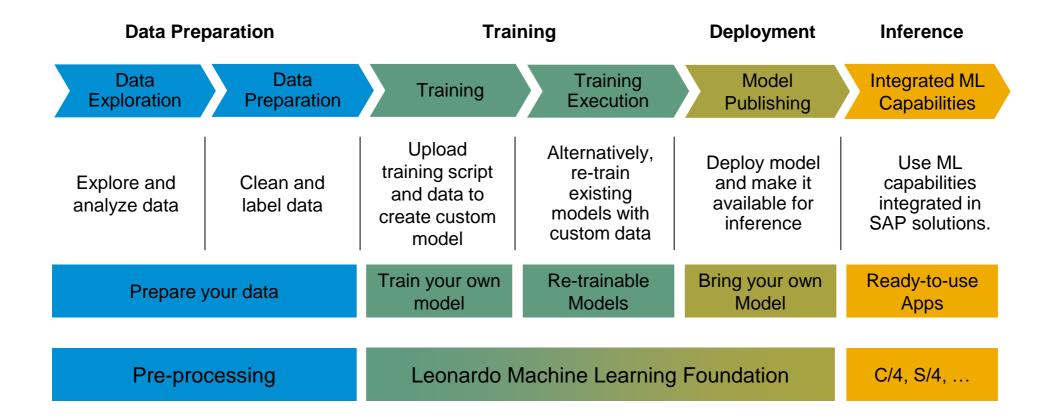
Machine learning architecture required, which is easy-to-consume and efficient at runtime.

Productizing Machine Learning is More Than Data Science

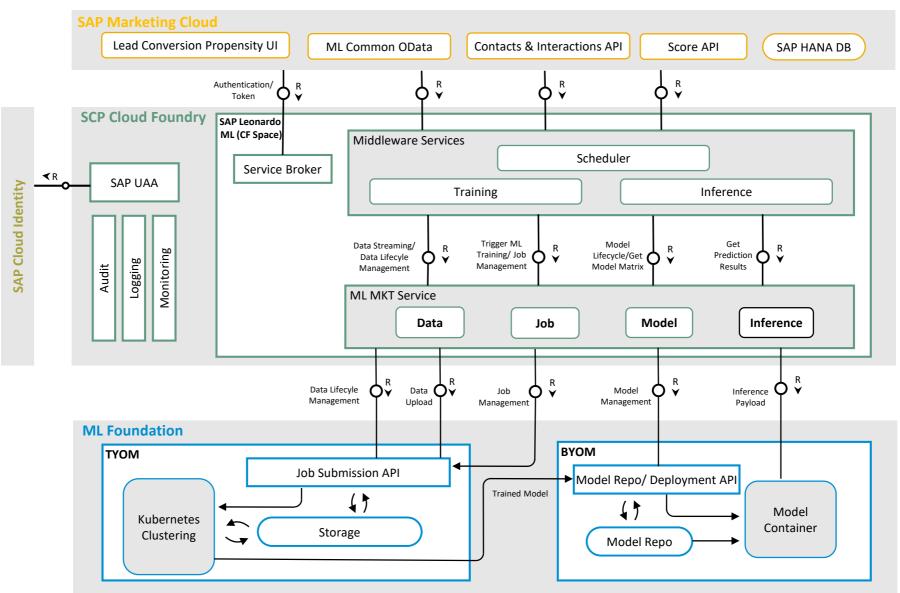


How SAP Leonardo Transforms Data Into Customer Value

Transforming Data into Customer Value with SAP Leonardo Machine Learning Foundation

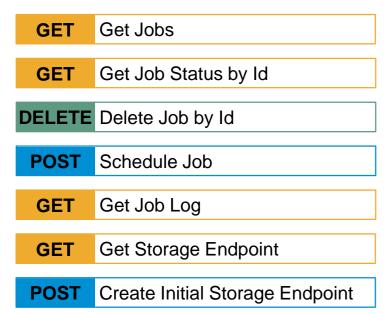


Consuming Machine Learning Services on SAP Cloud Platform



Exposed Interfaces of SAP Leonardo Machine Learning Foundation

Submission API



Model API

GET	Get Models
GET	Get Model Versions
POST	Create Model Version
DELETE	Delete Model Version by Id
GET	Get Model Version by Id
PATCH	Patch Model Version by Id
GET	Get Model Version File

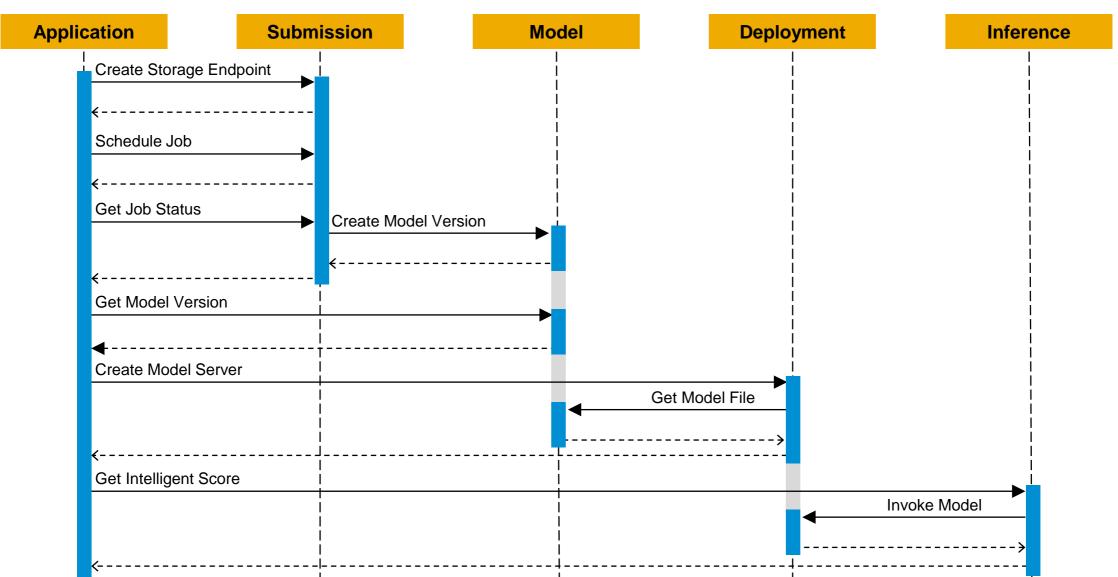
Deployment API

GET	Get Model Runtimes					
GET	Find Model Servers					
POST	Create Model Server					
DELETE Delete Model Server						
GET	Get Model Server					
PATCH Patch Model Server						
GET	Return Available Resource Plans					
GET	Return Resource Plan					

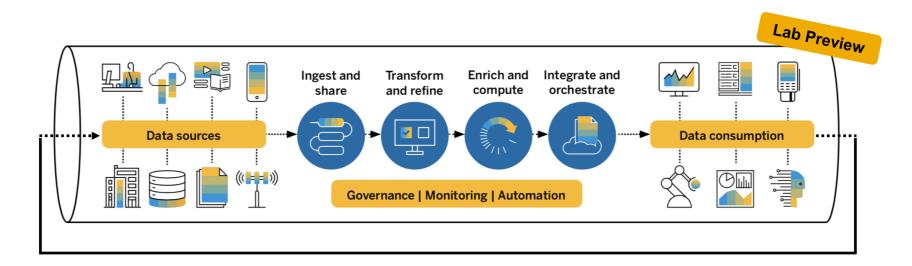
Version API

GET Get API Version

High-Level Sequence of Training and Inference based on SAP Machine Learning Foundation

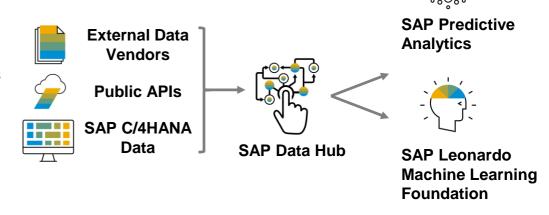


Ingest Data from Various Sources



SAP Data Hub Capabilities

- Apply machine learning and predictive algorithms to any data set combined from 1st party C/4HANA, 2nd party partner, and 3rd public data
- Operationalize machine learning intelligence rather than natively implement algorithms
- Distribute intelligent results to core business applications where value is added to business processes



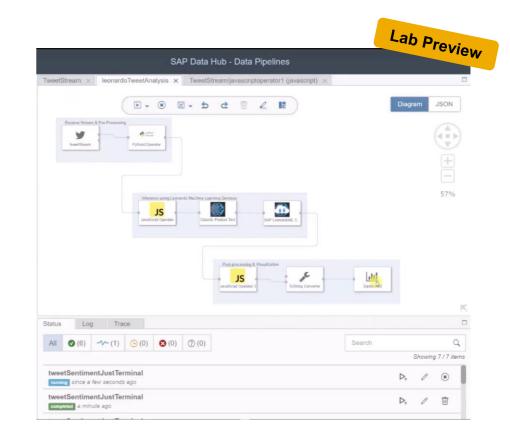
Ingest Data from Various Source and Execute Intelligent Logic

Create powerful data pipelines

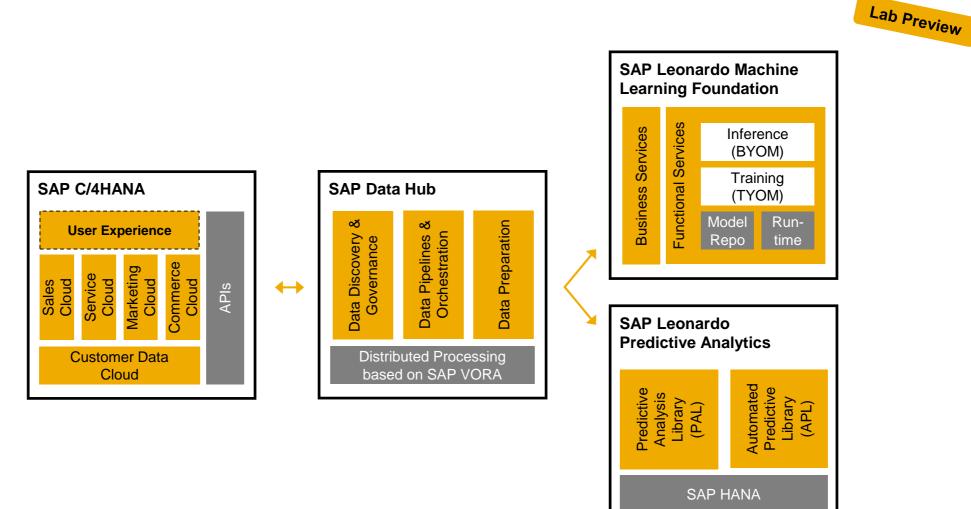
- Fast and Flexible program definition and execution
- Use distributed processing in a cluster environment
- Take advantage of serverless computing paradigms for radical scale
- Incorporate powerful third-party libraries, such as TensorFlow

Build data streams to enable data-driven processes

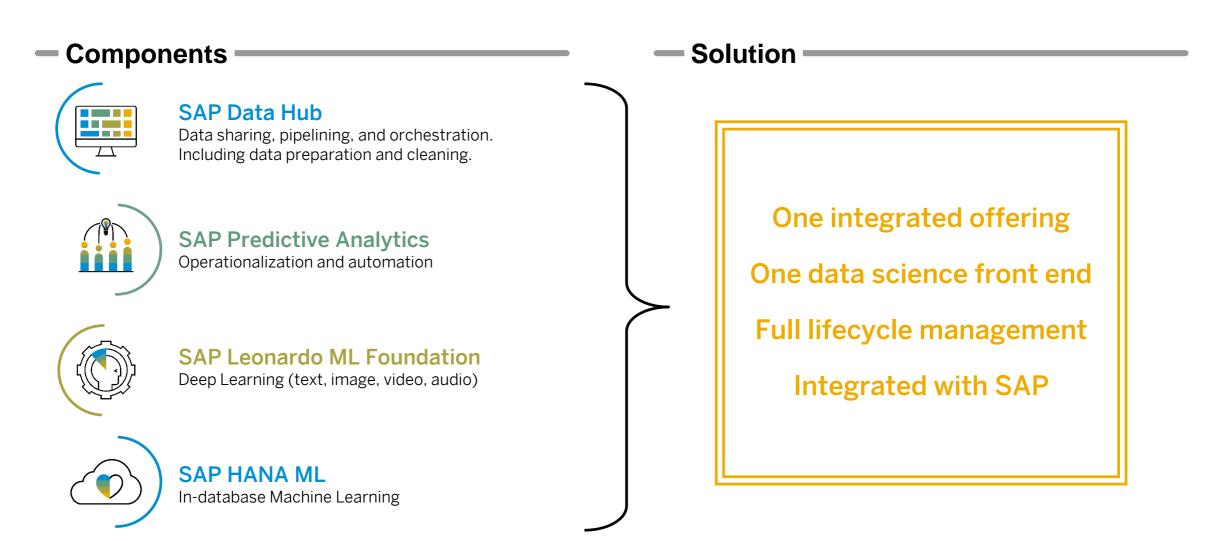
- Establish data streams to react to data changes instantly
- Embed complex algorithms into existing data flow by using any code or script
- Easy Reuse of existing coding and libraries
- Predefined machine learning operators
- Read and Store Data (File, HDFS, S3, SAP HANA, SAP Vora)



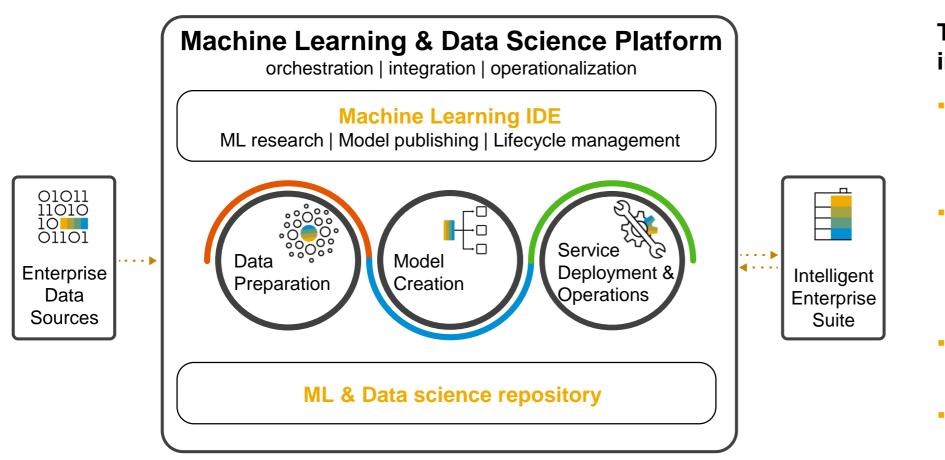
Outlook Combining SAP Data Hub with SAP Leonardo



Towards a unified ML & Data Science Platform



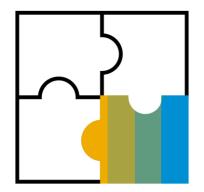
ML & Data Science Platform Overview

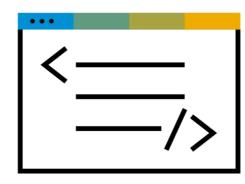


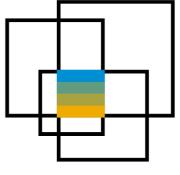
The foundation of the intelligent enterprise.

- Supporting the entire lifecycle of self-learning software.
- Enabling data Scientists and developers to tightly integrate with SAP data and processes
- All Machine Learning technologies.
- Scalable and secure cloud-based platform.

Overview of Integration Scenarios

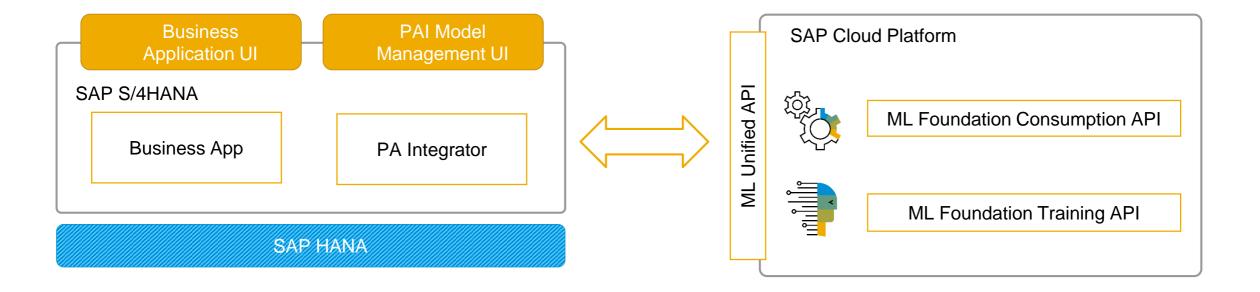




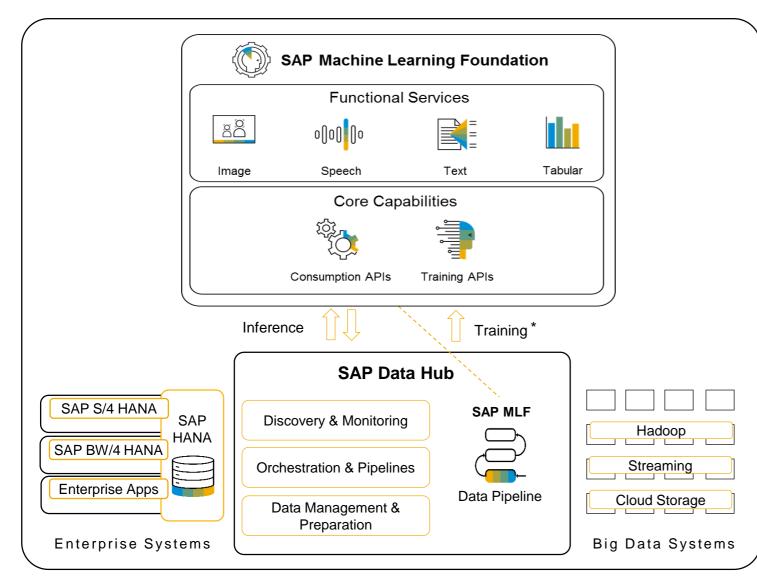


REST: Invoke Machine Learning via APIs SAP Predictive Analytics Integrator: Native Consumption out of ABAP* SAP Data Hub: Combining different systems and data sources

Predictive Analytics Integrator to invoke Machine Learning APIs



Powerful combination of SAP ML Foundation & SAP Data Hub



- Leverage deep learning out of the box by invoking SAP MLF services in SAP Data Hub pipelines
- Utilize heterogenous data managed by SAP Data Hub
- Orchestrate enterprise data with big data to feed ML models

What Makes Customer Experience Intelligent

SAP C/4HANA Service: Ticket Intelligence Automates the Classification and Routing of Customer Requests

Uses deep learning convolution neural networks for ticket category classification and ticket prioritization

Dear Sir/Madam,

Last Monday we were expecting your service engineers to arrive at our home between 8am and 12pm.

No one came until 2pm and after calling your service desk, we were told that there are no more service appointment slots possible for us this week.

We are very disappointed as this would mean a whole week with no fridge for our family. Regards,

Taylor Jones

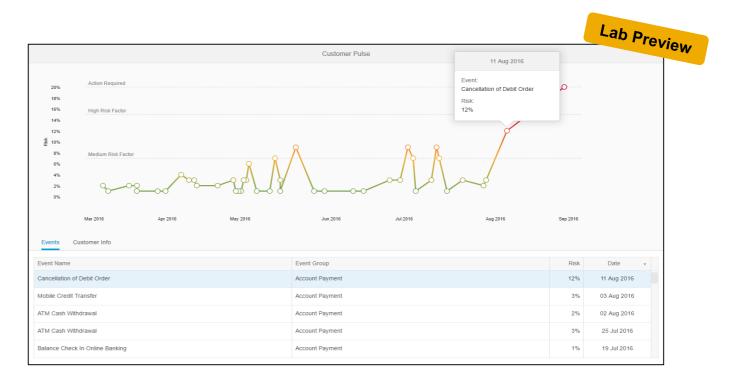
Tickets		Ticket	8	6797 - Missed a	ppoint 😣					
🔚 6797 - Missa	ed appointment by your s	service team					Taylor Jones			\]+
OVERVIEW	INTERACTIONS	EMAILS (BETA)	SOLUTION FINDER	SURVEYS	ACTIVITIES	ATTACHMENTS	NOTES	IT	$\langle \rangle$	000
Priority Normal		Escalation S Not Escalate		Status Open		S	Service and Su evel 2 Escalat	pport Te ion Sup	eam oport Queue	
CUSTOMER				☆ CATE	GORY					*
Customer Taylor Jones		Contact		Servic Compl	e Category aint					
E-Mail taylor.ionesh@an	nail com	Phone +1 91688899	396							

Demo: Service Ticket Intelligence



SAP C/4HANA Marketing: Customer Retention

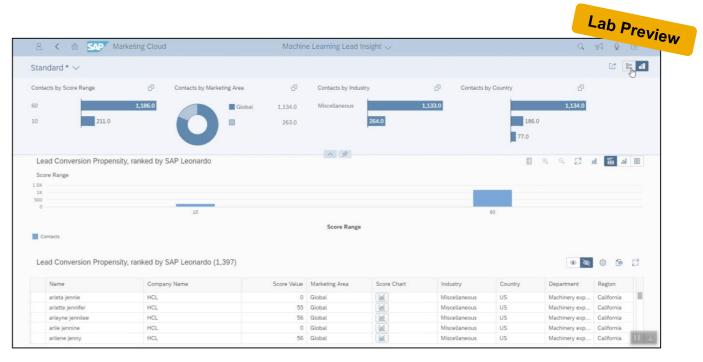
Continuously monitor the churn risk of customers. React on time for higher customer retention



Mine customer touchpoint data from various sources, identify unknown churn related behavioral patterns or events, and predict list of customers at risk of churning and estimate the time before they churn. Take action on high risk customers by creating target lists automatically with follow-up campaigns. Visualize all customer touch points/events to better understand a customer's journey and experience.

SAP C/4HANA Marketing: Lead Conversion Propensity Identifies Most Promising Customers

Use SAP Leonardo and customer behavior data to detect "hidden" behavior patterns and determine lead conversion



The majority of all B2B generated leads are not sales ready. Time, costs and resources is optimized.

Identify leads with a high chance of conversion with the help of deep learning powered by SAP Leonardo.

Achieve campaign

optimization and automation as well as focused customer engagement by addressing the right audience. Increase conversion rates, revenue, and customer satisfaction while reducing marketing cost.

Leonardo Machine Learning Foundation in a nutshell

Enterprise-grade platform to augment business processes with Machine Learning



Easy-to-consume ML content targeted at non-ML experts



Tight integration with SAP's software



Scalable and secure cloudbased platform



Supporting the entire lifecycle of self-learning software



Being open towards various Machine Learning technologies

SAP Leonardo Machine Learning Discovery Service



Service Description

Machine learning technology provides new solutions to existing and new business opportunities. We conduct an onsite workshop with you to define an approach for your business to benefit from the capabilities of machine learning. SAP machine learning experts provide guidance about the benefits of machine learning and intelligent application – for potential uses cases and line of businesses.

Delivery Approach

Discovery	Analysis	Ideation	Prototyping	Action Plan
Fundamentals & SAP machine learning vision	Customer Vision, Goals and Needs	Imagination and Inspiration	Low fidelity prototypes	Summary, Prioritization & Next Steps

Applications

- SAP Leonardo Machine Learning Foundation
- S/4HANA and other backend systems

Key Deliverables

- Initial customer vision to machine learning
- Value proposition based on SAP Leonardo machine learning
- High level action plan

Business Benefits

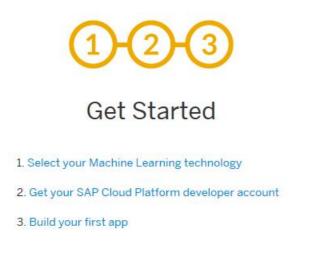
- Understand the business benefits of machine learning and intelligent applications
- Define a vision and value proposition for machine learning based on SAP Leonardo
- Validate a high level action plan to maximize business benefits

Variants & Duration

- Standard variant: 1 day onsite
 (3 person days effort based on T&M)
- Variant with extended prototyping:
 2 days onsite
 (6 person days effort based on T&M)

Get Started

→ Developer website: <u>sap.com/developer/topics/machine-learning.html</u>



Machine Learning for SAP



Machine learning enables computers to learn from large amounts of data without being explicitly programmed. With machine learning, you can now build intelligent business apps that can augment and automate repetitive tasks, optimize business operations and be easily integrated and consumed across your organization.

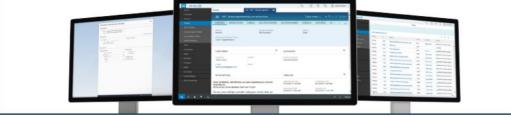
Machine Learning Tutorials

Community

Machine Learning Resources

Learn More





→ ML overview website: <u>sap.com/ML</u>

- - SAP Leonardo Machine Learning
 Foundation An Introduction
 https://open.sap.com/courses/leo5

Online Courses → Enterprise ML in a Nutshell <u>https://open.sap.com/courses/ml1</u>

> Enterprise Deep Learning with TensorFlow <u>https://open.sap.com/courses/ml2/</u>

Thank you.

Contact information:

Daniel Dahlmeier Development Manager for SAP Leonardo ML, SAP SE <u>d.dahlmeier@sap.com</u>





www.sap.com/contactsap

© 2018 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 platforms, 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 www.sap.com/copyright for additional trademark information and notices.