

What is Leonardo IoT and how does it integrate?

Frank Rambo, Product Management SAP Leonardo IoT & SAP Edge Services November 14th, 2019

PUBLIC



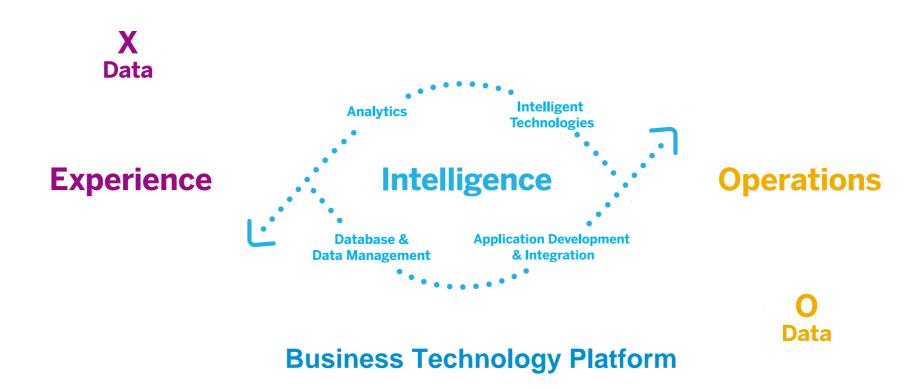
Legal disclaimer

The information in this presentation is confidential and proprietary to SAP and may not be disclosed without the permission of SAP. 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 document or any related presentation, or to develop or release any functionality mentioned therein. This document, or any related presentation 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 document is not a commitment, promise or legal obligation to deliver any material, code or functionality. This document 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 document is for informational purposes and may not be incorporated into a contract. SAP assumes no responsibility for errors or omissions in this document, except if such damages were caused by SAP's willful misconduct 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.

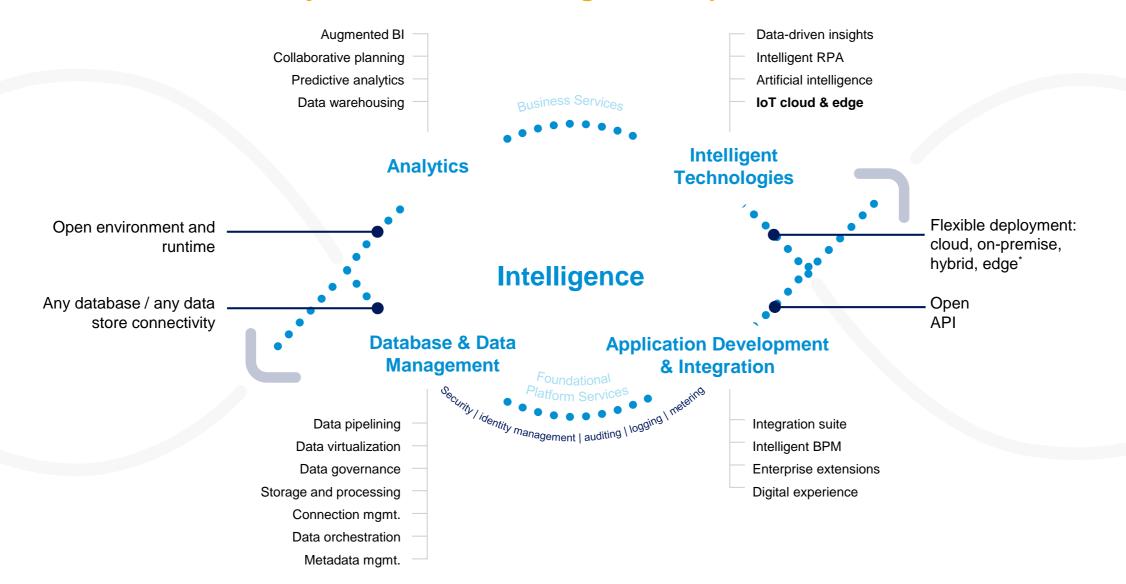
Intelligent Enterprise

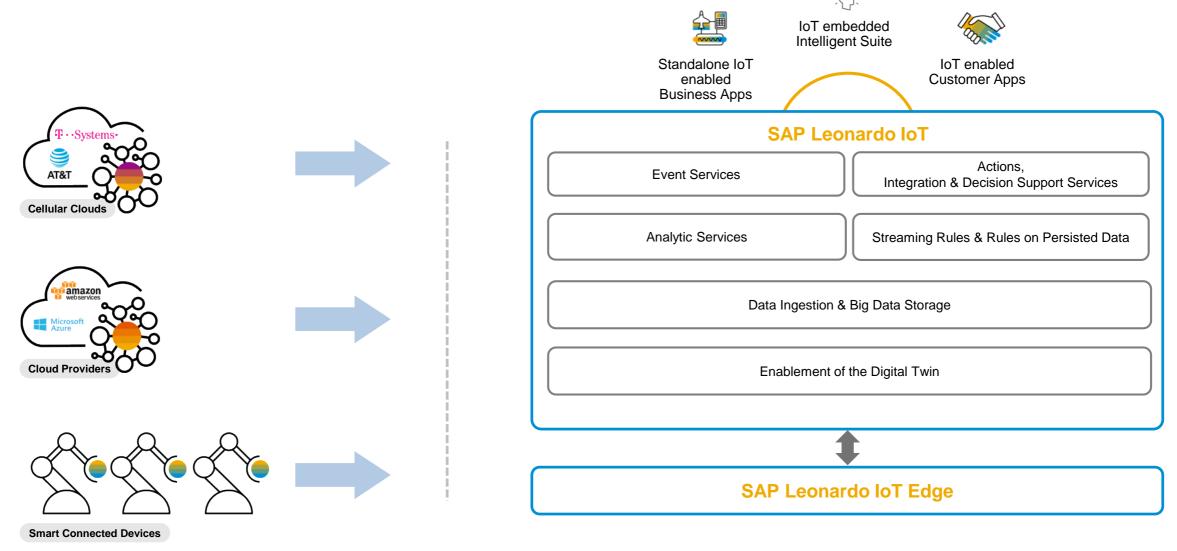
SAP Cloud Platform as a key pillar

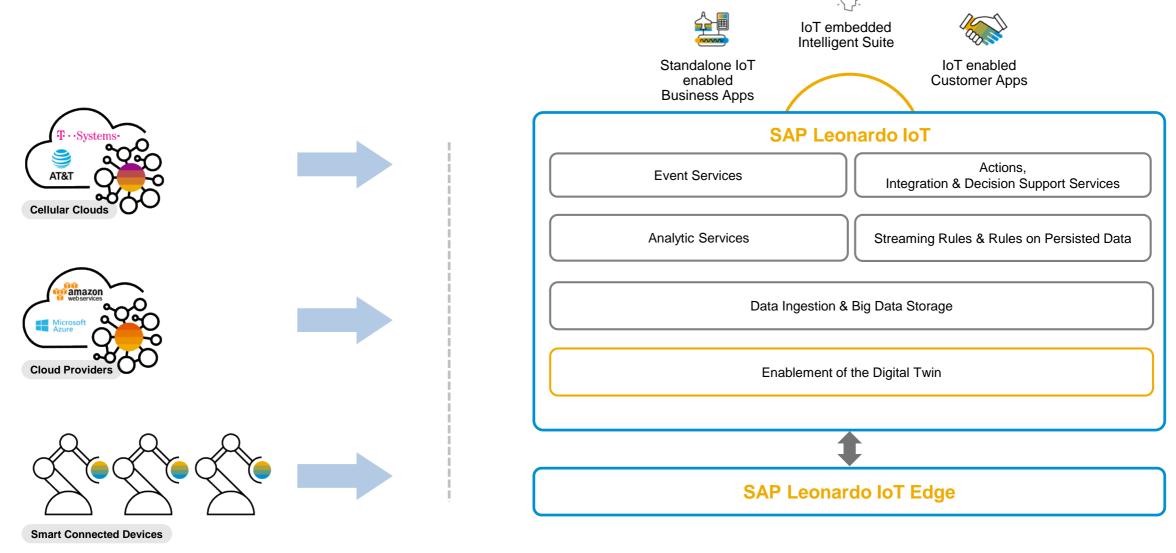


Business Technology Platform

SAP Leonardo IoT as key enabler of the intelligent enterprise







The business context of an IoT enabled asset

Example: The business context of a silo



- Distance
- Temperature
- Humidity
- Pressure



- Postal adress
- Latitude / Longitude
- Altitude





- Types of Grains
- Types of Cement
- Food Ingrediences
- Types of Animal Feed



Organizational Structure

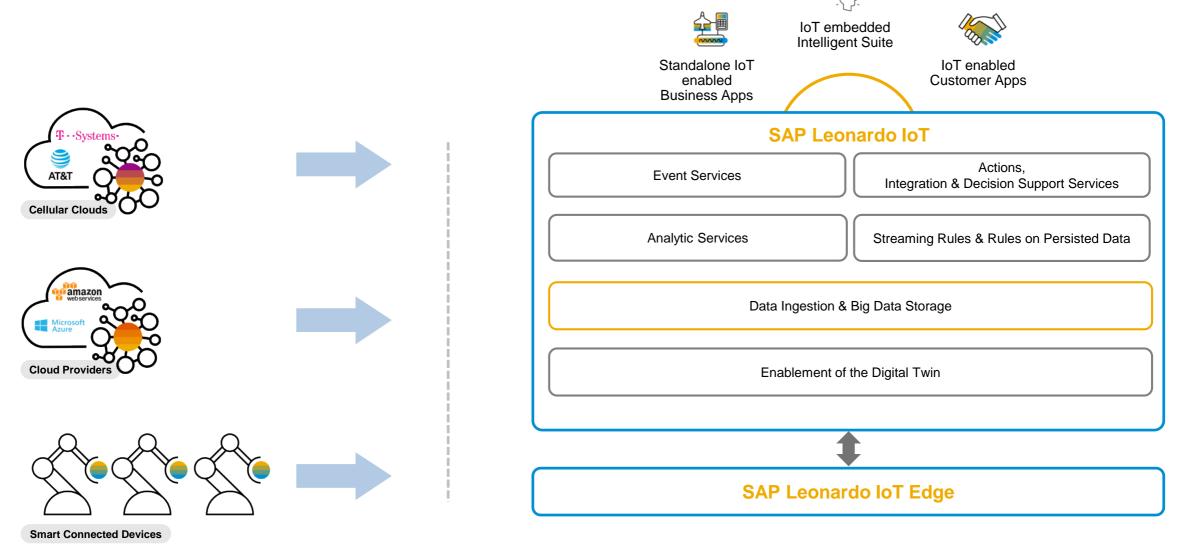
7

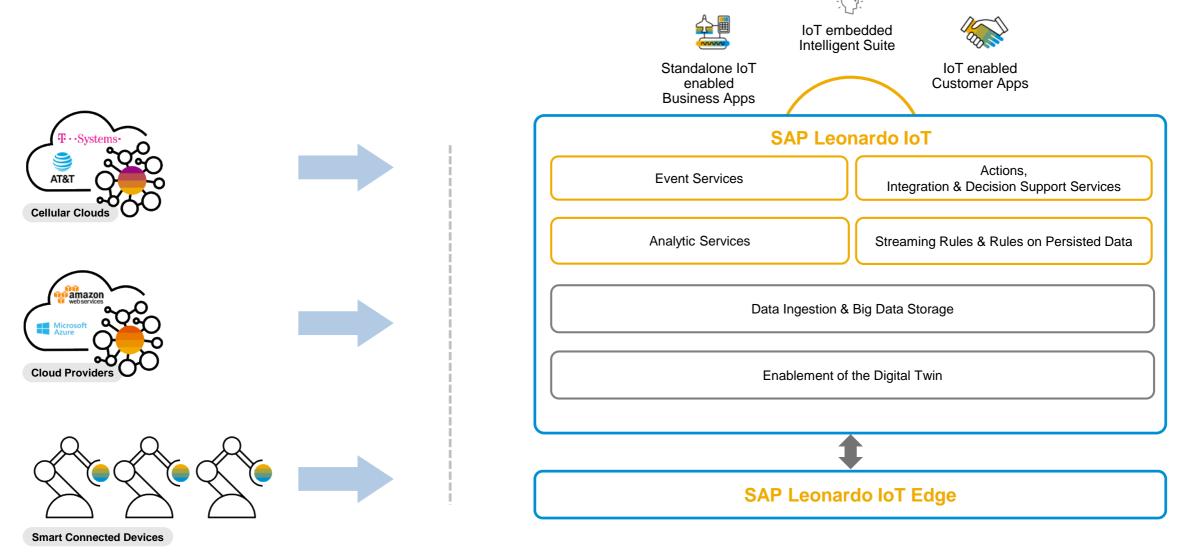
- Company Code
- Plants
- Storage Locations

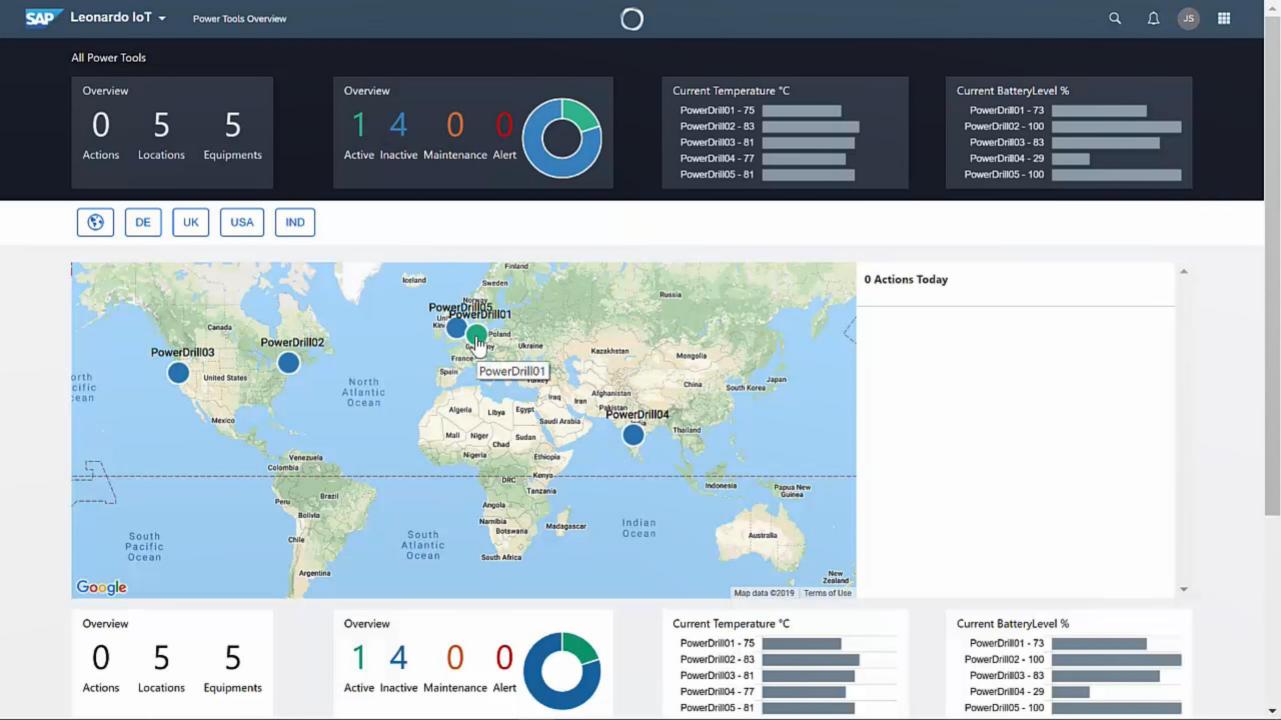


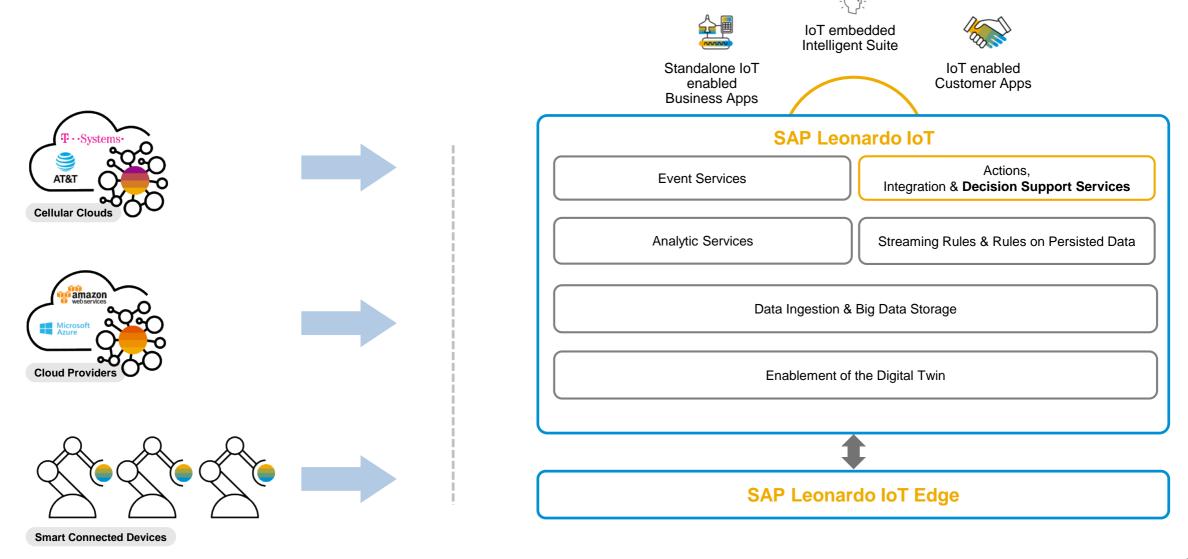
Asset Tag

- Material Master in S/4
- SLAs, Warrenties

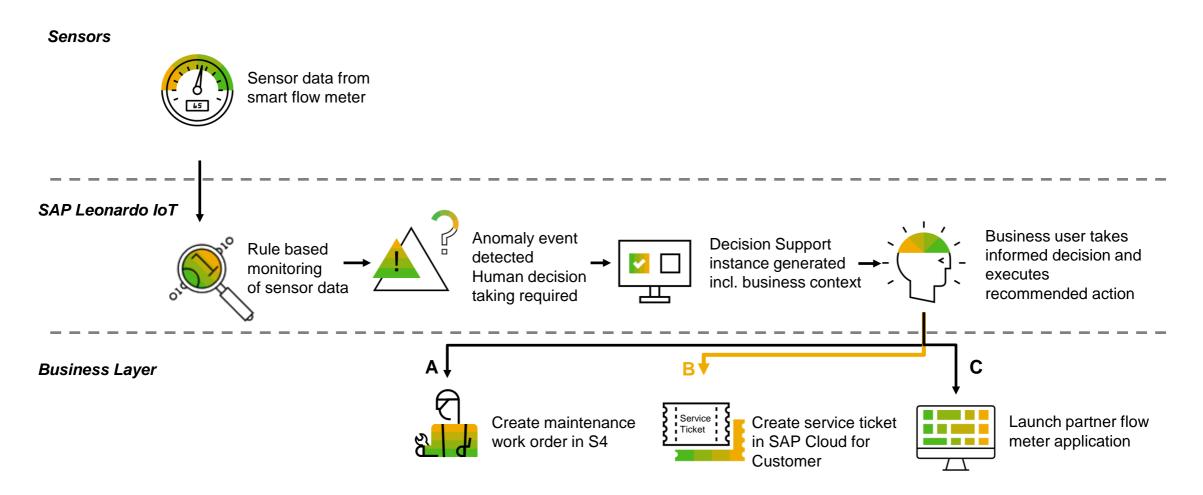








Recent Innovation: Decision Support Service



Main Components of the Decision Support Service



Runtime

Business Service generates recommended actions out of IoT sensor data and business context.



2 UI Template

Preconfigured Fiori Smart Element based UI building block offered through Web IDE to easily consume business service (e.g., developer can add UI building block to any S/4 object detail page)

Direct consumption of service is welcome (e.g., API based consumption outside of Fiori)



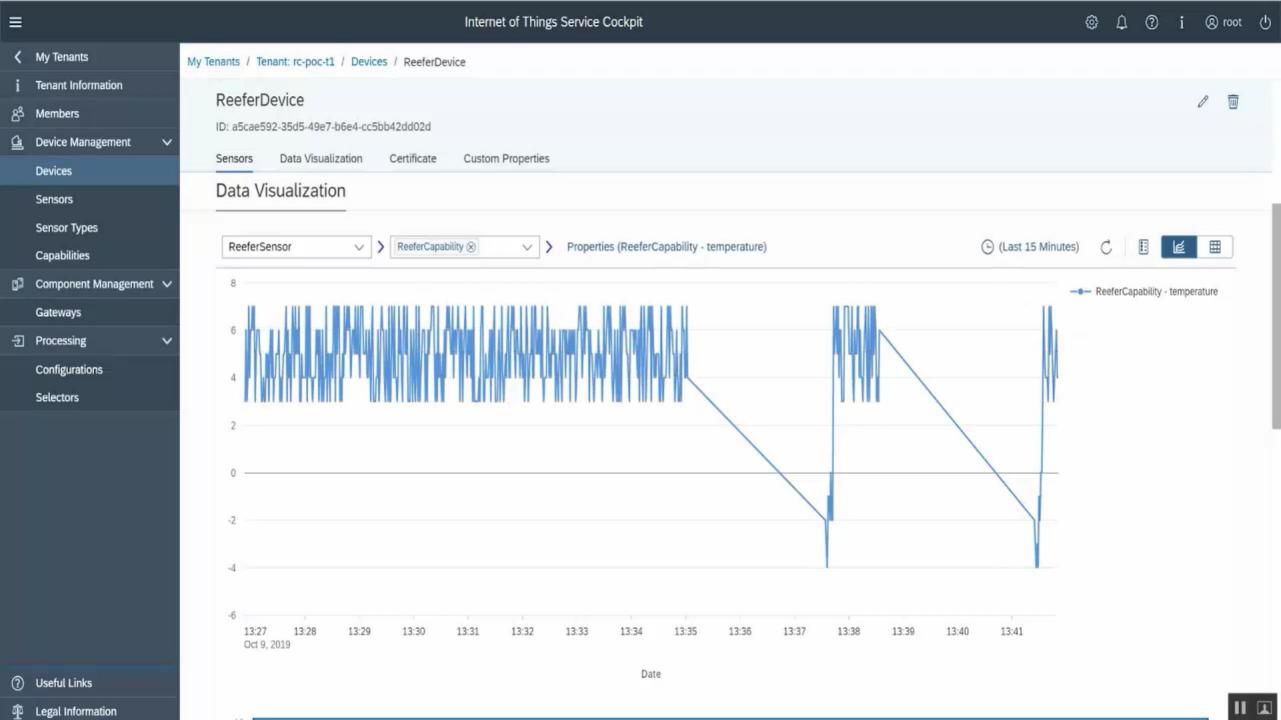
3 Configuration App

Configuration App to be used by administrators or key users to configure invoked backend services such as S/4 Stock Transfer, S/4 Purchase Order Create, S/4 Inbound Delivery Cancellation, C/4 Service Ticket Creation



Connectivity Component

- ABAP add-on component to securely consume the decision support business service in SAP business applications
- S/4 Situation Handling
 Framework can securely consume the decision support business service.





Ü

Set to Complete

⚠ Delivery Disruption of VJ_GEN01 Material due to High Temperature; Sales Order 0002991190/00010 impacted.



Context

Action Options

Execution Result

Reefer Details

Reefer Number:

M90D4C02000

Reefer Lescription:

10 ft ISO Reefer Container

Product:

VJ_GEN01

Product Description: VJ_GEN01 Material Failure Information

Current Temperature:

12

Minimum Temperature:

5

Maximum Temperature:

10

Delivery Number:

0080095530/00010

Sales Order Number: 0002991190/00010

Customer:

Customer Sum1 Name

Action Options

Inform Customer about the Delivery Disruption

Send Email Notification to Customer informing of Delivery Disruption of 10 ft ISO Reefer Container of Sales Order 0002991190/00010

RECOMMENDED

Create a Rush Order for Replacement

Create a Sales Order for Material VJ GEN01 Material

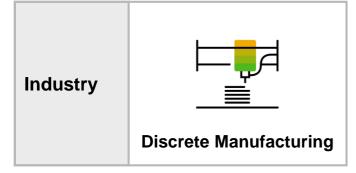
Execution Result

SAP Leonardo IoT Business Outcomes

SAP Leonardo IoT brings intelligence to the enterprise by offering multiple paths to innovation, accompanied by a comprehensive set of industry-specific business services and IoT capabilities:

- 1. EMBED: Embed telemetry data into SAP LoB applications, like S/4 HANA, C/4HANA or Digital Supply Chain, for an IoT enabled Intelligent Enterprise Suite.
- 2. EXTEND: Enable developers to extend existing SAP business processes by gaining information and insights from previously unconnected devices (e.g. machines, products, assets), thereby extending the value of existing SAP applications and processes.
- 3. TRANSFORM: Empower partners and customers to pursue open innovation and create new IoT enabled business models, in the context of SAP business systems, while keeping core business processes stable.
- 4. ENABLE BUSINESS PROCESSES AT THE EDGE: Provides intelligent data processing at the Edge orchestrated from the cloud. SAP Leonardo IoT runs business transactions correlated with device data, close to the source of IoT data, at the Edge.

Manufacturer of access control and time recording solutions







Business Drivers

Transform by complementing physical products with innovative digital services



Digital offering for access control and time recording tightly integrated to SAP Success Factors and Employee Central.

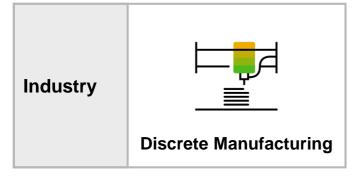


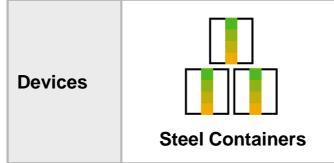
The solution is based on SAP Cloud Platform and the SAP Leonardo IoT.



Customers will benefit from a best-inclass solution – fully integrated into the HR backend.

Manufacturer of of stainless steel containers







Business Drivers

Transform by complementing physical products with innovative digital services



Enable their customers to control conditions of their containers like fill level, temperature, geo location, etc.



Customers can monitor the status of their tanks and integrate this data into their business processes.

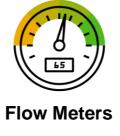


Customers have better control and can secure appropriate transportation conditions for their customers

Manufacturer of flow meters used in process industry









Business Drivers

Transform by complementing physical products with innovative digital services



Platform to make technology more accessible to customers



Unlock the wealth of information in sensors and connect this information to business processes



Creation of new IoT-enabled service offerings to customers

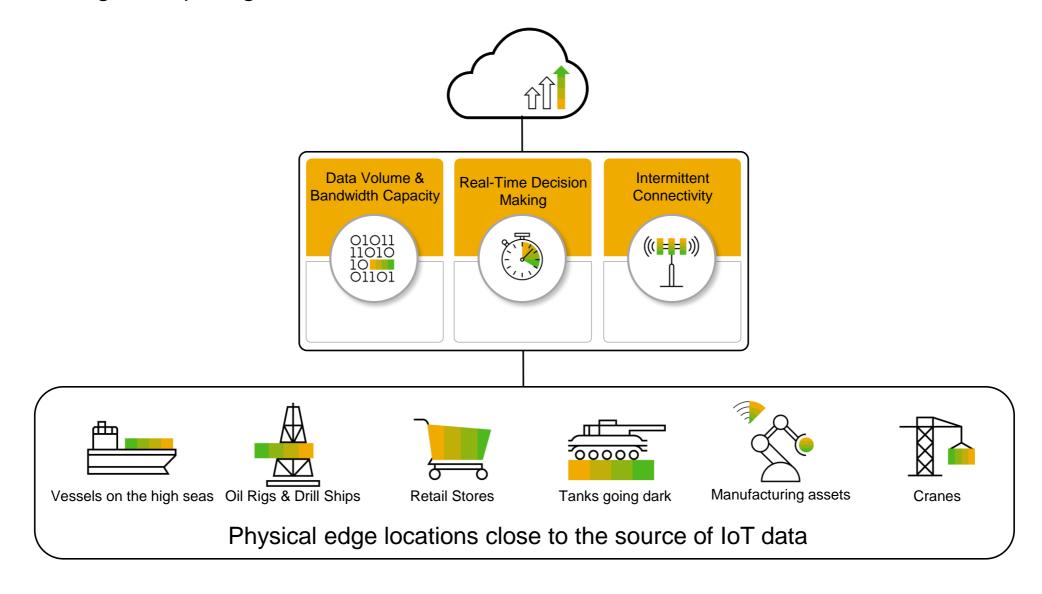
SAP Leonardo IoT Business Outcomes

SAP Leonardo IoT brings intelligence to the enterprise by offering multiple paths to innovation, accompanied by a comprehensive set of industry-specific business services and IoT capabilities:

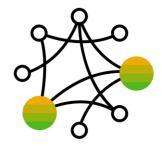
- 1. EMBED: Embed telemetry data into SAP LoB applications, like S/4 HANA, C/4HANA or Digital Supply Chain, for an IoT enabled Intelligent Enterprise Suite.
- 2. EXTEND: Enable developers to extend existing SAP business processes by gaining information and insights from previously unconnected devices (e.g. machines, products, assets), thereby extending the value of existing SAP applications and processes.
- 3. TRANSFORM: Empower partners and customers to pursue open innovation and create new IoT enabled business models, in the context of SAP business systems, while keeping core business processes stable.
- 4. ENABLE BUSINESS PROCESSES AT THE EDGE: Provides intelligent data processing at the Edge orchestrated from the cloud. SAP Leonardo IoT runs business transactions correlated with device data, close to the source of IoT data, at the Edge.

Extend the Intelligent Enterprise to the edge with SAP Edge Services

Drivers for edge computing



How Big is Edge Computing?



40+%



of organizations' cloud deployments will include edge computing by 2022 ¹



25%



of endpoint devices and systems will execute AI algorithms by 2022 ¹



25B



Connected Things by 2021 ²

SAP Leonardo IoT Edge

Brings together local compute, persistency, and business transactions at the Edge

SAP Edge Services enables powerful **microservices** to be deployed at the edge of computing devices to **extend the processing power** of the cloud to the edge



Policy Service

Deployment and lifecycle management of edge services



Essential Business Functions Service

Provides business context (data and processes) at the edge



Streaming Service

Analyze IoT data streams in real-time based on business logic



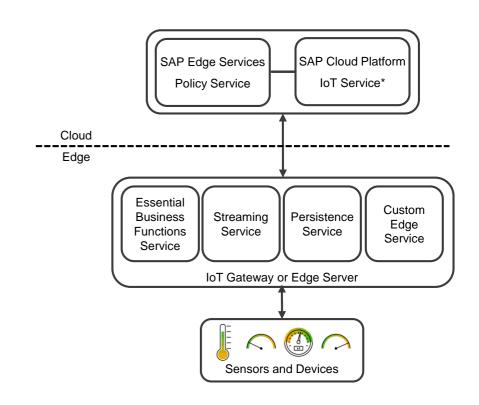
Persistence Service

Locally store IoT data on IoT gateways



Custom Edge Services

Deploy, execute, and update custom edge services at the edge,
 e.g. predictive analytical models



SAP Edge Services

Essential Business Functions Service for ERP, S/4HANA and C/4HANA

Essential Business Functions Service provides business context data and transactions at the edge from ERP, S/4HANA and C/4HANA

Extend business functional areas to the edge:



SAP ERP and S/4 HANA

- Plant Maintenance (PM)
- Inventory Management (IM)
- Materials Management (MM)
- Environment, Health, and Safety Management (EHS)



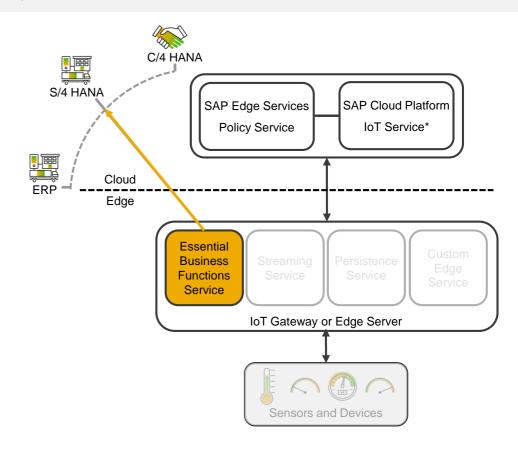
C/4 HANA

Field Service Management (FSM)



Extensibility

Repeatable architectural foundation and methodology to extend other SAP and non-SAP functional areas to the edge



^{*} SAP Cloud Platform Internet of Things for the Cloud Foundry Environment

SAP Edge Services C/4HANA Field Service Management (FSM) Demo

Automatically trigger field service call at Edge

threshold!

Personas



Lisa, Equipment **Operator at Silicon Valley Power**

Monitor all equipment onsite, and ensure equipment operational issues are resolved by service provider in a timely manner



Eric, Edge Services Citizen Developer at Alpha Boiler Inc.

As a service provider, configure Edge Services for his customers, so that when abnormal conditions are detected, service call will be automatically generated



Rita, Planning and **Dispatching Agent at** Alpha Boiler Inc.

Dispatch service calls to appropriate technicians using SAP FSM app.



John, Service technician at Alpha Boiler Inc.

Accept a service call assigned to him and travel to customer site to provide repair. maintenance service

Business Scenario



Equipment (Boiler) at Customer Site (Edge Location)



IoT Gateway Edge



SAP Edge Services

Automatically create a service call in SAP Field Service Management; Enables service technician to locally access equipment IoT data at Edge

SAP Field Service Management

Value **Drivers**

Turn service call generation from a manual process triggered by customer selfreporting to an automatic process driven by SAP Edge Services

Enrich Service Call with relevant IoT context to help dispatching agent quickly assess the nature of the issue

Enable Service Technician to locally access IoT data stored at Edge to more effectively start an investigation















SAP Edge Services

SAP Leonardo IoT Edge Interoperability with Hyperscaler*

Enable customers to run business processes on hyperscaler edge infrastructure

Deploy and run Essential Business Functions service on hyperscaler's edge



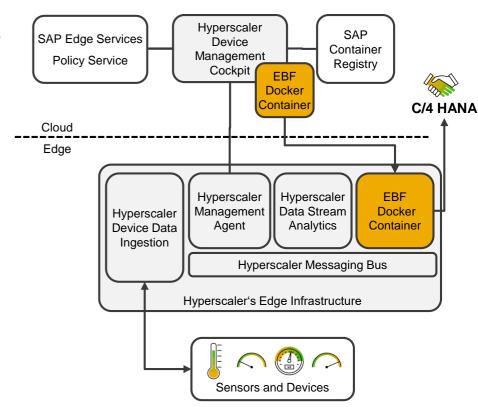
Integration of SAP and hyperscaler's cloud components

- A hyperscaler's edge customer subscribing to SAP Edge Services can get the docker container for Essential Business Functions Service from SAP Container Registry.
- The Policy Service retrieves existing IoT edge device topology from Hyperscale's device management cockpit.

Integration of SAP and hyperscaler's edge components



- Hyperscaler IoT Edge provides device connectivity, and device management functionalities.
- Sensor data is analyzed in hyperscaler's data stream analytics component
- SAP Essential Business Functions (EBF) Service runs as a docker container on Hyperscaler edge runtime.
- Once an alert for abnormal device data is raised, EBF Service can trigger the business process locally at edge (e.g. create a Service Call in SAP C/4HANA Field Service Management)



^{*}We are currently working with Microsoft Azure and AWS Greengrass on edge interoperability

SAP Leonardo IoT Edge Interoperability Scenario with Azure IoT Edge

Use Case: Alpha Boiler Inc. operates many customer sites with boilers. Some of their customers have chosen Azure IoT Edge as device connectivity and device management solution. Sensor data is analyzed by rules in MS Azure Streaming Analytics (ASA) deployed onto the Azure IoT Edge Device. SAP C/4HANA **SAP Edge Services** Anomaly events trigger service call creation in the Essential (Policy Service) Business Functions service regardless of intermittent connectivity, bandwidth and latency. Service Call (Ticket) The service call is enriched with IoT data from Azure IoT Edge and business context from SAP to help assign appropriate service technician and improve customer experience. Container: Essential Business **Functions** Service Azure IoT Edge Device

Electric utility company serviced by Alpha Boiler Inc.

Edge Use Cases & Customer Case Studies

Overview

Example Edge Use Cases



Manufacturing Equipment Analytics



Continuous Statistical Process Control Golden Batch



Plant Maintenance



Extend EH&S Incident Reporting to the Edge



Connected Inventory for Smarter Retailing



Extend Field Service Management to the Edge



Extend AIN to the Edge

Customers across Industries



High Tech



Provider of Packaging Material Machines



Offshore Drilling Contractor



Top Private Shipping Group



Railway Products & Stell Forging



Large Retailer



Automotive Parts Manufacturer

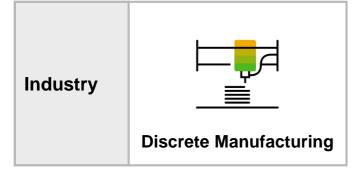


Defense & Security



Akzo Nobel Sailing Team @ Volvo Ocean Race

Pregis – Provider of Packaging Material Machines







Business Drivers

Transform by complementing physical products with innovative digital services



Improve product consumption visibility and trigger product replenishment



Gain insights on product utilization and usage patterns



Identify anomalies and alert technicians instantly about problematic machines



Increase technician productivity and lower costs via remote configuration of machines

Customer: Large Retailer







Business Drivers

Extend SAP Core (ECC) transactions to 3400+ stores at scale, without dependency on latency on connectivity



Get sub-second response time for transactions ranging from product scans, shelf space allocation planning, to ordering and receiving



Achieve scalability with million+ daily synchronizations between 3400+ edge locations (stores) and SAP Core (headquarters)



Operate business transactions uninterrupted, without dependency on connectivity or latency issues.

New Learning Journey Available on SAP Edge Services

12 units recorded in 6h: Positioning, case studies & hands-on installation & configuration

Unit 1: Why Edge Computing?

Unit 2: What is SAP Edge Services?

Unit 3: SAP Edge Services in Action

Unit 4: Where is SAP Edge Services Used?

Unit 5: How to Install SAP Edge Services?

Unit 6: How does the Streaming Service Work?

Unit 7: How does the Policy Service Work?

Unit 8: How does the Persistence Service Work?

Unit 9: How does the EBF Service Work?

Unit 10: How does Interoperablity with Hyperscalers Work?

Unit 11: How does the Predictive Analytics Service Work?

Unit 12: How does the Edge-Cloud-Hybrid Work?

Positioning
TechED Latest Demos Hand-on examples

Start from scratch Verified examples

Use Cases Customer Stories step-by-step only

Purchasing the required subscription for the SAP Learning Hub

Customer and partner access to the new eLearnings on SAP Edge Services

The new eLearning on SAP Edge Services is included in

- SAP Leonardo Internet of Things Learning Journey
- <u>loT Learning Room</u>.

Please use this <u>direct link</u> to the eLearning, if you have already a subscription for the SAP Learning Hub.

The content currently is available in both,



SAP Learning Hub professional edition



SAP Learning Hub, solution edition for IoT and Digital Supply Chain

You can purchase these editions at https://training.sap.com/learninghub

Thank You.

Contact Information:

Product Management SAP Leonardo IoT & SAP Edge Services

Frank.Rambo@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 http://global.sap.com/corporate-en/legal/copyright/index.epx for additional trademark information and notices.