



# Data Science Present & Future

What is changing as the technology hype enters its maturity?



### AI ADOPTION ACROSS INDUSTRIES



47% of 2135 respondents surveyed by McKinsey for the 2018 Global Survey Al Adoption by Industry and Function said they have implemented at least one Al technology

Source: Al adoption advances, but foundational barriers remain, McKinsey report, 2018, URL

### Business functions in which AI has been adopted, by industry, 1 % of respondents

	Service operations	Product and/or service development	Marketing and sales	Supply-chain management	Manufacturing	Risk	Human resources	Strategy and corporate finance
Telecom	75	45	38	26	22	23	17	15
High tech	48	59	34	23	20	17	21	17
Financial services	49	26	33	7	6	40	9	14
Professional services	38	34	36	19	11	15	16	11
Electric power and natural gas	46	41	15	14	19	14	15	14
Healthcare systems and services	46	28	17	21	9	19	18	13
Automotive and assembly	27	39	15	11	49	2	8	6
Travel, transport, and logistics	51	34	32	18	4	4	2	3
Retail	23	13	52	38	7	9	8	0
Pharma and medical products	31	31	27	13	28	3	6	4

1This question was asked only of respondents who said their organizations have piloted or embedded at least 1 Al capability in 1 or more functions or business units. Respondents who answered "don't know" or "none of the above" are not shown. For telecom, n = 77; for high tech, n = 215; for financial services, n = 306; for professional services, n = 221; for electric power and natural gas, n = 54; for healthcare systems and services, n = 67; for automotive and assembly, n = 120; for travel, transport, and logistics, n = 55; for retail, n = 46; and for pharma and medical products, n = 65.

McKinsey&Company





### IS A DATA SCIENTIST STILL A SCARCE RESOURCE?

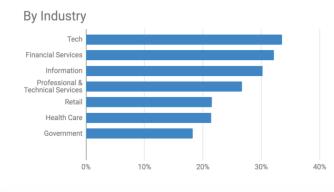


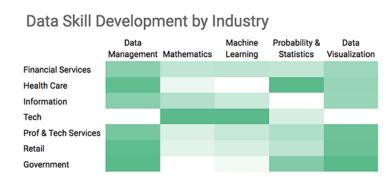
As of 2017, annual enrollments in data [in online learning platforms such as Coursera or courses taught by top university and industry partners including Stanford, Princeton, and Google] exceeded enrollments in any other subject area

Source: Data Skills: They're Not Just for Data Scientists, 2018, URL

### Share of Learning in Data, Coursera 2017







Relative data skill development: Low







### **BIGGEST CHALLENGES OF AI**



Just 17% of respondents say their companies have mapped out where, across the organization, all potential Al opportunities lie.

And only 18% say their companies have a clear strategy in place for sourcing the data that enable AI work.

Source: Al adoption advances, but foundational barriers remain, McKinsey report, 2018, URL

### Core Al practices in place at organizations, % of respondents



<sup>&</sup>lt;sup>1</sup>This question was asked only of respondents who said their organizations have piloted or embedded Al in 1 or more functions or business units, and they were asked to select all practices that are in place. Respondents who said "don't know" are not shown; n = 1,646.

McKinsey&Company





<sup>&</sup>lt;sup>2</sup>Including required level of investment, difficulty of implementation, and potential value at stake.

# THE FUTURE OF DATA SCIENCE... (1/2)



**Immense Data** accumulation: In May of 2012 we uploaded approximately 72 hours of video to YouTube every minute. Five years later that number had skyrocketed to 400 hours every minute, which equates to 65 years of video—everyday. Facebook is another huge data generator, with over 2 billion monthly users as of 2017, and generating over 4 million likes every minute.



loT and Edge
Computing: Every piece
of technology is now (or
will soon be) a data
generator. Currently, we
have approximately 7
billion connected loT
devices globally, and this
number is predicted to
increase to 21.5 billion in
in 7 years.



Cloud Computing: We'll use cloud-based solutions, even for the simplest projects. Laptops are not evolving fast enough to keep the pace with the required computational power.



Data Science/ Machine
Learning Automation
tools will become regular
commodities that you
don't even need to know
how to code to use them



Data cleaning and
Feature engineering are
still a bottleneck for data
scientists. Focus will be
on ways of advancing and
automating modeling,
hyperparameter tuning,
and cross-validation of
models







# THE FUTURE OF DATA SCIENCE... (2/2)



Ethical awareness will come more to the spotlight. Just as an example, USA courts are already using machine learning algorithms to sentence criminals. If the data is biased, will the algorithm be biased as well?



Interpretable AI: Data Science will have to care even more about explaining machine learning algorithms. Explaining the decisions of the so-called machine learning black boxes will be mandatory for some industries.



### Data Science Specialization: Netflix, has nine Data-related roles:

Business Analyst	Data Analyst			
Quantitative analyst	Analytics engineer			
Data engineer	Data scientist			
Machine learning scientist	Research scientist			

Source: Data Science Trends for 2018, 2017, URL and Data Science Trends for 2019, 2018, URL

Source: Beyond Interactive: Notebook Innovation at Netflix, 2018, URL









# What We See At Our Customers

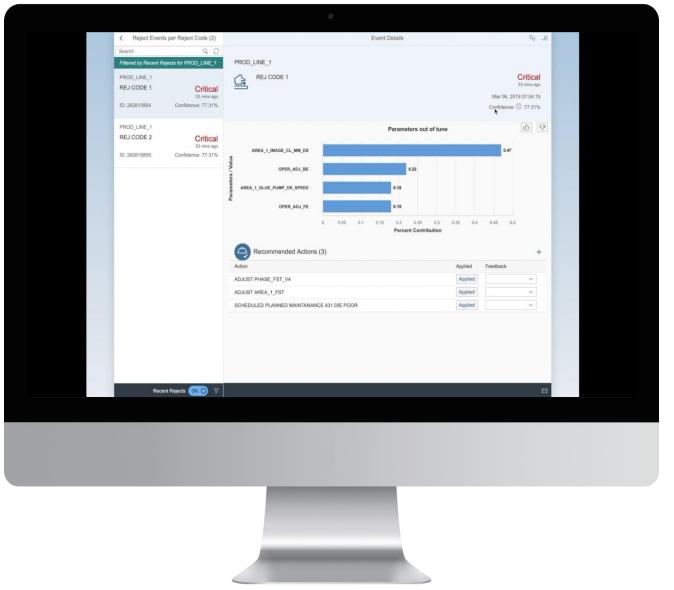
**Data Driven Decisions** 

### DATA SCIENCE IS RESHAPING BUSINESS PROCESSES

O Data Customer data X Data Product data Click stream Buying history Payment history **Customer Preferences** External scores Pricing data Fraud scores Use Case 1 Invoice data Customer Use Case 4 Payment terms **Analysis** Use Case 5 Fraud Use Case 2 **Payment Risk** Account statements **Detection** Search **#** Use Case 7 Reconciliation Pay Select Order Search customer Use Case 6 Use Case 3 Accruals **Product** Receive prediction Recommendation





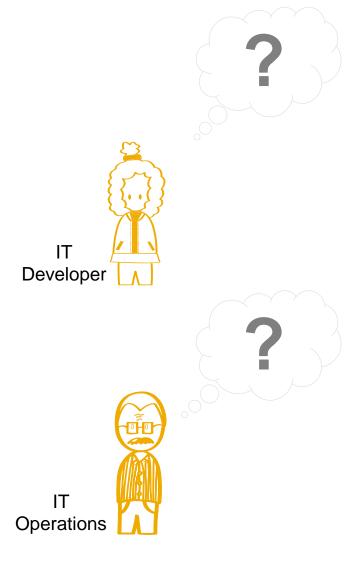






# **INNOVATION EVENTUALLY MEETS OPERATIONS**







# **INNOVATION EVENTUALLY MEETS OPERATIONS**



Always the same discussion. It's so slow. Costs money. Doesn't scale.

And I'm half way fired or in jail if this is not compliant!

I'm not the one to productize this

Head of Digital

Here is my python code!



import numpy as np
from PIL import Image
from StringIO import StringIO

# Load images from String stream
img = Image.open(StringIO(image[1]))
img.load() # Very important!!!!
rgb = np.asarray(img, dtype = np.uint16)

image\_gray = rgb2gray(rgb.astype(float))

# Output the contours of the part
imscaled = image\_gray/max(image\_gray.flatten())
contours = measure.find\_contours(imscaled, 0.6)

# binarize
thresh\_min = threshold\_otsu(imscaled)
binary\_min = imscaled > thresh\_min



Does our architect know about this?

How to transform/embed this in our application technology?

Did anyone check data access rights?

How to automate this?
How to monitor?
How to maintain this?







### THE TEAM

I'd like my **Python** Notebook I'd like self How can I service data use my preparation. BW and HANA skills...? I'm not going to learn SQL for this Data BW & BI Scientist Expert **Business** Analysts Does our architect know Digital about this? Platform

IT

Developer

Data

Engineer

### How can I

- inspire creativity and collaboration,
- provide the right tools for every one,
- productize the use cases and

A simple to use

app...

Thank you!

ensure adherence to governance

**Head of** 

**Digital** 

**Business** Users

I just do it.

IT Operations



All well and nice... but can I monitor it End-2-End ?!









# **Data Intelligence Platform**

How SAP bridges the gap between Innovation and Enterprise Apps



way...?









**Supports** broad connectivity options and data types









Data Apps





# **Business**

Ad-hoc analysis





### **BI** Consumer

ВΙ



Data Lab

**Data Scientist** 



### **DATA PLATFORM**

**DATA FACTORY** 

**BIG DATA STORE (DATA LAKE)** 



Cloud Infrastructure



**On Premise** Infrastructure







# SAP'S PERSPECTIVE







SAP **Enterprise** Integration



**Supports** broad connectivity options and data types







& Customer

Data Apps

HANA (CF,

XSA)Fiori, etc.



Ad-hoc

analysis

**SAP Analytics** 

Hub





**BI** Consumer

ΒI

**SAP Analytics** Cloud

Data Lab

**Any Tool** 

(i.e. Matlab, R-Studio, Jupyter, Zepplin, SAP PA)

Application Services

In-Memory Database

**SAP HANA / DWC** 

Data Integration

Access Control

**SAP Data Intelligence** 

Deploy ML Model

Distributed Data Transformation Datapipeline Design

Datapipeline Monitoring

Data Governance

BigQuery

Cloud Storage

Cloud Machine Learning



Cloud Infrastructure



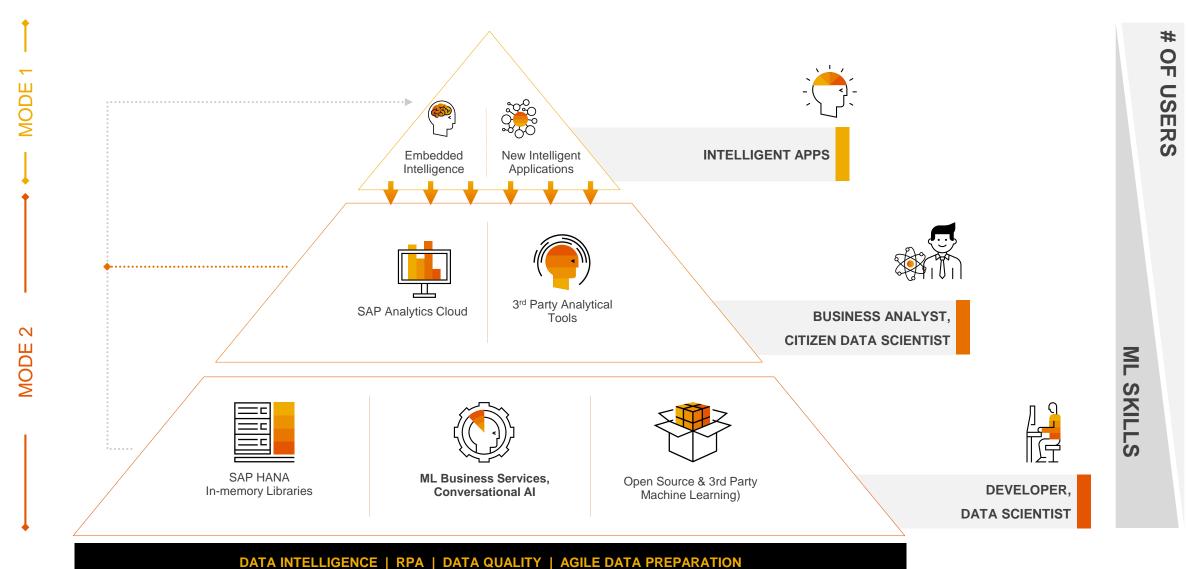
**On Premise** Infrastructure







# HOW IS SAP ENABLING THE INTELLIGENT ENTERPRISE

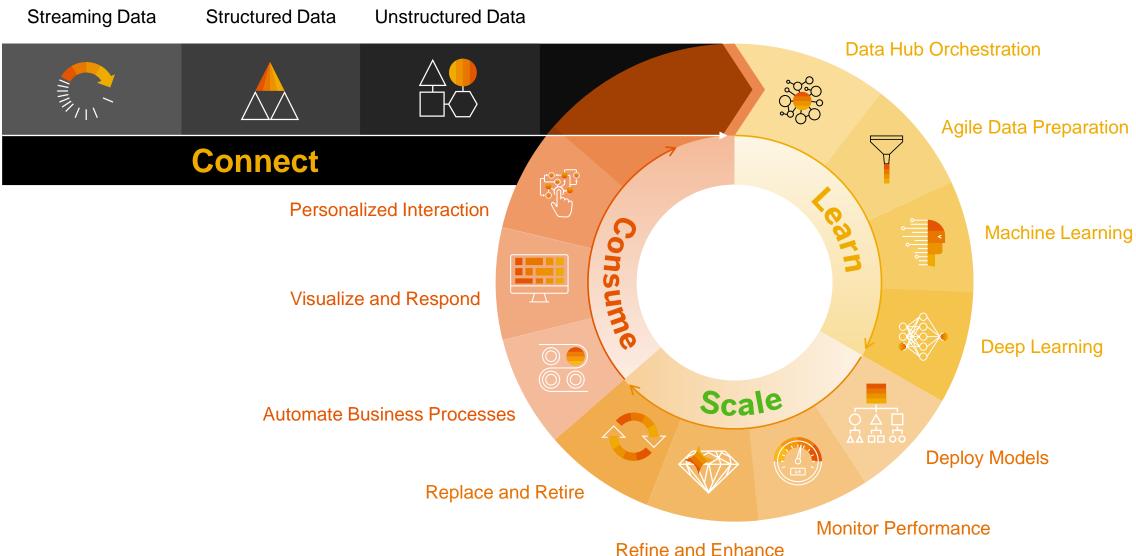








### SAP DATA INTELLIGENCE: THE FOUNDATION OF THE AI ASSEMBLY LINE







### CREATE AND DEPLOY

### The Right Tools for the Job

Work in a JupyterLab or Pipeline context so your Data Scientists can use the tools they know, and IT can understand what is being built

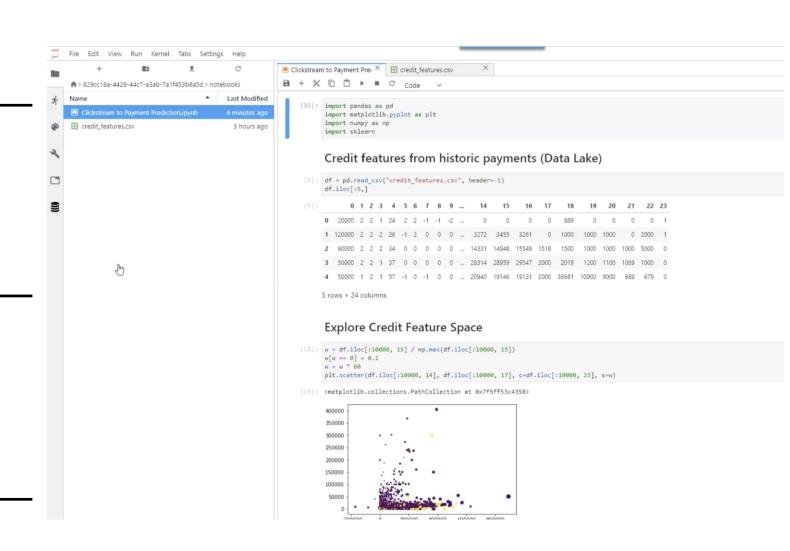
### Al Labs as a Service

Spin up any lab environment supporting major SAP and Open Source languages and libraries so no time is wasted waiting for infrastructure to be ready

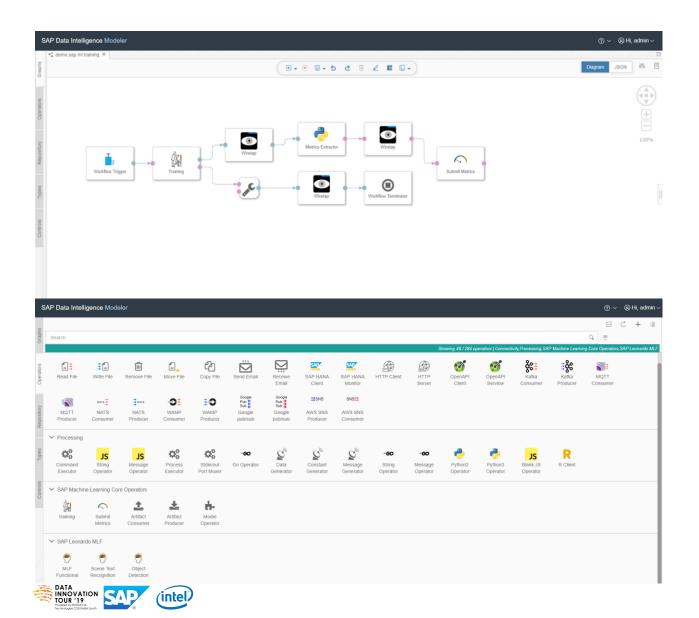
### Deployment Made Simple

Promote Lab environments into production environments with just a few clicks





### UNDERSTAND AND EXPLAIN



### Understand Model Performance

Track and trace all elements of the machine learning process to understand model performance and ensure trustworthy results

### Explain data impact

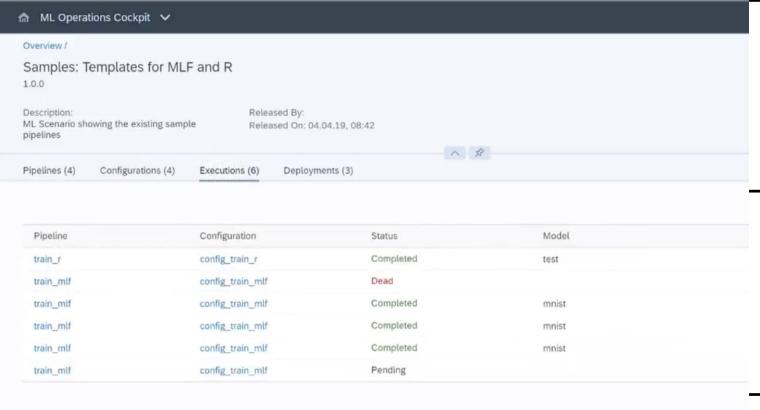
Profile and prepare data prior to model creation

Track data lineage to understand data impact

### Reproduce Results

Review metadata and version history to ensure reproducibility and explicable results

### **AUTOMATE AND SCALE**



### Automate Low Value Tasks

Model performance and lifecycle is automatically managed so IT and Data Scientists can focus on the tasks that matter

### Manage Everything at Once

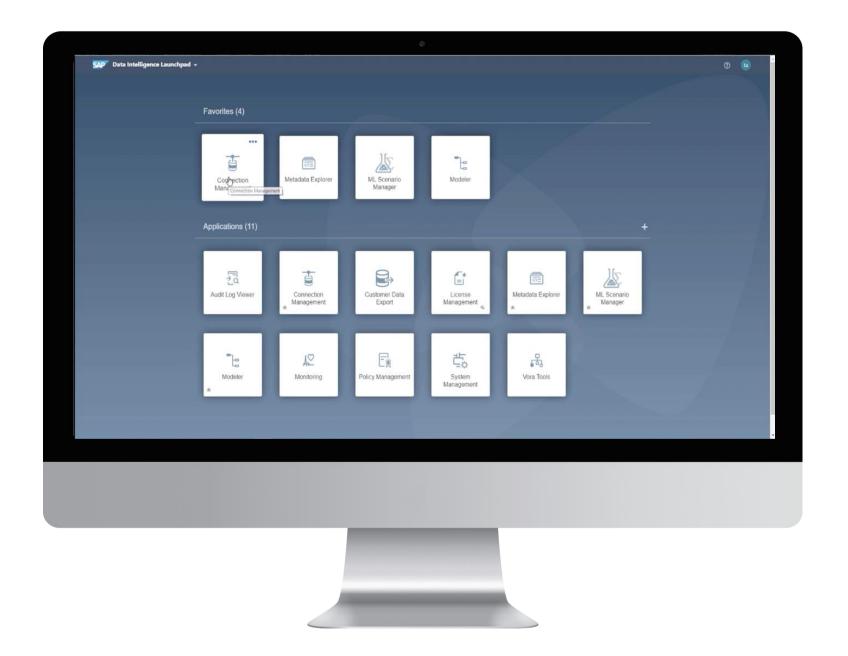
One single interface to see all AI models across the organization in a unified workspace with tools to help manage governance, auditability, and transparency

### Reduce Infrastructure Costs

Unique serverless cloud architecture means you only use and pay for what you need. No More, No Less.



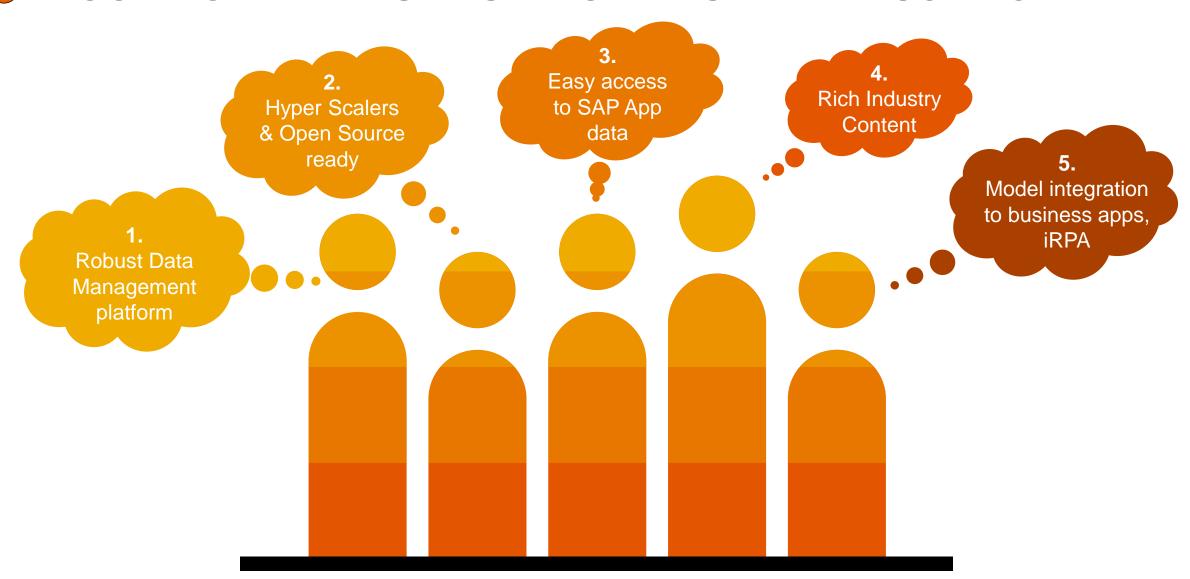








### **LOOKING AHEAD: SAP'S PRIORITIES IN DATA SCIENCE**











# **How Can SAP Help My Company Start**

Data Science Experience Workshop

# DATA SCIENCE EXPERIENCE WORKSHOP





Team will transfer into ideas (Day 2)



- Bl Manager
- Business Analysts
- Data Scientists
- Big Data Engineers
- Digital/Innovation Officers
- IT Architects
- Business Experts

**Participants** 







### KEY TAKEAWAYS



Despite the hype, businesses are still lagging behind in Al mass adoption



Business users want simple and trusted solutions with clear ROI; not bleeding edge technology



SAP is investing heavily in demystifying and automating the E2E process: from data, to insights to business applications



All the impressive achievements of deep learning amount to just curve fitting.

Judea Pearl, Al pioneer and philosopher



