

Move Webinar

Your way to SAP S/4HANA

Project Success with SAP Value Assurance and the Integrated Delivery Framework



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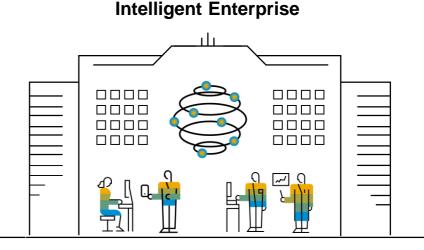
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SAP S/4HANA Movement Program

Your Vision-to-Value Journey

S/4HANA MOVEMENT Program tries to answer the customers most critical questions:

- Why would it be beneficial to "MOVE" now?
- Can SAP S/4HANA address my business and IT requirements?
- How does SAP optimize my TCI / TCO?
- Is there sufficient capacity on the market to manage all aspects of the transformation?





Main activities: All program activities are linked to the questions above:

Continue to enhance SAP S/4HANA product attractiveness Optimize tools for the entire customer journey

Optimize & scale customer engagement frameworks

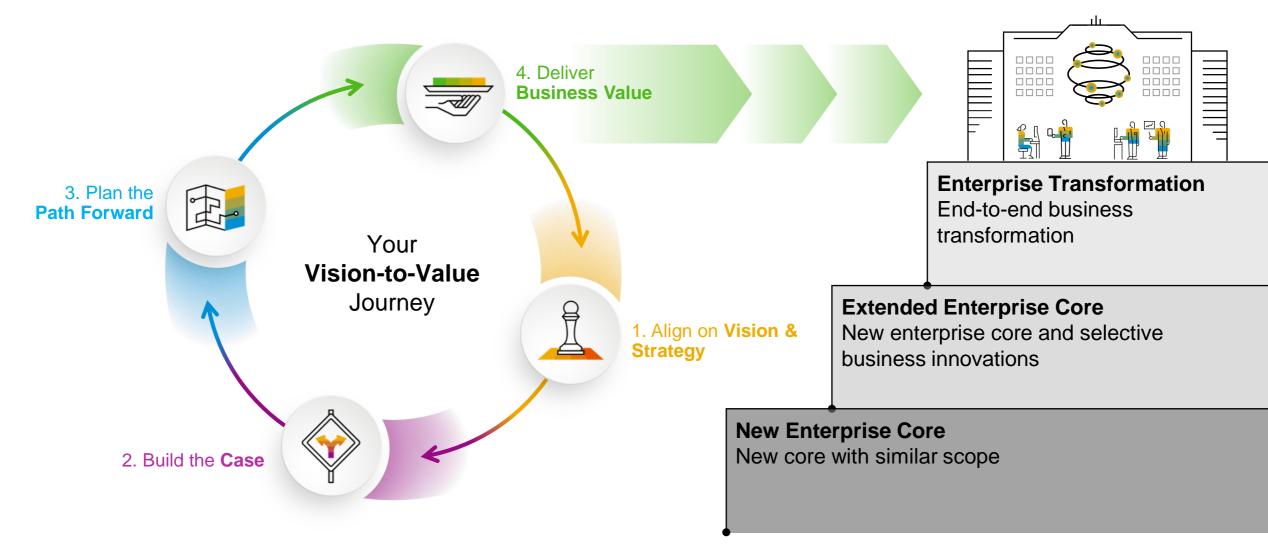
Engage & educate the ecosystem

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SAP S/4HANA Movement Program

Your Vision-to-Value Journey

Intelligent Enterprise

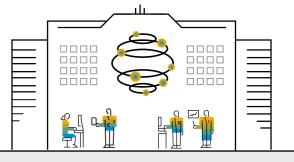


SAP S/4HANA Movement Program

Agenda of this Session

- Key decisions for SAP S/4HANA adoption
- 2. Examples on how SAP Value Assurance supports key decisions
- 3. Service approach SAP Value Assurance
- 4. How to consume SAP Value Assurance
- 5. Integrated Delivery Framework
- 6. Summary

Intelligent Enterprise



5

Enterprise Transformation

End-to-end business transformation

Extended Enterprise Core

New enterprise core and selective business innovations

New Enterprise Core

New core with similar scope

3. Plan the Path Forward Your Vision-to-Value Journey 1. Align on Vision & Strategy

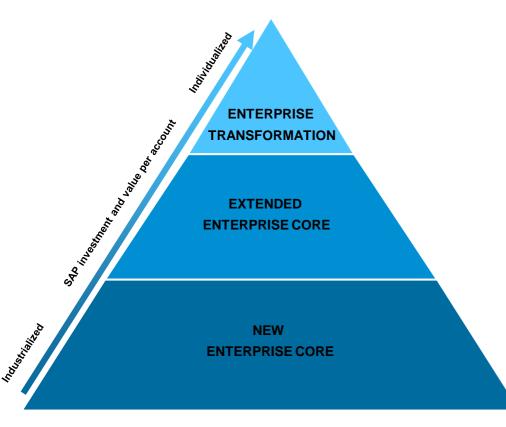
Your Way to SAP S/4HANA

Different strategies, standardized approach



Why customers move to SAP S/4HANA

Gartner-based Groups of Reasons to Transform with SAP S/4HANA



- Move to smart products
- Move to subscription and new pricing mechanisms
- New segments, including transition B2B-B2C
- Customers with high M&A activity
- Customers in industries with high degree of changes
- Improvement of business processes in general and in particular LOBs – e.g., sales, production, finance, ...
- Consolidation of applications
- Reduction of custom development
- Replace obsolete legacy solutions

- In reality, many reasons overlap
- And they represent *varying* degrees of the required business change

Why customers move to SAP S/4HANA

Representative Customers

ENTERPRISE TRANSFOR-MATION Major shifts in the industry leading to realization of the DT needs ("Digital Storm")

Disruption of the industry by a new entrant etc.

EXTENDED ENTERPRISE CORE Intrinsic/Extrinsic: new growth opportunities based on new technology or IPO

Self-realized need based on company's M&A ("we lack standardization and have duplication/risk")

NEW ENTERPRISE CORE

Self-realized need based on lost deals ("we are too customized and slow") Extrinsic McINNIS CIMENT LA NOUVELLE HONDA ene

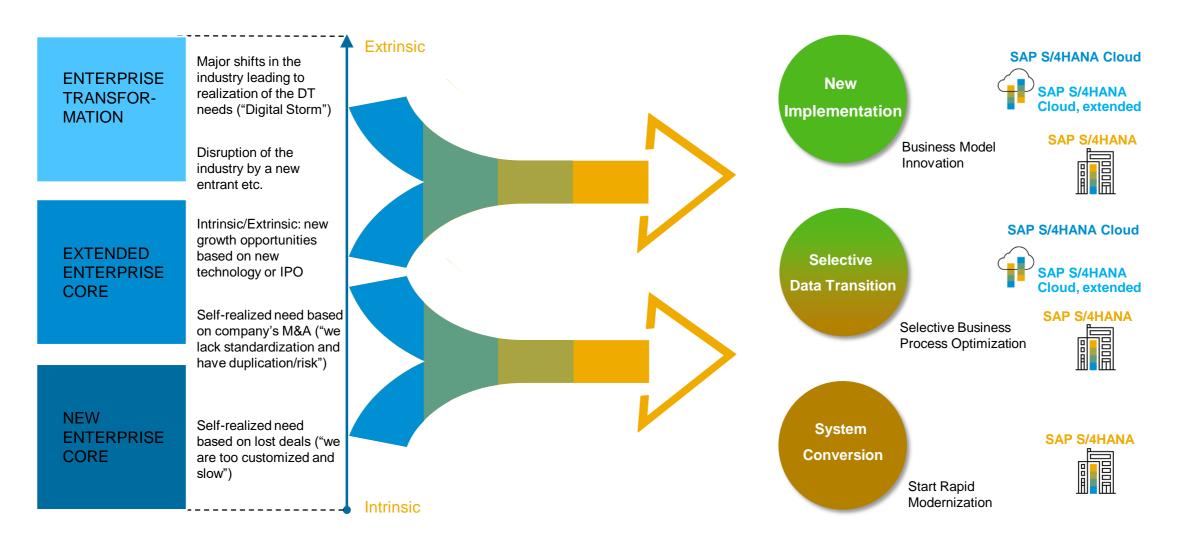


capabilities to the of the Intelligent Enterprise S/4HANA transformative nature From individual SAP

ntrinsic

Reasons for Adopting SAP S/4HANA and Implementation Strategies

Mapping Reasons to *Typical* Implementation Strategies



Ways to SAP S/4HANA

SAP S/4HANA Transition Options



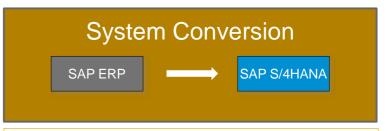
Greenfield (New implementation)

- Statistically, takes about 30% longer than conversions; difference is more pronounced if planning phase is considered
- Deployment approach (pilot, rollout into different geographies etc.); high efforts for global implementations
- Model Company as jump start
- Data migration typically open items and balances only
- Challenge: Fundamentally wrong approach if there is no desire to re-design in the business, across all affected LoBs



Selective Data Transition

- System consolidation
- High technical complexity
- Additional topics
 - Process and data harmonization across geographies / divisions etc.
 - Template management
- < 5 % of all SAP S/4HANA projects</p>



Brownfield (Conversion)

- Leanest approach average of 8 months from sandbox to go live
- High technical complexity (simplification items; data conversion finance etc.)
- Big bang approach requires risk mitigation
- Process change and innovations typically pushed to a second project. BUT: "Phase 2 never happens"
- Custom code impact typically overestimated
- Challenge: Business case (→ Phase 2)

Change "frontloaded"

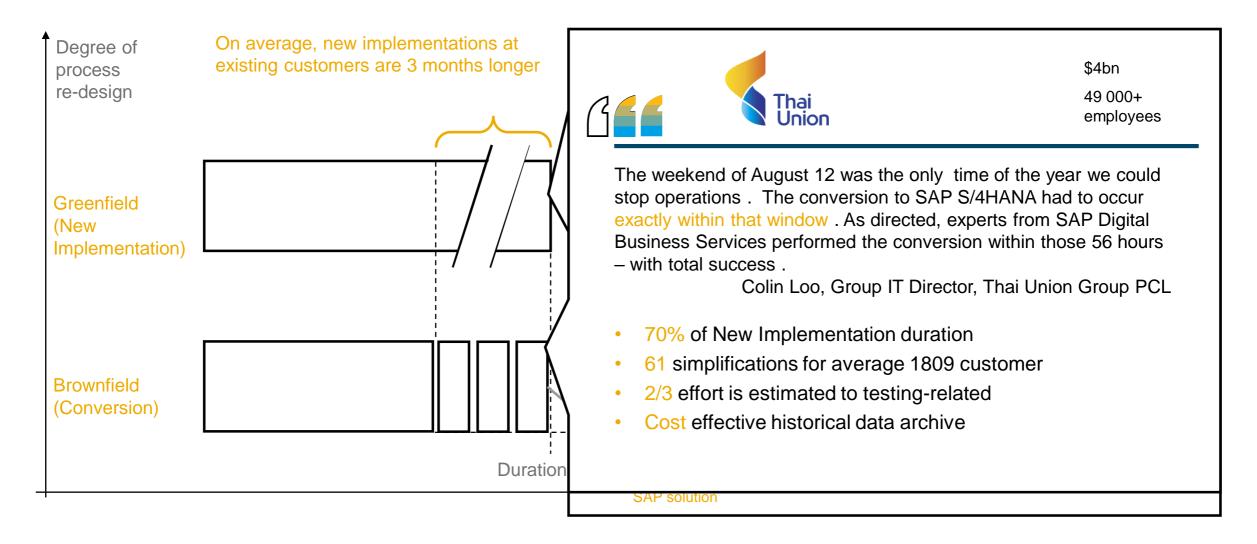
Highly customer-specific

Change "backloaded"

Difference between these options is more in the HOW business change is managed than in the end state

Ways to SAP S/4HANA

SAP Sees More Conversions While Partners See More Greenfields



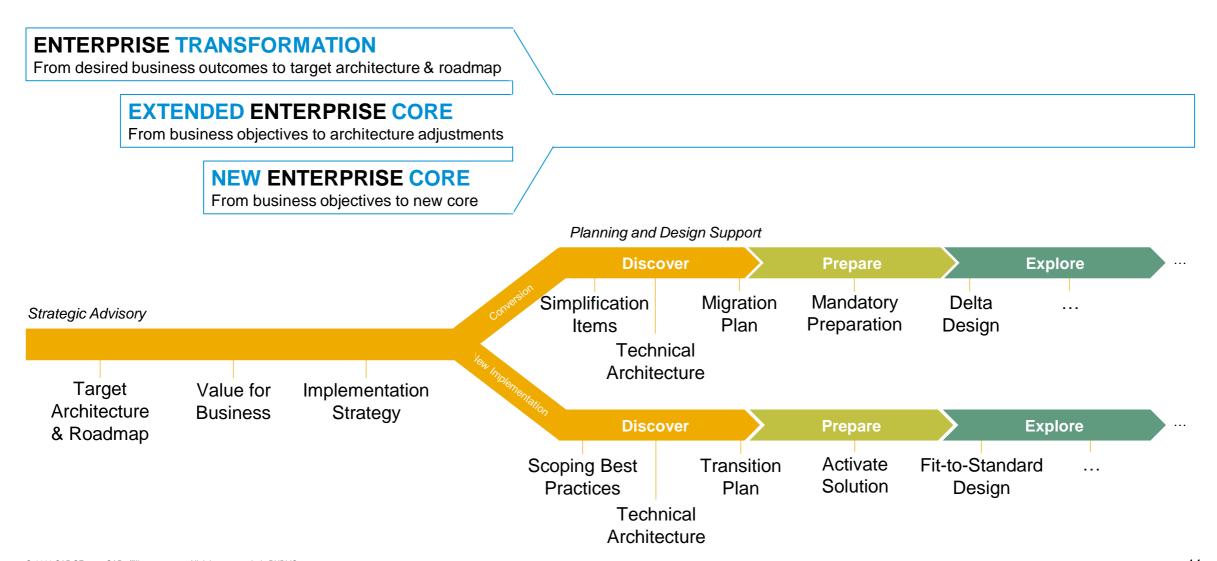
We give you Decision Support Your Way to SAP S/4HANA





SAP Value Assurance Services

Decision Support for Your Way to SAP S/4HANA



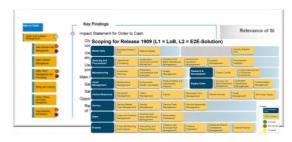
Key Decision: Your Implementation Strategy for SAP S/4HANA

SAP S/4HANA Services: Value and Implementation Strategy (VIS)

1 Readiness Check

Identification of relevant prerequisites for a transition to SAP S/4HANA, e.g. simplification items, add-on compatibility, custom code

2 Business Scenario & Value Map.



Identification of Benefits and
Opportunities leveraging SAP S/4HANA
per solution capability

3 Implementation Strategy



Derive implementation approach for SAP S/4HANA and adjusted system landscape by reviewing existing roadmap, architecture, governance etc.

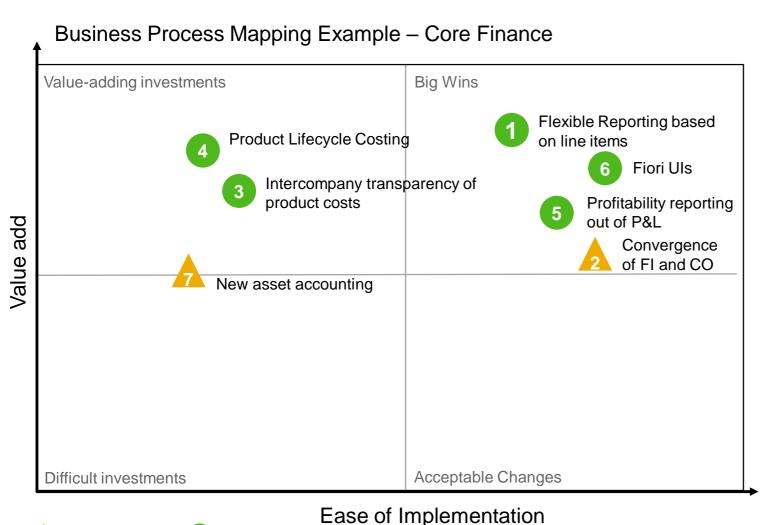
4 Road Map Development

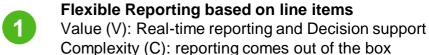


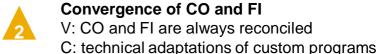
Derive a high-level program plan for adopting SAP S/4HANA based on previous findings

Key Decision: Your Implementation Strategy for SAP S/4HANA

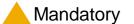
SAP S/4HANA Services: Value and Implementation Strategy (VIS) - Qualitative Value Case







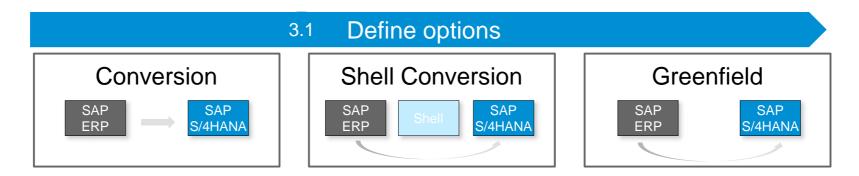
- Intercompany actual product costs
 V: Intercomp. supply chains with transfer prices become transparent
 - C: Usage of actual costing and respective logistical procedures
- Product Lifecycle Costing
 V: Support of the engineering process
 C: license cost, training, implementation
- Profitability reporting out of P&L
 V: seamless drill-down, real-time
 - C: definition and derivation of characteristics
- Fiori Uls
 V: Better user guidance, modernized UI
 C: User training, implementation effort
- New asset accounting
 V: better support of parallel GAAPs
 C: conversion required





Key Decision: Your Implementation Strategy for SAP S/4HANA

SAP S/4HANA Services: Value and Implementation Strategy (VIS) - Scoring Approach



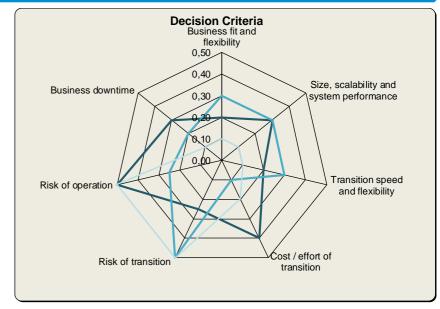
3.2 Define criteria

Criteria Type **Business fit Benefit** Size, scalability, and Cost performance Software change mgmt. **Benefit** and planned downtimes Maintainability of the Cost solution Risk of operation Risk Long-term IT costs Cost Risk of transition Risk

3.3 Add weight

Criteria	Type	Weight
Business fit	Benefit	5
Size, scalability, and performance	Cost	3
Software change mgmt. and planned downtimes	Benefit	1
Maintainability of the solution	Cost	3
Risk of operation	Risk	3
Long-term IT costs	Cost	4
Risk of transition	Risk	3

3.4 Jointly score options

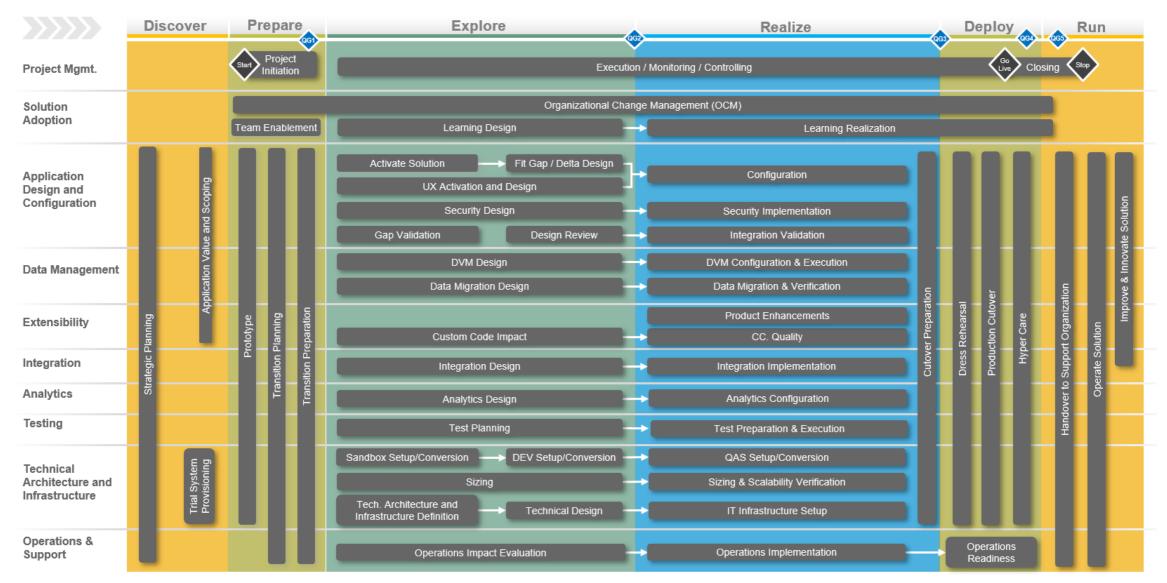




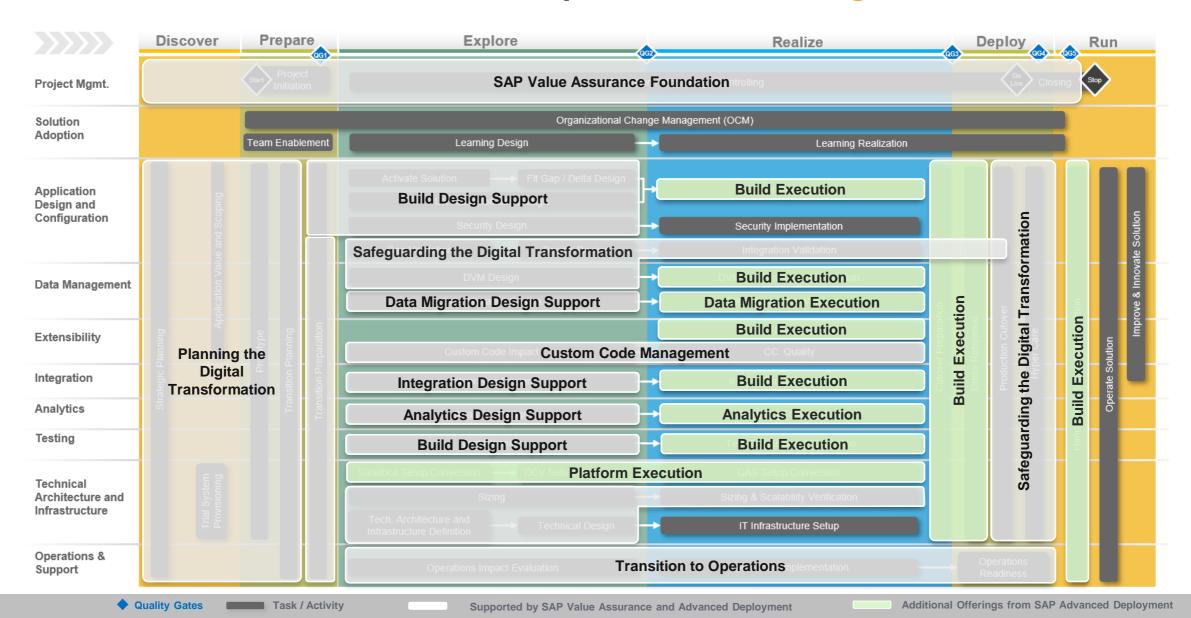


Transition to SAP S/4HANA Roadmap

See SAP S/4HANA Movement presentation from June 16th 2020: Move Successfully to SAP S/4 with the SAP Activate Transition Roadmap

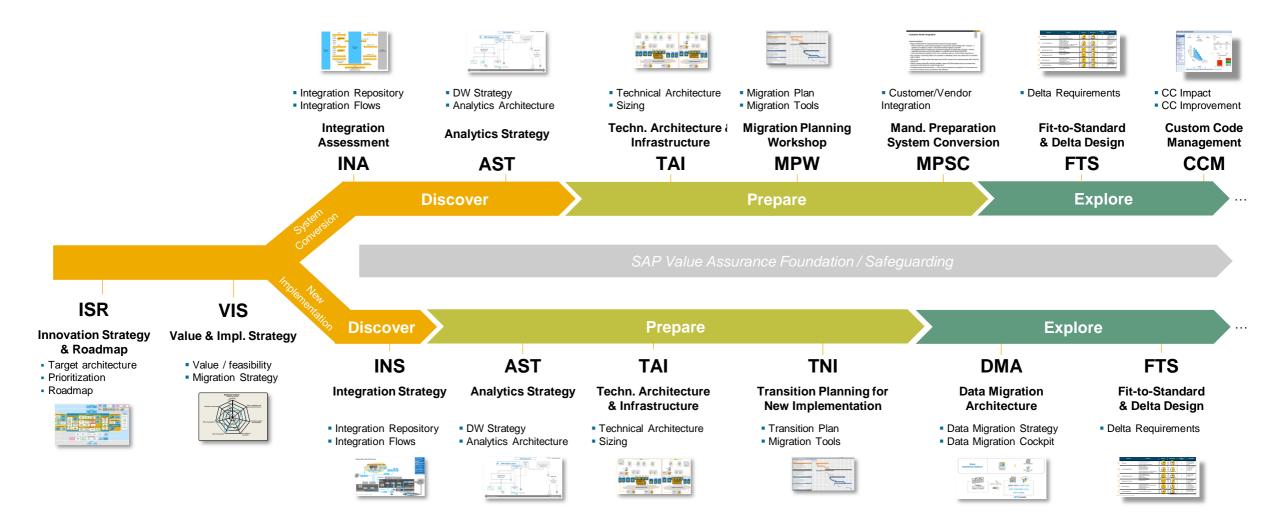


Transition to SAP S/4HANA Roadmap – Service Coverage

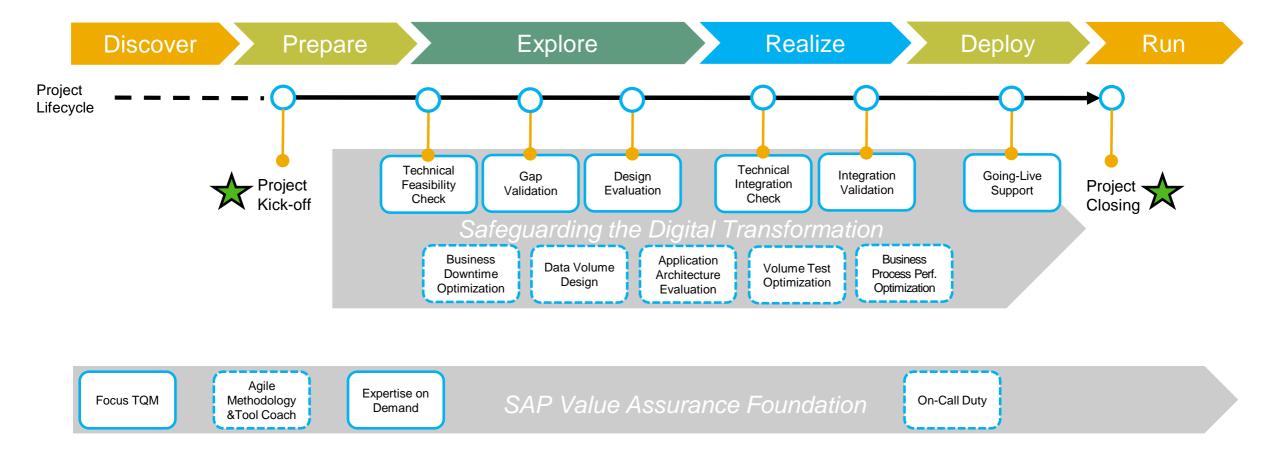


SAP Value Assurance Services

Services Examples for New Implementation and System Conversion

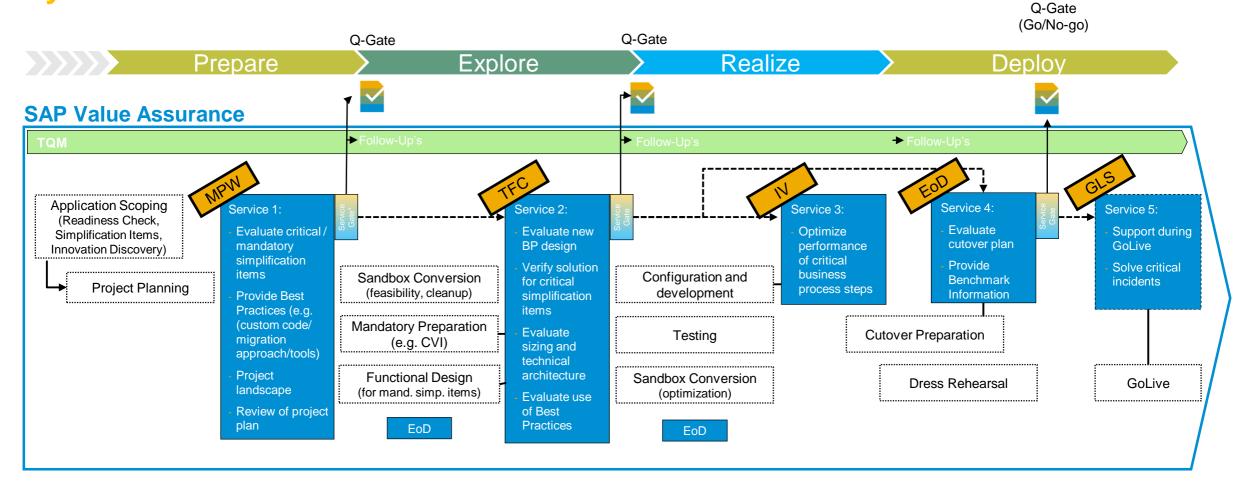


SAP Value Assurance: Safeguarding the Digital Transformation



SAP Value Assurance: Minimum Viable Service Set

System Conversion



Main project activity executed by customer / partner



AES Corporation

Arlington, Virginia www.aes.com

Industry Utilities

Products and Services

Electricity generation and distribution

Employees

>10,500

Revenue

US\$13.5 billion

SAP® Solutions and Services
SAP S/4HANA®, SAP HANA®
Enterprise Cloud, SAP Fiori®
user experience (UX), SAP®
Value Assurance program for
SAP S/4HANA®, and SAP
MaxAttention™ services

Powering Agility in the Utilities Industry with SAP S/4HANA®

Global utility AES wanted to consolidate ERP applications worldwide and up its maintenance and support game. Working with SAP Value Assurance and SAP MaxAttention services, it moved to SAP S/4HANA on SAP HANA Enterprise Cloud in a four-month project. Now AES has a powerful platform that will facilitate upcoming consolidation, along with a greater ability to deploy next-generation technology.

Before: Challenges and Opportunities

- · Large number of distributed businesses located in various countries, all running their own ERP systems
- Need to improve the maintenance and support offering while reducing total cost of ownership (TCO)
- Desire to move forward with the latest technology trends, including the SAP Fiori UX

Why SAP

- SAP HANA Enterprise Cloud for the full value of SAP S/4HANA in a secure private cloud managed by SAP
- SAP Value Assurance and SAP MaxAttention for superior support services and best practices for deployment
 and safeguarding that enabled rapid implementation and innovation, increased performance and stability, and
 allowed a huge range of upgrade and prerequisite steps (such as change of database and data-center and
 component upgrades) to be completed with no business disruption

After: Value-Driven Results

- Reduced TCO through hardware reduction and elimination of maintenance and software licenses
- Enhanced ability to scale systems quickly to cope with increasing demand and user concurrency thanks to improved infrastructural scalability on SAP HANA Enterprise Cloud
- Ability to pay only for what is needed, with no redundant hardware or associated costs
- Greater efficiency and a more intuitive, simplified user experience with the SAP Fiori UX, requiring less user training and less knowledge of obscure transaction codes

"SAP MaxAttention services provide a great sounding board for decisions related to SAP solutions. Multiple data points help us make informed decisions, and the engineered-services delivery approach has increased the chances of success for multiple projects in our portfolio."

Alejandro Reyes, Project Director IT, AES Corporation

Increased

Transactional performance after migration to SAP HANA

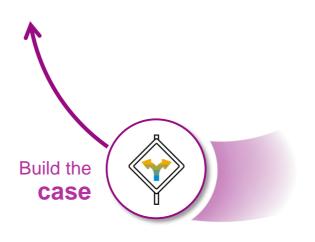
Reduced

TCO with a stable, scalable solution that allows AES to consolidate its IT landscape

Enhanced

Agility with the ability to scale up or down based on long-term demand trends

We secure your Project Success Your Way to SAP S/4HANA





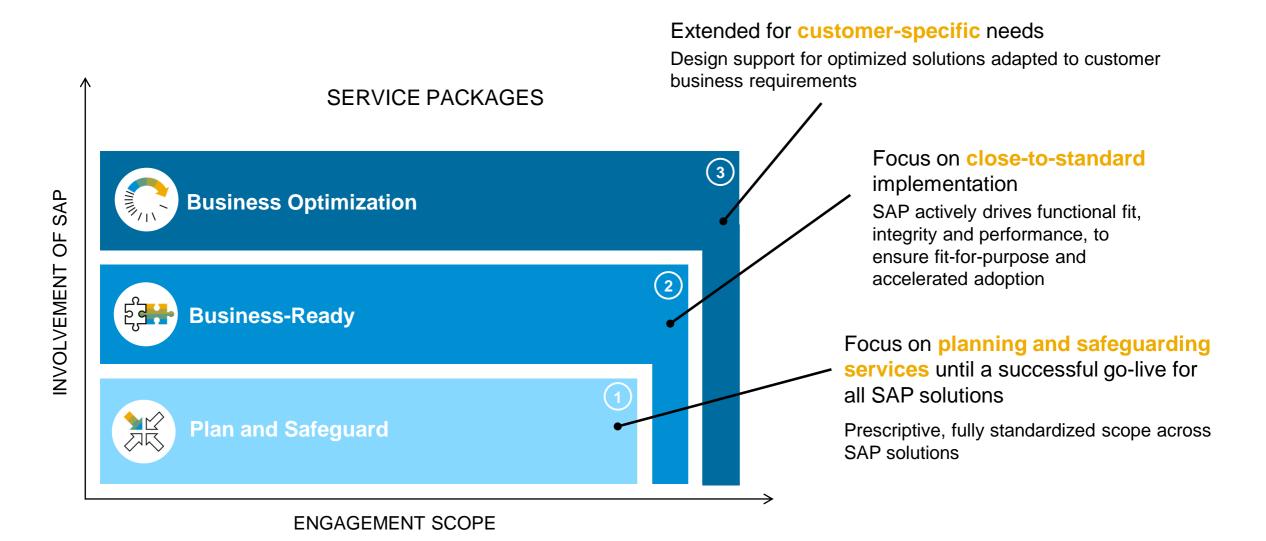
Project Success for Customer- / Partner-led Implementations

with SAP Value Assurance

Engagement focus

SAP MaxAttention Strategic Premium Success Engagement and strategic partnership to continuously maximize business value Partnership and drive innovation programs during the Intelligent Enterprise journey **SAP ActiveAttention** Continuous Premium Success Engagement for enabling successful program deployment Collaboration and operations to enable the Intelligent Enterprise **SAP Value Assurance** Project Engagement Discover / Prepare **Explore** Deploy lifecycle Realize Run Innovate coverage

SAP Value Assurance Service Packages to Simplify Consumption



Integrated Delivery Framework



Value drivers



Reduce Project Risk

With access to SAP expertise throughout the project lifecycle



Project Success

Help accelerate time to value for projects, creating customer references to drive pipeline



Best Practices

Leverage SAP best practices and SAP Activate methodology - less manual work and less risk while delivering projects to your customers



Increase Quality

And customer satisfaction by leveraging planning and safeguarding services from SAP tailored for the project

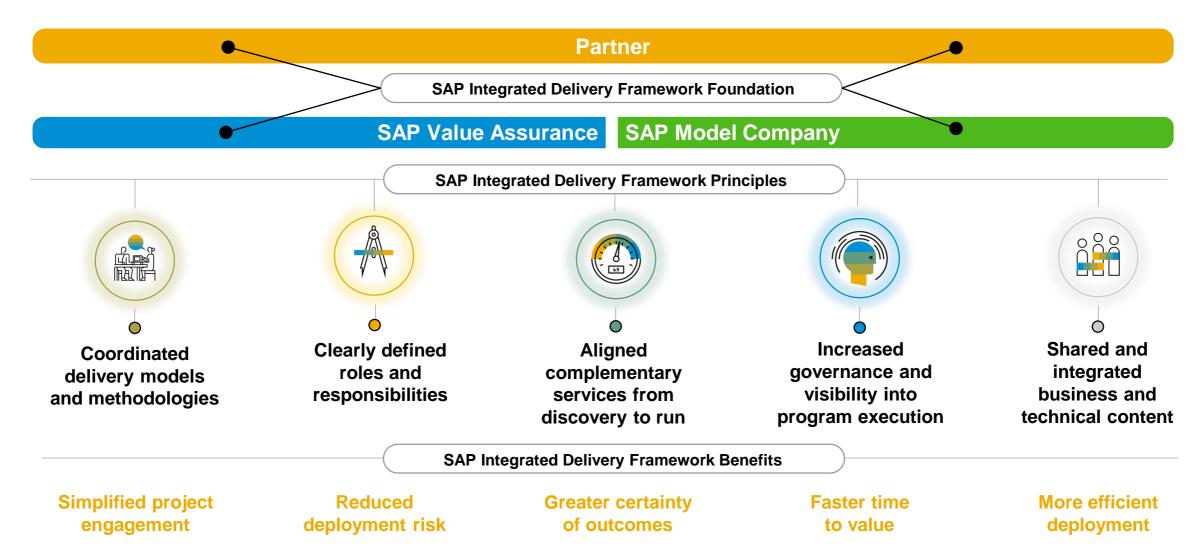


Project Success

Help our customers transition to their Intelligent Enterprise

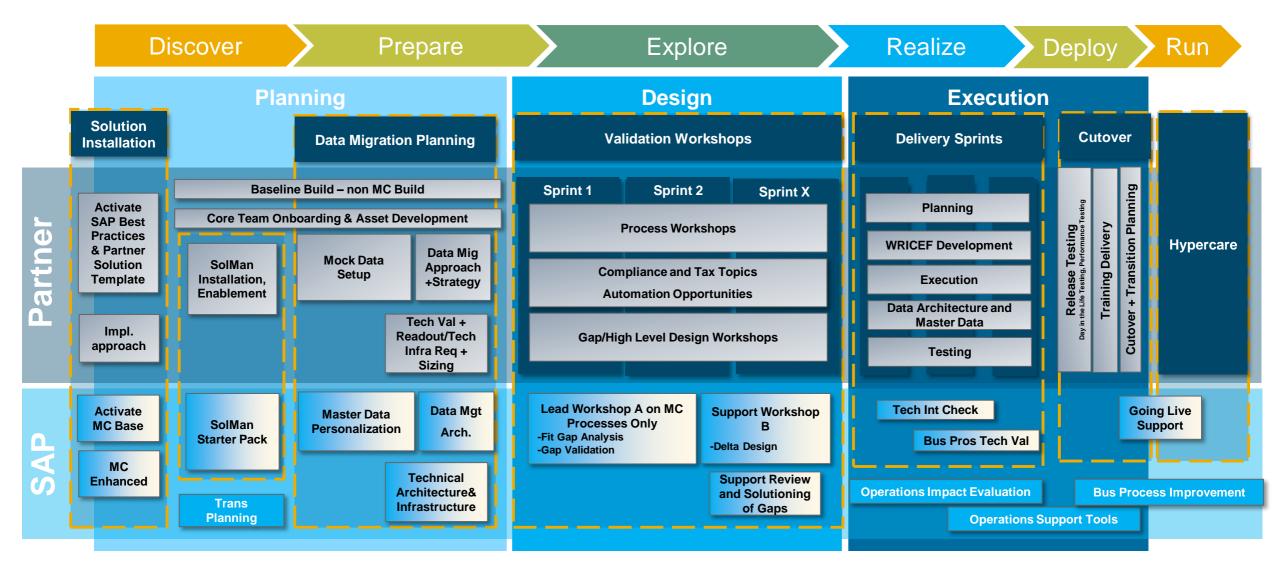
Enabling the Experience Company for Best-Run Businesses with Partners

The SAP Integrated Delivery Framework



SAP Value Assurance Perfectly Complements Partner Services

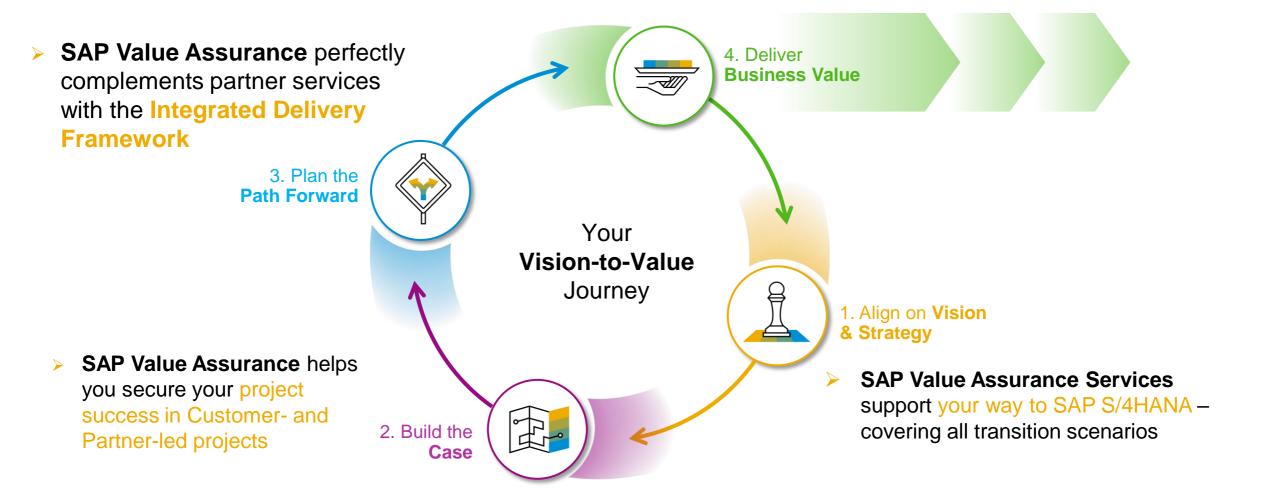
To Ensure a Successful Journey to S/4HANA



SUMMARY



SUMMARY

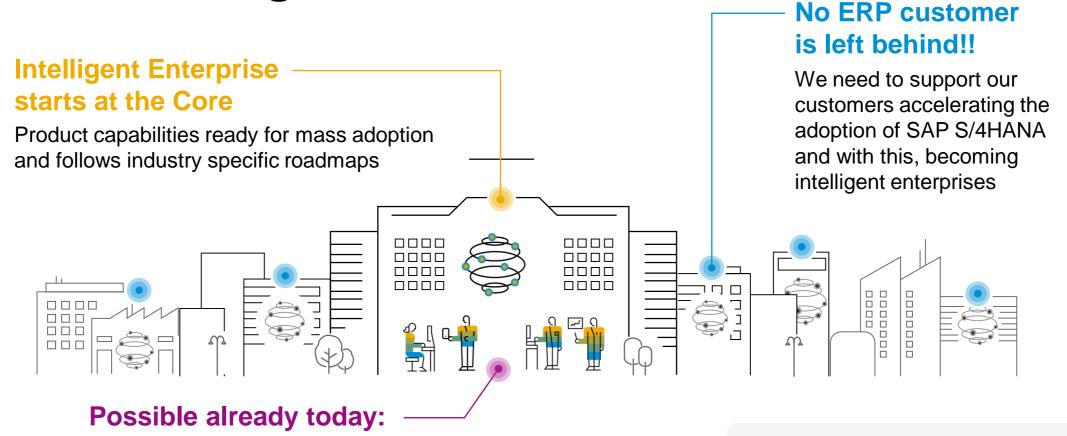


Let's MOVE together

From a customer perspective

Leveraging more of the newer processes

and capabilities by moving to SAP S/4HANA



Main Assets:

www.sap.com/jointhemovement www.sap.com/s4hana-starter SAP S/4HANA Manifesto

Contact us via: S4MOVE@sap.com

Thank you

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Use Case 3: SUM from SAP ERP on SAP HANA to SAP S/4HANA (on-premise) Context



SAP S/4HANA 1709

High Tech company with \$2.0bn revenue and 5,000+ employees

SAP ECC SoH source system with 28,000 custom object → SAP S/4HANA 1709

3,000 users in 3 mfg countries 3 TB memory 1.2 TB database with

- 800m ACDOCA entries
- 50m MATDOC entries

Full suite SAP ERP functionality with 100+ FIORI apps.

~24 hours business downtime

Customer requirements successfully addressed with test cycle-based project plan:

- 24-hour maximum business downtime
- Remediate significant customer code (already adapted to SAP HANA)
- End-to-End ERP functionality and LOB cloud solutions
- Innovation includes significant UX SAP FIORI apps

"Our vision is a world without fear of cancer. Implementing SAP S/4HANA helps with moving toward achieving that vision. SAP Digital Business Services was instrumental in providing SAP Enterprise Support services and the SAP Value Assurance program to address design issues and risks with our implementation."

Arnab Mukherjee, Manager of Enterprise Applications, Varian



Reduced

Oversight required in monthand quarter-end closings



Activated

Profitability analysis across the company



Eliminated

Manual reconciliations with a universal journal



Gained

On-demand access to an expert with SAP® services





varian

How Can an Intelligent Enterprise Help Create a World Without Fear of Cancer?

Over 7,000 employees and 70 offices focused on cancer care solutions

Varian has a history of pioneering developments focused squarely on fighting cancer. It is a leader in offering products and services to advance the entire treatment process of cancer. To better serve Varian's mission, which is to innovate, support, and simplify cancer-fighting solutions everywhere, the company is investing in sustainable growth and expanding into cutting-edge fields. Doing so requires operational and financial discipline, which is why Varian is committed to staying current with the latest technologies that enable it to run as an intelligent enterprise built on a digital core.





Varian is simplifying processes, reducing costs, increasing insight, and improving user experiences.

With help from the SAP® Digital Business Services organization, Varian is streamlining its upgrade to SAP S/4HANA® to realize its potential as an intelligent enterprise and achieve:

- Simplified business processes by eliminating manual financial reconciliation, reducing period-end closing and monitoring, and enabling real-time consolidation and reporting
- More than a 50% reduction in manual processes
- Lower total cost of ownership by cutting its IT footprint and data volume in half
- Enhanced support for business decisions by integrating planning and consolidation within one system and enabling multilevel reporting
- Improved productivity and user experiences by enabling an undisrupted migration of transactions from its existing environment to the SAP Fiori® user experience (UX)
- Better access to experts on demand with SAP Value Assurance service packages for SAP S/4HANA

"By providing SAP Enterprise Support services and SAP Value Assurance service packages for SAP S/4HANA to address design issues and risks, SAP Digital Business Services was instrumental in helping us become a best-run business."

Arnab Mukherjee, Manager, Enterprise Applications - Enterprise-Wide Engineering, Varian





Palo Alto, California

Industry Life sciences Employees 7,000

Revenue US\$2.7 billion

Featured Solutions and Services SAP S/4HANA, SAP Enterprise Support, SAP Value Assurance, and SAP Fiori UX



Key Decision 1: Your long-term Innovation Strategy

SAP S/4HANA Services: SAP Innovation Strategy & Roadmap (ISR)

1 Strategy Map

Topics | Service | Service

Identify and align value drivers, building on business strategies and objectives (input from the customer) Capability Map with Challenges, Gains, and Value Drives



Derive new or to be changed business capabilities (refining customer-targeted change drivers) that will support identified value drivers.

3' Product Map (As-Is and To-Be)



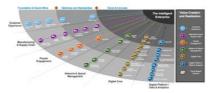
Develop consistent landscape choices and assess the consequences of the choices

3" Target Intelligent Enterprise Architecture



Make consistent landscape choices and assess the consequences of the choices Sketch the intelligent enterprise strategy Identify the few things that will make the greatest difference

4 Road Map



Propose initiatives, priorities, and time to value
Sketch the intelligent enterprise strategy and road map

5 Transition Scenario Evaluation



Access and recommend the best transition option (the simplest in terms of costs, risks, and benefits)

Key Decision 1: Your long-term Innovation Strategy

SAP S/4HANA Services (ISR): Transformation Map

