

Join the SAP S/4HANA® Movement

Unlock the value of the age of intelligence



Welcome to a New Era of Intelligence

Just when companies felt they mastered datainformed business, a more powerful movement is beginning to shake up the relationship between data, processes, transactions, and revenue generation: the intelligent enterprise. An intelligent enterprise goes beyond using data to inform or measure, adding Artificial Intelligence to automate processes, impress customers, empower employees, and create entirely new revenue streams.

Over the past 10-15 years, "digital giants" disrupted traditional industries through the combination of cloud, ubiquitous connectivity, and faster and cheaper technology and tools. But even for these disruptors, this next wave of Al-driven growth and competition can be a challenging threat. It is one thing to form and scale start-ups in the digital economy, but market dominance is achieved by closely tying customer data to operations in a closed loop that rapidly refines and redefines the processes you use to engage and deliver value to your customers. Incumbents can gain the upper hand if they move quickly, intelligently leveraging their existing data and operational scale. However, this is only possible when running on a foundation that enables real-time business and immediate insight-to-action. This is a tremendous opportunity for businesses to use their data assets to achieve their desired outcomes faster and with less risk. Here are a few industry incumbents (and even some startups) building their intelligent enterprises:



Katerra is a vertically-integrated construction company capturing data from land lots, crew members, materials, and finished projects. Moving from their initial startup deployment of NetSuite, Katerra built an intelligent enterprise based on SAP S/4HANA® to scale its processes for business growth and demand.

This decision allowed Katerra to optimize the design and construction of its multifamily buildings, track employee productivity, and improve project performance and quality. And more importantly, the company is completing apartment refurbishment projects within two weeks, compared to the industry standard of two months.

HunterDouglas 🛟

As the established, century-old leader in the window coverings industry, Hunter Douglas is leveraging its vast history and experience. By consolidating and re-platforming its information with a single, intelligent ERP system based on SAP S/4HANA, the global brand is removing the barriers of highly customized systems and siloed data.

Hunter Douglas improved its customer experience and delivery performance by overcoming the unpredictable nature of offering custom products. By constantly refining its models and processes, the company eliminated the risk of inventory shortages and overages making them more nimble, faster, and proactive.

HOERBIGER

At over 90 years old, Hoerbiger is still finding new ways to optimize the maintenance of its farflung sites and enhance its billing and customer services. The industrial manufacturer is making its processes more proactive and seamless by capturing and analyzing data generated from its compression technology.

If we are to learn anything from Katerra, Hunter Douglass, and Hoerbiger, it's the reality that companies cannot afford to sit back and watch the era of the intelligent enterprise take hold with their competitors. By establishing the core of the intelligent enterprise with SAP S/4HANA, business – both new and established – will be ready for the challenges ahead.

The Future is Here For Those Who Take Action

Compared to your competition, your business might be running in slow motion.

But as an intelligent enterprise, your business could stay on pace by:

- Differentiating your business models with machine learning
- Boosting productivity with an award-winning and agile user experience
- Empowering new growth with real-time information and predictive analytics
- Accelerating time-to-value with built-in best practices
- Removing complexity in your IT landscape to eliminate batch processing, latency, unreliable data, and workarounds
- Reducing IT costs and redeploying resources to more strategic pursuits





The Intelligent Enterprise Starts at the Digital Core

Start with SAP S/4HANA to create end-to-end intelligent processes across all lines of business and industries, take the next leap in automation of key functions, and move first with machine learning investments by SAP



Only SAP S/4HANA was designed for an Intelligent World.

1	Machine-driven automation	Automating the mundane, delivering actionable insights, anticipating customers needs for a richer experience
2	Next-generation capabilities	Simplifying and redefining processes, enabling business capabilities not available before in a modern UX
3	Future-proof platform	A digital core tying experience data to your operations, seamlessly integrating new SAP Leonardo investments to your business



IT and the Business Impact

EXAMPLES OF IT IMPACT



Fewer servers, which lowered IT support costs by 17% when moving 80 subsidiary instances of SAP ERP Central Component to one digital core running on SAP S/4HANA

50% 🔱 Walmart 🔀

Decrease in hardware costs with a smaller system size

Houghton Mifflin Harcourt

"Removing the constraints of a highly customized system enables us to better respond to fast changing business models"

> —Jennifer Buko, Director of Business Transformation, Houghton Mifflin Harcourt

EXAMPLES OF BUSINESS IMPACT





Reduction in waste



Less inventory levels

Nine month payback – thanks to reduced costs and new revenue opportunities



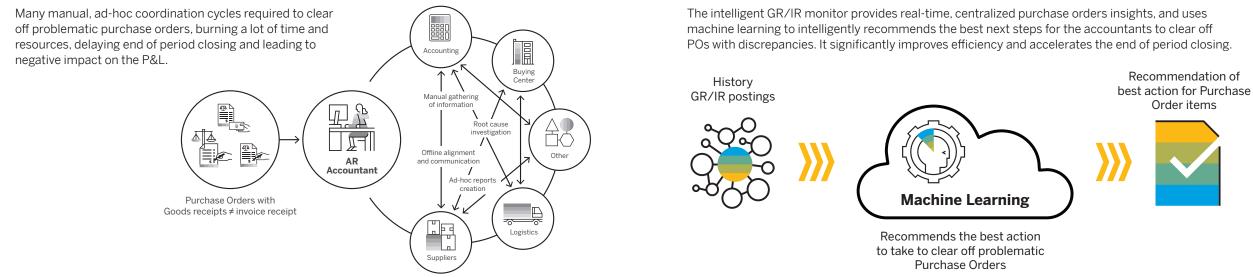
Join the SAP S/4HANA Movement

Learn More at: www.sap.com/jointhemovement

Only with SAP S/4HANA

Streamline financial closing with intelligent GR/IR account reconciliation

Before: ERP Workaround



Reduce risks and liability with intelligent tax compliance automation

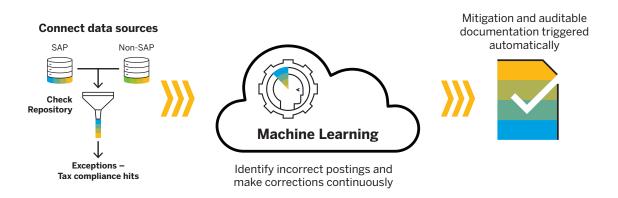
Before: ERP Workaround

Highly resource intensive process to periodically download, consolidate and analyze massive amounts of tax related data and transactions across various systems and entities, to ensure compliance and avoid high penalties.

After: SAP S/4HANA

After: SAP S/4HANA

SAP Tax Compliance reduces risks by enabling intelligent process automation for complete and ongoing monitoring of tax related information from multiple sources. It uses machine learning and predictive analytics for verification, remediation and documentation of any tax compliance issue.



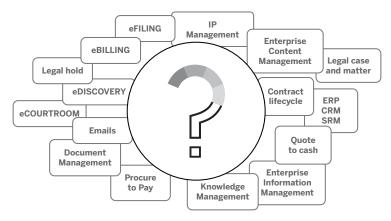
Missed compliance deadlines High personal and corporate liability \square Manual F error handling AR Accountant Infrequent monitoring and visibility Risk of significant penalties

Only with SAP S/4HANA

Simplify legal transactions with intelligent contracting

Before: ERP Workaround -

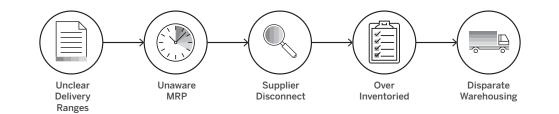
Legal content is scattered among many different formats and applications, including emails, physical papers, shared drives, multiple third party systems. The lack of digitalization, centralization and harmonization incurs poor governance, delays and risks for the company.



Intelligent Supply Chain

Before: ERP Workaround

Lack of seamless connection and real time visibility across internal and external operations in the supply chain causes delays and inaccuracy overcome by inventory excess.



After: SAP S/4HANA

 \rightarrow

SAP S/4HANA for Legal Content is transforming the way contracts are requested, managed and controlled. It offers full traceability of obligations, approvals, signatures and responsibilities. All content is easily discoverable, reusable and adaptable, making audits easier and allowing for automated reviews and approvals.



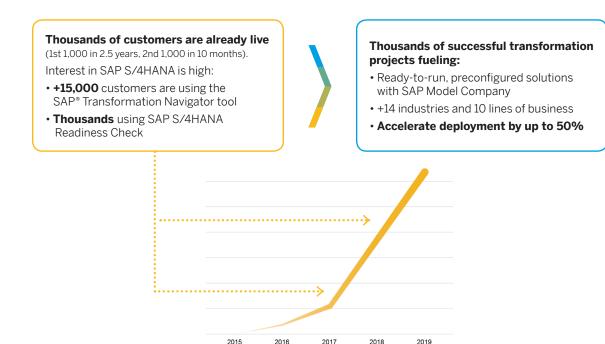


After: SAP S/4HANA

With a single embedded platform providing real time visibility across the enterprise, customer promises are kept, production and purchasing is optimized, changes are managed quickly reducing inventory and accelerating operations.



SAP S/4HANA Is Going Mainstream



Investment in Deployment Tools to Lower Project Risk



Planning Reduce projects costs and provide deep project analysis

Custom Code

Simplify obsolete code

custom code remediation

removal, and plan for efficient

Readiness Check

- Technical assessment
- Simplification items
- System sizing



ABAP Test Cockpit

- New UI with analytics
- "Quick Fix" mode saves 25% effort, with goal of 60-80% in future updates
- Suggestions for obsolete code removal
- Integration with Readiness Check

Making Your Move **Clear, Nondisruptive, and Empowered**

SAP Ecosystem Power SAP Product Expertise through two services: Scalable and affordable services • Industry templates & extensions SAP Model Company • SAP Value Assurance • Unparalleled experience & track record Integrated Delivery **Customer Benefits** • SAP + Services Partners to help scale project Lower TCI and TCO with increased support standardization · Complete access to SAP's tools, content across, · Faster Time to Value solution-specific services to the ecosystem Significantly Reduced Risk · Alignment to deliver a fit-to-standard solution, with lowest TCO and fastest value delivery

• Preparing landscape for cloud, now or in the future

- Assurance that the partner and SAP are fully aligned to deliver at optimal speed and cost
- Path for transition to S/4HANA Cloud



Data Migration Include data from SAP and non-SAP systems on-premise or in the cloud

Simplify business-to-business

integration with predefined

Integration

integration content

Readiness Check

- Ready-to-use migration objects for SAP
- Zero programming and auto-generation of mappings
- Modeling tools
- Included with SAP S/4HANA license

Integration Content Advisor

- Uses machine learning and crowdsourcing
- Generates proposals for integrations and mappings
- Tailored for industry, region, and business context
- · Early adopters report 60% effort saved in integration work

Next Steps to Make your Move

Your SAP S/4HANA Journey begins with 3 steps.



Make the Case

Three free tools provide personalized guidance for IT and the line of business.



BUSINESS SCENARIO RECOMMENDATIONS Identify the business processes that can help you improve and discover new business capabilities.

Customers new to SAP can use Business Value Advisor: http://impact.s4value.com



SAP TRANSFORMATION NAVIGATOR See the road map for SAP S/4HANA, covering each component of your current IT landscape.

Based on current SAP product usage or existing capabilities that are still wanted





Consider Your Options

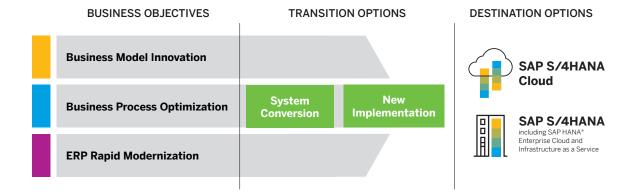
Match your business objectives to possible transition options and destinations.



SAP READINESS CHECK

Learn the technical requirements and actions for a system conversion to SAP S/4HANA.

Based on configuration and usage data for customers already on SAP ERP Central Component 6.x





Deliver Your Future

Access these offering from SAP and our Partners





Execution Readiness What is our plan for deployment?

Ο

Where and how will we realize our ROI?



Which best practices ensure success?

Intelligent Enterprise

Value Discovery Engagement

SAP and partner-led offerings showcasing the role of SAP S/4HANA in all aspects of the Intelligent Enterprise, including innovations in user experience, machine learning, and the key business benefits in the era of industry transformation

SAP S/4HANA

Value Discovery Engagement

SAP offerings for more in-depth SAP S/4HANA migration plans based on requirements detailing value, potential costs, timeframe, and ROI

SAP S/4HANA

Adoption Starter Engagement

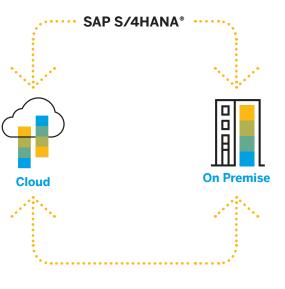
Adoption starter, guided enablement and self-service tools to create your first implementation plan for SAP S/4HANA including benchmarking, value assessment and migration strategy

SAP S/4HANA A Complete and **Consistent Choice**

The simplified data model and modern user experience of SAP S/4HANA are consistent for both cloud and on-premise environments. Designed for in-memory computing, SAP S/4HANA brings new business capabilities while simplifying the IT landscape.

Considerations for selecting the right SAP S/4HANA solution include:

- IT strategy
- Innovation cycles
- Adoption and upgrade efforts
- Total cost ownership
- Commercial models
- Business functionality
- Regulatory, industry, and regional requirements
- Individualization options





Time to make your move www.sap.com/jointhemovement

© 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.

