

Making digital transformation a success by focusing on enterprise adoption

SUGEN Executive Exchange

PUBLIC

Eva Zauke | SVP, Global Head of SAP Enterprise Adoption | ** twitter.com/EvaZauke | Linked in April 14, 2021





LEGAL DISCLAIMER

This presentation outlines our general product direction and should not be relied upon in making a purchase decision. This presentation is not subject to your license agreement or any other agreement with SAP. SAP has no obligation to pursue any course of business outlined in this presentation or to develop or release any functionality mentioned in this presentation. This presentation and SAP's strategy and possible future developments are subject to change and may be changed by SAP at any time for any reason without notice. 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 noninfringement. SAP assumes no responsibility for errors or omissions in this document, except if such damages were caused by SAP intentionally or grossly negligent.

SAFE HARBOR STATEMENT

This document is intended to outline future product direction, and is not a commitment by SAP to deliver any given code or functionality. Any statements contained in this document that are not historical facts are forwardlooking statements. SAP undertakes no obligation to publicly update or revise any forward-looking statements. All forward-looking statements are subject to various risks and uncertainties that could cause actual results to differ materially from expectations. The timing or release of any product described in this document remains at the sole discretion of SAP. This document is for informational purposes and may not be incorporated into a contract. Readers are cautioned not to place undue reliance on these forward-looking statements, and they should not be relied upon in making purchasing decisions.

Agenda

- Adoption is a key lever for companies to make the transformation to the intelligent enterprise a success by realizing business value in terms of resiliency, performance and sustainability.
- SAP is determined to deliver high-quality products and secure software.
- SAP Globalization Services supports intelligent enterprises go global and empowers every customer to succeed locally and globally.
- Enabled people make your company's digital transformation a success.
- Supporting SAP's customers to drive adoption.

The goal of the digital transformation to the intelligent enterprise is to create business value in terms of resiliency, profitability and sustainability

SAP's vision of the intelligent enterprise

Business outcomes

One network

for business without boundaries

End-to-End processes

for seamless experiences

Embedded Al

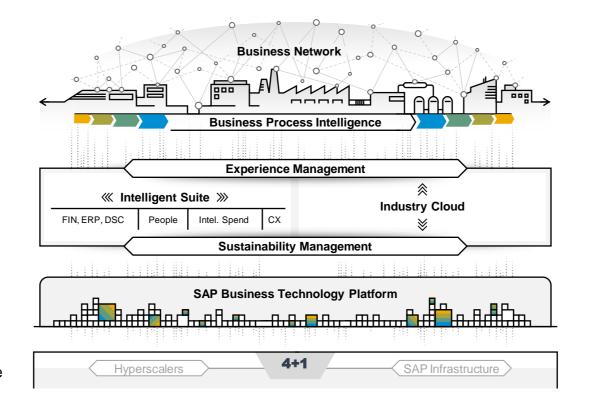
for a high level of automation

One data model

for integration & extensibility

Infrastructure choice

for improved TCO, operations & scale





Flexibly adapt processes and business models



PROFITABILITY

Increase productivity through intelligence and automation

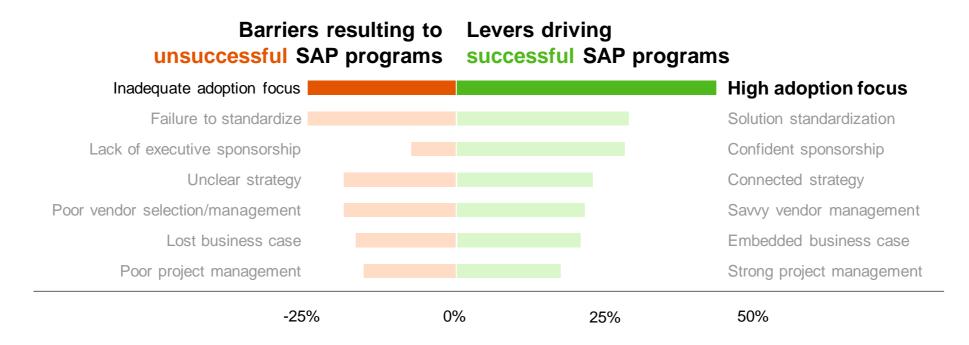


SUSTAINABILITY

Reduce carbon footprint, waste and resource utilization

Adoption, which means that the organization embraces the SAP solution, is a key lever to achieve desired business outcomes

Impact on value / business objective [%]



Source: Customers SAP success report, Uncovering the factors that drive success for SAP customers, Resulting IT, 2018

Quality & Security, Globalization/Localization and User Enablement are key drivers for adoption

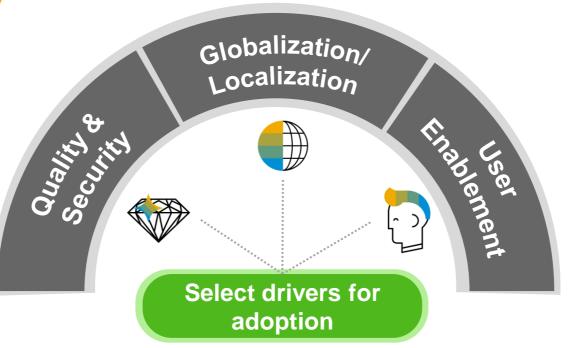
Companies rate Quality as highly important when evaluating enterprise application vendors. – IDC ²

#1 concern about

Cloud: Security

- IDC ¹

Top barrier to public cloud adoption today is regulatory compliance.
- Ernst & Young ³



3x

Transformation success

is three times likelier when organizations have invested the right amount in digital talent. - McKinsey ⁴

Source: 1 "Retail Cloud Adoption Trends and Strategies for 2020: Retailers Moving Firmly into Strategic Cloud Approaches", IDC, November 2019 | 2 IDC SaaSPath: Customer Expectations and Vendor Comparison for Enterprise Resource Planning (ERP) Applications", IDC, August 2020 | 3 Ernst & Young, Why your cloud security operating model is key to create trust while transforming your business, May 20202 | 4 McKinsey, Unlocking success in digital transformations, October 2018

Quality and Security are the foundation for a successful software experience

Quality is a key aspect for satisfaction with software implementations.

– DSAG/ASUG. ¹

91% of surveyed companies say that security is extremely important for SAP S/4HANA projects. Security is top of mind for SAP transformation and cloud migration projects. - ASUG / Onapsis ²



Source: 1 "ASUG and DSAG Cooperative Research: Experiences with SAP and SAP S/4HANA, June 2020, | 2 "TechTarget, Security top of mind for digital transformation projects, February 2021

SAP's quality framework and certified quality management system take a comprehensive view on quality including software, process and service quality

SAP's Quality Management System

Software product quality

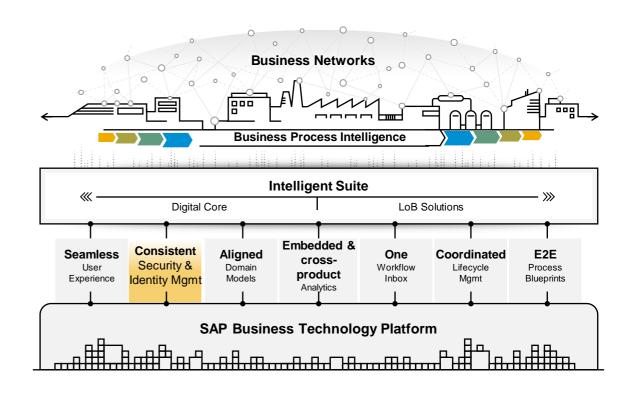
- · Product standards including security and performance
- · Architecture guidelines
- Compliance with ISO 9126/25010 (software quality)

Process quality

- · Process standards, incl. creating and delivering software
- Continuous improvement process
- Compliance with ISO 9001 (quality management system)

Service quality (incl. operations)

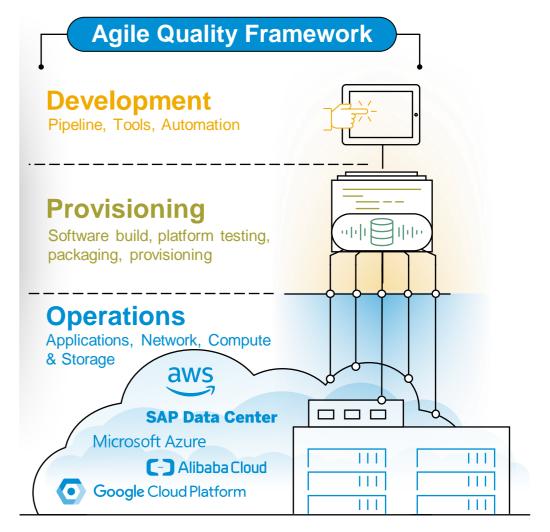
- Total cost of operations (TCO)
- Availability and scalability
- Compliance with ISO 25011 (service quality)



8

SAP's quality framework - harmonizing and building the link between development and operations





Quality in the context of integration

Further information:

SAP Road Map Explorer
API Business Hub

Lead to Cash

Recruit to Retire

Design to Operate

Source to Pay

Seamless user experience across products and infrastructures

Ul Integration: single sign-on, consistent visual and interaction design

Consistent quality, compliance to quality standards, and consistent security

Master data integration: data fields including labels and semantic

Process integration: integrity of transactional data across systems

Harmonized SLAs across embedded services

Quality and Security priorities 2021+



Key customer requirements driving satisfaction with quality and security

- Consistent UX across products
- Complete and correct functionality
- Seamless integration across LoBs
- Built-in security
- System performance and availability
- Adherent to regulatory boundaries



Quality and security priorities 2021+

Keep the promise: Deliver reliable and adoption-ready solutions, compliant to SAP corporate standards.

Drive compliance to export regulations to sustain markets.

Act as first customer and validate real life scenarios to strengthen integration quality.

Evolve towards one renewed Cloud Quality Framework to improve customer quality experience.

Uplift security and data protection and privacy to sustain SAP as a trusted supplier.

SAP Globalization Services offers capabilities within SAP's portfolio to support regulatory mandates

Finance

Accounting

Tax Management

Payments & Bank communication

Customer Financial Management / Convergent Invoicing

Treasury Management

Real Estate Management

Document and Reporting Compliance

Exchange of electronic documents with authorities & business partners

Tax reporting

Statutory Reporting

Audits

Global compliance monitoring

Spend Management

Manage Travel to reimburse processes

Expense Management

Tax and Audit

E-Invoicing

Human Resources

Core Human Resources

Time Management

Payroll

Talent Management

Customer Experience

Social Media Integration

Automation of Product Taxes

Internationalization and languages

SAP offers language variations, deep localization, configuration and content across the functional needs of the Intelligent Enterprise Suite

Finance

- SAP S/4HANA
 64 local versions
- SAP S/4HANA Cloud
 43 local versions
- SAP ERP
- SAP BusinessByDesign
 65 local versions
- SAP Treasury and Risk Management
- SAP Central Finance
- SAP Billing and Revenue Innovation Management

Document and Reporting Compliance

- SAP Document Compliance
 25 local versions
- SAP Advanced Compliance Reporting
 51 local versions
- SAP Tax Compliance

Spend Management

- Intelligent Spend
 Management –
 SAP Concur Solutions
 20 local versions
- Intelligent Spend
 Management –
 SAP for Procurement

Human Resources

- SAP SuccessFactors
 Employee Central (EC)

 101 local versions
- SAP SuccessFactors
 Employee Central
 Payroll

 46 local versions
- SAP Human Capital Management- Payroll
 56 local versions

Customer Experience

- SAP Localization Hub, social media integration service
- Automation of Product
 Taxes
- Personalization

Customers' actions to execute on the adoption journey with SAP **Globalization and Localization capabilities**







Adopt







Customer and market drivers

- Manage complexity and risk of controlling, financial and tax reporting of multiple entities.
- Simplify compliance to local regulations, reducing cost and errors.

Localization and translation of SAP products is **prerequisite** for local market success.

IDC: Globalization / localization is recognized as a key strength and differentiating factor for SAP. 1

Customers need solutions for tax reporting, financial transaction recording, and reporting as well as order invoicing.

To interact between businesses and with government authorities according to local regulations. Empowering every customer to succeed locally and globally.

Automate repetitive tasks, such as payroll, Business-to-Government interaction and invest efficiency gains for value creating tasks.

Localization expansion use cases

- Expand from a single-country to a multi-country operations with localized product versions.
- Serve a workforce dispersed around the world meeting the needs of local payroll regulations for a global workforce.
- Meet users where they are interacting with social media such as WeChat or DingTalk.

People make the digital transformation a success

Lack of skills and its impact

Companies facing skill gaps

87%

of organizations either face skill gaps already or expect gaps to develop within the next five years. ¹

Transformation barrier

#1

Lacking skills and knowledge are the most significant barrier to digital transformation. ²

When users are well enabled...

User satisfaction

+15%

Companies see 15% improvement in user satisfaction when users are well enabled. ³

Business performance

+51%

Companies see 51% improvement in their key business performance measures. 4

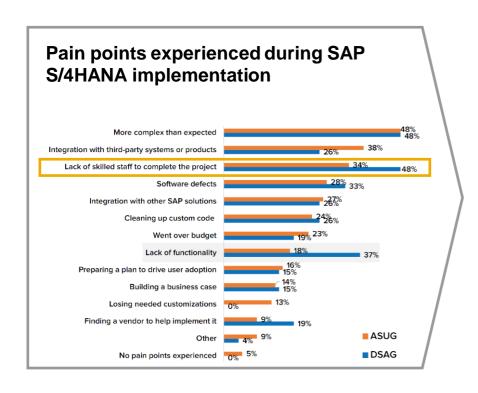


"Capability building will have a direct result on your financial performance, on your ability to compete more effectively for customers, and on employee satisfaction—so treat capability building as one of the most important strategic weapons you have." – McKinsey ⁵

¹ McKinsey, Beyond hiring: How companies are reskilling to address talent gaps, Feb 2020 | ² McKinsey, Digital reinvention: Unlocking the 'how', January 2018 | 3 "How Much Is Enough? Defining How Much Training Is Required to Achieve Maximum Business Value", IDC (sponsored by SAP), August 2018 | ⁴ "Game Changer: The Transformative Impact of Training", IDC (sponsored by SAP), October 2020 | ⁵ McKinsey, The capability-building imperative: Make 'purposeful investments' in people, February 2021

ASUG and **DSAG** cooperative research confirm:

Skilled staff are a key success factor for SAP S/4HANA implementations



Key suggestions from DSAG how organizations can improve their SAP experience

Reduce customizations

Build up in-house knowledge

Pursue a clear strategy

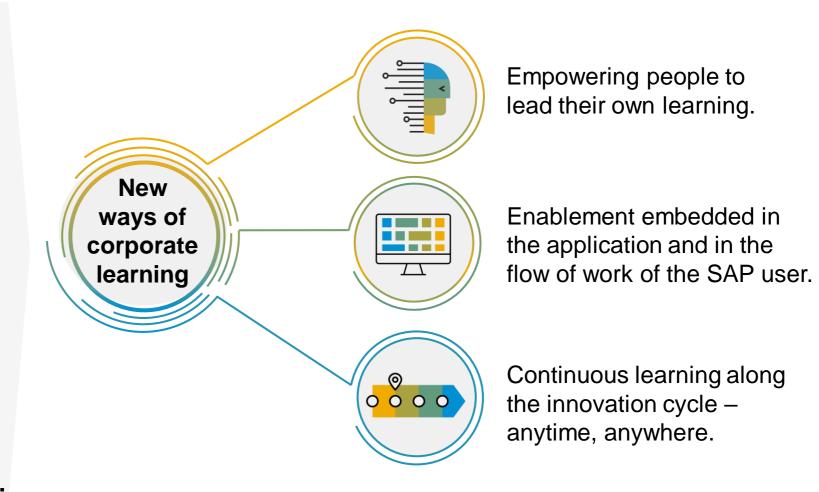
Source: ASUG and DSAG, ASUG and DSAG Cooperative Research: Experiences with SAP and SAP S/4HANA, June 2, 2020

Best-run businesses develop the skills for the intelligent enterprise

Corporate learning itself is transforming in the digital age

Customer needs and value

- Fast onboarding of SAP users and employees along the business process value chain.
- Accelerated time to value.
- Empowered SAP users along the lifecycle of applications.
- High SAP user satisfaction, productivity, and adoption.
- Evolve towards a culture of managing knowledge.
- Ability to standardize.
- Ongoing change management.



Enablement for the SAP user and every employee evolved to a holistic knowledge and change management



Enablement for the SAP user and

every

employee

Enablement embedded in SAP software

- Enablement embedded in the SAP application (in-app) and in the flow of work of the SAP user and translated into the language of choice
- Examples: contextual help, embedded learning tutorials, guided tours, "What's New" for new SAP software functionality.

Cover SAP and non-SAP applications and evolve to a holistic knowledge and change mgmt.

- Customers can create their own enablement material for any SAP and non-SAP application, or any domain.
- Evolution to comprehensive knowledge and change mgmt. and along the lifecycle
- Examples: tutorials, e-learning courses, user documentation, test scripts, business practices



Contextual help



Embedded learning



Guided tours

SAP Enable Now is available for below SAP solutions, further products planned: SAP S/4HANA Cloud, SAP S/4HANA on-prem, SAP Digital Supply Chain, SAP SuccessFactors, SAP Fieldglass, SAP Ariba Guided Buying, SAP Marketing Cloud, SAP Sales Cloud, SAP Service Cloud (C4C), SAP Business ByDesign, SAP Business Technology Platform, Data Warehouse Cloud

Extend knowledge management with documentation of business processes and enablement as a service provided by partners

Documentation for Business Process Management

- Integrations to ARIS and to Signavio allow synchronization of business process models, the respective documentation and learning.
- Link training content from SAP Enable Now to Business Process Model and Notation (BPMN) processes and pair enablement with business process intelligence.
- Examples: Business process documents like policies, procedures, checklists, tutorials.

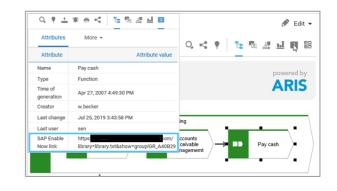
Partners providing Enablement as a Service

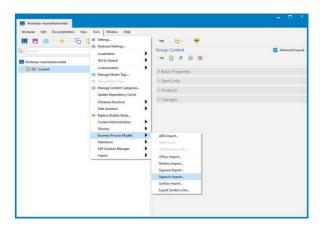
Documentation

of business

processes and enablement as a service

 Partners can customize SAP-provided content or can create pre-build based on industry and solution best practices and offer enablement as a service to evolve knowledge and change management.





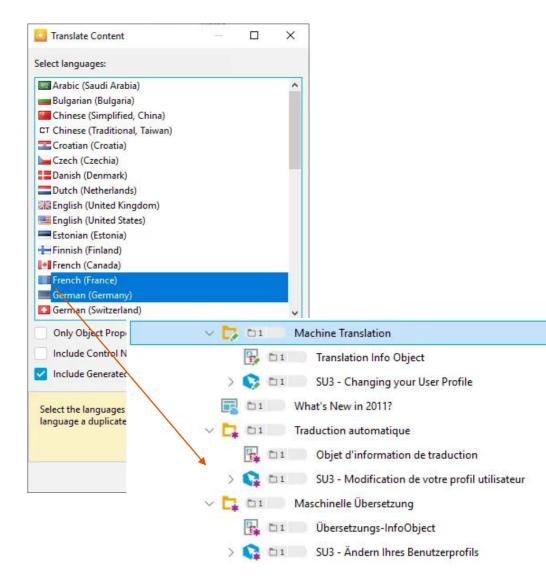
Enablement material translated into the language of choice

Target groups

- SAP customers and SAP partners
- SAP employees

Offering

- Learning content is often used across locations in different countries with multiple language versions.
- To improve effectiveness, texts for enablement material can be automatically translated into one or more languages by machine translation from SAP Translation.
- SAP Translation Hub with integration of SAP Enable Now
- SAP Translation Hub* key capabilities
 - SAP Multilingual text repository
 - SAP Machine Translation
 - 40 languages supported
 - Integration of customer terminology
 - Machine translation of html and MS Office documents



^{*} SAP Translation Hub license is necessary to use this feature.

SAP Enable Now and SAP Translation Hub support product adoption

Customer adoption journey



Standard enablement along business process value chain, for SAP and Non-SAP, in the language of choice.



Adopt

Further enhancements in enablement, evolved and targeted performance support.



Consume

Consume and measure enablement along all channels, adapt to changing needs, also along the lifecycle of applications.



Expand

Scale and grow towards a holistic culture of knowledge, ability to standardize and ongoing change management.

Customer value

Consistent easy to use enablement content to **simplify** product adoption and to derive maximum value from the product.

In-App assistance, and enablement for employees in the context of work simplifying product usage, minimizing enablement costs, fostering user satisfaction and optimizing technical support requests.

Product availability in multiple languages meeting customer needs for the language of choice.

Automated translation of capabilities built on top of SAP enabling **rollout to multiple regions**.

User Enablement priorities 2021+



Define and drive harmonized **information experience via enablement content** in a defined scope.

Drive consistent usage of SAP Enable Now (Web Assistant) across the entire SAP portfolio.

Harmonize language coverage across the Intelligent Enterprise products.

Embrace community and create feedback loop: Enable **external contributions by developers/ consultants to create help content.** Embedding experience management tools like Qualtrics to **close the consumption loop**.

Renewed focus on **partner collaboration** and partner **content delivery**. User enablement architecture to support partner developed applications on Business Technology Platform.

Advance SAP Machine Translation. Scale SAP Translation Hub to customer and partner use cases.

Leverage **consumption analytics and correlations** to other (business) data to support targeted **content strategy**.

Select SAP customer use cases | User Enablement

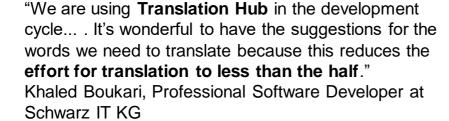
Lekkerland delivers in-context training about SAP S/4HANA to 2,000+ employees and leverages the skills and knowledge of 150 key users to train its entire workforce. In addition Lekkerland deploys self-guided, interactive learning to employees without live trainers.

"SAP Enable Now gives our employees a full range of training options that are **in the context of our processes**." Werner Berghausen, Corporate IT Training, Lekkerland











As part of the transition to S/4HANA, SFSF and C/4, **comprehensive knowledge mgmt** for 6.000+ SAP users and **enablement for employees** on select topics, as **on safety for forklift drivers** implemented.



Comprehensive knowledge and change management across country boundaries with SAP Enable Now for its 20,000+ users.

Migros, with 107,000 employees, creates its custom employee training and development support solution, M-Help providing employees across the organization with a single source to find the documentation and content. They create, edit, and distribute enablement assets for SAP S/4HANA implementation, including documentation, manuals, and performance support with SAP Enable Now.



1,000+ users learned with SAP Enable

Now to become productive right with golive of SAP S/4HANA. Employees are using embedded

contextual help to access enablement as they complete daily tasks. In addition, Sydney Water created e-learning materials, reference guides and work instructions and began training 4 months before go-live.

"SAP Enable Now is helping us engage our people in a **culture of continuous learning**.", Head of Enterprise Solutions, Sydney Water Corporation

Multi-national conglomerate company

Re-imagined their learning strategy by **moving** from paper based to complete digital learning and using in-application learning with SAP Enable Now for its 130,000+ users.

Wrap-up

1

For companies to make the digital transformation a success, **business value realization** needs to be at the center of a company's digital journey.

Adoption is the key lever for companies to realize business value and to make the transformation to the intelligent enterprise a success.

2

Globalization and localization,
Quality and Security and enablement of employees help customers to drive adoption and to create value with the Intelligent Enterprise.

3

To succeed with their digital transformation journey, companies need to adopt global and localized solutions and empower their users which enable resiliency, drive performance and enhance sustainability.

Next steps



Evolve our collaboration with SUGEN to the next level.

Exchange with SUGEN and listen to feedback from SUGEN company members to drive adoption.



Thank you.

Eva Zauke

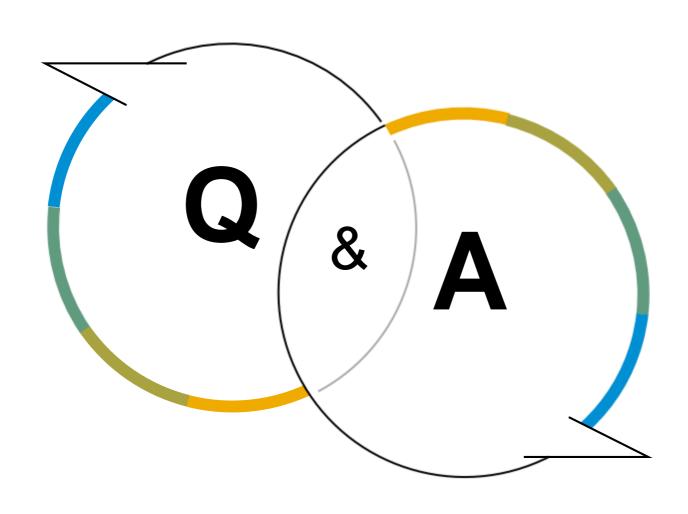
SVP, Global Head of SAP Enterprise Adoption SAP SE

eva.zauke@sap.com

- in www.linkedin.com/in/eva-zauke-4732b72/
- <u>twitter.com/EvaZauke</u>

At SAP, our purpose is to help the world run better and improve people's lives.

Our promise is to innovate to help our customers run at their best.



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.

Disclaimer

Die Informationen in dieser Präsentation sind vertraulich und urheberrechtlich geschützt und dürfen nicht ohne Genehmigung von SAP offengelegt werden. Diese Präsentation unterliegt weder Ihrem Lizenzvertrag noch einer anderen Service- oder Subskriptionsvereinbarung mit SAP. SAP ist in keiner Weise verpflichtet, in dieser Präsentation oder einem dazugehörigen Dokument dargestellte Geschäftsabläufe zu verfolgen oder hierin wiedergegebene Funktionen zu entwickeln oder zu veröffentlichen.

Diese Präsentation oder jedes dazugehörige Dokument über die Strategie von SAP und mögliche zukünftige Entwicklungen, Ausrich tungen und Funktionen von Produkten und/oder Plattformen kann von SAP jederzeit aus beliebigen Gründen ohne vorherige Ankündigung ge ändert werden. Die Informationen in dieser Präsentation stellen keinerlei Zusage, Versprechen oder rechtliche Verpflichtung zur Auslieferung von Materialien, Code oder Funktionen dar. Diese Präsentation wird ohne jegliche Gewähr, weder ausdrücklich noch stillschweigend, bereitgestellt. Dies gilt insbesondere, hinsichtlich der Gewährleistung der Marktgängigkeit und der Eignung für einen bestimmten Zweck sowie für die Gewährleistung der Nichtverletzung geltenden Rechts. Diese Präsentation dient zu Informationszwecken und darf nicht in einen Vertrag eingebunden werden. SAP übernimmt keine Verantwortung für Fehler oder Unvollständigkeiten in dieser Präsentation, es sei denn, solche Schäden wurden von SAP vorsätzlich oder grob fahrlässig verursacht. Sämtliche vorausschauenden Aussagen unterliegen verschiedenen Risiken und Unsicherheiten, durch die die tatsächlichen Ergebnisse von den Erwartungen abweichen können.

Die vorausschauenden Aussagen geben die Sicht zu dem Zeitpunkt wieder, zu dem sie getätigt wurden. Dem Leser wird empfohlen, diesen Aussagen kein übertriebenes Vertrauen zu schenken und sich bei Kaufentscheidungen nicht auf sie zu stützen.