

## SAP's Data Management Journey and the Importance of Data to the Business

### **Christian Freytag**

Chief Data & Technology Officer at SAP's own digital organization June 6th, 2023



# Data management for the data-driven enterprise

Evolves rapidly towards 2025, shaped by key industry and market trends

**Top trends** 

#### Data quality

"Only 3% of companies' data meet basic quality standards. To execute any sort of data strategy companies will constantly **improve data quality** and align on common rules and standards across domains."

**Harvard Business Review** 

#### Multi domain master data

"Demand for 'Multi domain' MDM is increasing. 66% of Fortune 1000 organizations have deployed two or more MDM solutions to support their enterprise MDM strategies"

Accenture

#### Chief data officer

"(...) on having the CDO role straddle both technology and business. As the role and scope of responsibilities become increasingly tied to the business vision of the company, there is greater emphasis on **technology and business** and being accountable to the senior-most business leaders of the organization."

Accenture, McKinsey

### Data literacy

"Data literacy is a component of an employee's ability to use existing and emerging technology to drive better business outcomes. By 2025, data literacy will become essential in driving **business value**, demonstrated by its inclusion in over 80% of data strategies and change programs."

Gartner

#### **Data automation**

"Automation is the only viable alternative to tackling the scale of data complexity. All can help with automation of all aspects of data management."

**Talend** 

#### Data marketplaces

"Data is no longer controlled by a central IT or data organization. Data becomes the language of business, and the business should take ownership. Self-service solutions will equip data users to ingest, prepare, and model the data for their business needs."

Informatica

## SAP transforms into a data-driven enterprise

- Today's enterprises are becoming more intelligent, networked, and sustainable.
- Intelligent enterprises are data-driven
   enterprises they benefit from smart
   decision making and well working business
   processes.
- Trusted data through robust governance, intelligent operations, and smart technology are key.
- Trusted data provided at the right time, enables revenue, saves and/or prevents costs.



### From data to value – spotlights

How data enables revenue, saves and / or prevents costs

#### M&A customer data

- Business partner account clean-up
- 13k net new accounts created for mid-market
- Worth 1-4m€
   incremental revenue
   year over year

### Multiple addresses and VAT in finance

- Clean-up of multiple addresses (sell-to/ship-to)
- Enriched tax information (esp. VAT) with 3<sup>rd</sup>-party data sources
- Dispute cases due to wrong address and/or VAT dropped by ~10% ++

### Purchase order collection

- Customers can maintain their purchase order information via selfservice in SAP for Me
- Reduced day sales outstanding by 3 days (2023 vs 2022)

#### **Account verification**

- Protect SAP by prohibiting the use of unverified accounts, which could be associated with bribery, fraud, and corruption
- 9% rejection rate out of ~6k created accounts
- Preventing potential legal fines for noncompliance

### Our approach and top strategic priorities

Prioritize challenges and opportunities and address them with persona-driven use cases and focus projects prioritized by business.

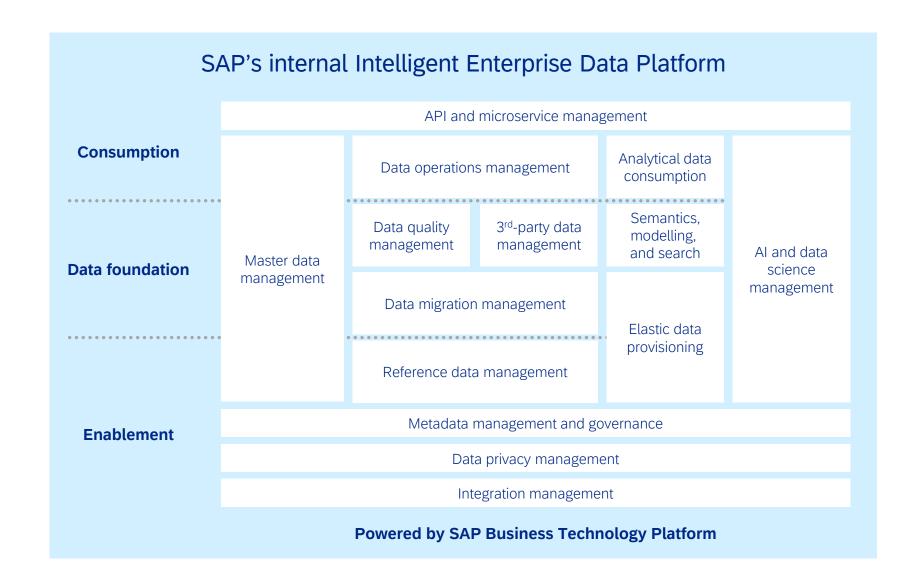
Execute a solid **master data technology** strategy.

Leverage proven data platform and modern data infrastructure components as technology enabler.

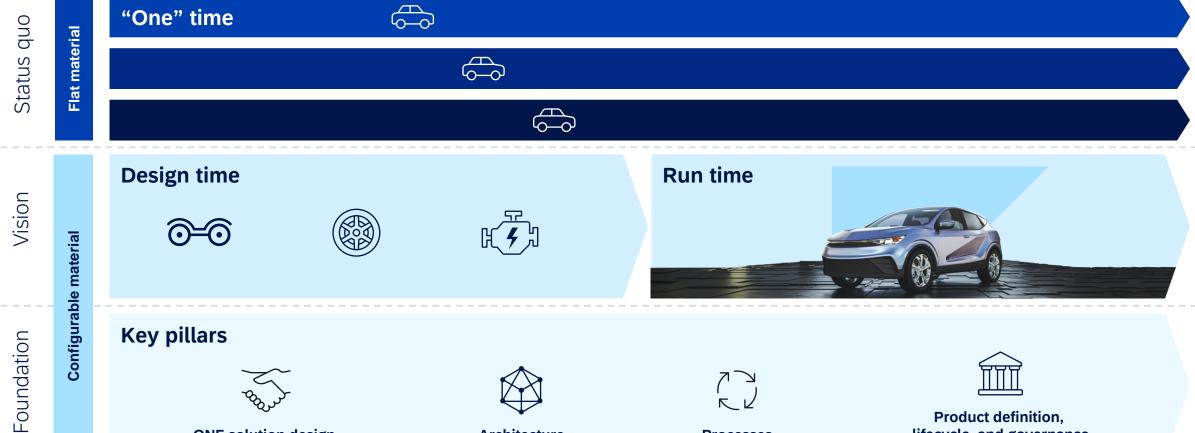
Show **dedication** and **perseverance**! We have come a long way, and **our journey continues** with our top five strategic priorities.

- Configurable material
- ONE customer view
- Data governance & third-party Data CoE
- Cloud product master data
- 5 AI / ML / LLM
- Data as a Product

### The Intelligent Enterprise Data Platform in a nutshell



**ONE** solution design



**Processes** 

**Architecture** 

**Product definition,** 

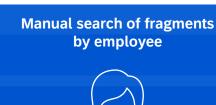
lifecycle, and governance

### **ONE** customer view

Fragmented

Unified and connected

### Marketing B Sales Etc.



Account executive









**Consuming intelligent insights** 



### **Key pillars**

Marketing

**Sales** 

Etc.



Master data enabled **ONE** customer view



**Architecture** 



**Processes** 



Holistic customer, lifecycle, and governance



### Al and ML optimize our business processes

Use case #1
Predictive cash

collections

Use case #2
Contract
intelligence

Use case #3
Predictive opportunity
scoring

## Thank you.

### **Contact information:**



Christian Freytag
Chief Data & Technology Officer
at SAP's own digital organization



linkedin.com/in/christianfreytag

