Turning SAP S/4 HANA into Digital Transformation with the Right Mindset

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In This Session

- Identify the key aspects that prevents value realization in SAP S/4 HANA transitions
- Challenge the approach to SAP S/4 HANA and the mindset around it
- Contextualize the tools and platforms to support a stronger transformation
- Discover the real transformation potential of SAP S/4 HANA in the long term

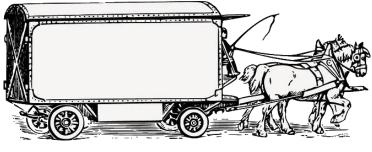
Turning SAP S/4 HANA into Digital Transformation with the right Mindset

- The Expectations of SAP S/4 HANA
- The Failed Value Realization
- The Core Issue
- Changing the Premise
- The Tools of Real Change
- The Impact of Mindset
- Wrap-Up



The Expectations of SAP S/4 HANA

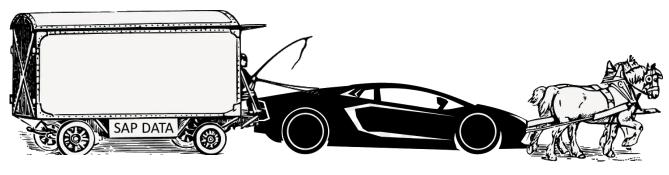
The True Impact of the massive investment



The Classic ECC



The Modern SAP S/4 HANA

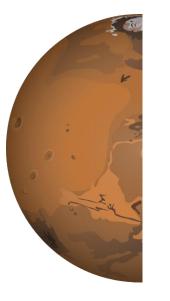


A Hybrid Mix of SAP S/4 HANA and SAP ECC

The Failed Value Realization

Taking full investments without getting the return

The Worst of Both Worlds



High Upgrade Cost

Same User Experience

High Maintenance Cost

Low Change Agility

High Upgrade Speed

Massive Investment in UX

Clean Core Enablement

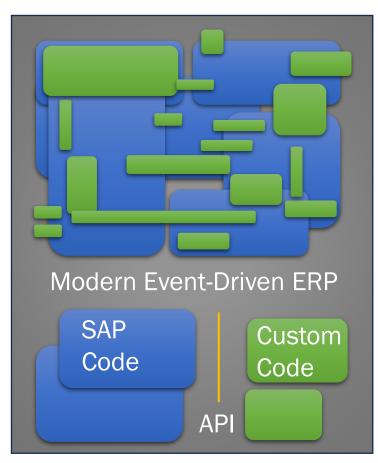
Flexibility in Change



The Core Issues

The foundation of Stability and Agility

Managing the Code



Making Changes



Improving Processes



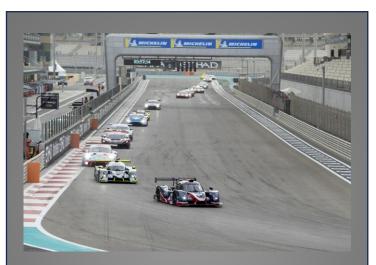
The Core Issues

Business Solution



Off-the-Shelf No Differentiation Cost of Integration

Business Platform



Extend & Adapt Differentiation & Competitive Cost of Maintenance

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Daring to change the standard?

If you build it ...

You need to understand and support the business and build something great ... and they might come!

... and if you don't



Changing the Premise

How do you prepare a platform for the future?

What we focus on...

The existing system is digital

The existing system works

The existing system is known

Digital

We evaluate systems based on features and implementing cost – not on the real Total Cost of Ownership

... What we really want!

Adapt how we utilize digital

Adapt how the system works

Adapt how we adapt

Transformation

We dare to invest in new ways of working and developing – just not when it comes to our ERP system

Changing the Premise

Why do you need to adapt your platform?

Digital

Global Pandemic

Global Supply Chain Issues

Global Shortage of Talents

Does your systems enable you to react fast and adapt to changing conditions?

Transformation

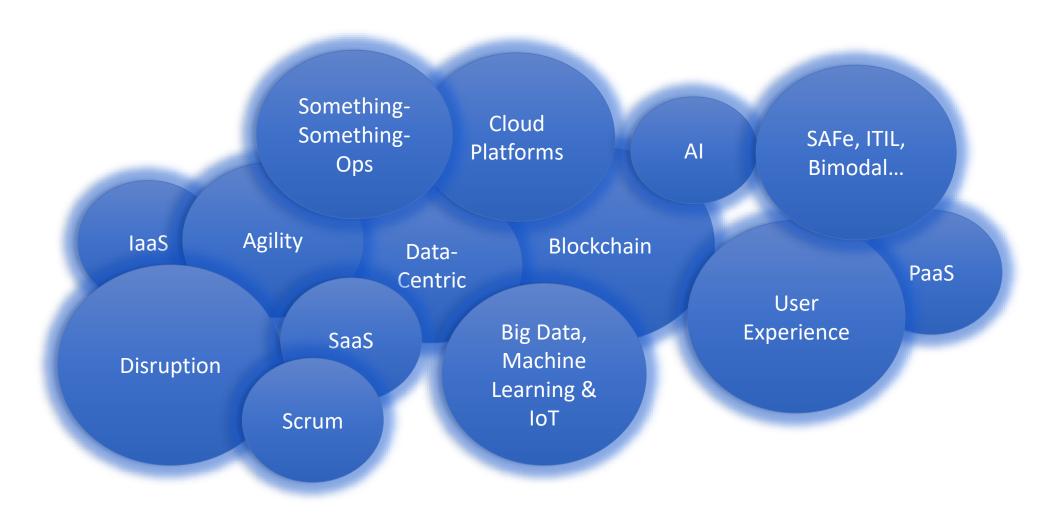
Rising Expectations

Rising Interest Rates

Rising Competition

Can you rethink and sharpen your competitive edge, your image and your effectiveness when needed?

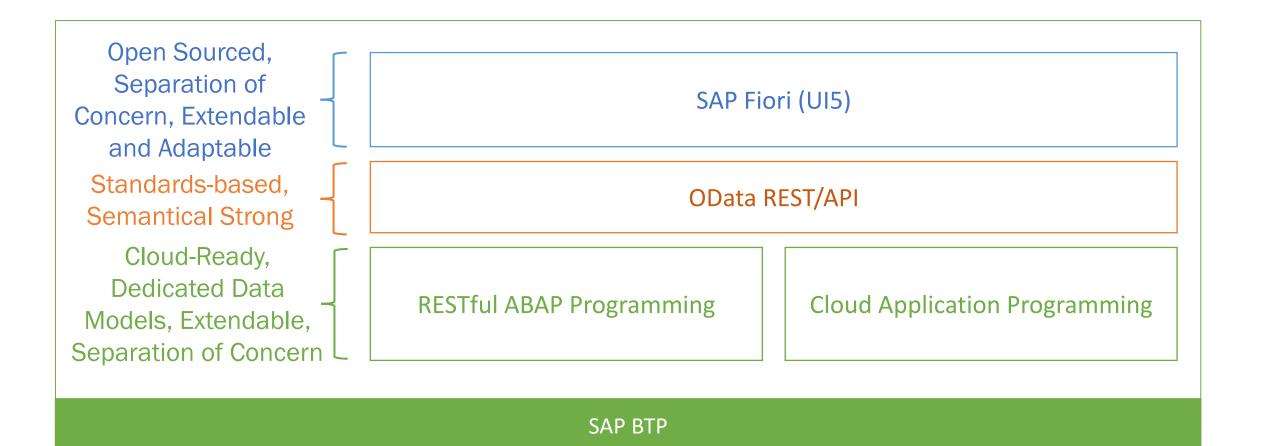
Moving beyond Buzzword Bingo!



Preparing a Business Platform for the agility of constant change

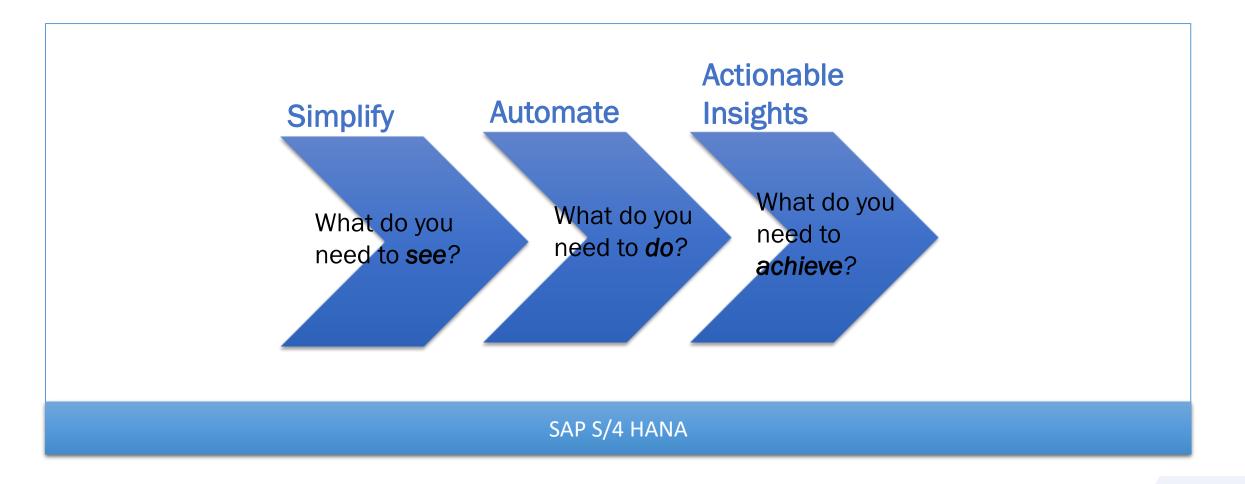
Your Key Differentiation	Custom Extensions	Cloud-Ready Development	Using Cloud-Native Platforms for supporting the Clean Core with SAP BTP, along with modern CI/CD and Monitoring	Beyond Vendor Lock
Clear Interface	API	Stable Separation	Using stable APIs to enable simplification and automation of the Business Core with clear boundaries and versioning	Consistent across Platforms
Business Best Practices	SAP S/4 HANA	Upgrade-Ready Platform	Using the Business Core as a Service with SAP to serve and support in clear boundaries, without fearing upgrades	Single Vendor Responsibility

The Value of the New Generation of Development Models



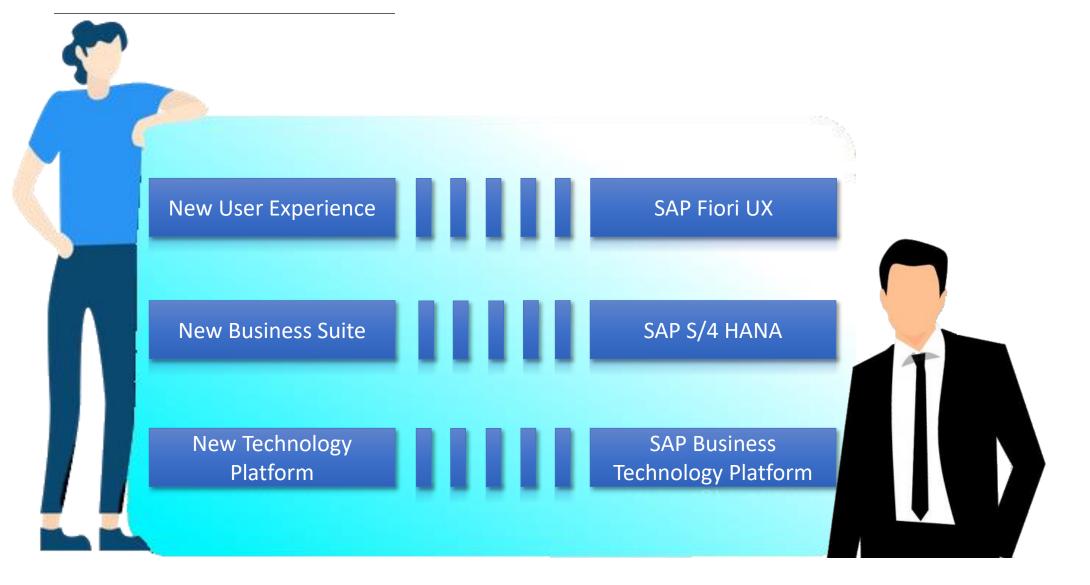
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Applying the tools for real change and impact



The Impact of Mindset

The Change Fatigue





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Wrap up

- Value Realization doesn't come by "upgrading" the system to look, work and feel the same
- The impact comes when the people using it and adapting it apply a mindset that matches the system
- The cost of implementation is insignificant compared to the running cost of a bad system
- If you cannot change your ERP at will and without risk you have a major risk





Where to Find More Information

- <u>https://news.sap.com/2023/06/sap-btp-gavdi-group-solve-business-issues</u>
- <u>https://www.sap.com/documents/2020/03/ceeea71f-8a7d-0010-87a3-c30de2ffd8ff.html</u>
- <u>https://learning.sap.com/learning-journey/practicing-clean-core-extensibility-for-sap-s-4hana-cloud/introducing-the-clean-core-approach_fcb6c662-7041-4c99-88bd-345636fae7f3</u>
- <u>https://www.sap.com/documents/2022/10/52e0cd9b-497e-0010-bca6-c68f7e60039b.html</u>
- <u>https://help.sap.com/docs/btp</u>

Key Points to Take Home

- Dare to limit your legacy and make the decisions that lowers your running costs
- The Clean Core is the key to value, but you need to prioritize it
- Don't start a transition based on the mindset of the old system
- SAP BTP is not just a new platform it is the enabler for change and agility
- Make sure the people you want to lead your transition learns the new technologies
- Have a clear strategy on how you want to deliver changes in your new system
- Dare to challenge the status quo you won't know when you get the chance again!

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