

Smarter Supply Chain Workflows with Digital Twin and SAP S/4HANA

Michael Pytel, CTO, Fulfilld

Chicago

2024

SAPinsider

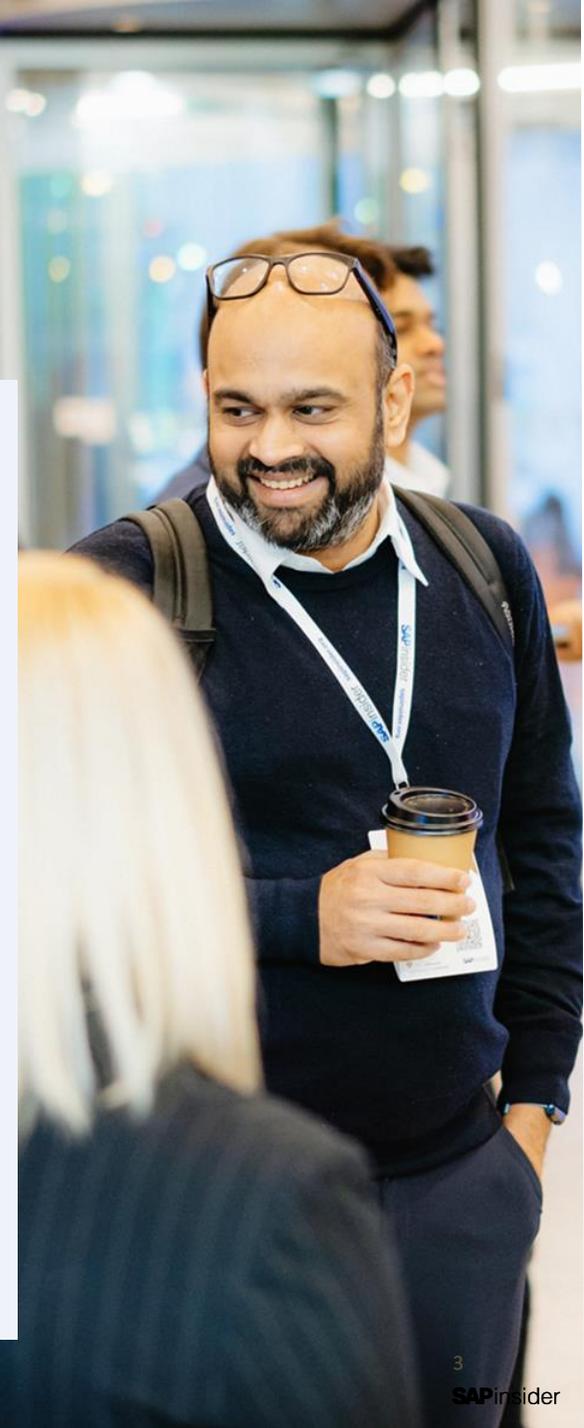


In This Session

- Discover how Fulfilld builds a dynamic digital twin with machine learning, CAD models, and real-time SAP data.
- Learn more about optimizing workflows with AI simulations.
- Empower your team with mobile on-device route guidance and task prioritization, informed by the real-world environment
- See how Fulfilld seamlessly integrates with SAP S/4HANA, adding an intelligent layer that empowers your existing system.

What We'll Cover

- Define the Digital Twin
- Warehouse Uses Cases for ML
- Practical Implementation
- Integrating with SAP S/4HANA
- Wrap Up



What is a Digital Twin?

Digital Representation of Physical World

- ✓ Spatially correct
- ✓ Easy to understand visualization

Real-time Depiction

- ✓ Conveys status of physical object or space
- ✓ Joins data from multiple sources

Digital Actions Translate to Real World Actions

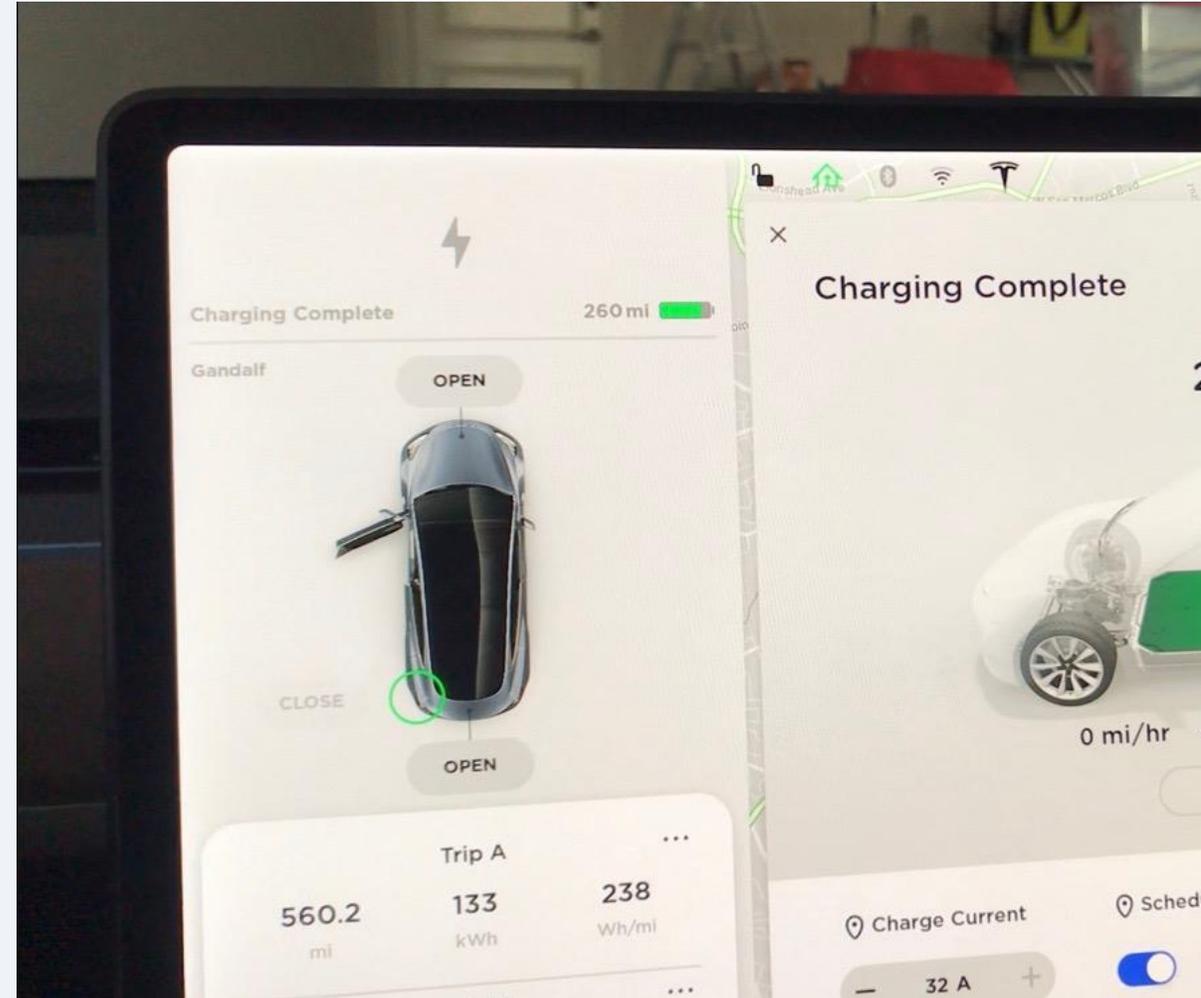
- ✓ Software interacting with physical world
- ✓ More than analytics or data illustration



Digital Twin Example

Tesla Model Y Touchscreen

- Quick view of the vehicle status
- Software Button Action drives mechanical interaction
- Alerts presented with recommended actions

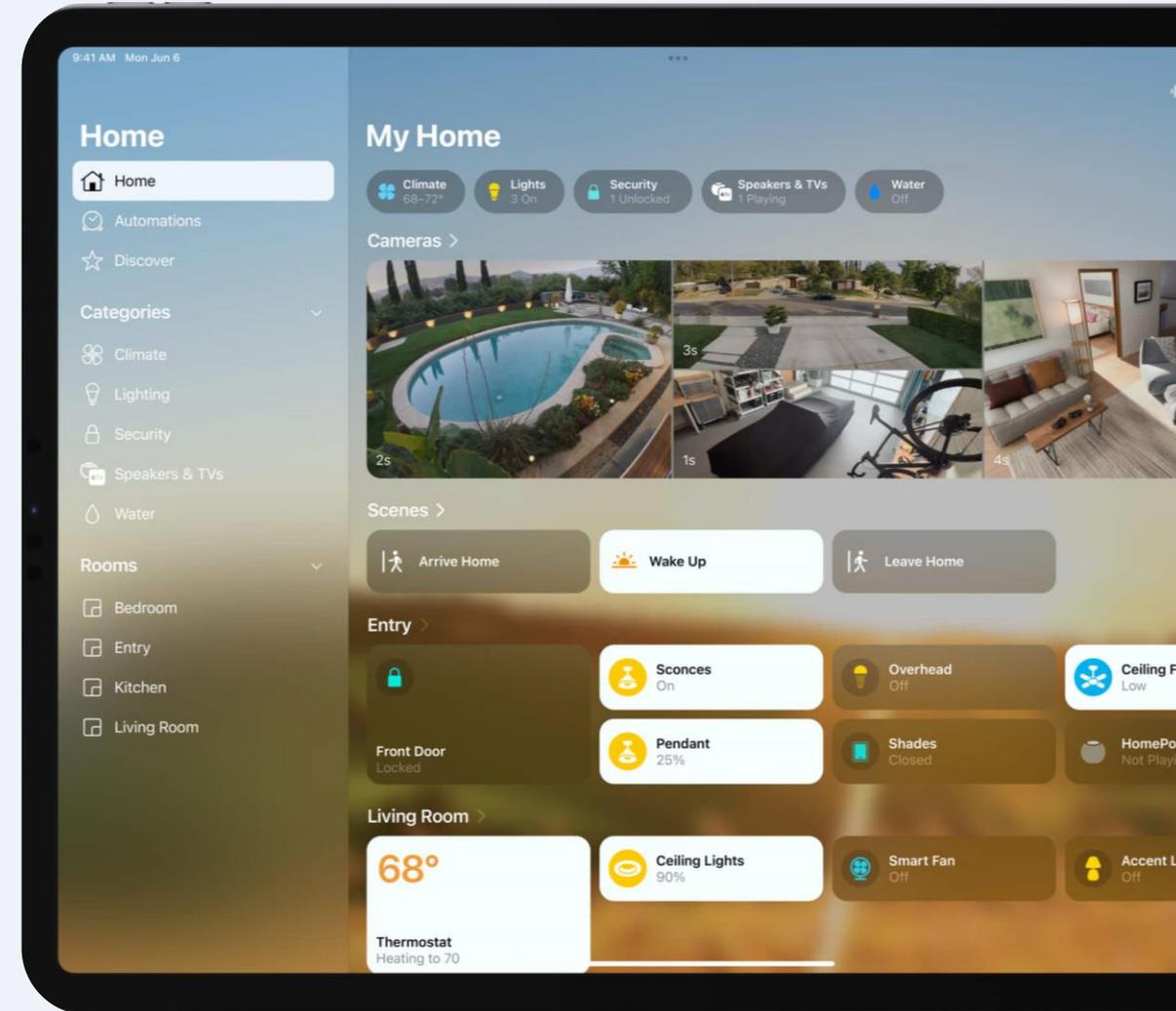


Source: Michael Pytel

Digital Twin Example

Apple HomeKit

- Camera provide me an update on the status of my home
- View history and add automation
- Collaborate with others



Source: Apple HomeKit

Warehouse Digital Twin

Use Cases

Find & Prevent Issues

- Identify potential areas of congestion within the physical space
- What is our theoretical maximum throughput?
- What is the best warehouse design?
- Do we have product in locations optimized for our warehouse and resources?

Employee & Equipment Routing

- Optimize task assignment by resource type
- Reduce wasted travel (and time)
- What is the optimal number of resources per shift?
- If we add robots, could warehouse flow improve?

Quick Fact Check



≥ 25% of Labor within the warehouse is Temporary or Contract labor

US Bureau of Labor & Statistics



Employee turnover in the warehouse industry stands at 46.1% -

US Bureau of Labor & Statistics



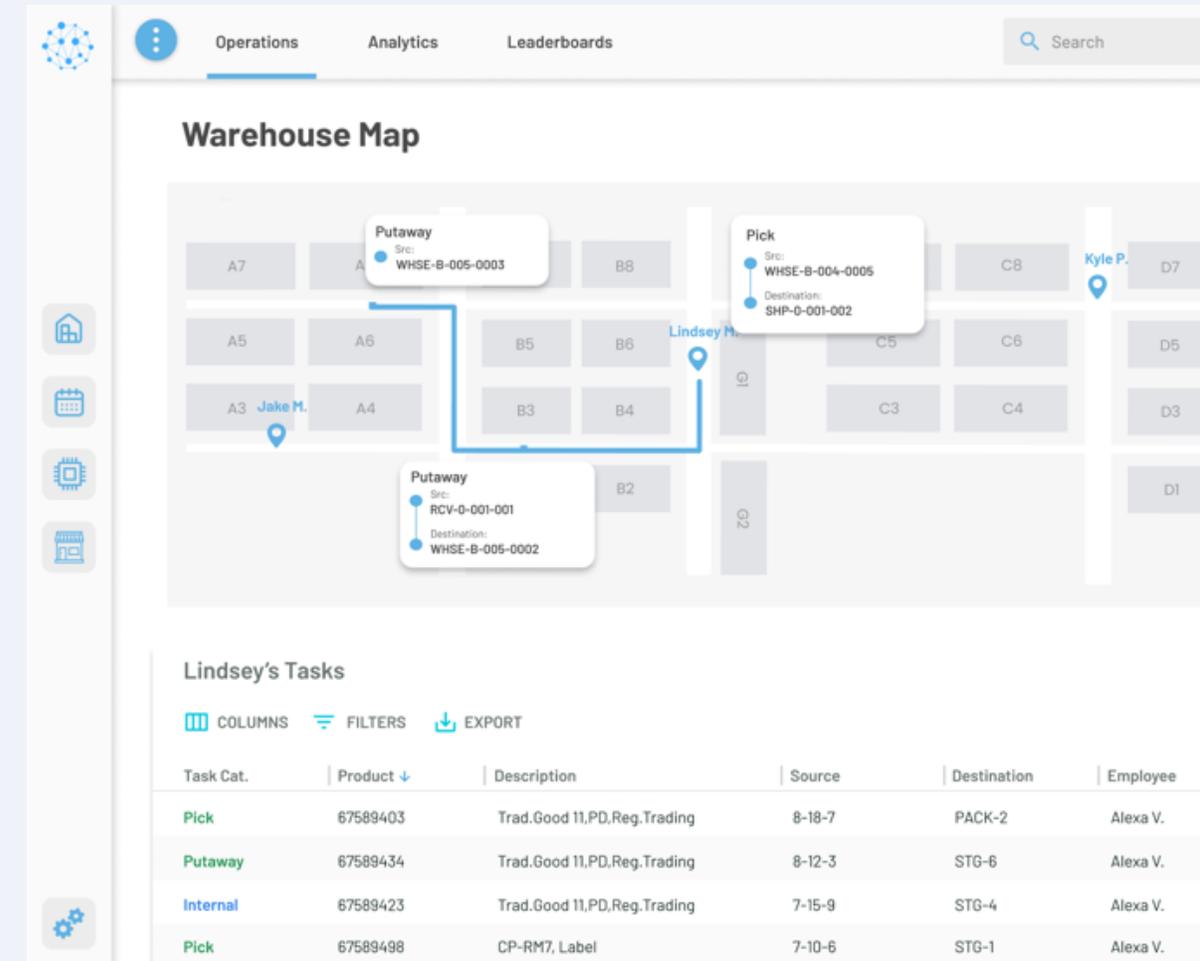
≥ 40% of Labor travel time within the warehouse is considered not value added

[UC Berkeley Center for Labor Research and Education](#)

Advanced Warehouse Execution

Warehouse Digital Twin

- Moving beyond tables and grids
- Visualize products and resources
- Leverage shortest-path algorithms with business rules baked in
- Alerts presented with recommended actions



Source: Fulfilld

Real World Example

Palletize
r

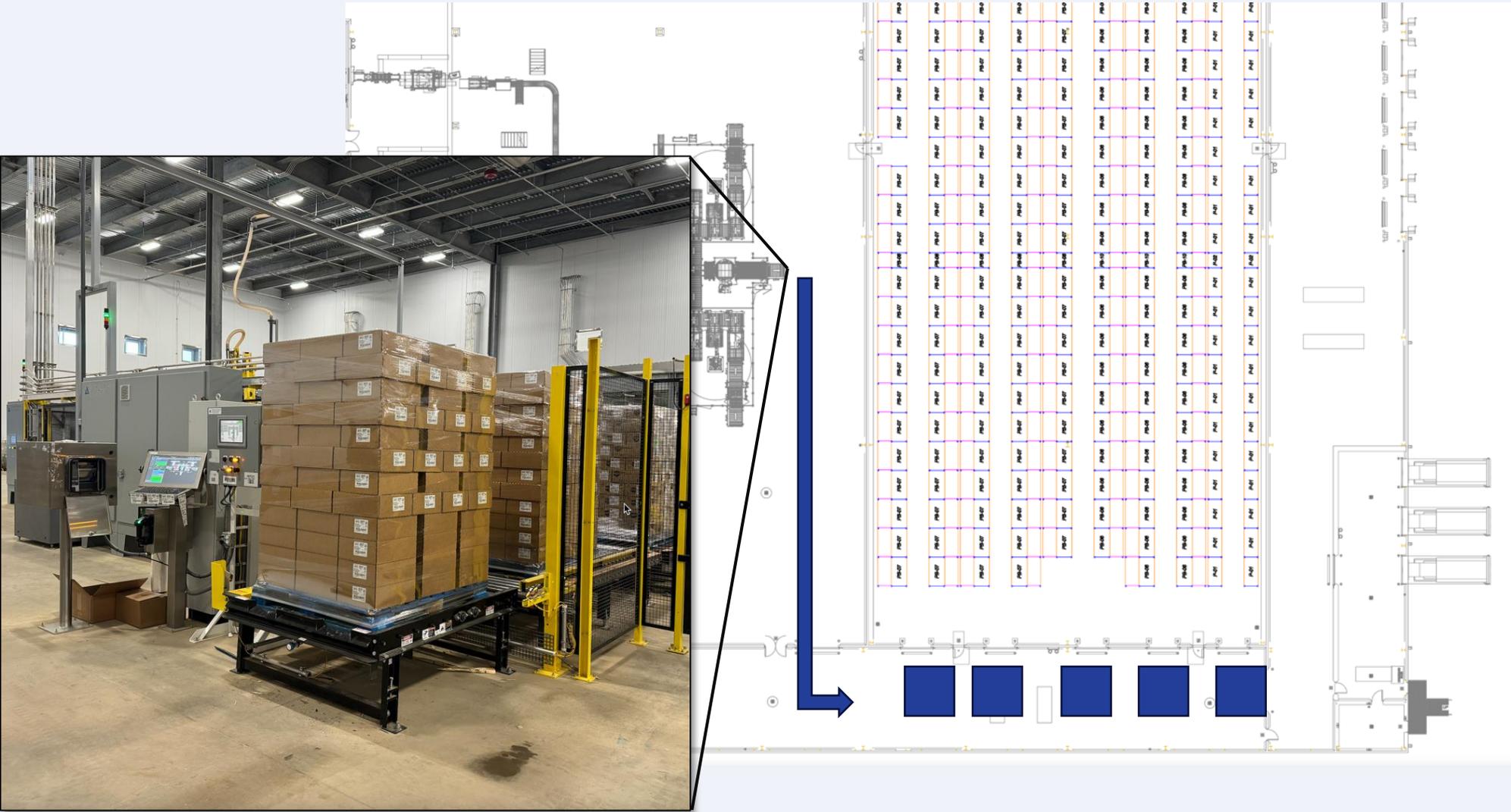
AGV

Human



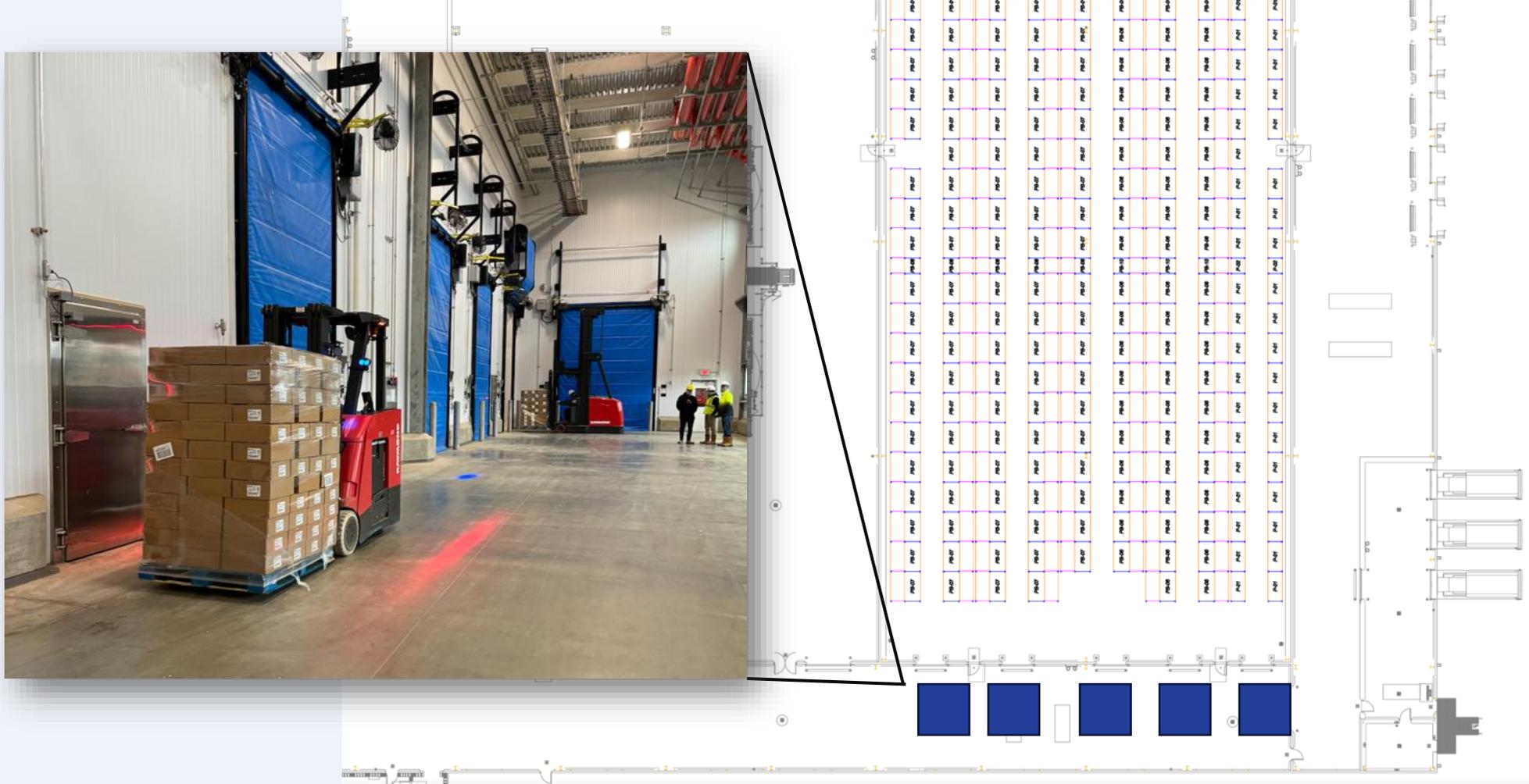
Determine Best Product Position

■ Staging Area



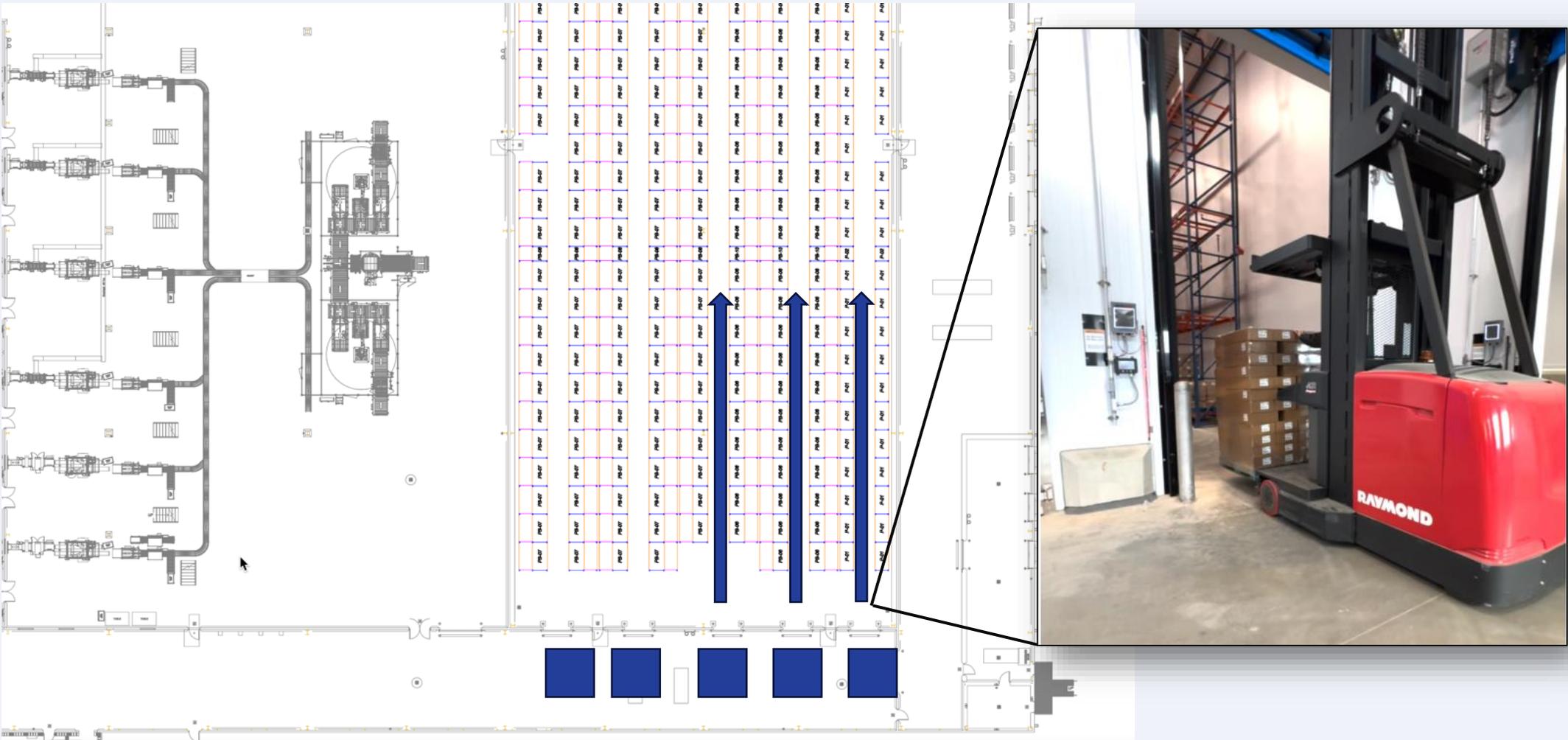
Automated Guided Vehicles (AGVs)

 Staging Area



Coordinating Robotics & Humans

■ Staging Area

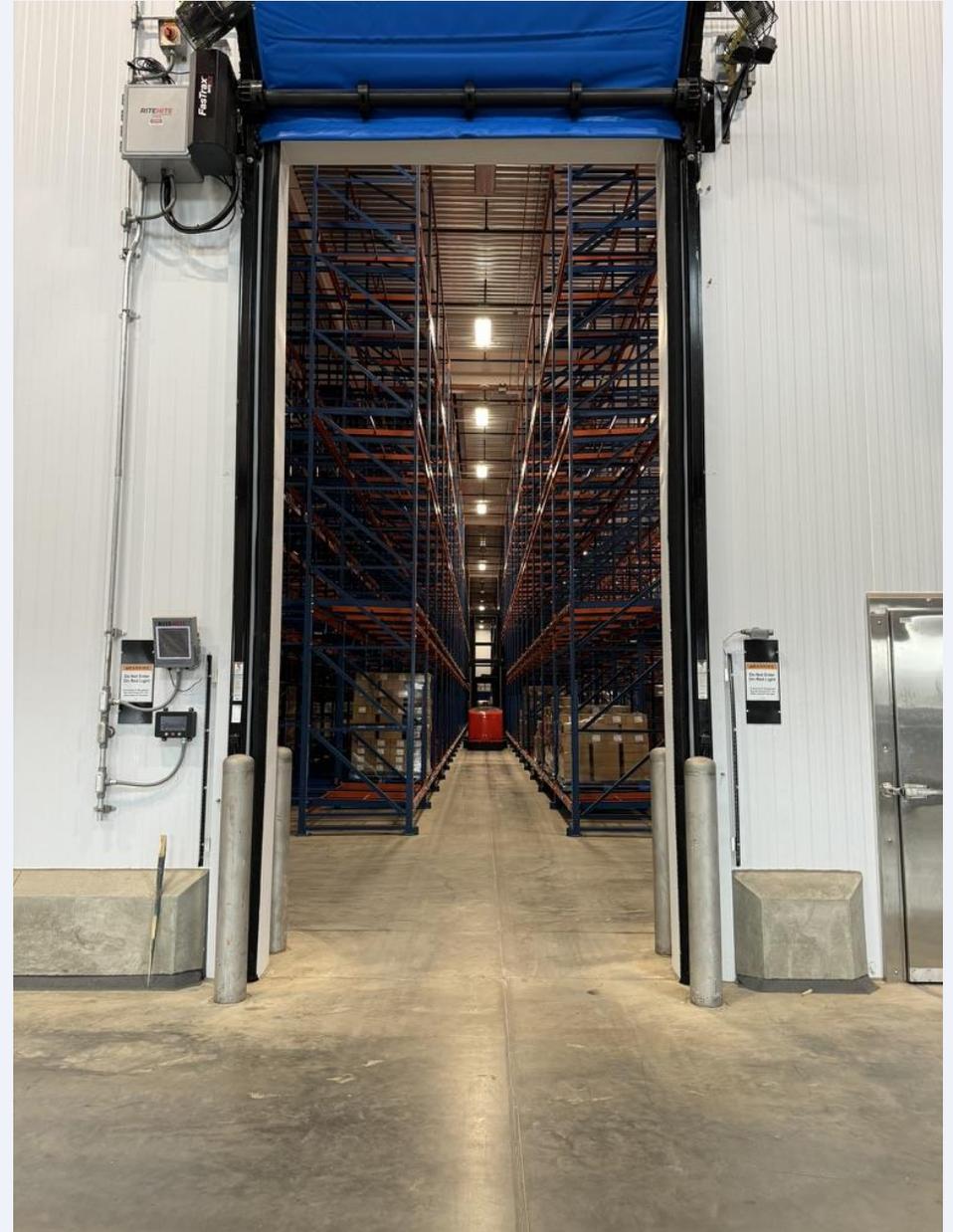


Traditional Process

- Employee Directed Putaway
- OR WMS assigned Bin
- Round-robin distribution on inbound

Challenges

- Mixed Lots in Bins
- Placement based on site-level knowledge
- Longer picking and loading durations (potentially)



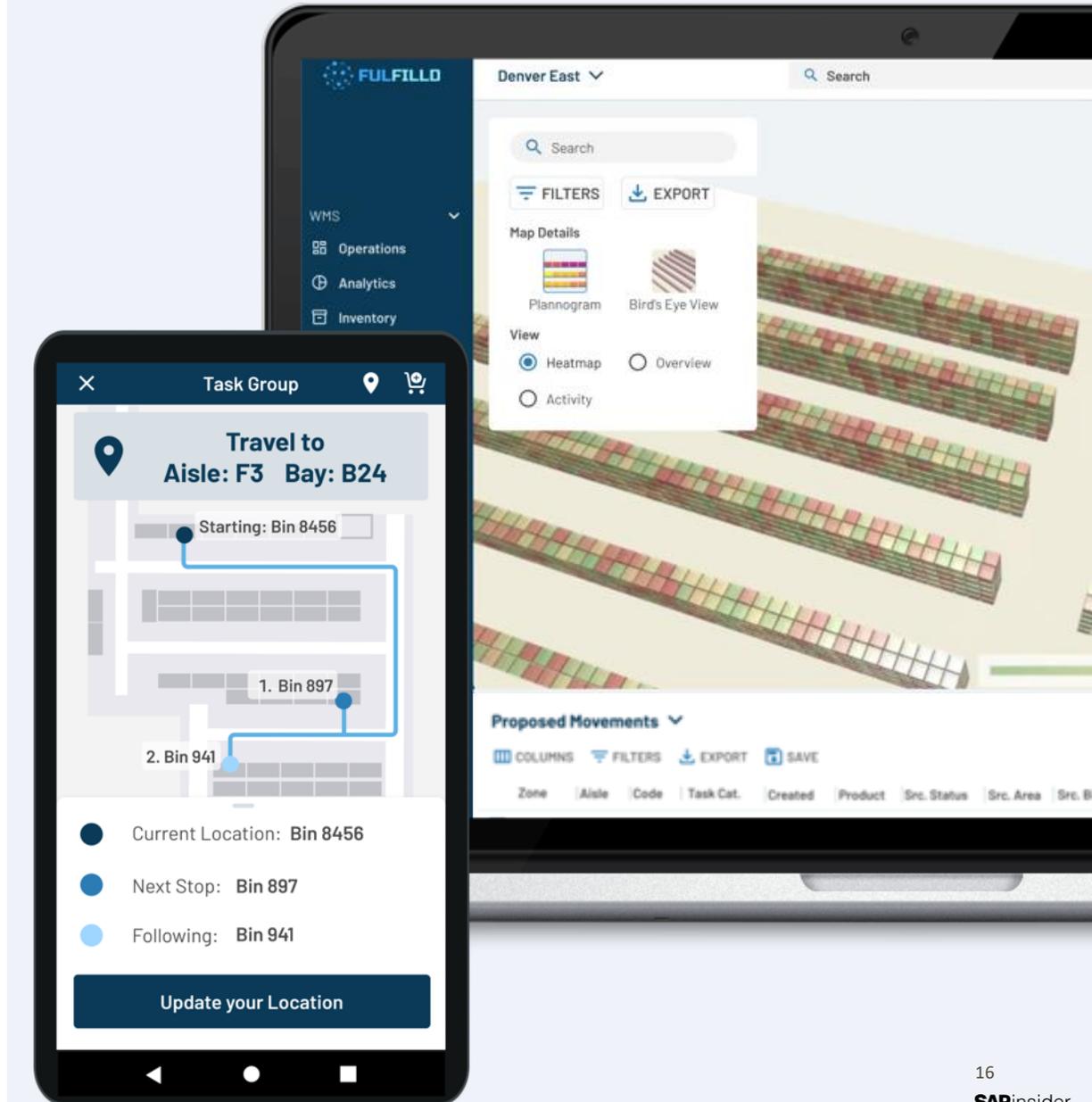
Digital Twin Enable Process

- At Palletizer, run Putaway Algorithm
 - Is this needed today? → Outbound Stage
 - Is this needed soon? And what is it commonly ordered with?
 - What is current AGV capacity? Inbound Stage Capacity?
- Create AGV Task → Turret Task
 - Track AGVs in flight
 - Alert employees when Task ready



Digital Twin Benefits

- Estimated Time to Complete (ETC) available for all Tasks
- Distance x Travel Speed = Time
- Are we meeting defined standards?
- More accurately orchestrate activities for multiple modalities
- Do we need more employees?
Or more AGVs?
- Traceability of product in different zones



Integration with SAP S/4HANA

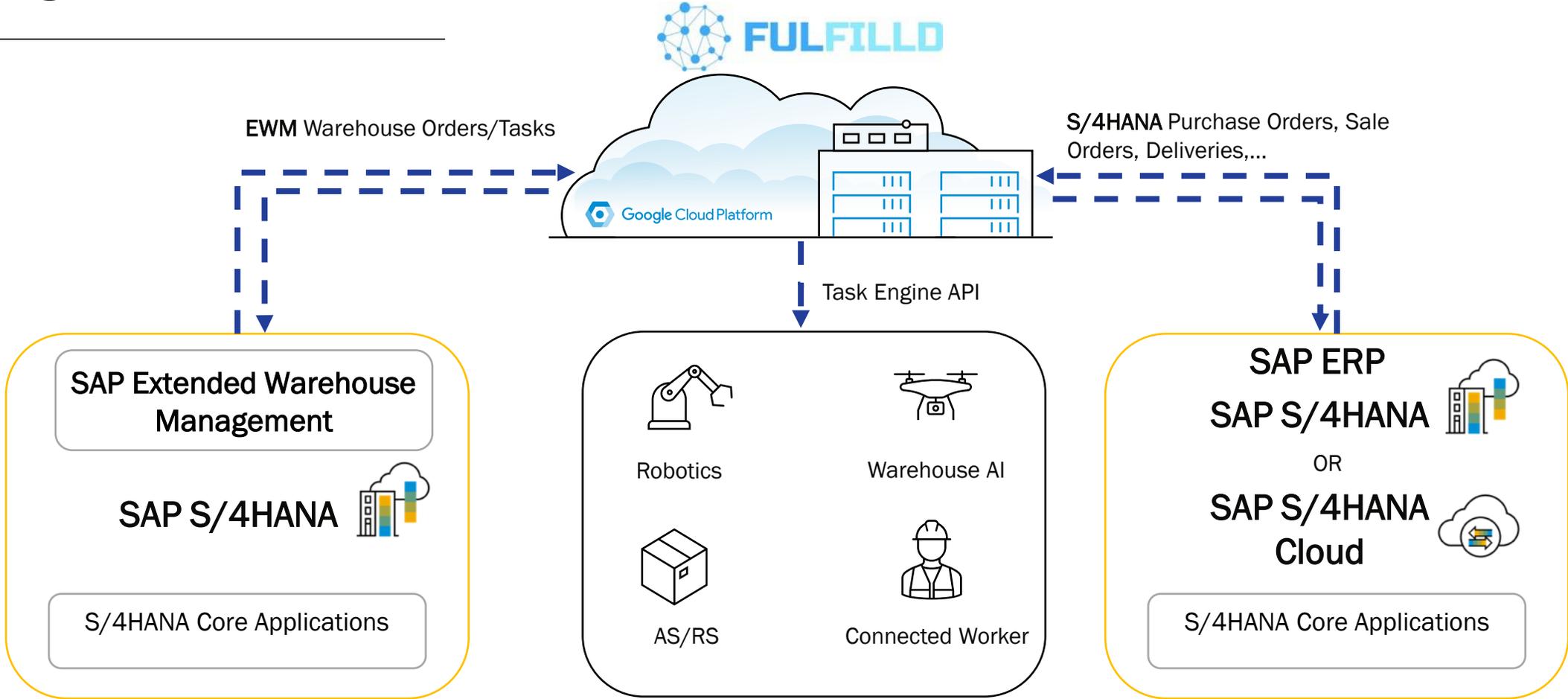
SAP S/4HANA

- Manufacturing
- Accounting
- Sales
- Quality Assurance
- Analytics

FULFILLD WMS (Or 3rd Party)

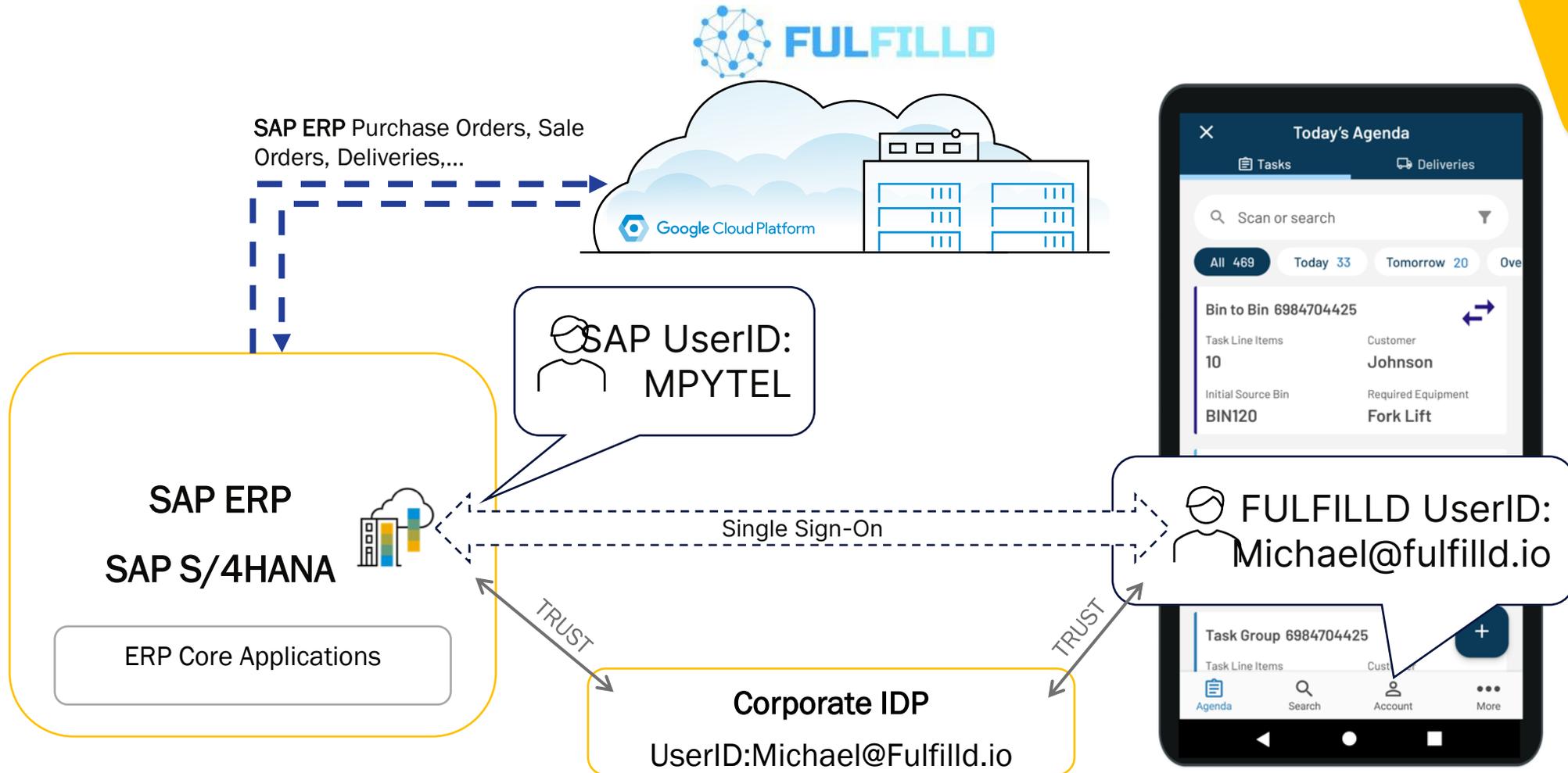
- Inventory Management
- Warehouse Management
- Warehouse Execution
- Door Scheduling
- Analytics

Warehouse Integration



Transaction Traceability

IDOC FREE ENVIRONMENT



Integration Best Practices

- Leverage REST APIs delivered with SAP S/4HANA 2020
 - Production/Process Order Confirmation
 - GR/GI with SAP Deliveries
 - Picking, Delivery Complete, etc
- "Push" from SAP to Third Party available with additional licenses
 - SAP BTP
 - Third Party Apps
- Standard integration (aka Free) requires "polling" for changes in SAP
- Utilize OAUTH for SAP Single Sign-on to avoid digital access licenses

Quick FAQ

Can I build mobile apps that integrate with SAP S/4HANA Directly?

- Yes! Google Flutter or Apple Xcode can allow developers to build apps that integrate directly with SAP S/4HANA using real-time APIs.

Can I use single sign-on (SSO) from my app to SAP S/4HANA without additional licenses?

- Yes! All modern apps support SSO with OAUTH2.

Can I build my own digital twin?

- Yes! Multiple platforms like Fulfilld exist, but this can be done on your own.

Wrap Up

- A Digital Twin is interactive; it allows the user to engage with the real-world environment using a digital representation.
- Warehouses will continue to be a blend of human and robotics. With AI supporting, not replacing, human decision making. Technology can reduce the risk of resource turnover and help us make better decisions.
- SAP has provided customers with an amazing platform to integrate side-car apps and new spot solutions when using the SAP Gateway.

Where to Find More Information

- SAP API Hub > <https://api.sap.com> and Filter by SAP S/4HANA On-premise
- Getting started with Flutter for SAP > <https://community.sap.com/t5/technology-blogs-by-sap/flutter-with-sap-cloud-platform-sdk/ba-p/13403657>
- Google OR Tools > <https://developers.google.com/optimization/examples>
- Apple XCode for SAP > <https://developer.apple.com/sap/>

Key Points to Take Home

- A Digital Twin is more than a read-only view of something in the physical world.
- SAP REST APIs are available out of the box; and we can build custom APIs in SAP S/4HANA as needed.
- We can train ML models on physical spaces to permit the simulation of multiple potential changes to the environment.
- Robotics and warehouse employees will coexist for the foreseeable future
- A Digital Twin can more accurately orchestrate activities on the shopfloor or a warehouse
- The adoption curve for Digital Twin technologies has shifted from early adopters to mainstream implementation.

Thank you! Any Questions?

Michael Pytel

Michael@fulfilld.io

[Linkedin.com/in/michaelpytel](https://www.linkedin.com/in/michaelpytel)

Please remember to
complete your session
evaluation.

SAPinsider



SAPinsider.org

PO Box 982Hampstead, NH 03841
Copyright © 2024 Wellesley Information Services.
All rights reserved.

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. Wellesley Information Services is neither owned nor controlled by SAP SE.

**SAPinsider
comprises the
largest and fastest
growing SAP
membership group
with more than
800,000 members
worldwide.**
