SAP Strategy

RYU, SEYUL / SAP Korea





I. What Will Market need

II. Collaboration

III. Enterprise Service Architecture

IV. xApps

V. SAP Solution for New Business



What Will Market Need?

- Needs -

Back-end , Front-end & Other Collaboration

Open Architecture / Integration of Heterogeneous Environment

Centralized Management of Relevant information (Customer Master etc)

Adaptability

- Solution -

Collaborative Solution

Service Based Architecture -> Web Services -> Enterprise Service Architecture
A solution which can leverage existing (heterogeneous) IT environment.

- SAP realization -

mySAP Business Suite + xApps



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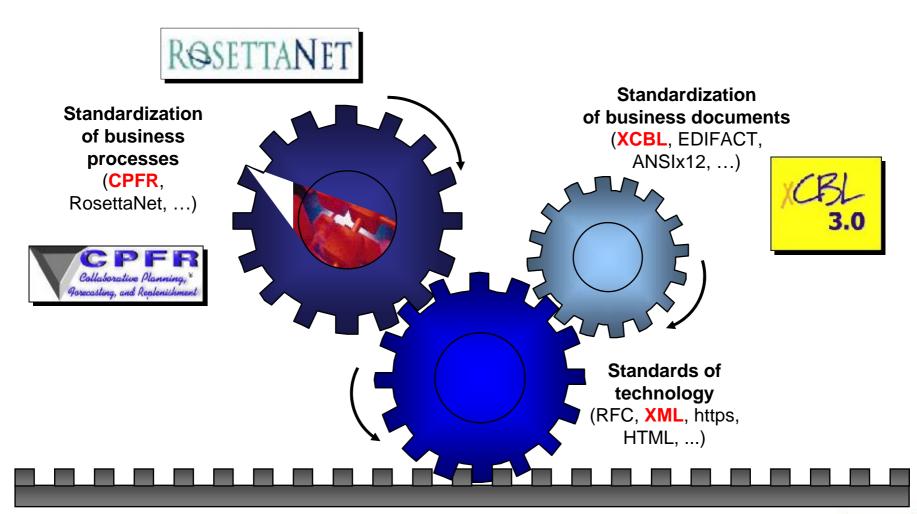
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Trend to Global Industry Standard

Global standards in business processes, content and integration provide the enabling foundation for collaboration among business partners





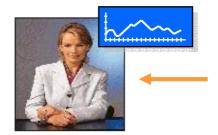
Communication between business partners

In reality, today's Enterprises are not online - but companies plan to migrate communication to the Internet/Extranet



Tier 3
Supplier

Tier 2 Supplier

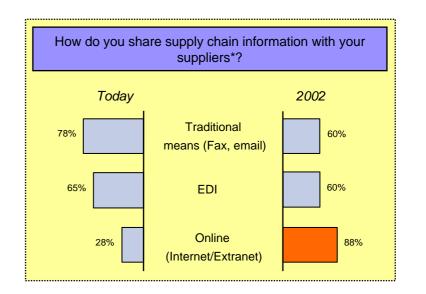






OEM

- Manual communication (phone / fax / EDI)
- Unsynchronized planning cycles
- Assumption-based planning
- Tier-to-Tier
- Excessive inventory buffers

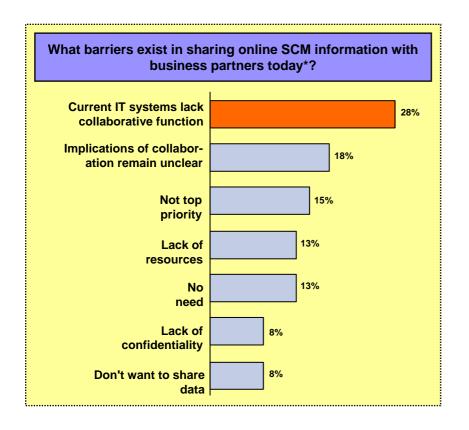




^{*}Source: Forrester Research

Barriers for Cross-company Collaboration

Lack of collaborative functions in IT systems is the main barrier for cross-company scenarios between business partners





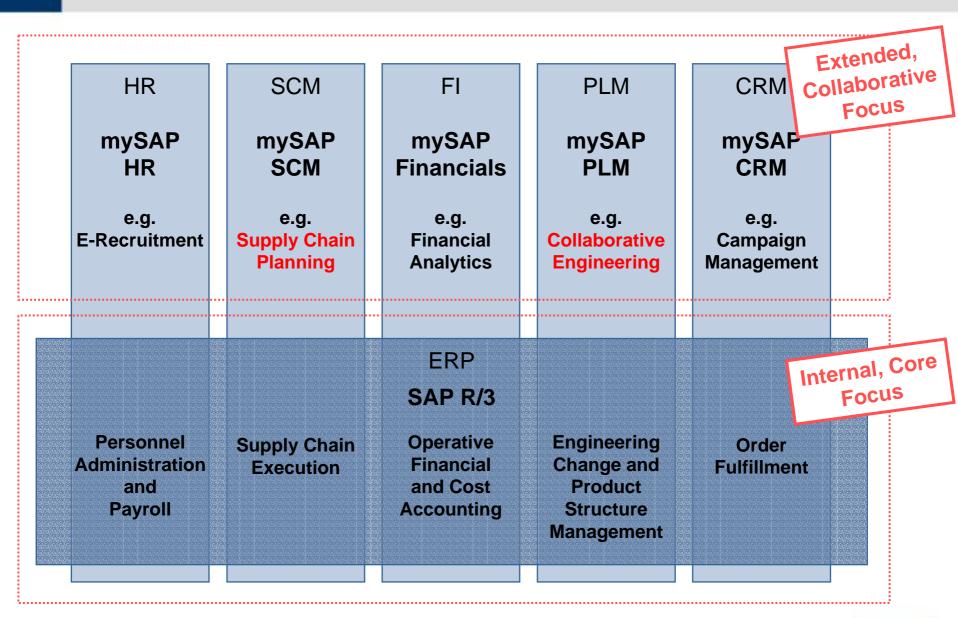
- Weak external process support cramps collaboration
- Rigid architecture hampers flexibility
- Proprietary interfaces limit interoperability
- Some partners still believe that data sharing is too risky



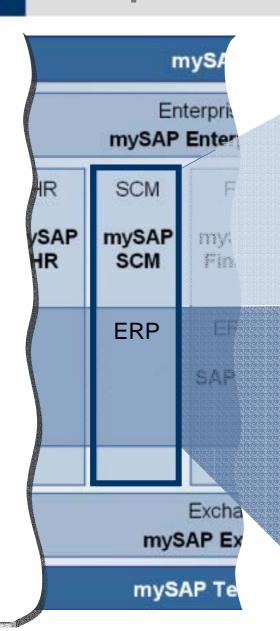
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Enterprise Centric & Collaborative Processes



Example: SCM



mySAP SCM Extended Capabilities:

Supply Chain Design

Event Management

Performance Management

- **Demand and Supply Planning**
- **Transportation Planning**

SCM in SAP R/3 (Core Processes)

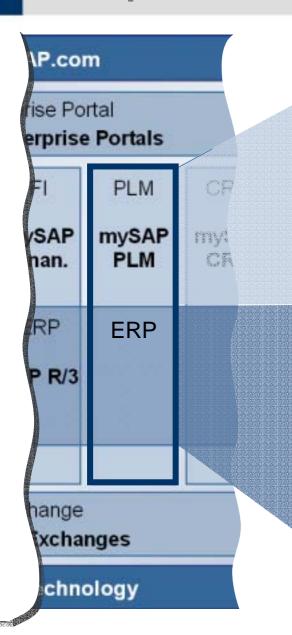
- **Manufacturing Execution (Production Orders)**
- **Order Management**
- **Transportation Management**
- **Warehouse Management**
- **Billing**
- **Foreign Trade Logistics**
- **Purchasing**

Extended, Collaborative Focus

Internal, Core

Focus

Example: PLM



mySAP PLM Extended Capabilities:

Extended,
Collaborative
Focus

- Collaborative Design
- Enterprise Portal and Content Packages
- Audit Management
- Recipe Management
- PLM Analytics

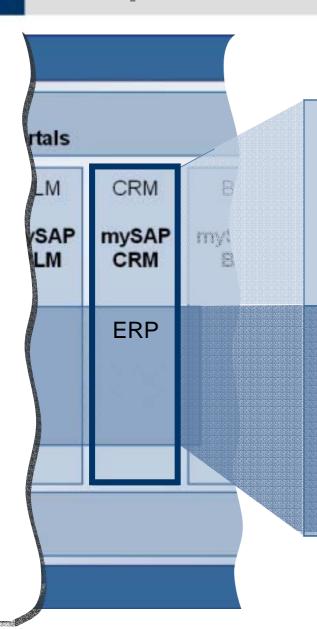
PLM in SAP R/3 (Core Functions & Processes)

- Life-Cycle Data Management
- Project Management & Life-cycle Costing
- Quality Management
- Asset Life-Cycle Management
- Engineering Change Management

Internal, Core Focus



Example: CRM



mySAP CRM Extended Capabilities:

- Campaign Management
- Opportunity Management
- E-Selling
- Customer Care & Help Desk
- Field Service/ Dispatch

CRM in SAP R/3 (Core Processes)

- Order Processing
- Billing Processing
- Credit Management
- Payment Terms
- Online Order Tracking

Extended, Collaborative Focus

Internal, Core Focus



Collaboration, Drag & Relate





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- II. Collaboration



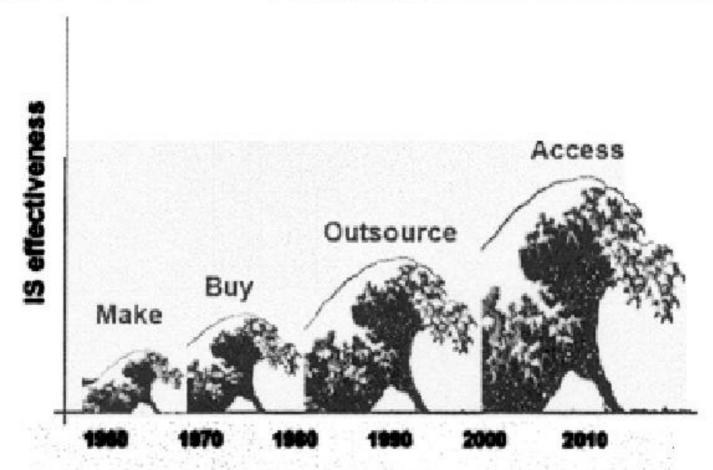
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Web services are the new wave of IT advancement

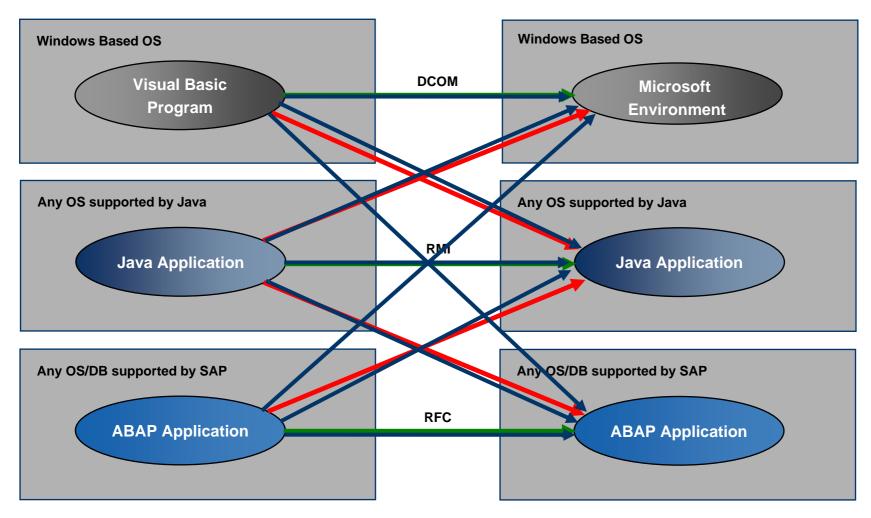


Gartner



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Web Services - Facilitating Interoperability

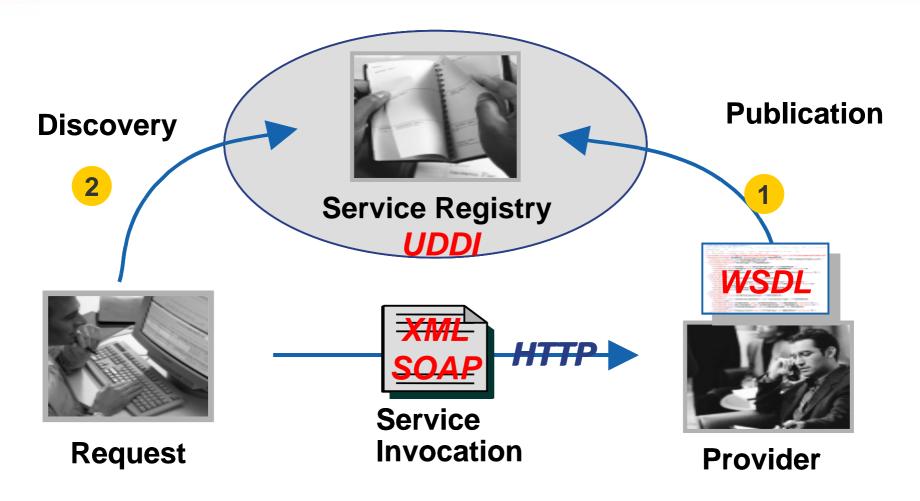




Native communication without adapters or protocol converters. Open Standards based communication such as SOAP (XML/HTTP). Communication is possible via converters, adapters or middleware.



Web Services Use Case



3

SOAP: Simple Object Access Protocol

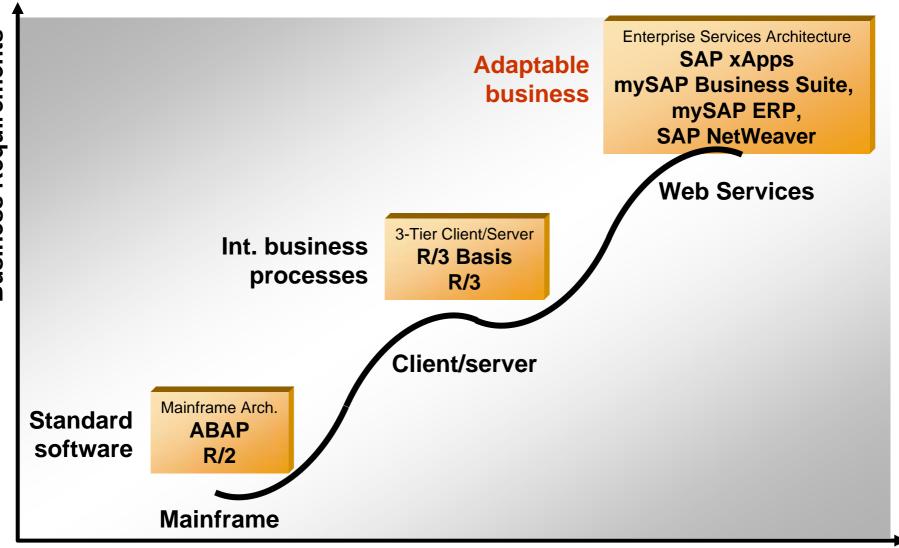
UDDI: Universal Description, Discovery and Integration

WSDL: Web Service Definition Language

(ex:) Web Catalogue
General Search engine
Credit Check
ATP

SAP

SAP is Ready for the next generation business solutions



Technology Advances

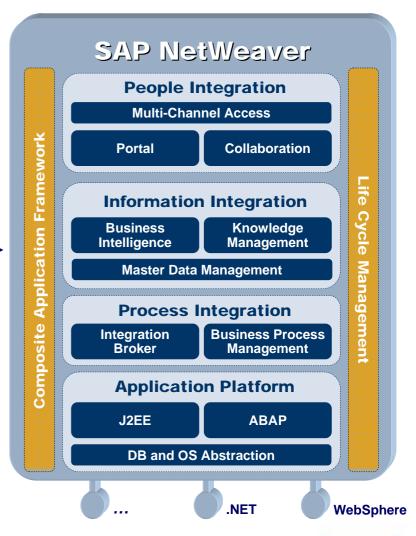


From Vision to Technology

Vision 2001

Portal User-centric Collaboration Infrastructure SAP Web Enterprise **Application Server** mySAP CRM mySAP SRM mySAP PLM mySAP SCM Legacy ... Web services Third-party External. J2EE & ABAP SAP R/3 **Exchange** Infrastructure Process-centric Collaboration mySAP Technology - Web Services Architecture

Technology 2003





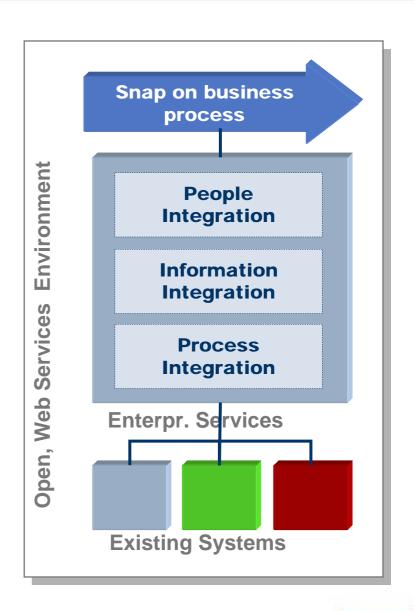
Enterprise Services Architecture (ESA)

Objective

Add new levels of flexibility while leveraging existing investments

ESA is the blueprint for SAP's services-based business solutions

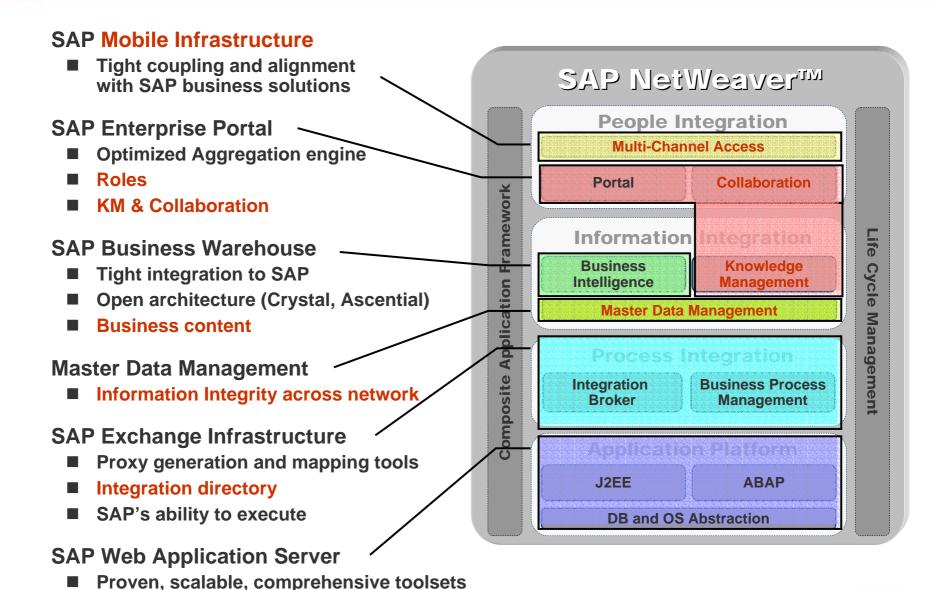
- Empowers all participating people
- Manages all information
- **■** Encompasses all systems





SAP NetWeaver in Detail

Modernize existing infrastructure/skillets





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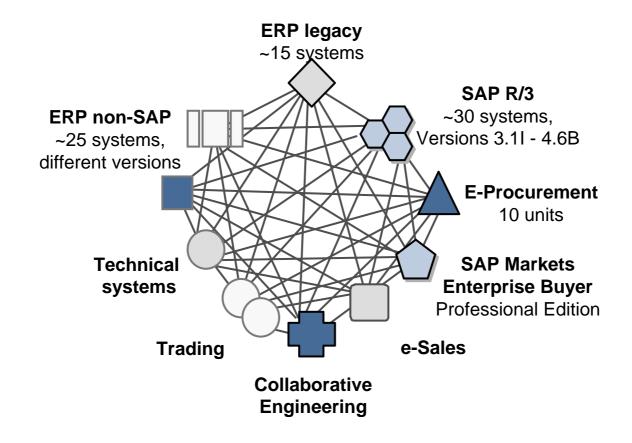


V. SAP Solution for New Business



Today's Landscape Inside a Company

...how to capitalize on existing IT investments?

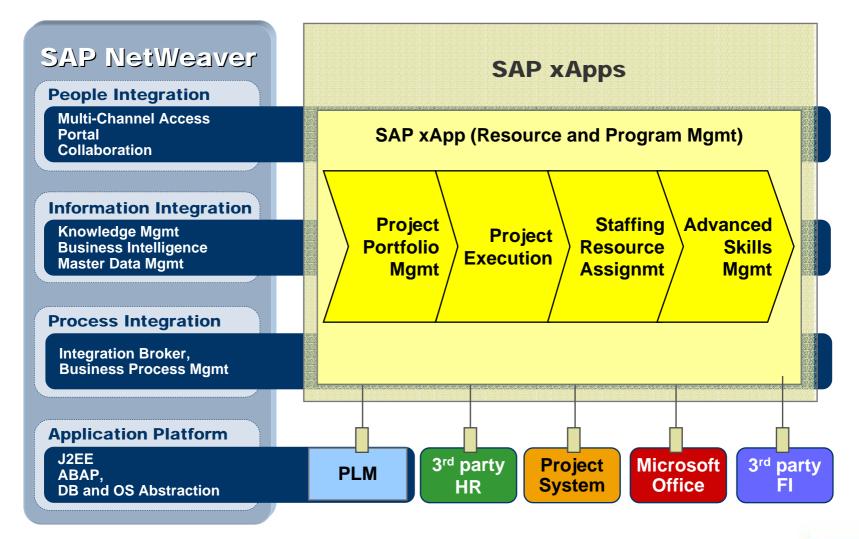


... through integration of heterogeneous systems!



SAP Solutions Powered by SAP NetWeaver™ Orchestrating new, cross-functional business processes

SAP xApp(Cross Application)





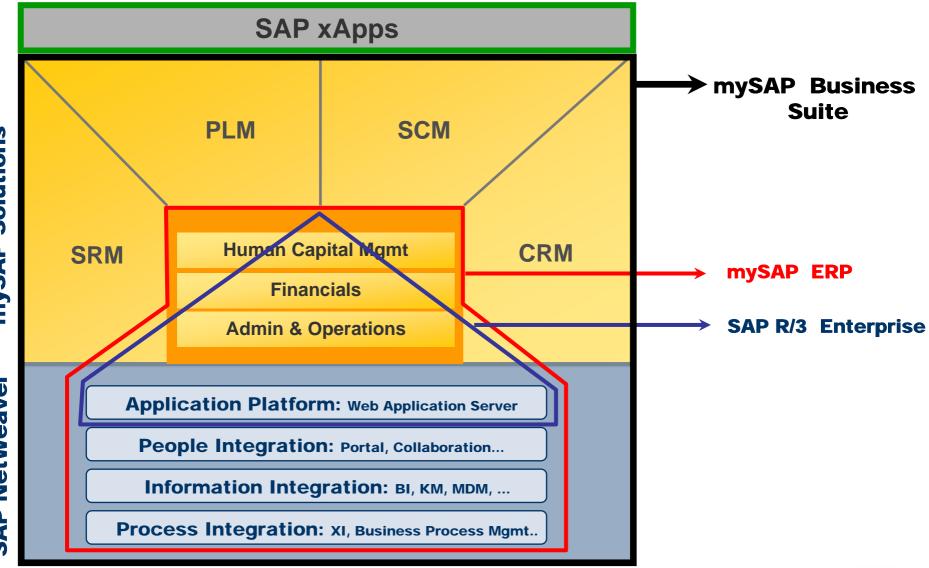


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V. SAP Solution for New Business

Comprehensive & Integrated Suite of Solutions





SAP delivers next generation business solutions

- The most Comprehensive and Integrated Suite of business applications and integration platform.
 mySAP Business Suite
- The most comprehensive and competitive ERP solution available today in the market.
- The application & integration platform that allows SAP to implement a service-based architecture.
 SAP NetWeaver
- A packaged composite applications that snap-on to an existing (heterogeneous) IT environment to orchestrate new, cross-functional business processes.
 SAP xApps
- For the small and medium enterprise > SMB Solutions

