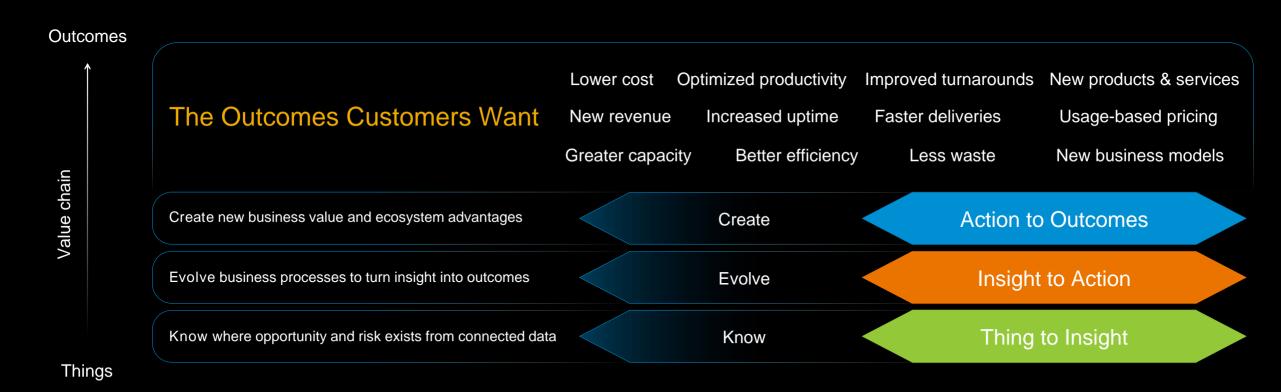
## From Things to Outcome IoT Journey for Energy/Utilities Industry with SAP

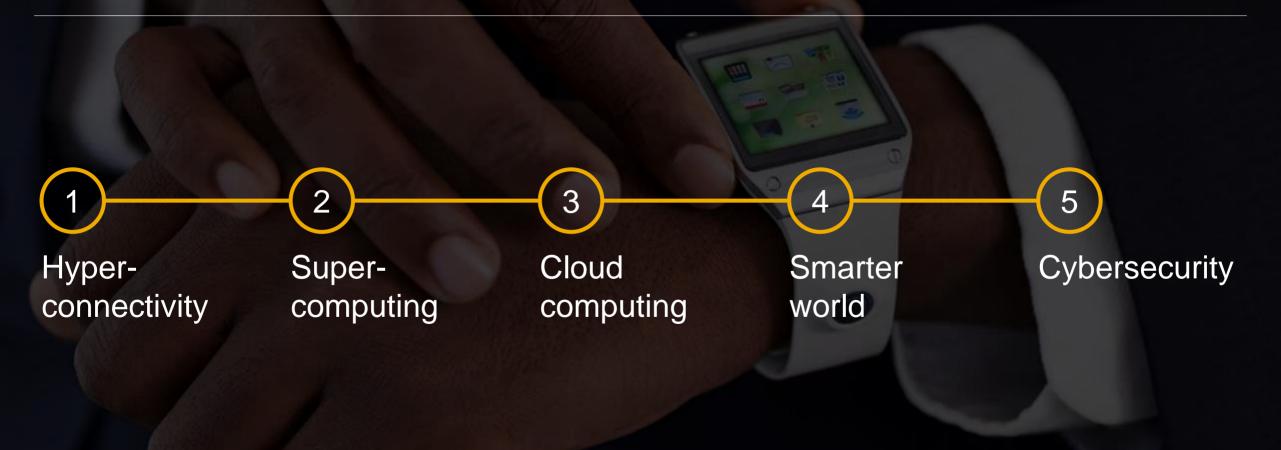
SAP India 15<sup>th</sup> July, 2016



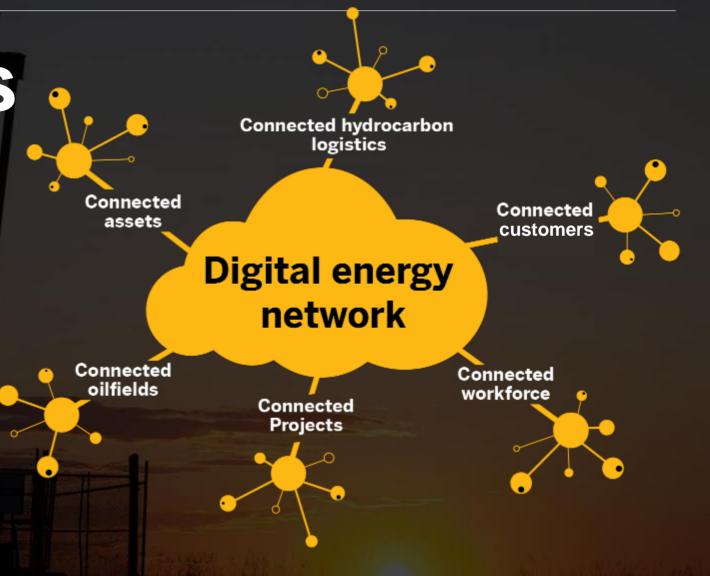
## From Things to Outcome IoT is About Creating Tangible Business Outcomes



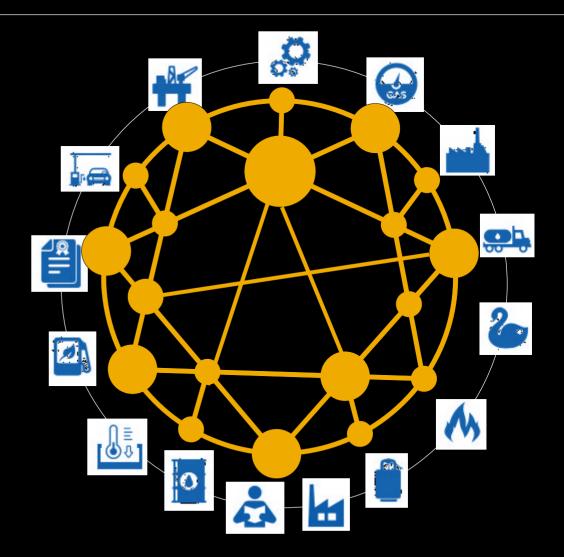
## Digital capabilities are changing everything.



# **SAP envisions** the digital energy network.



**IoT** is at the Heart of the Energy Industry Transformation



# IoT Use Cases for Oil and Gas Industry



- Monitoring of remote assets
- Carrying out SAP Transactions in remote sites
- Predictive
   Maintenance
- Well Performance Management
- Production Analytics



- Pipeline monitoring through drones
- Predictive Maintenance
- Condition based Maintenance
- Pipeline Monitoring Dashboard
- Asset Information Network



- Link to enterprise resource planning (ERP) data to trigger maintenance workflow
- Plant dashboards and trend analysis
- **Real Time Alerts**
- Asset Information Network
- Monitor and Manage Refinery Performance



- Connected Logistics
- Geo Fencing
- Optimized Distribution



- **Connected Cars**
- Parking assistance
  - Smart appliances
- Heat as a service
- Smart Retailing
- Connected Homes (LPG Leak/LPG Cylinder Re-fill)

# IoT Use Cases for Oil and Gas Industry



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## **Transaction Availability for Remote Sites**



The solution can also be used to extend other SAP functional areas to be available offline. Functional areas could include SRM, SCM, HR, EH&S, QM, ESS, Time Entry, POS, etc.

#### **Inventory Management**

#### **Materials Management**

#### 1. Create/print Inventory Document

- 2. Enter/change Inventory Count
- 3. Process List of Differences
- 4. Reports

- 1. Display/manage Materials and Stock in multiple storage locations
- 2. Display Purchase Orders and
- Create/Change Requisitions
- 3. Goods Movements (issue, receive, reverse materials)
- 4. Service Entry Sheets
- 5. Display/change Equipment Bill of Material
- 6. Approvals
- 7. Reports

#### **Plant Maintenance**

- 1. Notification Processing (malfunction only)
- 2. Work Order Processing (planned/corrective, repair, services)
- 3. Display Functional Location / Equipment
- 4. Display/create/change Measurement Documents
- 5. Enter/cancel Work Order
- Confirmations
- 6. Attachments to Work Order
- 7. Reports

## Transaction Availability for Remote Sites Significant Savings and Rapid User Adoption

### **Business Challenges**

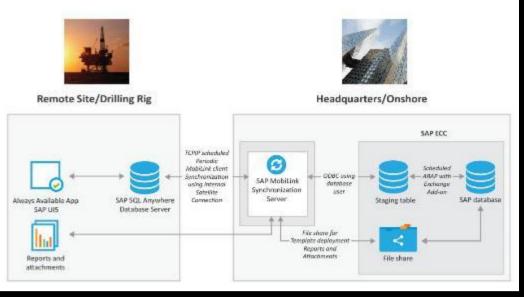
- High latency communication (over VSAT / satellite) at remote sites
  - Causes delays or inability to complete work processes
- Intermittent to no connectivity
  - Leads to loss of productivity, labour inefficiencies, and frustration
- User experience is complex and slow for the needs of remote end users

#### Solution

 Co-innovated with SAP for a TARS (Transaction Availability for Remote Sites) solution to extend SAP functional areas such as Inventory Management, Materials Management, Plant Maintenance to be available offline at remote sites

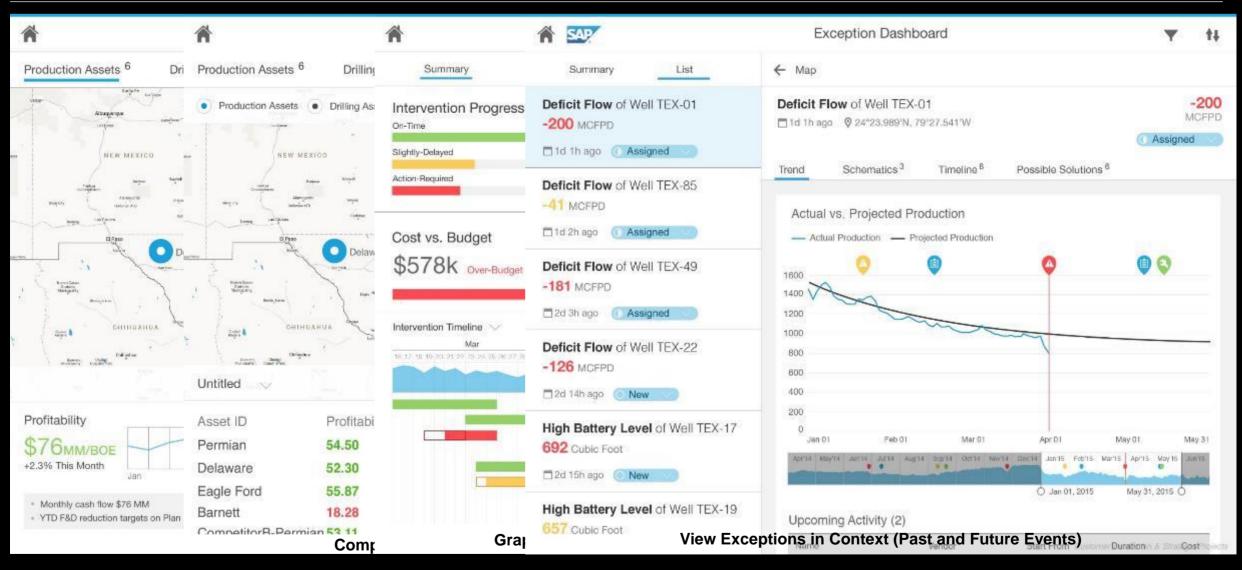
#### **Business Benefit**

- €1.7M Upfront savings Decrease in training budget of €244K per rig (7 rigs)
- €235K annual saving Decrease in annual operating costs for managing the solution
- Rapid user adoption and ongoing user productivity





## **Production Analytics Dashboard**



## Wells, Reservoirs and Facility Management Shell Case Study

### **Business Challenge**

- Wells, reservoirs, and facility management includes integration of multiple disciplines: reservoir engineering, geology, production technology, petro physics, operations, and seismic interpretation
- Objective is to create tools which will allow asset teams to build a professional understanding of their asset and identify opportunities to improve operational performance
- The challenge is that data required for decision making reside in numerous disparate data sources often distributed across the enterprise

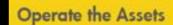
## **Solution**

• Utilize HANA platform to access disparate data sources, to create a virtual data model, compute statistics required for decision making, and display information in a user-friendly and interactive front-end tool

#### **Business Benefit**

- Enables asset teams to readily identify opportunities to minimize or reverse production decline
- Provides integration that allows for full WRFM workflow execution in a single environment

#### Public 11





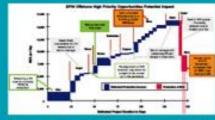
Inherently smart Wells & Facilities
 Lean adopted in operations
 Standardized design

#### Gather Data / Surveillance



- Exception Based Surveillance
- Real Time Operations
- Collaborative Work Environments

#### Prioritize & Execute



- High priority opportunities are scheduled with space
- Lower priority projects are planned to fill out the schedule
- As execution variations occur, low priority projects will drop out of the schedule

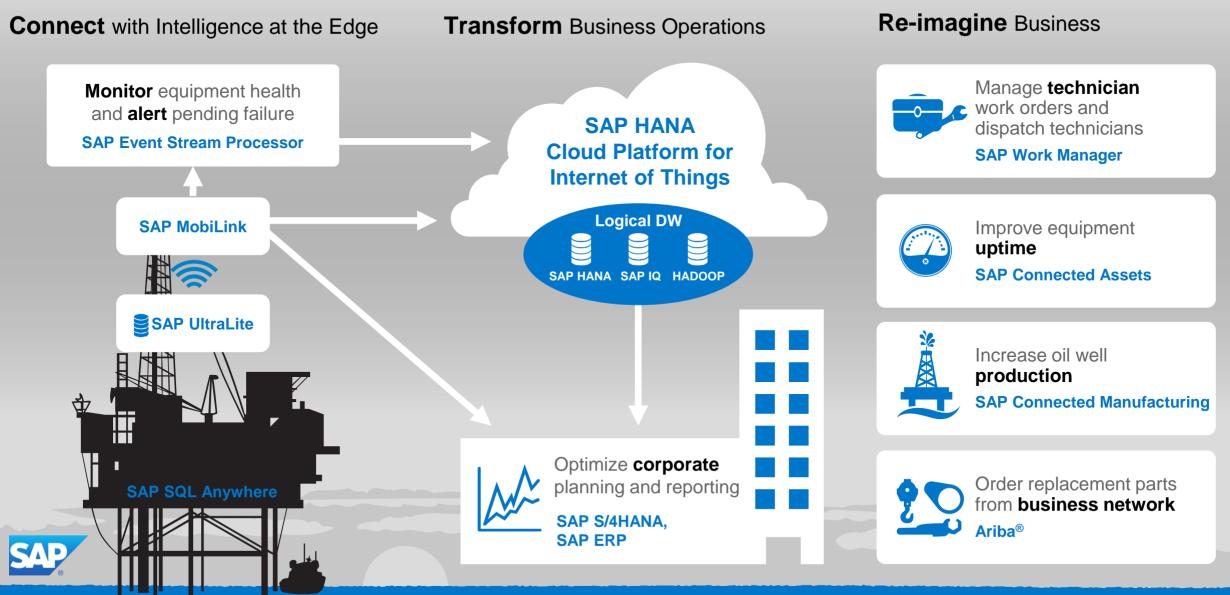
#### Analyze & Optimize



- Set up and use models for validating surveillance data
- Utilize models and develop scenarios and opportunities
- Integrate reservoir, well and surface models for integrated Production System



## Connected Oil Rig Maintenance with SAP Internet of Things



# IoT Use Cases for Oil and Gas Industry



- Monitoring of remote assets
- Carrying out SAP Transactions in remote sites
- Predictive Maintenance
- Well Performance Management
- Production Analytics



- Pipeline monitoring through drones
- **Predictive Maintenance**
- Condition based Maintenance
- **Pipeline Monitoring** Dashboard
- **Asset Information** Network



- Link to enterprise resource planning (ERP) data to trigger maintenance workflow
- Plant dashboards and trend analysis
- **Real Time Alerts**
- Asset Information Network
- Monitor and Manage **Refinery Performance**



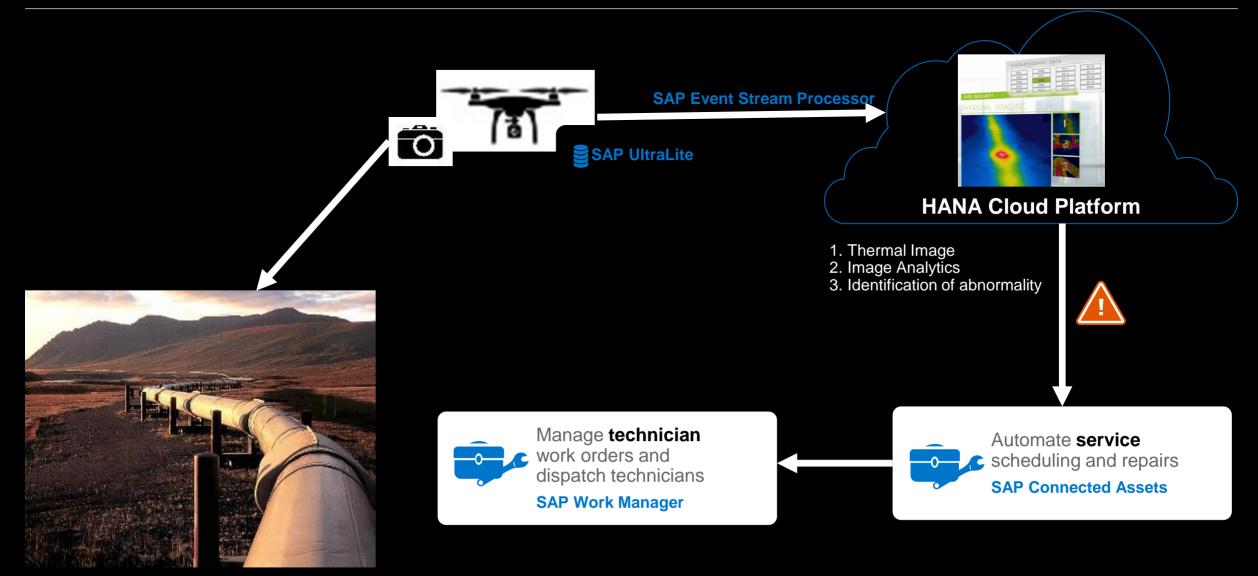
- **Connected Logistics**
- Geo Fencing
- **Optimized Distribution**



- **Connected Cars**
- Parking assistance
  - Smart appliances
- Heat as a service

- **Smart Retailing**
- **Connected Homes** (LPG Leak/LPG Cylinder Re-fill)

## **Pipeline Monitoring Through Drones and SAP IoT Solution**



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# IoT Use Cases for Oil and Gas Industry



- Monitoring of remote assets
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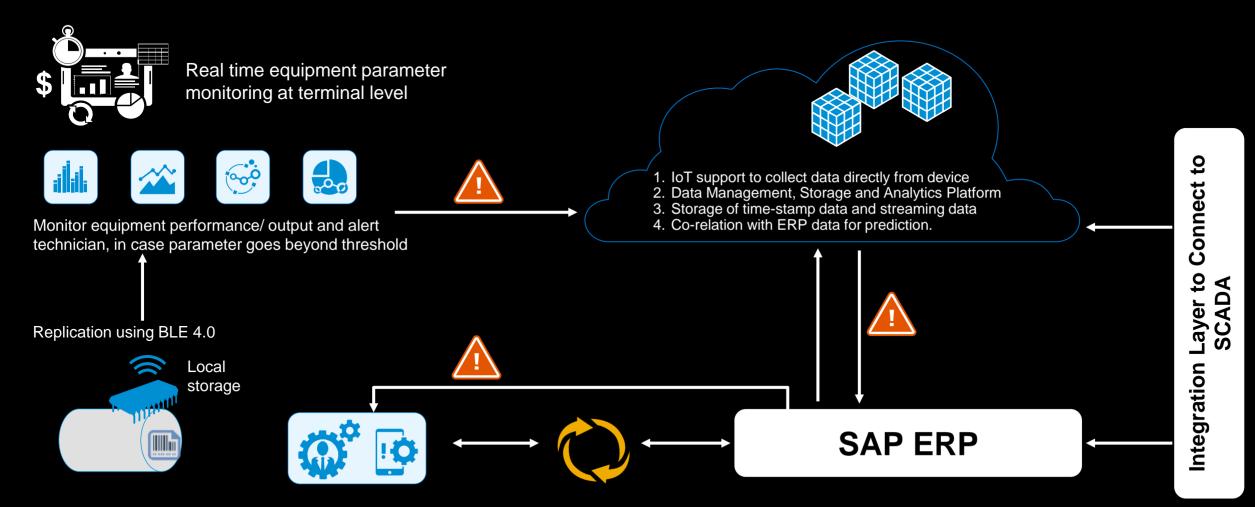
- Connected Logistics
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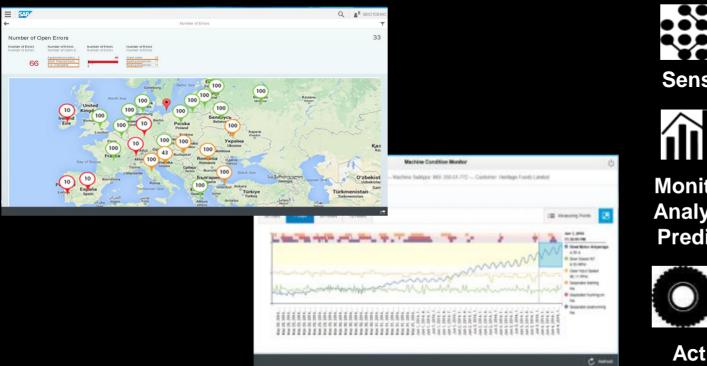
## Plant Dashboard, Trend Analytics and Condition Based Maintenance



Maintenance Technician uses mobile for carrying out maintenance. Bar code/RFID is used to identify the equipment and post maintenance data is synched back to SAP ERP system

## **SAP Predictive Maintenance and Service**

Leverage operational insights to drive innovative new business models





Remotely sense operational data from equipments

Analyze and monitor equipment data and correlate with business information to predict future malfunctions



Optimize maintenance and service operations and enable new business models around the equipment

Typical results\*

Organizations adopting preventive and predictive maintenance and service approach as compared to organizations practicing reactive maintenance and service



Lower unplanned



Lower annual service and maintenance costs



Higher return on assets

\* SAP Performance Benchmarking

## **Use Case - M2M Learning - BASF**

#### **Lighthouse Projects**

Predictive Analysis in Maintenance

**D = BASF** The Chemical Company

## Goal of PoC :

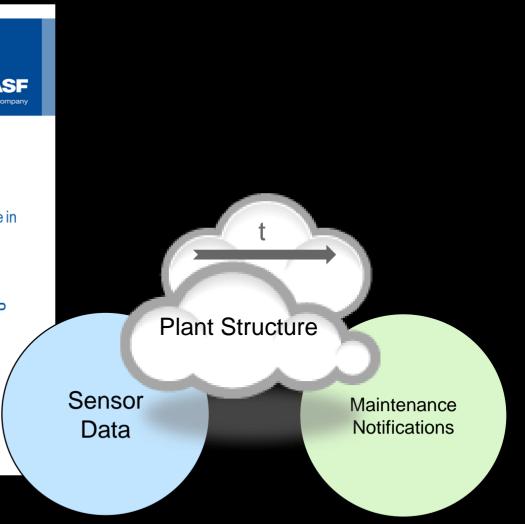
- Identify direct / indirect root-cause(s) for asset failure in one particular plant by combining production process data (structured data) with mainly text-based maintenance information (unstructured data) from SAP PM module in an unguided form using "big data" technology.
- PoC should lay the ground for predicting asset failure and allow advanced steering of plant maintenance in a highly scalable way.

## Process :

 BASF provided > 200 GB of process control data historian from 3 consecutive years and the related SAP PM data for the same plant and period.

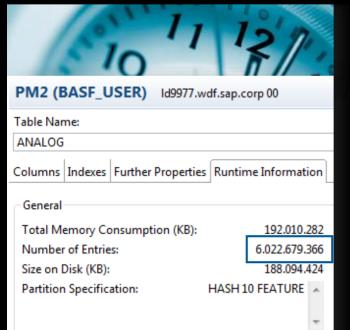
## Special challenge :

- No request to check on a specific asset failure
- No information on production flow were given.
- Process control data and SAP PM with no direct link
- Solution should work for non-experts



## Sensors Across 3 Years Calculated in 9 Seconds

## Aggregations based on of 6 · 10<sup>9</sup> sensor readings in less than 9 seconds

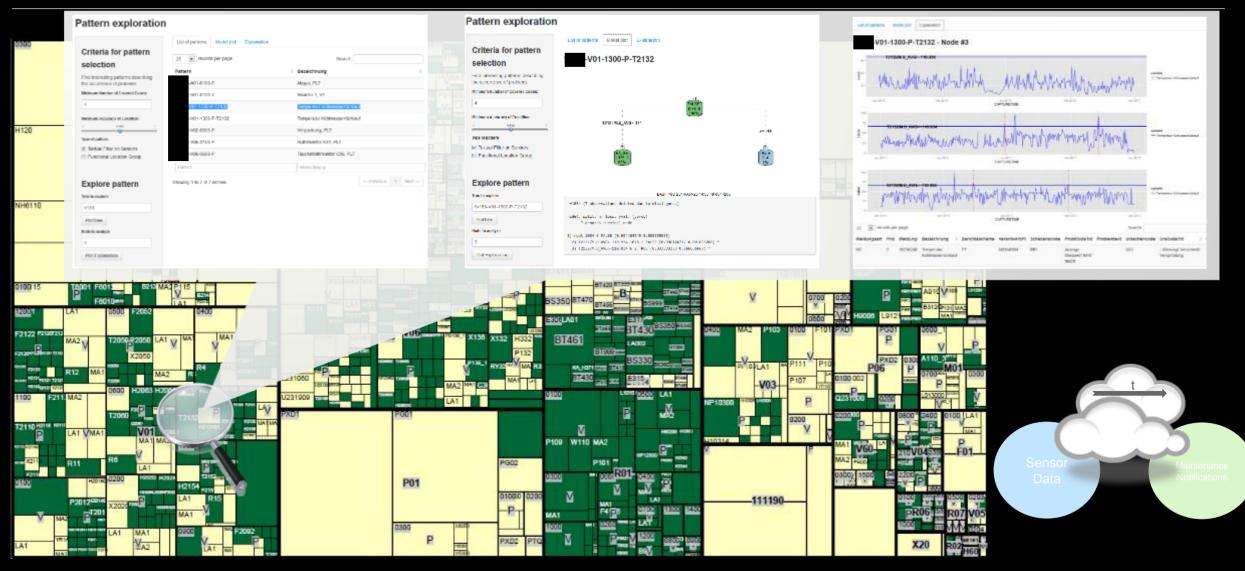


SQL SQL	📑 Result				
from	ect feature, count( m "BASF"."ANALOG" up by feature	*), min(se	ensor_value), max(s	ensor_value)	
	FEATURE	COUNT(*)	MIN(SENSOR_VALUE)	MAX(SENSOR_VALUE)	-
2743	T2220/R.SP	28.793	0	262,4952	
2744	T2240/T_Oxid.LMN	29.650	0	100	
2745	T2240/T_Oxid.PV_IN	29.472	0	100	
2746	T2241/M.U	44.990	0	155,6658	
2747	T231601/M.U	69.063	0	186,6845	
2748	T231602/M.U	71.025	0	186,3014	
2749	T232600/R.PV_IN	13.742.045	0	187,4857	
2750	T233000/M.U	40.910	0	53,7167	
2751	T233620/R_KW.PV_IN	194.597	0	206,5627	
2752	T2344/M.U	362.078	0	83,0707	
2753	T236620/Y1_STAT	183.041	0	100	
2754	T2604/M.U	116.561	0	62,2632	
2755	T3020/R.SP	26.440	0	85	
2756	T3050/R.SP	26.383	0	75	
2757	T3135/R.SP	26.373	0	80	
2758	T3140/R.PV_IN	26.794	0	70,2672	
2759	T3140/R.SP	26.368	0	77	
2760	T3150/R.PV_IN	28.103	0	80,6836	
2761	T3180/R.LMNR_IN	33.002	0	100	
2762	T3180/R.SP	26.368	0	50	
2763	T351010/R.PV_IN	286.115	0	98,7965	
2764	T351010/R.SP	28.013	0	98,7965	
2765	T6030/R.LMNR_IN	450.085	0	100	
2766	U231974/M.U	1.290.196	-14.849,905	1.236.579,5	
2767	U232971/M.U	3.137.985	0	2,2369	
2768	U232974/M.U	1.755.266	0	1.255.538,8	
2769	U232978/M.U	3.174.836	0	173,8548	
2770	U232982/M.U	3.139.359	-1,013	8.085.500,5	
2771	U236981/M.U	3.677.048	0	390.602,25	
2772	W233600/M.U	12.826.417	-10,6645	27.465,377	
2773	WBLZ/PSGES	5.474.287	-104 228	1.168 746	

Statement 'select feature, count(\*), min(sensor\_value), max(sensor\_value) from "BASF"."ANALOG' group by feature'

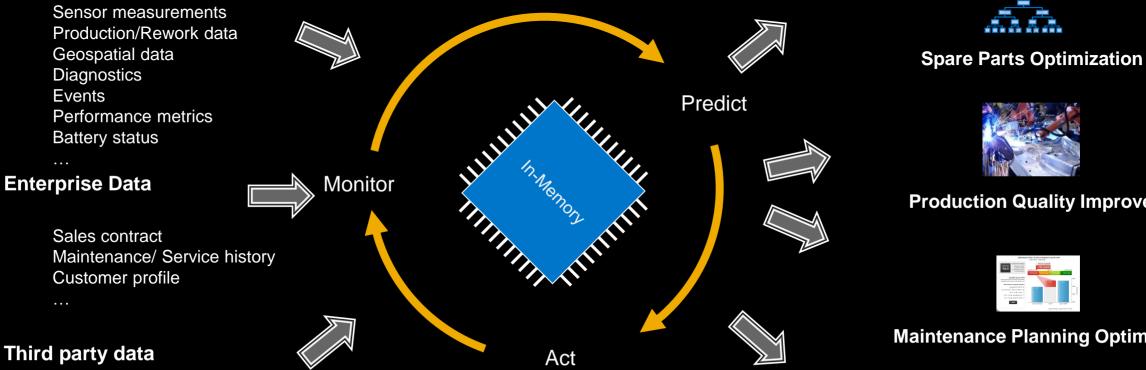
successfu<mark>lly executed in 8.8</mark>‡1 seconds (server processing time: 8.839 seconds) Fetched 2773 row(s) in 55 ms 196 μs (server processing time: 9 ms 406 μs)

## Failure Pattern Based on Maintenance Notifications and Sensor Data



## Our Approach – Combine Machine Data with Enterprise Data ...





Social media Marketing/demographic data



**Production Quality Improvement** 

Presidence Competence (2nd of 1,000 Households) 000/001 - 101/100/001						
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**Maintenance Planning Optimization** 

## Monitor and Manage Refinery Performance Leveraging IT/OT Integration Valero Case Study - Youtube link: https://www.youtube.com/watch?v=ynjFEOk5Ncw

### **Business Opportunity**

- Standardize metrics across refineries, provide headquarters real-time visibility
- Support industry leadership in worker safety and energy stewardship
- Integrate operational and financial data
- Support effective decision making with timely and consistent information

#### **Solution**

• The IT and OT was integrated using SAP MII (Manufacturing Integration and Intelligence)

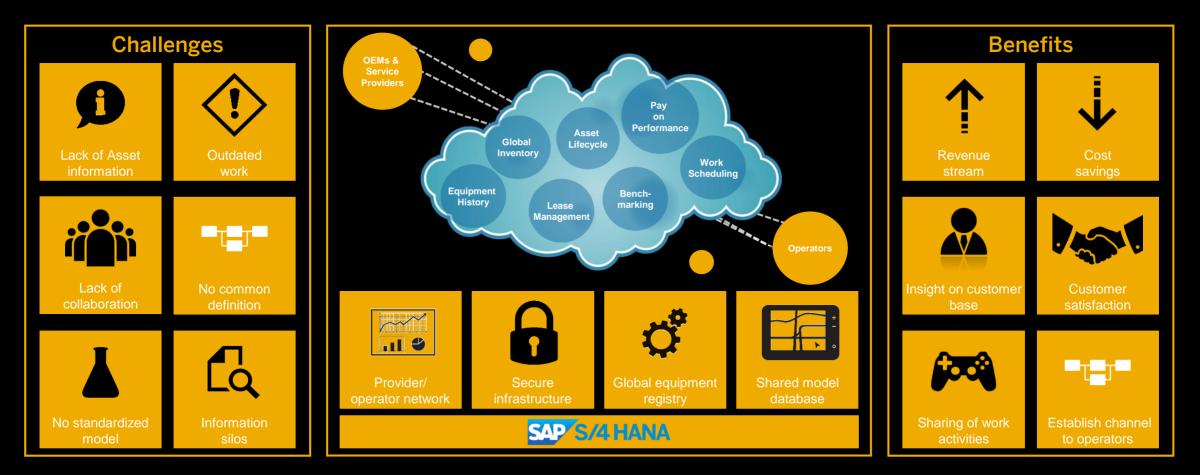
## **Business Benefit**

- US\$120 million in annual energy savings in one year
- Ability to trace financial impact of operational changes
- Cross-comparison of all refineries with common dashboards and key operational metrics
- Reduction in incidents



# The Backbone of IoT in Asset Management – Asset Information Network

**SAP Asset Intelligence network**, a global network of machines bringing together business partners



## SAP solution for collaborative asset management

## SAP Asset Intelligence Network

## Apps

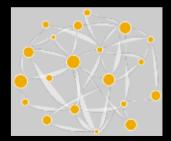


Apps for collaborative processing of service bulletins, performance improvement, and spare parts change management



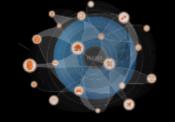
A cloud portal of standardized content that defines and documents equipment and models, shared and stored, for a consistent definition between business partners

# Combined together to deliver



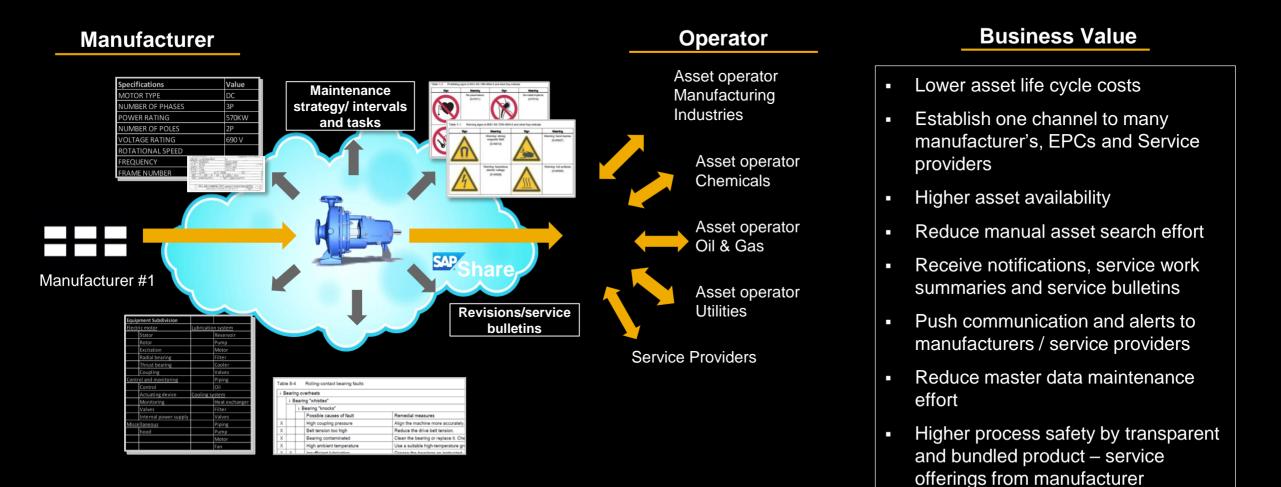
## SAP Asset Intelligence Network

Network

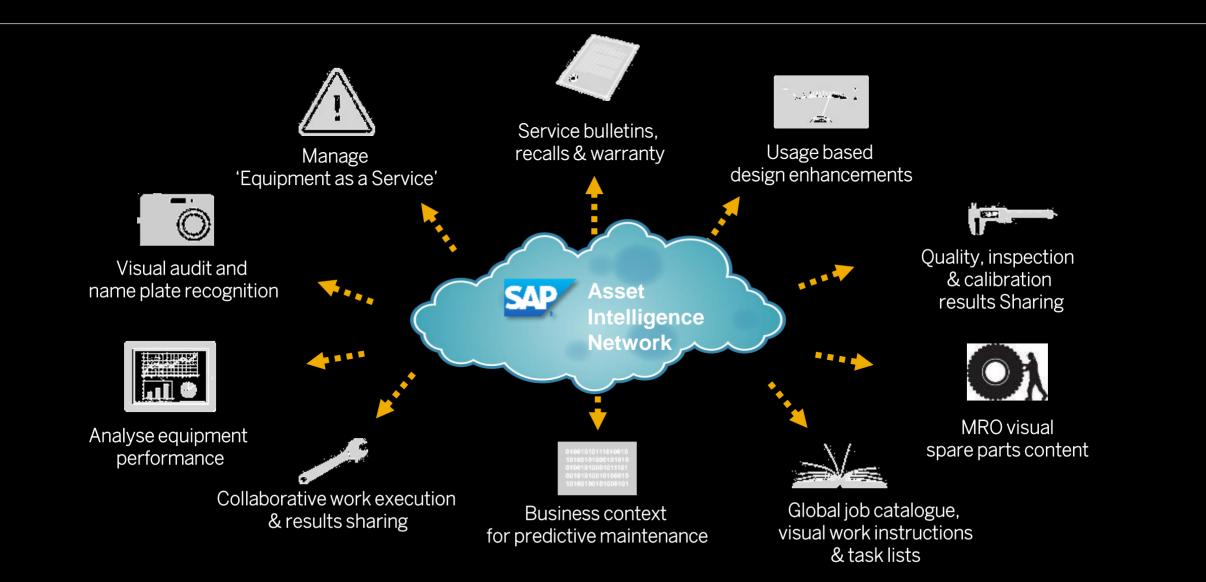


A secure network to connect multiple business partners for inter and intra company collaboration

## **Publish & Subscribe to Asset Information**



## **Rethink business processes:**





# **IoT Use Cases for Oil and Gas Industry**



- Monitoring of remote assets
- Carrying out SAP Transactions in remote sites
- Predictive
   Maintenance
- Well Performance Management
- Production Analytics



- Pipeline monitoring through drones
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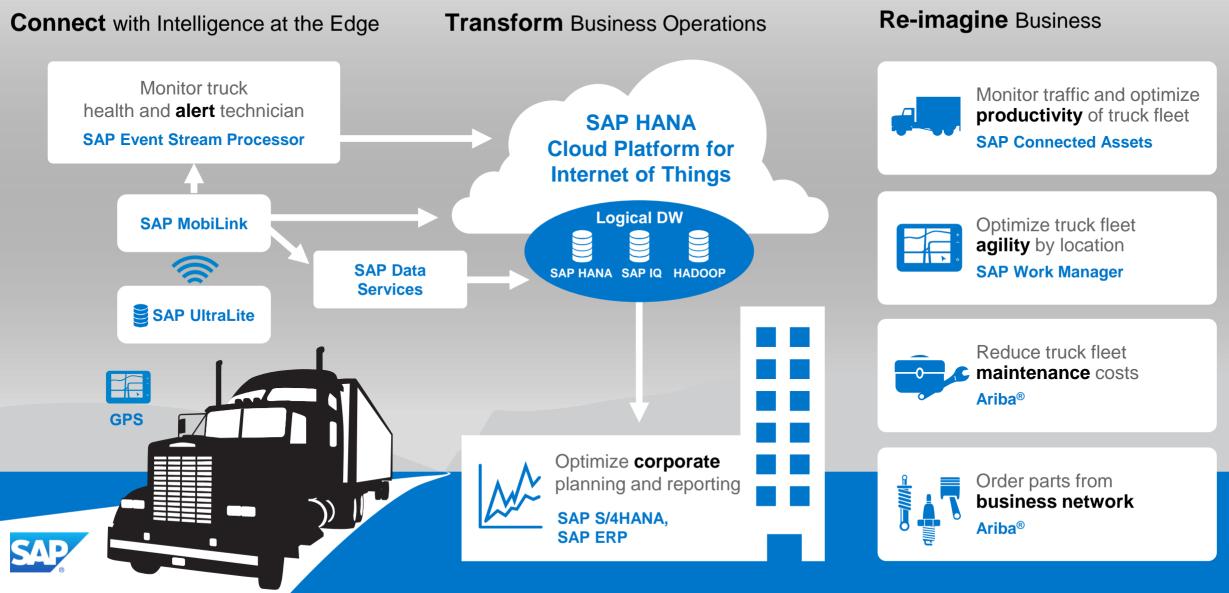


- Connected Logistics
- Geo Fencing
- **Optimized Distribution**



- **Connected Cars**
- Parking assistance
  - Smart appliances
- Heat as a service
- Smart Retailing
- Connected Homes (LPG Leak/LPG Cylinder Re-fill)

## **Connected Fleet Management with SAP Internet of Things**



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# **IoT Use Cases for Oil and Gas Industry**



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# Connecting Operational Excellence with IOT

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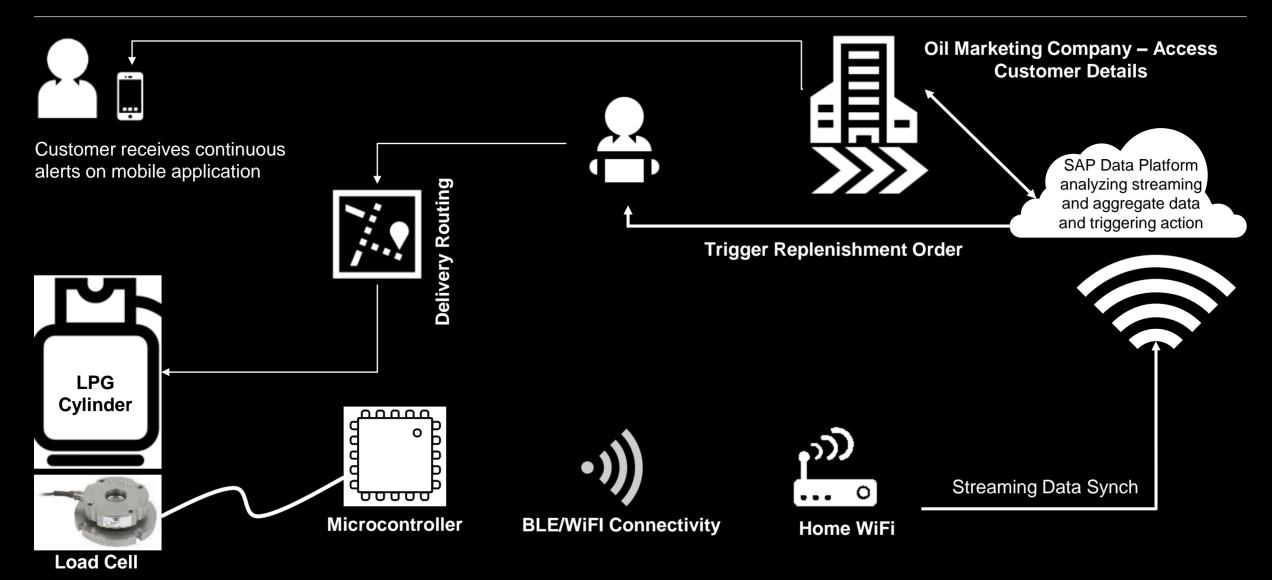
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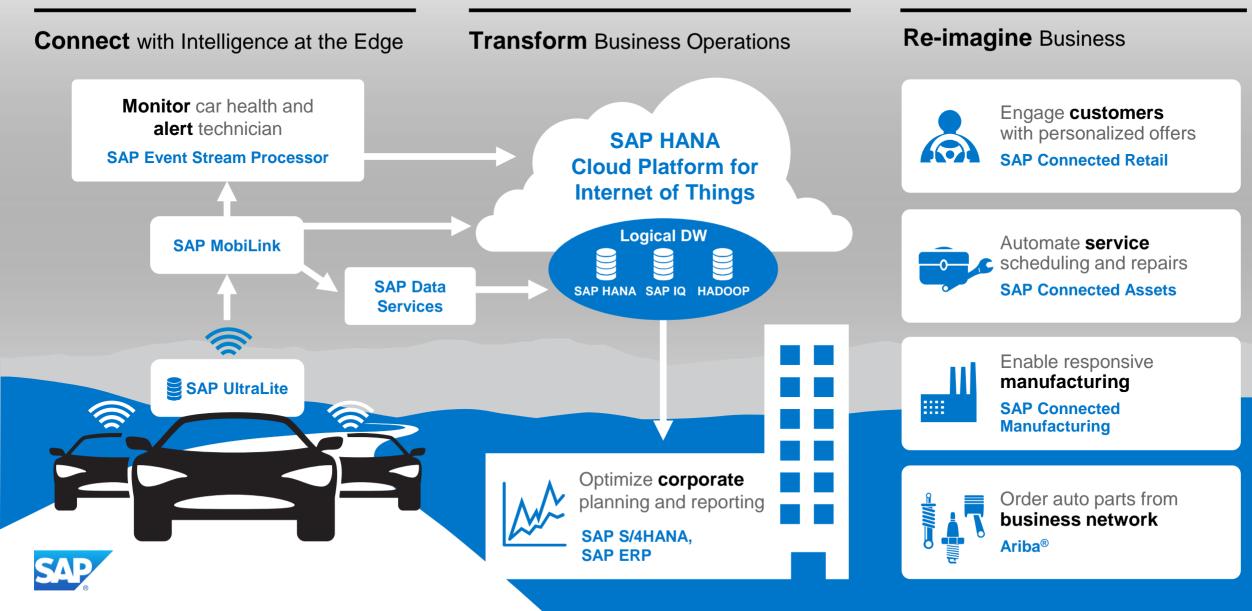
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(+·)

## **Connected Home**



## **Connected Vehicle with SAP Internet of Things**





# Mill Products & Mining



## Mining and Metals Innovations for the Internet of Things



## + + •



- Real-time machine and sensor integration
- Fleet operations monitoring
- Real-time alerts
- Plant dashboards and trend analysis
- Logistics and quality monitoring
- Ore-grade sensing
- Linking to enterprise resource planning data to trigger maintenance workflow

#### Sales & Supply Chain Management

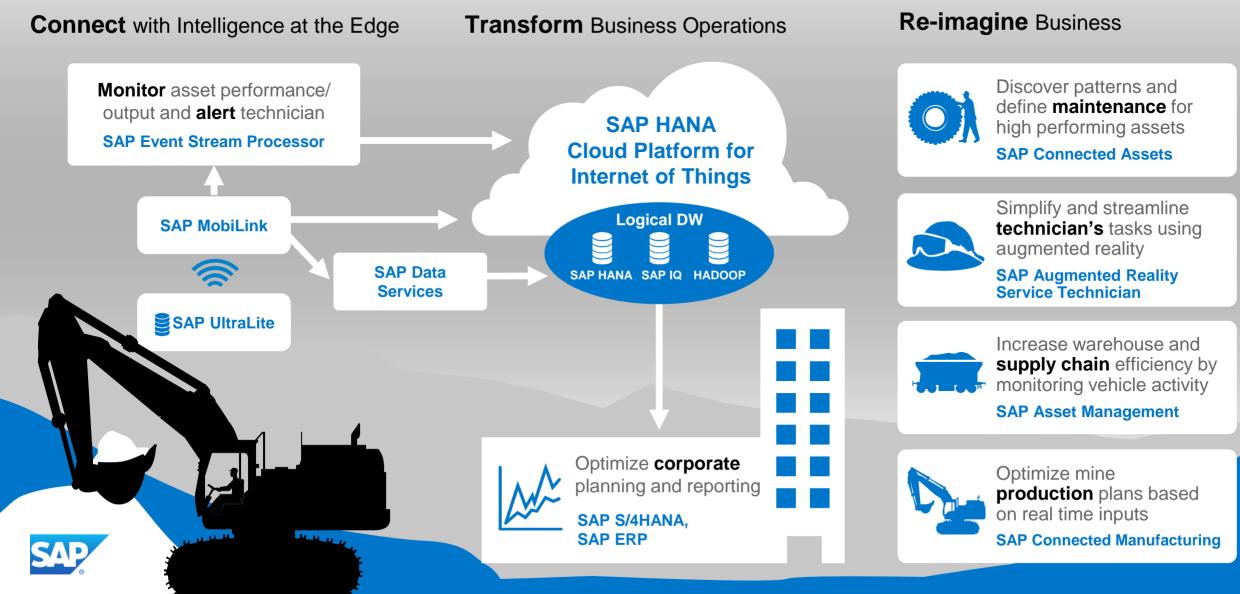
- Fleet operations monitoring
- Autonomous haul trucks
- Real-time logistics informatics
- Location intelligence
- Port management
- Asset information network



#### **Compliance and Risk Management**

- Sustainability monitoring
- Wearable devices to monitor hazardous exposure and fatigue
- Emissions monitoring and control

## **Connected Mining with SAP Internet of Things**



## **Example of IoT Use Cases with Customers**



Remote control center and Internet-of-Things sensors to prevent failures and maximize productivity



Simple user interfaces require zero training

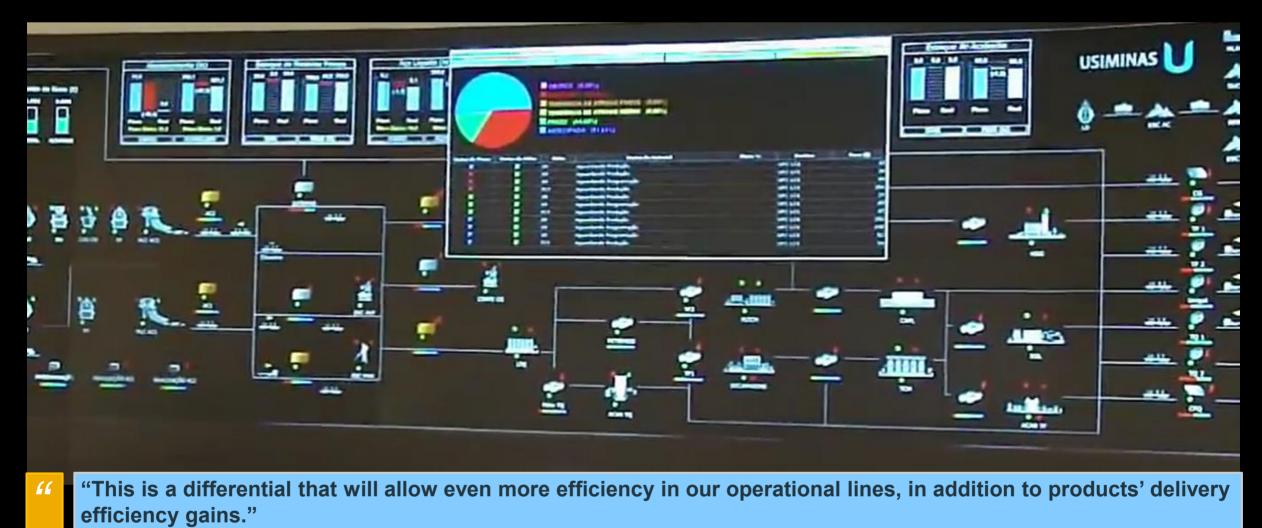
PANAUST



Wearable technologies protect people, comply, avoid shutdowns

## **Connected Operations – Real-Time Production and Delivery**

Youtube link : www.youtube.com/watch?v=xmRYPE1A\_Oo&feature=player\_embeddedUSIMINAS



Marco Antonio Castello Branco, President – Usiminas



# Chemicals



## **Chemical Industry Innovations for the Internet of Things**



**Predictive Maintenance** - Assets can send signals about their status and performance to predict possible malfunctions and maintenance needs. 3D asset visualization delivered in a spatial context ("augmented reality") further enhances maintenance from a service perspective.



**Operational Intelligence** - By blending all your data, analyzing it in real time, and federating results for intelligent decision making, you can improve operational, safety, and environmental performance



Smart Products and Connected Logistics - Using sensors and active RFID tags, chemical firms can track and identify the location, condition, and authenticity of products. Such devices create Big Data that you can now process in real time to proactively mitigate supply chain risks

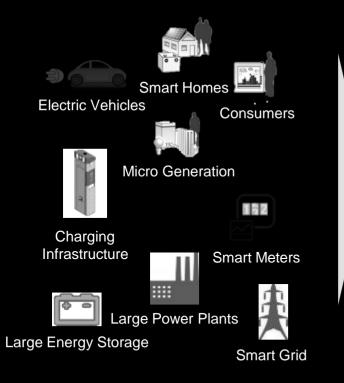


# Utilities



# **SAP's Digital Strategy for Utilities**

#### The new Energy World...



...requires integrated views on IT and OT data...

## Customer View (IT)

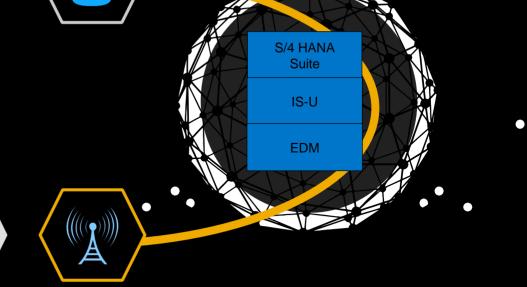
- Contracts
- Interests
- Activity in Social Media
- Revenue / Profitability
- Installed Assets
- ...

## Asset View (OT)

- Energy Flow (Time Series)
- Sensor Data (temperature, etc.)
- Likelihood of Failure
- ...

...which are provided by S/4HANA with CEC and Cloud for Energy

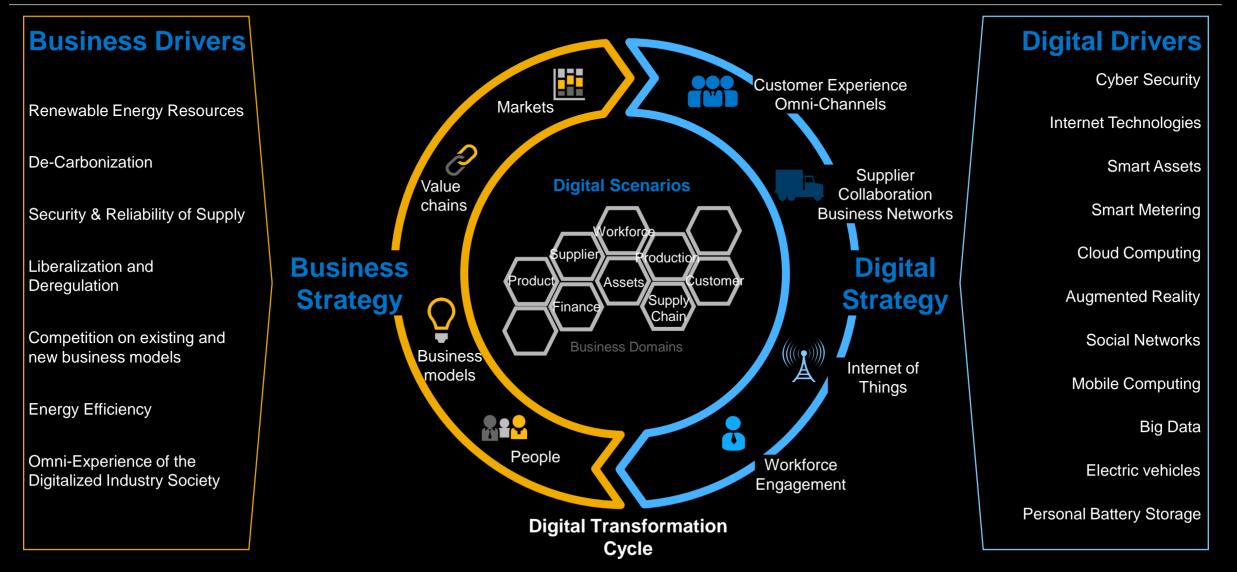
# Customer experience Omnichannels



**Cloud for Energy** 

# IoT in Utilities is the cornerstone for Digital scenarios

Connecting digital strategy with business strategy

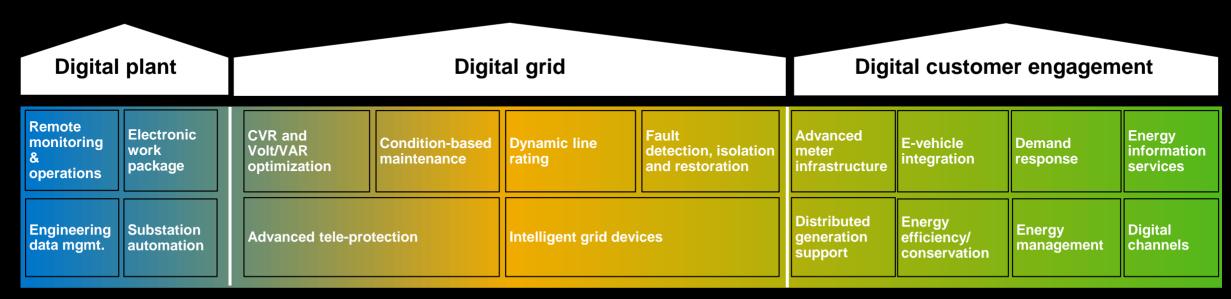


# Capabilities across the Utility Value Chain can be Transformed with Digital Technologies and IoT

### Value chain

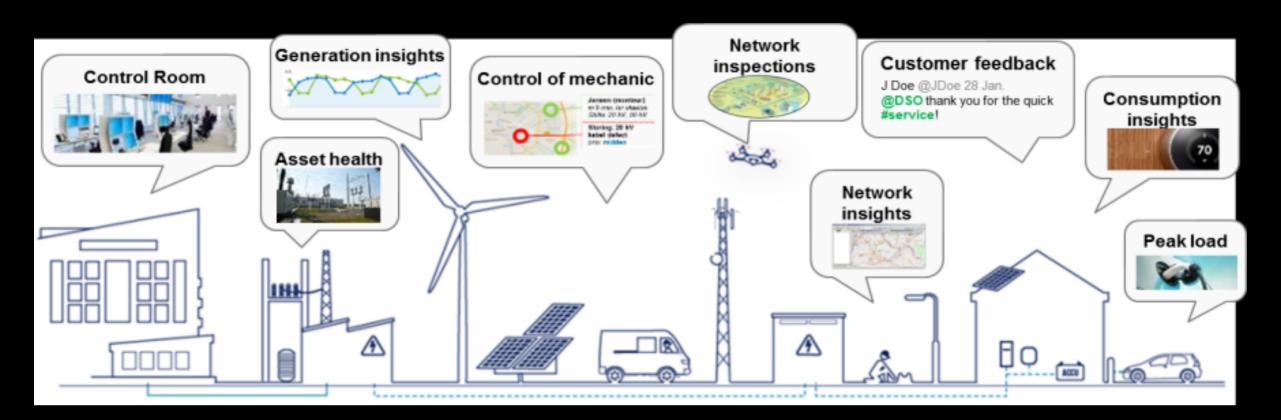


### **Digital landscape – examples**



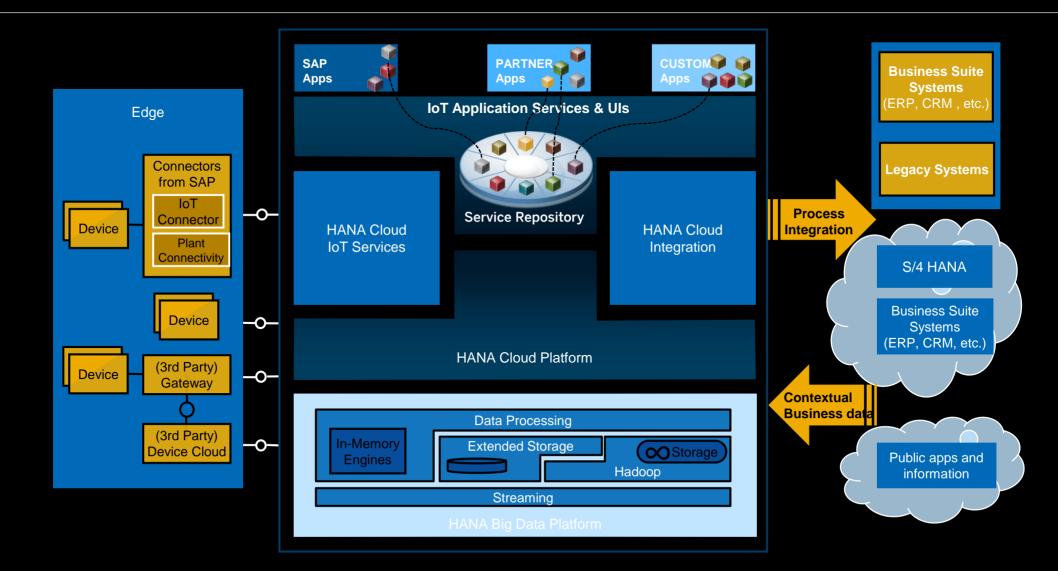
Source: Accenture analysis. Copyright © 2016 Accenture All right reserved.

# The shift towards a digital grid enables more real-time and factual decisions



## HANA Cloud Platform for the Internet of Things

**Device and process integration capabilities** 



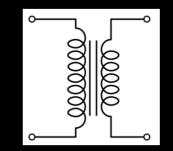
# **IoT Use Cases for Utilities Industry**



- Virtual power plants
- Asset health management
- Predictive Maintenance
- Merit Order Dispatch
- Load Forecasting
- Wind Farm Analytics



- Grid infrastructure analytics
- Geospatial Analysis

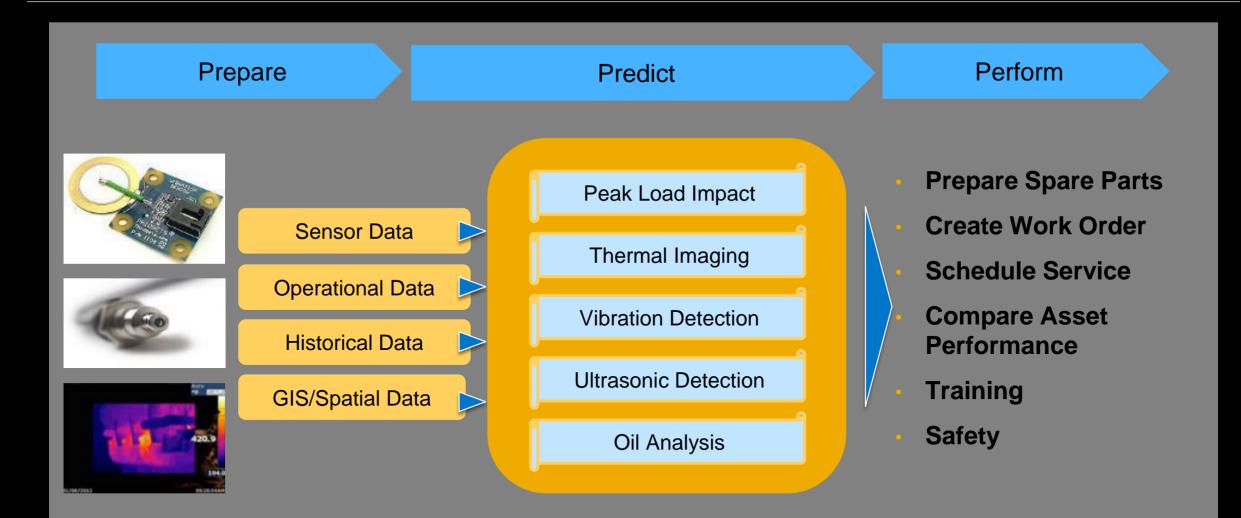


- Transformer Load Analytic
- Management of severe events / outages
- Predictive Maintenance

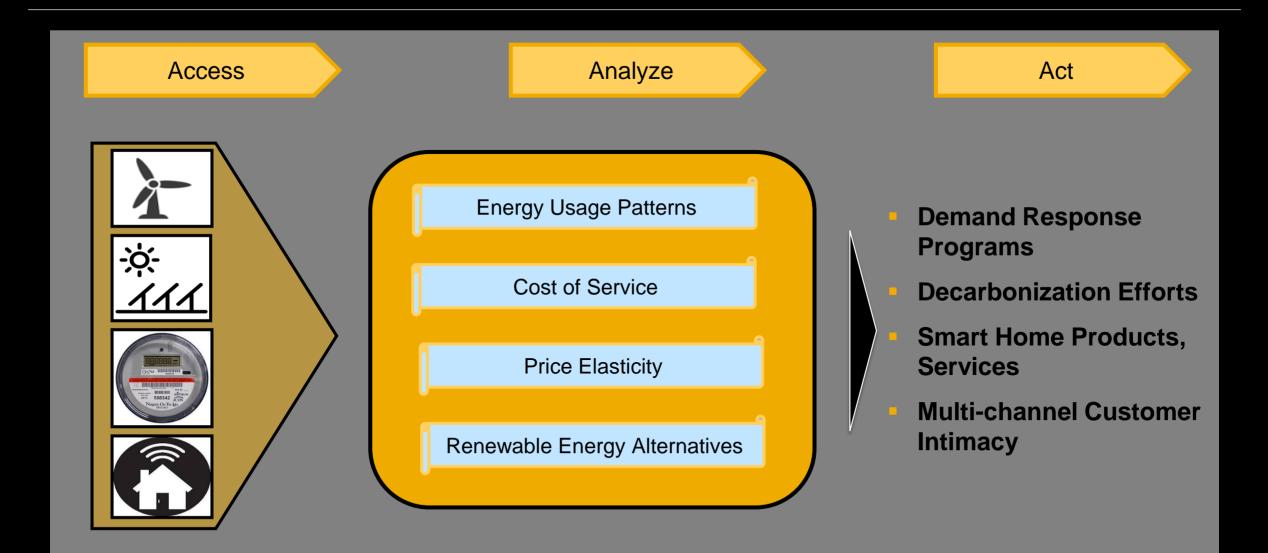


- Demand response management
- Consumption and load analytics
- Leakage and fraud management

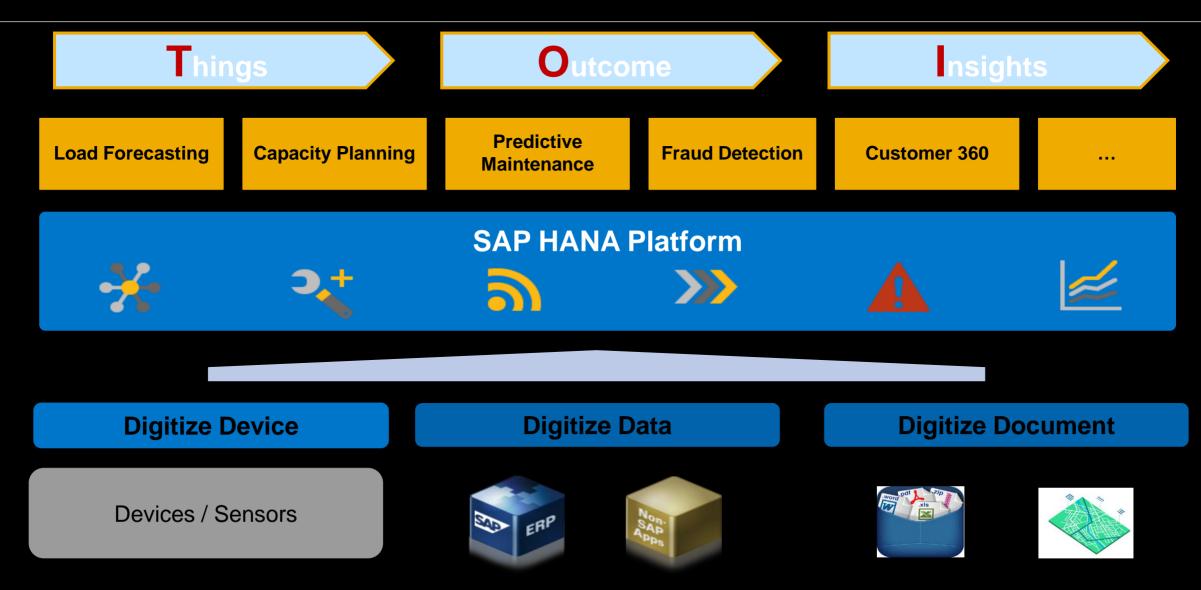
# **Re-imagine Maintenance Work**



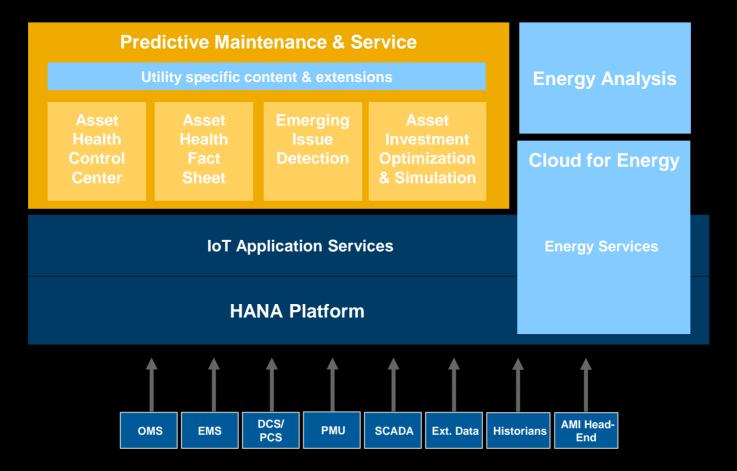
## **Re-imagine Maintenance Work**



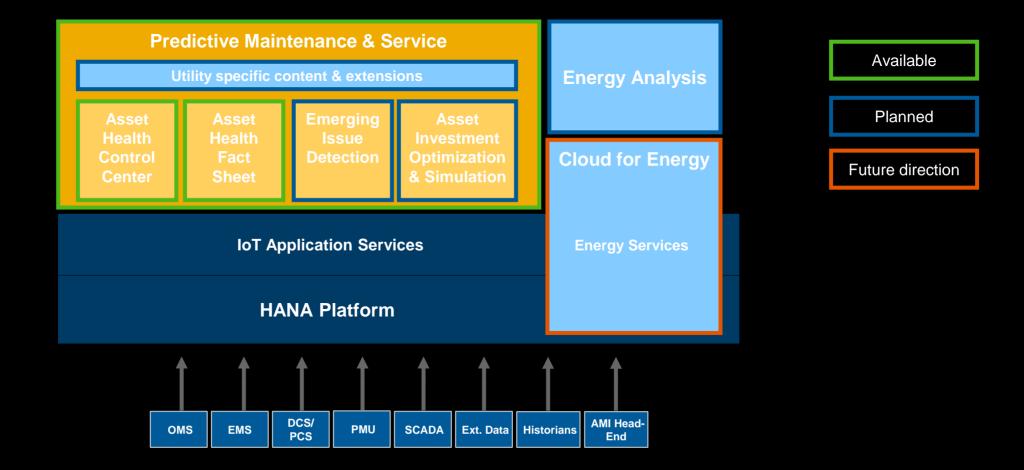
## **Digital Platform Providing Comprehensive Solution**



## **Envisioned High-Level IoT Solution Landscape**



## **Envisioned High-Level IoT Solution Landscape**

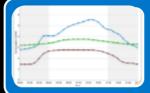


# **SAP Energy Analysis** First Utilities Application on the SAP IoT Platform

Leveraging the power of **CLOUD, IOT**, **SAP HANA** and **SAPUI5** to create a

to create a state-of-theart, next generation energy analytics solution



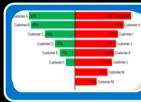


**Consumption Pattern Determination** 

 Categorize customers that share consumption behavior

## Peak Load Determination

• Display peak demands, peak time periods, peak customers, etc



### **Comparison/Benchmarking**

Compare customer consumption with benchmarking, patterns, etc.

### Forecasting

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• Forecast consumption trends, peak demands, peak time periods

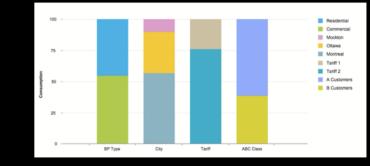
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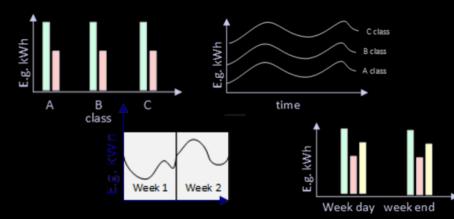
## **Energy Analysis: Scope Summary**

- Data upload
- Data filtering
- General KPIs
- Data distribution
- Aggregation
- Execute on sample
- Execute in background

Default 🛇 Add F	ilters	(199)	
Date Range:			
01/01/2015 - 08/31/2015 🛞		14	
Reading Type:			
КШН		$\mathbf{\vee}$	
Usage Type:			
Consumed		$\sim$	
Business Partner Type:		10	
Commercial   Residential	8	Ð	
City:		3	
Montreal  Mockton  Mockton	Ottav	ŋ	
Filter Criterion:			
Analysis Steps			-
Distribution		ø	
Aggregation		0	+







## Customer Example Improved Investment Planning



#### Challenges

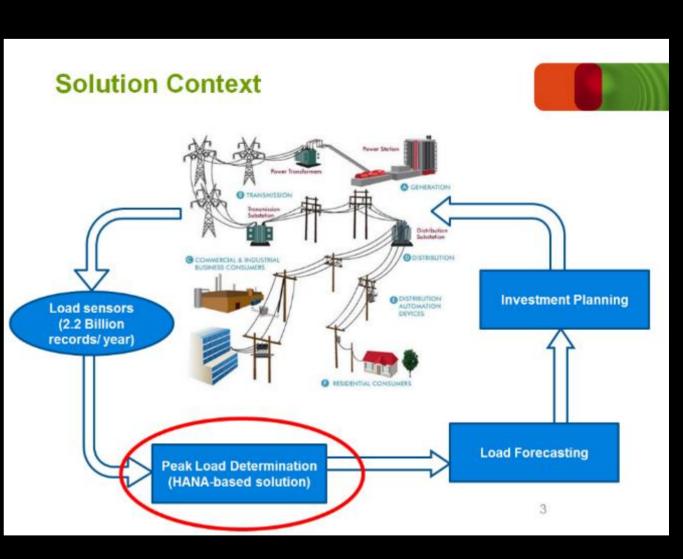
- Gain insight from large volumes of data ~3.15 billion records per year from over 22,000 sensors at 400 substations
- Increase the frequency of analysis from once a year to once a month
- Reduce process time from 2 to 3 months to 2 days
- Improve forecast accuracy

### Solution

 Forecasting with SAP HANA and data delivery with SAP Data Services

#### Value

- More information out of the data to drive investment decisions about replacing assets
- Improved effectiveness of the process through
  - Automating manual tasks
  - Increased frequency of calculations
  - Increased forecast accuracy



## Customer Example Improved Maintenance Strategy



#### Challenges

- Calculate transformer loss of life for one year of 1minute measurements at your fingertip
- Correlate and analyze sensor data
- Integrate data from various sources
- Enable spatial analysis

### Solution

 Data correlation, forecasting and spatial analysis with SAP HANA

### Value

- Calculate true age of the transformer and thus drive replacement strategy
- Take forecasted data and business data (e.g. from SAP PM system) into account

# 

## **Transformer Loss-of-Life Calculation**

- Calculate transformer loss-oflife using IEEE
   C57.91-2011 (for 1 year with 1-minute measurements 1.8 seconds)
- Use load or (here) transformer oil temp measurements (top-oil and winding)
- See development of resulting hottestspot oil temperature (red) and loss-of-life factor (green) over the year



# Customer Example Asset Health Management



#### Challenges

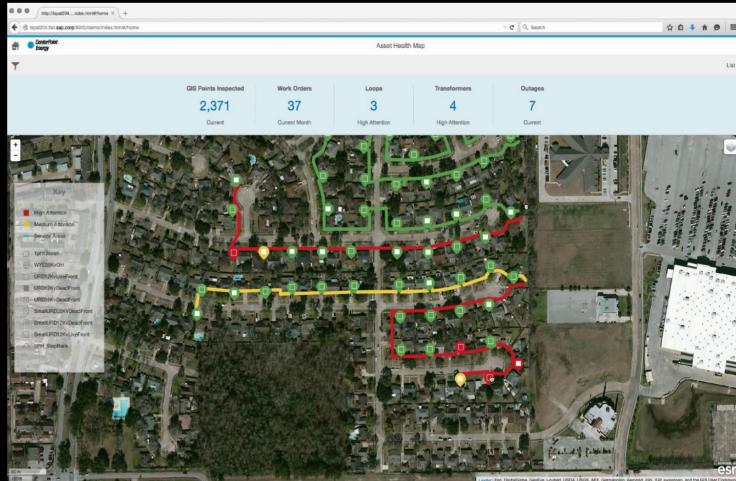
- Optimize asset investment program
- Reduce risk of outage
- Increase safety of crews

#### Solution

 Asset Health Management application based on the SAP Predictive Maintenance and Service Foundation

#### Value

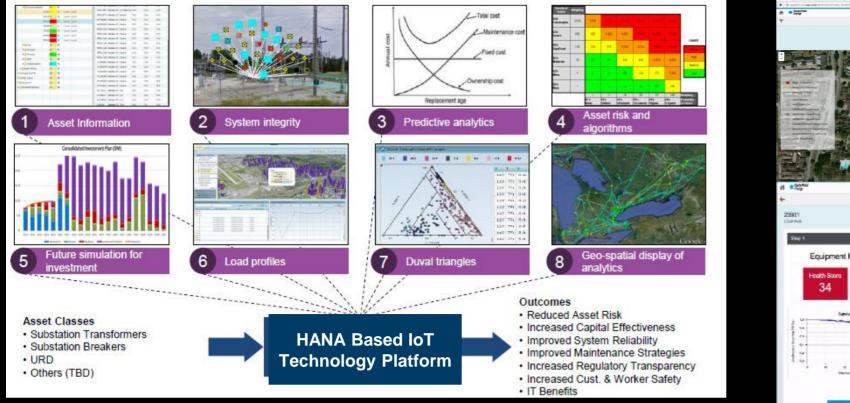
- Determine true age of the assets and likelihood to fail.
- Concentrate on high priority assets
- Long-term planning for asset maintenance and replacement
- Prepare crew with regards to condition and site

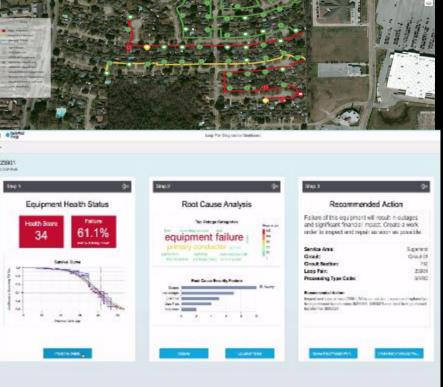


## Predictive Maintenance Use Cases at CenterPoint Energy Asset Health Application



## Asset Health Application to monitor and predict the lifecycle of assets



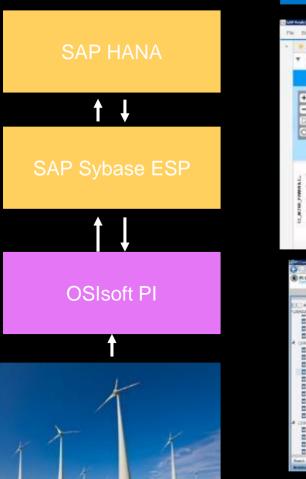


- Determine true age of the assets & likelihood to fail to concentrate on high priority assets
- Long-term planning for asset maintenance and replacement

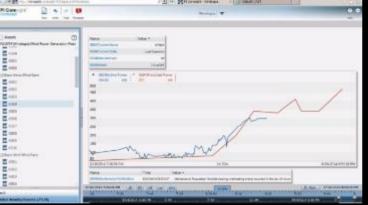
Co-Innovation project with Accenture

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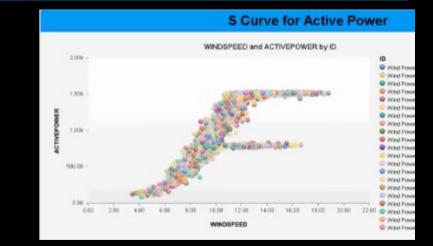
## Wind Farm Analytics demo built with OSIsoft





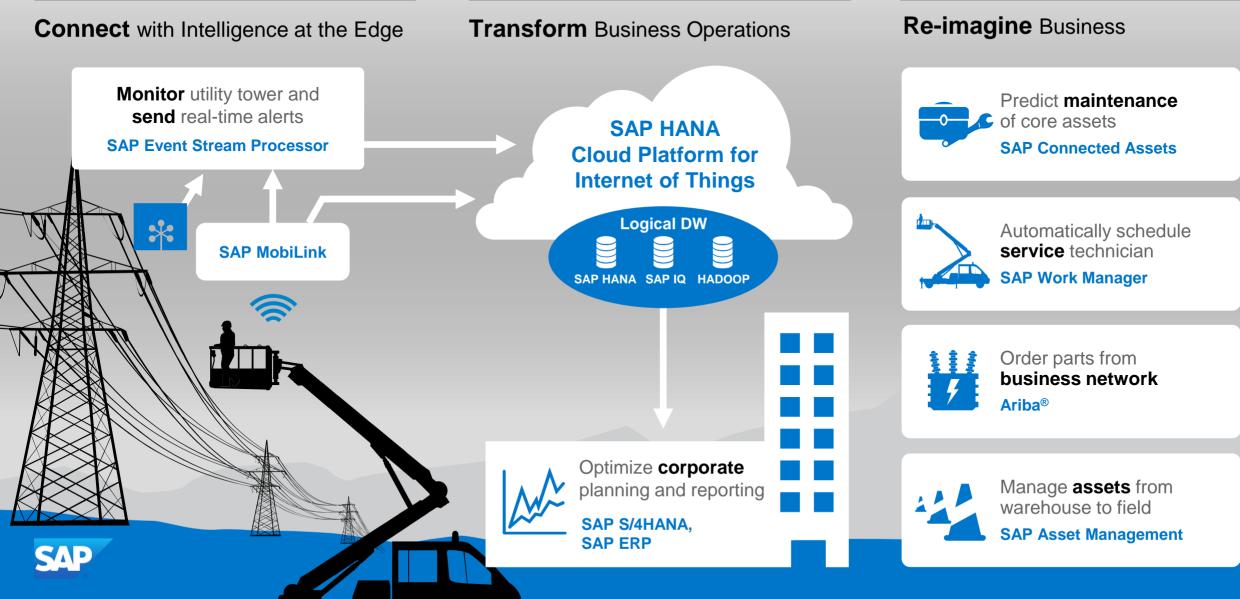


#### **Business Analytics**



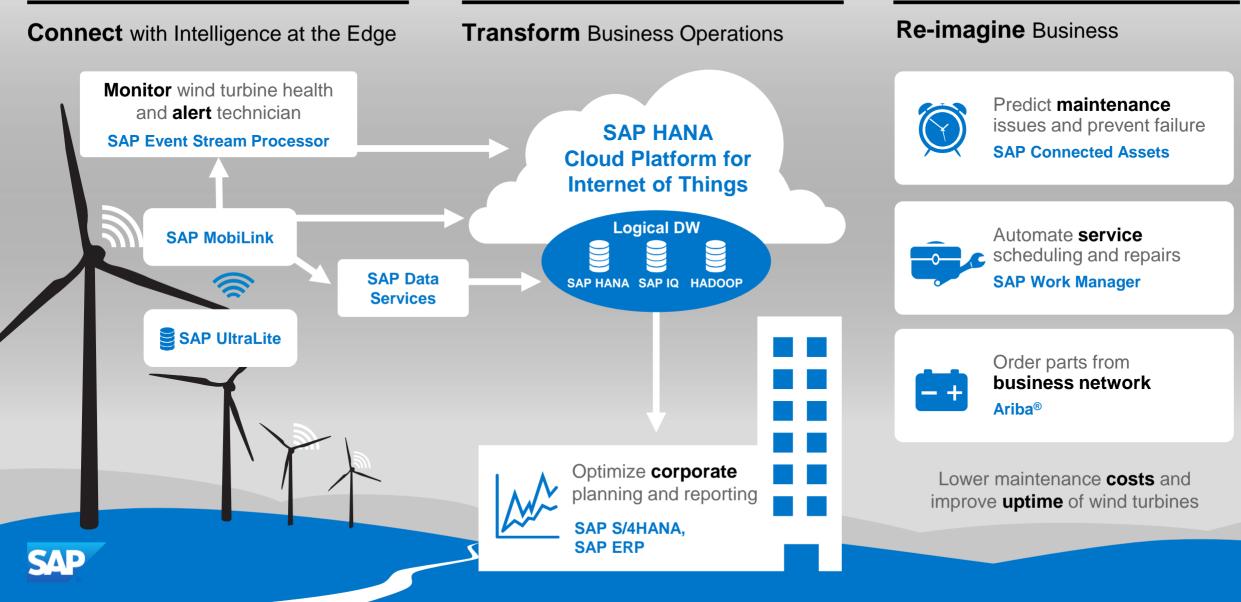
#### **Operational Analytics**

## Connected Asset Management of Utilities with SAP Internet of Things



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## **Connected Wind Farms with SAP Internet of Things**





# Thank you



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