

Aachener ERP-Tage 2017:

ERP und MES – Intelligente Vernetzung auf dem Weg zu Industrie 4.0

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21. Juni 2017





# NEIN, natürlich nicht ...

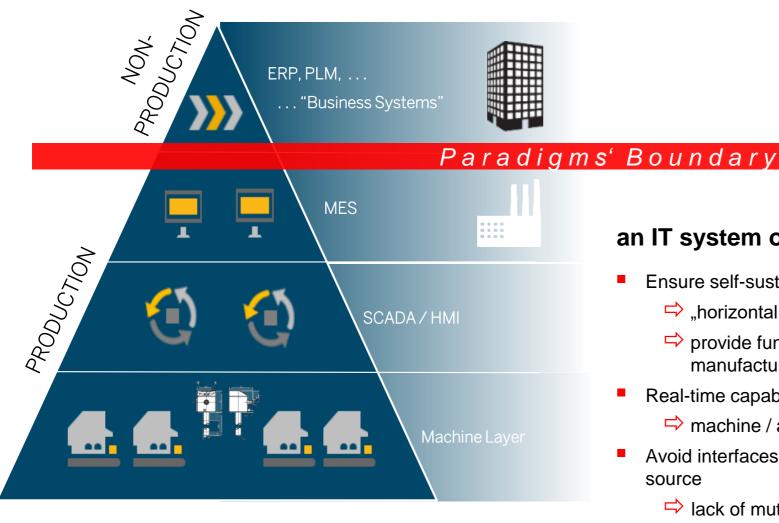


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## MES today

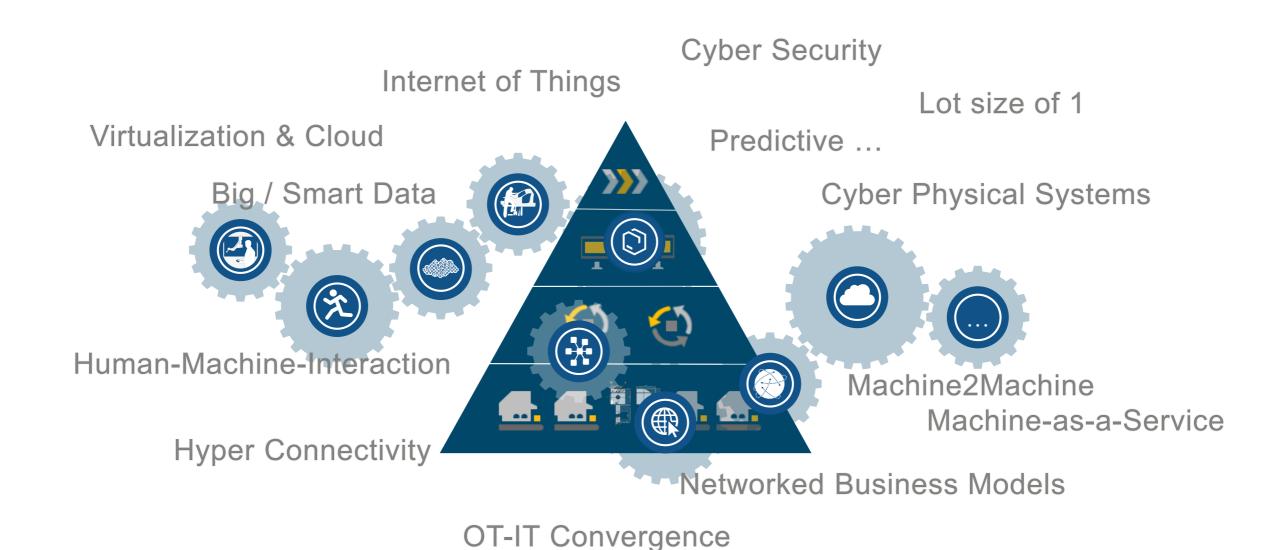


#### MES =

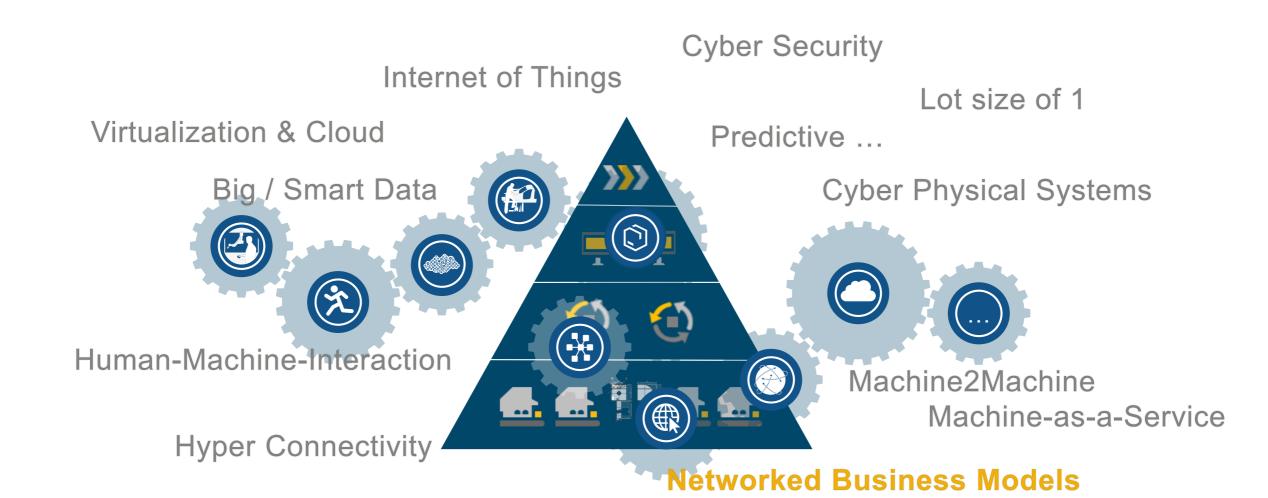
## an IT system of standard functions and features

- Ensure self-sustaining operations in production
  - ⇒ "horizontal integration"
  - provide functionality that reaches beyond manufacturing execution
- Real-time capabilities and failure-proof operations
  - machine / automation integration
- Avoid interfaces all required functions from one system source
  - ⇒ lack of mutual understanding and acceptance
  - ⇒ lack of end-to-end process thinking and acting

## MES in the Era of Industrie 4.0



### MES in the Era of Industrie 4.0



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**OT-IT Convergence** 

# Market Trends Influenced by the Digital Transformation ... Challenging Production







### **Rapid Innovation**

- » Time to market
- » Innovative (smart) products
- » New business models

#### The Market of One

- » Highly configurable products
- » Individualized products
- » Service-enabled solutions

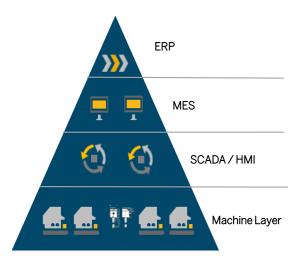
### **Extreme Variability**

- » High flexibility & productivity
- » Innovative technologies
- » Employee enablement & empowerment

## The Internet of Things and its Impact on Manufacturing

Time to change paradigms!

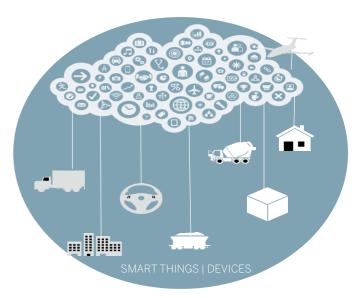
#### Industrial Internet of Things



#### Business defines the game and the rules

- New business models impacting product design and capabilities – responsiveness of process stakeholders – required product serviceablility
- Product individualization
- More configurable products & higher degree of configuration
  - ⇒ increasing number of variants
  - ⇒ decreasing lot sizes down to a lot size of 1
- Product prices not to increase considerably

#### Internet of Things



#### **Production** –no matter where located – needs to adopt and deliver flexibly

- Highly agile and adoptable to change
- Produce at mass production costs

#### CHANGE PARADIGMS!

- ⇒ *no longer:* production vs. non-production

## The Internet of Things and its Impact on Manufacturing

OT-IT Convergence: Understanding <u>a n d</u> doing it the right way

Industrial Internet of Things

ERP

MES

SCADA/HMI

Machine Layer

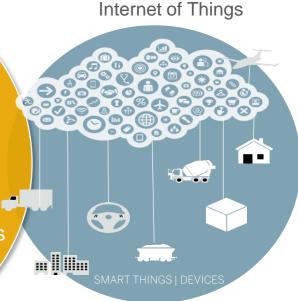
## Industrial Internet of Things

- » ... where Manufacturing Execution is
  - a NETWORKED task to be performed
  - deploying all available and necessary resources (humans, technology, systems, ...)

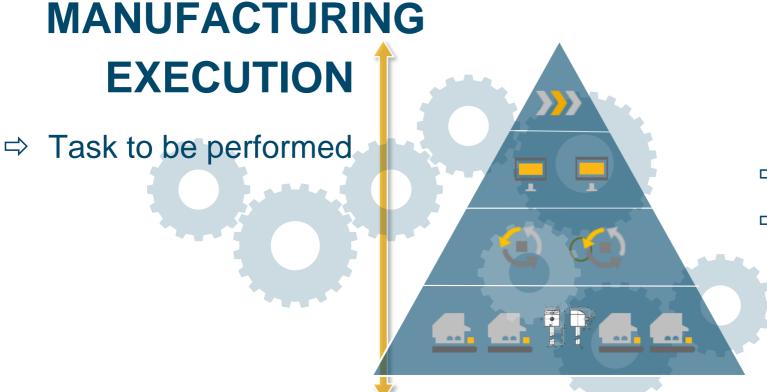
**Internet of Things** 

» New, connected business models

>> Business networks



## MES TOMORROW

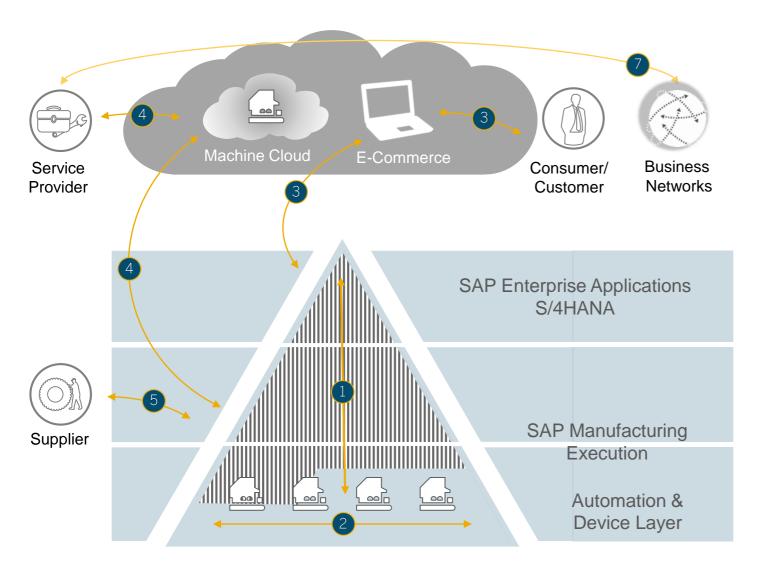


## **SYSTEM**

- ⇒ Synonym: *NETWORK*

**⇒** SAP Connected Manufacturing

## **Connecting Production to the Internet of Things**

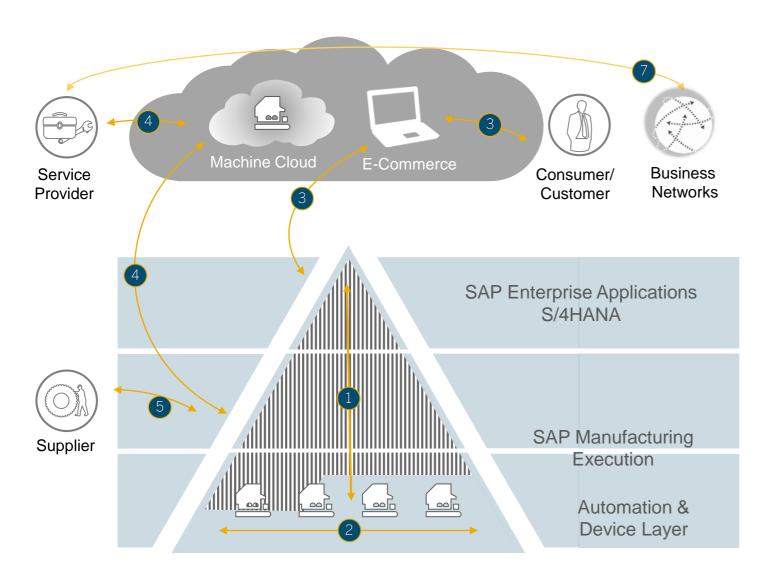


## **INTEGRATION SCENARIOS**

- Shop Floor to Top Floor
- Machine to Machine
- e-Commerce Integration
- Machine Cloud
- Supplier Integration & Direct Replenishment
- People Integration
- Business Network Integration

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## **Key Enablers**



### Comprehensive Integration *E2E*

Integrated business processes

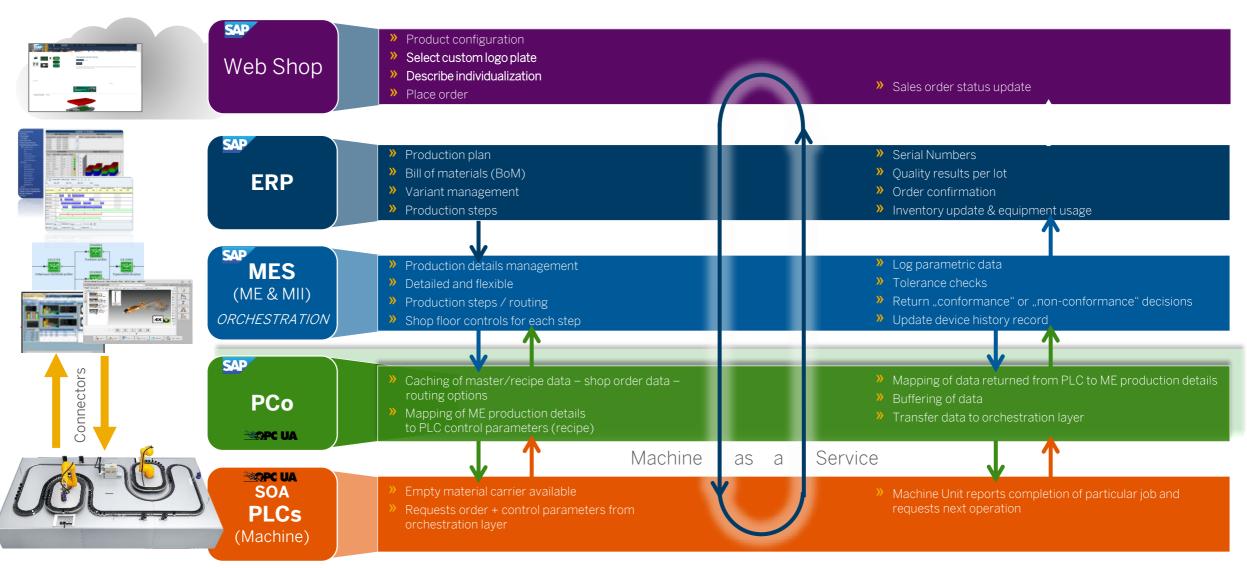
## Human Factor Support *E2E*

→ Intuitive and efficienct user guidance

## Insight to Action *E2E*

- Performance management and manufacturing analytics in near real time – that automatically trigger smart action
- ... powered by open platforms and common technology and communication standards

## **SAP Open Integrated Factory**



## Ask questions differently - ask NEW questions!

- **⇒** What does "LOT SIZE of 1" actually mean?
  - **⇒** How should FLEXIBILITY in production be interpreted?
  - Eliminate the management of business logic (⇒ machine parameters) from the automation layer
  - Don't program c o n f i g u r e !
  - Your production control system (MES) can adequately support any operation's execution mode
     (⇒ manual / automated)
  - Your manufacturing execution system should take the role of an ORCHESTRATION LAYER
  - Not all functions and features required to execute as planned / as specified need to be provided by one single-source IT system ⇒ be smart – integrate!

## ebm-papst: 2015 Winner of the "Landmarks in the Land of Ideas" Contest "Urban Space. Rural Space. Cyber Space! Innovations for a Digital World." \*



Because of its networked production process enabled by SAP Manufacturing Execution, German fan and motor producer ebm-papst was named one of the 100 winners of the 2015 contest staged by the "Germany – Land of Ideas" initiative.

\* 2015 contest theme

With more than 15,000 products and 650 engineers and technicians, ebm-papst implemented SAP MES in 2009 to centralize control of its production operations.

As a result, its suppliers and international locations are incorporated fully in the digital information flow. And employees can also track an individual product's status at any point in the production process.



"The benefit of IoT for our customers is our high flexibility with regards to new requirements. We can offer a high number of varieties with different lot sizes at short supply times."

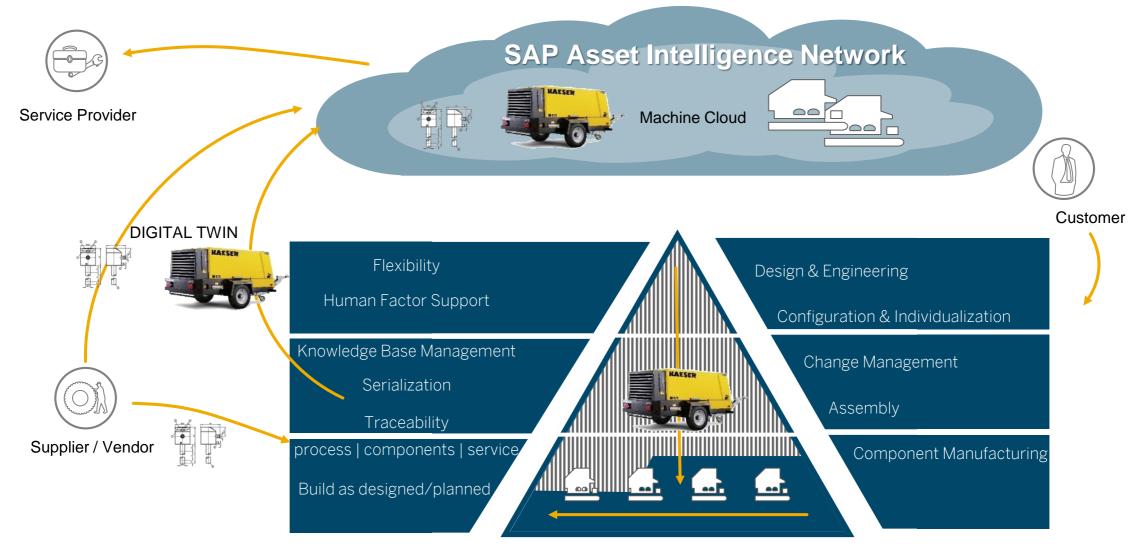
"

Patrick Reinwald – ITP Head of Industry Solutions and Intelligence, ebm-papst at SAP Executive Summit IoT – Berlin, September 16/17, 2015



#### **KAESER Mobilair**

## Compressed Air – from Idea to Performance



## Ask questions differently - ask NEW questions!

Which tasks need to be executed in a (near) real-time / fail-safe mode?

Which resources (machines, IT functions, ...) are required to support their execution?

 These are the ones to be run locally – because issues imposed by external telecommunication infrastructure are beyond your control

#### Manufacturing operations: local or centralized management | on-premise or cloud?

- All functions and resources that do not need to be available in a fail-safe mode
  - can be managed centrally
  - access to remote (centrally managed) functions and information via web browser, web service, etc.
  - especially reporting and analytical functions will profit from a centralized deployment approach (⇒ TCO) since an eventually high-end solution infrastructure e.g. necessary to manage multi-source "big data" and sophisticated real-time analytics pays off when managed centrally and deployed cross-plant, whether managed on-premise or in the cloud

## ... and there are many more *NEW* questions to be asked!



## SAP Open Integrated Factory

# Thank you.

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