

# TRANSFORMING Supply Chain Lenovo Data Center Group

Bobby Bernard | March 2018

Lenovo™



- ❑ Globally managed Supply Chain
- ❑ 100% Build-to-Order
- ❑ Product & Customer Complexities





# Journey – Improvements made in the past year

## Basic Digitization

Home grown tools in certain areas that help manage our dynamic d2d

## SLA Alignment

Enhanced Order Scheduling Process to enable the most accurate and competitive Customer Dates

## Quality

Manufacturing Automation, Product Packaging improvements, and White Glove / Ride-Along processes

## ICC

Intelligent Customer Communication which provides automated order information

## CSC Capabilities

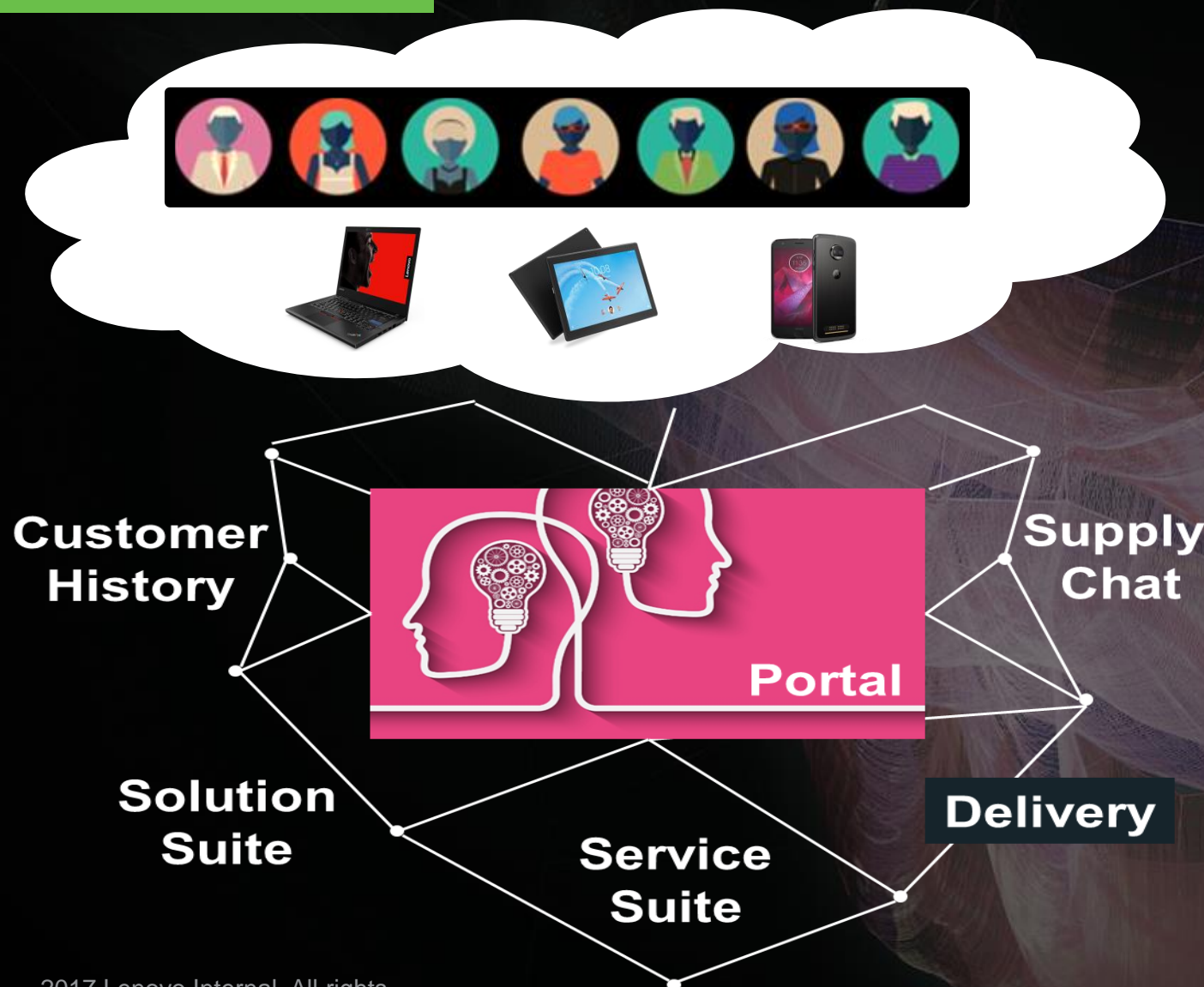
Core services expanded and Global Mgmt System established to streamline customization engagements

## Logistics

Implemented premium destination services and real-time visibility capabilities



# DCG Supply Chain Vision



- Digital Customer Experience
- Real Time & Interactive
- Sales Enabler
- Demand Shaping
- Proactive Inventory Mgmt
- Smart Margins



- 1 Strategic Sourcing
  - Foundational category management
- 2 Digital Procurement
  - Spend analytics; Commodity Trends
- 3 Supply Chain Digitalization
  - End-to-end visibility and integration
- 4 Manufacturing Services and Solutions
  - Supply chain services and solutions
- 5 Predictive Analytics
  - Utilizing both structured and unstructured data
- 6 Sales / Customer Communications
  - Customer engagement portal





# Transformation through Key Digital Technologies



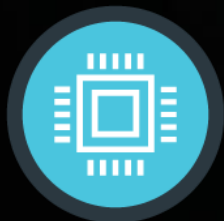
## IoT

Connect to track key order shipments or material flow



## Analytics

Analyze patterns in data and information across the supply chain to drive meaningful actions and shape demand



## AI / ML

Computer systems perform tasks that normally require human intelligence.



## Blockchain

Use as a secure documentation ledger to access & share information with Partners



# Search for a Solution Provider

## Criteria

- One partner
- Holistic supply chain solution
- Global Reach
- Digital Technology Enabler





# IBM Supply Chain **Insights**



Compare structured against dark data, identify business impact



Data you possess



Data outside your firewall



Data that's coming

Structured and active  
(20%)

Unstructured and dark (80%)





# An Operational Platform



## Operations Center

with Smart Alerts

## Resolution Rooms

with Ask Watson

## Digital Playbooks

Configurable, intuitive alerts cut through data overload

Instantly assess financial impact of impending risks and disruptions

Visibility across internal and external events affecting the supply chain lifecycle

Online collaboration aided by cognitive insights to resolve disruptions and mitigate risks

Ask Watson to recommend experts, source key information and access knowledge from prior event resolution

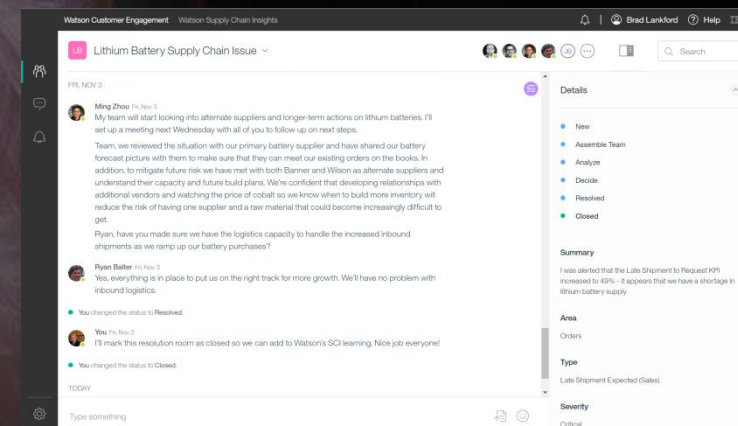
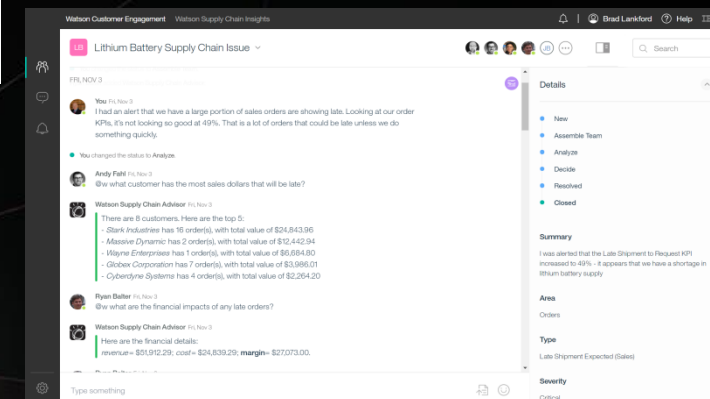
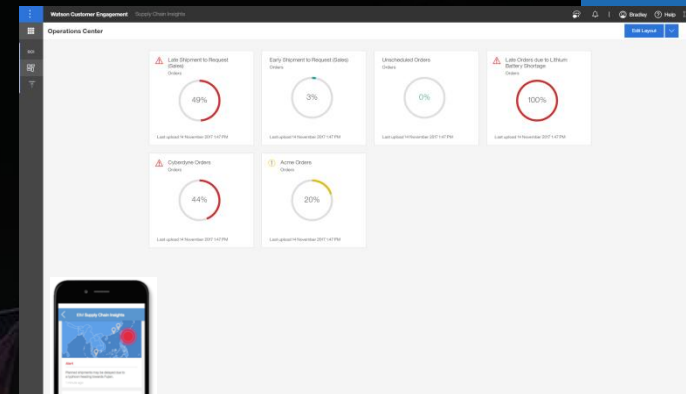
**Slash informational retrieval time by 90%**

**Watch disruption time dwindle from days to minutes**

Remembers actions and builds a body of knowledge by learning over time about how issues are addressed

Enables greater speed and accuracy in responding to future events

**Enable quick, highly-informed business decisions**





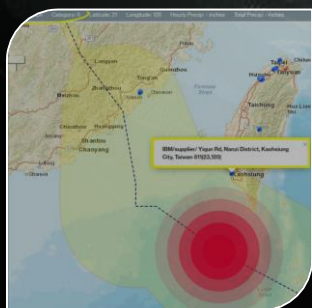
# Watson Supply Chain Roadmap

IBM



## Core Q&As and use case specific insights

developing expertise for high priority use cases (inbound supply, complex order management, route integrity)



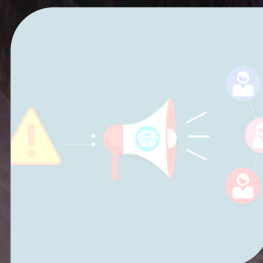
## External data ingestion

Weather Company, traffic congestion, supply chain legislation, supplier news, Watson News



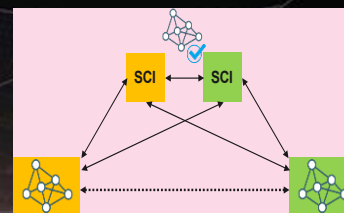
## Ecosystem Enablement

Partners imbedded into platform to deliver insights and help to teach Watson insights on their area of relevant data



## Expand Industry Coverage

KPIs, Watson Insights and use cases support additional verticals (retail, healthcare, F&B...)



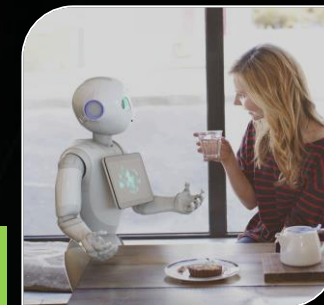
## Data Model

Collaborate to define a standard data model with wide range of KPIs and use cases KPIs, Watson



## Blockchain

Integrated solutions to leverage blockchain for supply chain use cases Watson



Watson generating insights across supply chain

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## Hill #1 Order Visibility & Alerting

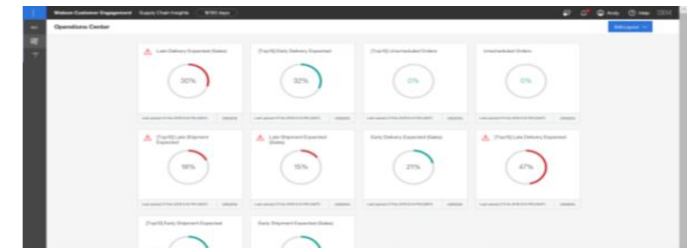
- **Who:** “Fred”, a fulfillment manager,
- **What:** can view a grouped list of recommended actions on outbound and in-transit orders so he can
- **Wow:** proactively change a possible negative outcome before it affects the customer.

## Hill #2 ATP

- **Who:** “Fred”, a fulfillment manager,
- **What:** can view a grouped list of recommended actions on outbound and in-transit orders so he can
- **Wow:** proactively change a possible negative outcome before it affects the customer.

## Hill #3 Top 10 Customers

- **Who:** “Fred”, a fulfillment manager,
- **What:** can view a grouped list of recommended actions on outbound and in-transit orders so he can
- **Wow:** proactively change a possible negative outcome before it affects the customer.



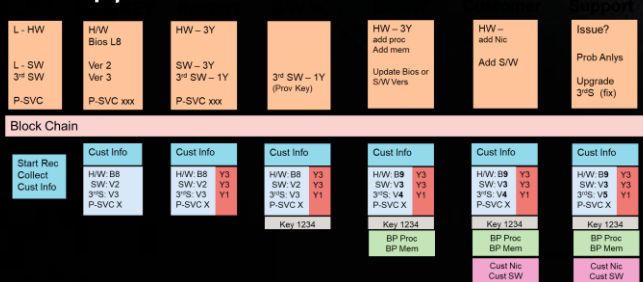


Operational, ready to Join

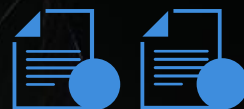


## Asset Management and IBM

- IBM lead, seeking Lenovo to get onboard
- Working PoC - AMB
- PO through second sale life cycle and support

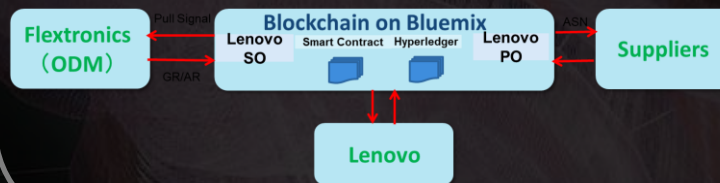


Testing



## Buy / Sell and Lenovo BT/IT

- Resolve offline communications for buy/sell process
- Upskill Blockchain development skills
- First internal PoC, 3 peers

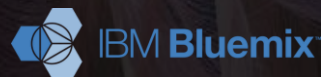
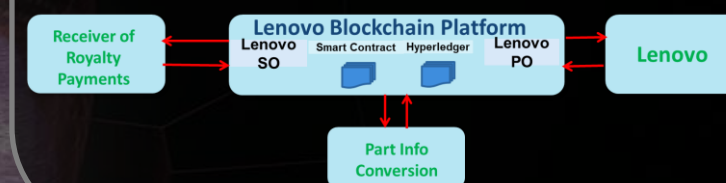


Concept



## Royalty Payments and DCG

- Tracking Royalty payments for SW licensing
- IBM will be first peer
- Currently managed by email, info is converted from Lenovo language to IBM language



Lenovo // BLOCKCHAIN



HYPERLEDGER



HYPERLEDGER



HYPERLEDGER



# Capabilities through Transformation

**Customer History** - 360° View of Customer

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**Supply Chain Insights** – Price-to-Quote; Available to Promise

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**Service Suite** – Predictive Maintenance; Contract Extensions

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**Delivery** – Risk Mitigation Actions; First Mover's Advantage

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**Customer Chat** – Chat Bot; Customer Service

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**Source to Contract** – Commodity Pricing Analysis; Spend Analytics

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# thanks.

Different is better