

**Schaeffler and IBM enter strategic partnership**  
**Tuesday, October 04, 2016 06:34:00 PM (GMT)**

HERZOGENAURACH, Germany and EHNINGEN, Germany, Oct. 4, 2016 /PRNewswire/ -- As part of its "Mobility for tomorrow" strategy, Schaeffler is digitizing its entire organization. With IBM as its strategic partner, Schaeffler is creating a digital platform for processing large amounts of data, generating valuable insight to transform its operations. From October 2016 the resulting Schaeffler Cloud will be available for the first user cases and applications.

The global automotive and industrial supplier Schaeffler has chosen IBM as its strategic partner for its digital transformation. IBM will act as the technology provider, consultant and development partner for a digital ecosystem to support Schaeffler in the integration of its mechatronic components, systems and machines into the rapidly expanding world of the "Internet of Things" (IoT), as well as implementing market ready new business models based on digital services. As a first milestone the two companies have built a digital platform for all of Schaeffler's added-value digital services from October this year.

Schaeffler is working closely with IBM to develop innovative solutions for Schaeffler's own transformation and for customers using design thinking and agile development methodologies. An open, digital ecosystem is being built to form an environment in which Schaeffler can work smoothly with its customers and partners, with the digital platform as the technical foundation.

"We are constantly working to offer significant added value for our customers. Our aim is to connect data from across products and processes. Using analytics we turn this primary data into valuable insight which is used to increase the efficiency of our operations and develop innovative services for our customers. We are very pleased to have found the ideal partner with IBM," said Prof. Peter Gutzmer, Deputy CEO and Chief Technology Officer of Schaeffler AG.

**Schaeffler's digital agenda**

Gerhard Baum, Chief Digital Officer of Schaeffler, commented on the company's approach for digital transformation: "We are concentrating on expanding the integration of sensors into our existing products as well as developing new products with integrated cognitive software. Not only will the machines and transport infrastructure within the production environment at Schaeffler be connected, but individual plants will also be digitally linked to the whole supply chain. At Schaeffler, we want to digitally optimize processes and procedures as well as create new service-oriented processes, and thus drive the digital interaction between people and IT systems."

"The joint implementation of Schaeffler's digital agenda is the perfect fit to leverage and promote our new cognitive IoT capabilities for the manufacturing sector," said Ivo Koerner, Board Member Sales, IBM Germany. The base will be a global, hybrid cloud infrastructure using IBM's application platform "Bluemix" with Watson IoT to create differentiating applications and mobile apps for the Internet of Things.

**Consistently connecting and integrating big data**

Schaeffler's components such as bearings or clutch release systems are used in important parts of machines and vehicles which produce critical information about condition and movement. Schaeffler has put significant investment into research and development in recent years and has incorporated sensors, actuators and control units with embedded software into these products. With this, it is now possible for these parts to collect and process valuable data on the condition of a machine and then convert this data into added-value services.

During the first phase, the partnership will focus on:

- Optimizing maintenance in the wind energy sector:

Schaeffler is an important player in the renewables industry producing the huge bearings that help turbines to spin freely. Replacing these bearings is complicated and expensive as it results in downtime and lost energy. Through the new agreement, IBM and Schaeffler will explore how machine learning can reveal additional insight about the performance of equipment in different operating conditions. Sensors in the equipment and

even in the bearings themselves will report on the actual condition of components in realtime. Using wind forecasts from the Weather Company (an IBM company), turbine operators will be able to plan ahead and replace parts during less windy periods.

- Digitized monitoring and optimization of trains:

With many decades of experience in the railway sector, Schaeffler works closely with rail manufacturers and operators providing bearings and other parts for any application in passenger trains and freight vehicles. Using cognitive insights from the cloud, Schaeffler will enhance its predictive maintenance systems for railways, helping to increase efficiency and safety. Smart bearings will be able to measure their own vibration, temperature, torque and speed triggering alerts and informing railway operators about possible safety issues.

- Connected vehicles:

Schaeffler is leading the way in the development and manufacturing of products for engine, transmission and chassis applications. New technologies will allow Schaeffler to extend the functionality and lifespan of components for the automotive industry. Real time analytics and cognitive systems will turn data from components and systems into valuable insight which can be used by manufacturers to increase the reliability of cars and offer new value-added services to customers.

- Industry 4.0 for Tooling Machines:

IBM's cognitive technologies will support Schaeffler's Industry 4.0 strategy for tooling machines helping to improve overall equipment efficiency (OEE). This includes the optimization of production processes, real time analysis of data and context-driven maintenance, networking and optimization of multiple machines within a production line. The objective is to continuously optimize production and supply chain. Focus is on internal optimization to increase efficiency and to leverage this for the creation of new service offerings for customers and partners.

- Connected Equipment Operations Center:

Experts are monitoring the condition of thousands of machines and pieces of equipment on and off site. Big Data is transmitted to the Operation Center and processed in the Schaeffler Cloud. Algorithms and cognitive approaches will analyze data helping to make predictions about machine performance and create opportunities for optimization. Irregularities and potential faults are automatically identified and corresponding actions rapidly initiated.

About Schaeffler

The Schaeffler Group is one of the world's leading integrated automotive and industrial suppliers. The company stands for the highest quality, outstanding technology, and strong innovative ability. The Schaeffler Group makes a decisive contribution to "mobility for tomorrow" with high-precision components and systems in engine, transmission, and chassis applications as well as rolling and plain bearing solutions for a large number of industrial applications. The technology company generated sales of approximately 13.2 billion euros in 2015. With around 85,000 employees, Schaeffler is one of the world's largest companies in family ownership. It has a worldwide network of manufacturing locations, research and development facilities, and sales companies at approximately 170 locations in over 50 countries.

Follow us on Twitter @schaefflergroup to get all of our latest press releases and news.

About IBM Watson IoT

IBM is an established leader in the Internet of Things with more than 6,000 client engagements in 170 countries, a growing ecosystem of over 1,400 partners and more 750 IoT patents which together help to draw actionable insight from billions of connected devices, sensors and systems around the world. Building on the company's \$3 billion USD commitment to bring Watson cognitive computing to IoT, in December 2015 IBM announced a new global headquarters for IBM's new Watson IoT unit in Munich Germany, bringing together 1,000 IBM developers, consultants, researchers and designers to drive deeper engagement with clients and partners. In manufacturing alone, IBM has over 1,000 clients which use Watson Internet of Things technologies and decades of experience working closely with the leading manufacturers around the world.

For more information about IBM Watson IoT, visit: [www.ibm.com/iot](http://www.ibm.com/iot)

To view the original version on PR Newswire, visit: <http://www.prnewswire.com/news-releases/schaeffler-and-ibm-enter-strategic-partnership-300339094.html>

SOURCE Schaeffler

**Countries:** Germany

**Industries:** Automotive, Transportation, Trucking & Railroads, Computer Electronics, Hardware & Software

**Languages:** English

**Primary Identifiers:** IBM-US, 0CBVXX-E

**Related Identifiers:** IBM-US, 0CBVXX-E

**Subjects:** Contracts