

GENERATIVE AI: THE INNOVATION TRANSFORMING BUSINESS INFORMATION TECHNOLOGY



Case Study: AI-Powered Business Assistant for Kenyan SMEs



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INTRODUCTION

- Generative AI creates new content from data
- Combines machine learning & natural language processing
- Transforms business tasks like writing, analysis, and communication

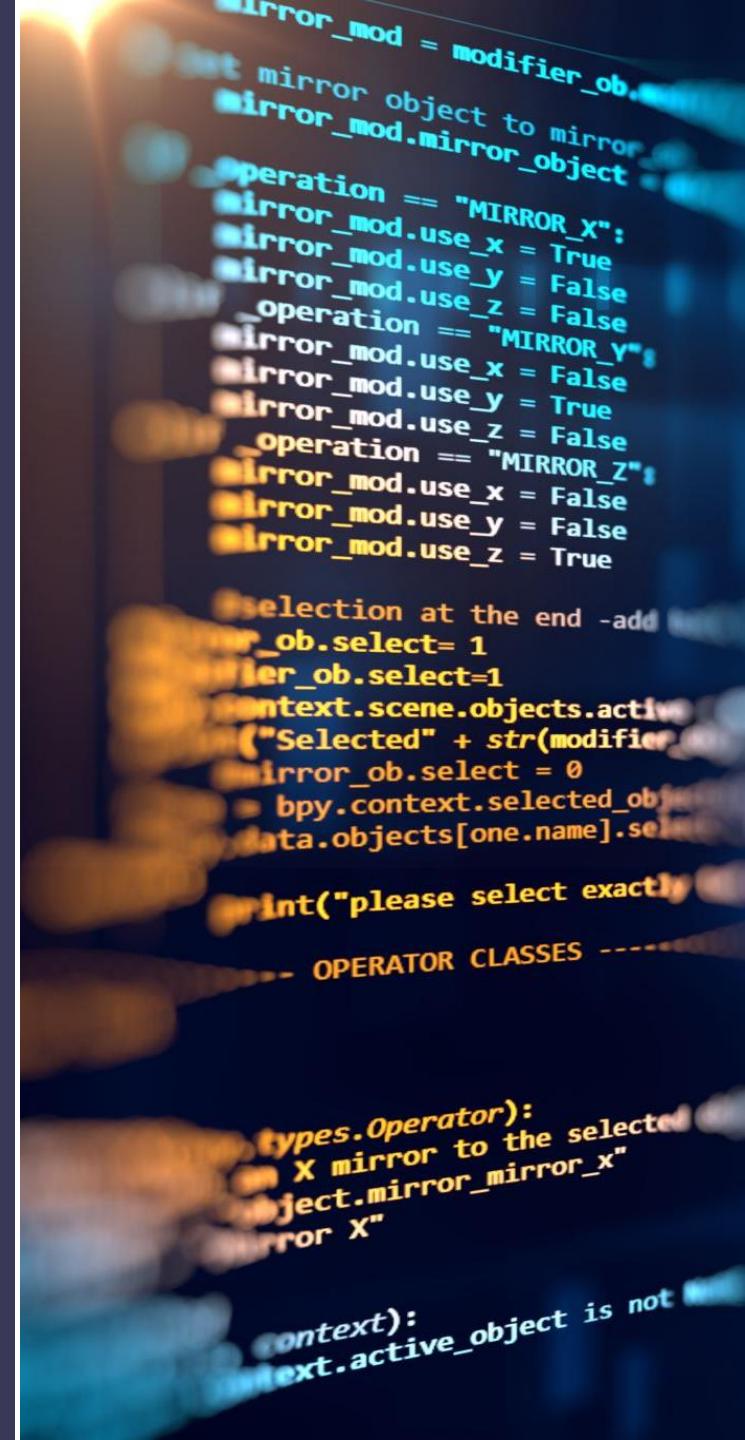
Generative AI refers to AI systems that create new content, not just analyze existing data. These systems use machine learning and natural language processing to generate coherent text, reports, or summaries. For Kenyan SMEs, which form over 80% of all businesses in the country, this means they can automate routine tasks, save time, and focus on strategic decisions. This slide sets the stage for understanding how BBIT concepts like information systems, AI, and business process automation converge in a real-world solution.



HISTORY OF GENERATIVE AI

- Early AI focused on prediction and classification
- GPT models by OpenAI introduced text generation
- 2022–2025: AI expanded to text, images, and code

The evolution of Generative AI started with classical machine learning and rule-based systems, which could only predict or classify data. A major leap occurred with transformer models like **GPT** by OpenAI, enabling AI to generate coherent, contextually aware text. By 2022–2025, Generative AI expanded to multimodal content including images, code, and reports. For Kenyan SMEs, the relevance is clear: even small businesses can now leverage sophisticated AI capabilities to automate reporting and customer interactions without needing highly specialized staff.



HOW GENERATIVE AI WORKS

- It is trained on large datasets using neural networks
- It learns patterns, context, and structure in data
- Generates new content such as reports or answers

Generative AI works by learning patterns, context, and structure from massive datasets using neural networks. Once trained, it can generate reports, respond to customer queries, and summarize information accurately. For SMEs in Kenya, this means manual tasks like weekly sales reports or customer feedback summaries can be automated, freeing owners to focus on strategic planning.



APPLICATIONS IN BUSINESS IT

- Automated report generation
- Customer query handling
- Marketing content creation
- Data analysis & summarization

Generative AI can automate repetitive tasks like report generation, answer customer queries in real-time, and produce marketing content or data summaries. For Kenyan SMEs, which often operate with limited staff, these applications reduce workload, improve accuracy, and support timely decision-making. There is a clear link between AI technology, business process automation, and real-world impact through these practical applications.

CASE STUDY: KENYAN SMES

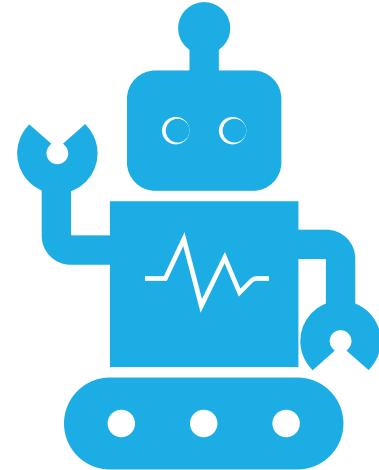
- SMEs make up 80% of Kenya's businesses
- Many lack digital automation tools
- AI assistants can write reports and handle customer questions affordably

Kenyan SMEs are highly important to the economy but often operate manually, resulting in inefficiencies. This case study explores a Generative AI-powered assistant that generates professional reports and responds to customer queries instantly. It demonstrates how SMEs can access advanced technology affordably, improve operational efficiency, and make informed decisions.

SYSTEM CONCEPT: AI BUSINESS ASSISTANT

- Chat-based interface for SMEs
- Automates report writing & queries
- Uses Generative AI models like GPT
- Deployed via web or mobile app

The AI assistant is designed for simplicity. SME owners can chat with it to request weekly reports or ask operational questions. It uses models like GPT for context-aware text generation and can be deployed via web or mobile apps. This demonstrates BBIT skills such as database design, API integration, and interface development. In Kenya, such systems enhance operational efficiency without the need for large IT teams.



BENEFITS OF GENERATIVE AI



Saves time and reduces workload



Improves accuracy and consistency while providing professional-quality business reports



Enhances customer engagement

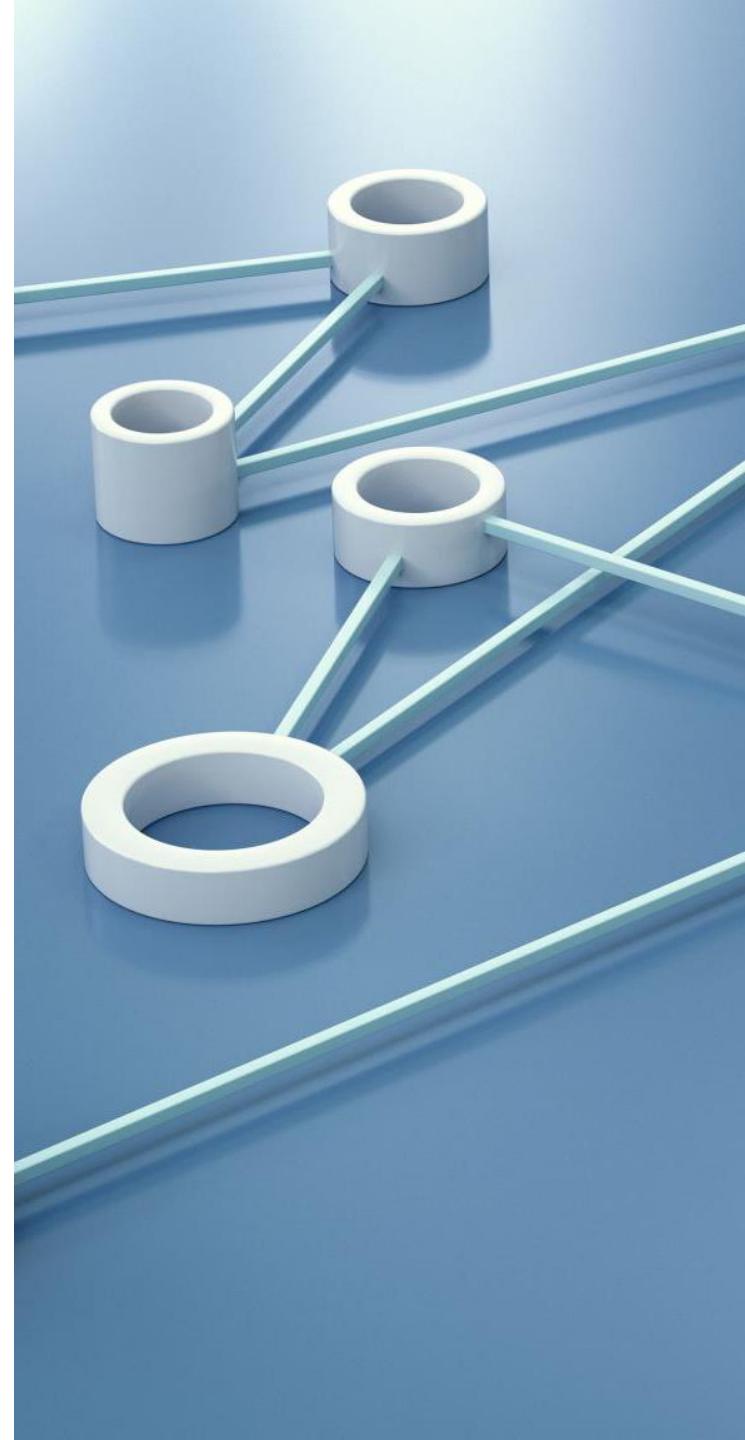


Improves decision making through data-driven insights

CHALLENGES & ETHICAL ISSUES

- Data privacy and bias
- High implementation costs
- Dependence on foreign AI tools
- Need for regulation and digital skills

Despite its advantages, Generative AI comes with challenges. Data privacy and algorithmic bias must be carefully managed. Subscription or API costs can be high, and over-reliance on foreign AI tools raises sustainability concerns. Digital literacy is crucial to adoption.



FUTURE PROSPECTS

- Integration with IoT and cloud systems
- AI-driven decision support
- Multilingual and local-language models
- Government policy support for AI innovation

The future is assuring. AI assistants can integrate with IoT devices for smart inventory management, leverage cloud-based decision support, and even support Swahili and local languages. Government policies promoting AI adoption will enhance scalability and sustainability. This creates opportunities for innovation, entrepreneurship, and applied research, demonstrating how technology can bridge local business needs with global AI advancements.

CONCLUSION

- Generative AI is revolutionizing business information systems
- Supports automation, creativity, and smarter decisions
- Kenyan SMEs can significantly benefit

In conclusion, Generative AI is a transformative innovation for SMEs. By automating routine tasks, providing professional reports, and enabling data-driven decisions, it empowers Kenyan businesses to operate efficiently and competitively. Generative AI demonstrates that technology should empower all entrepreneurs, not just large corporations.