

O in Action

#IoTinActionMS



Business Transformation in Action

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Here's what we're covering





Digital Transformation enabled by IoT

Best practices

Hear from our partner

4 steps of Digital Transformation

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1. Business insights

Sensor proliferation

Data collection, transfer, storage and processing

New insights understanding product and service more deeply

2. Operational efficiencies

Process engineering and product engineering improvements

Predict the future based on past data patterns

Cost reduction

Predictive maintenance



Provision of services alongside devices and hardware

Devices/hardware/machines delivered "as a service" 4. Features and rev streams

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Enablement of ancillary businesses, new businesses and transformed businesses



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Vision & strategy

Culture & capabilities

Business model & GTM

Technology

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Value generation

The purpose of every digital transformation



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42.86%

In the last 20 years, major forces and innovations in our industry required Microsoft to transform



Free, Ad-Supported Services



Open Source & OS diversity

Cloud Computing

Mobile –

The Internet

Enabling retail transformation through IoT



Improving customer experience

Personalize customer experience using AI data analysis to:

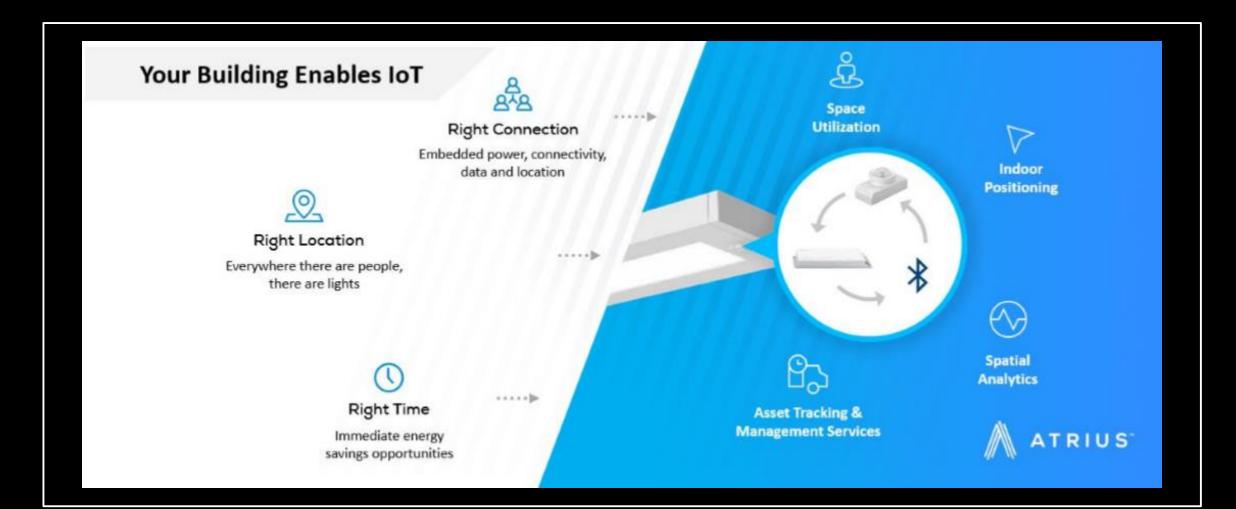
- Understand individual preferences ٠
- Make merchandise easy to find, try on, order ٠
- Empower sales associates to respond to customer preferences in real-time
- Provide a seamless in-store customer journey ٠
- Provide a 'wow' factor **shopping experiences**



Streamline operations by helping retailers to:

- **Reduce operation costs** through real-time in-store data analysis and decision automation
- **Real-time visibility** of product inventory ٠
- Monitor **compliance**
- Customer safety and loss prevention
- Use IoT energy management systems and devices for predictive maintenance

CuityBrands







Business transformation in action

Lou Lutostanski VP, Internet of Things Avnet





Who is Avnet?

99 Years in business

1.5M+ Engineering community members



122B Units shipped annually

1,400+ Technology suppliers WW **2,500+** Engineers around the world

2.1M Customers in 140+ countries We guide today's ideas into tomorrow's technology

125

Locations across the world

We design, make, supply, and deliver technology solutions

We work with customers of every size, in every corner of the world

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Significant transformation requires a vision

Ask what is:

- Practical
- Valuable
- Significant



It started as a three-letter project

What was our **vision** for IoT?

What was our **plan** for a value proposition?

Who would be our core partners?

What **capabilities** did we need to develop or buy?

How could we establish **credibility**?





Smart Retail

Converting visitors into customers



Achieve valuable data on shopper traffic and behavior and improved visibility into inventory with a **proximity marketing solution.**

Better Customer Experiences

Shoppers receive realtime information and interaction.

Targeted Marketing

Tailor personalized offers to customer groups you create.

Increased Traffic & Sales

Deliver customized and interactive media content to drive in-store purchases.

Detailed Analytics

Facial recognition and ML to deliver e-concierge services via a kiosk.

Avnet's vision:

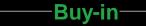
Orchestrate an ecosystem that makes IoT implementation...

simple fast secure



Steps to embrace transformation

How are you going to **operationalize** it?



How will you secure leadership commitment?

What are you going to transform into?

-Plan-



Talent

What will

you need to

establish the

right culture?



Operationalizing transformation

- 1 Sales/go-to-market
- 2 Marketing/awareness
- 3 Product management
- 4 Skills transformation
- 5 Program management



Workstreams in action

- One per functional team
- Executive board sponsors
- Workstream leads
- Established cadence



Driving new value to retail customers

- 20 year existing customer of Avnet
- OEM for beverage dispensing equipment
- Brownfield engagement

Designed a retrofit solution for on-premise equipment

Integrated specific gateway for secure connectivity

Created mobile application through Azure based on IoTConnect platform

Results: inventory efficiencies, uptime, and customer insights



ΛΛΥΝΕΤ΄

What our transformation looks like today

Avnet IoT Partner Program

A program that enables partners to build and scale their IoT solution businesses by leveraging Avnet's IoTConnect Platform and our ecosystem of experts.



Avnet IoT Marketplace

Access trusted and certified IoT devices and Smart Applications through a curated experience. Developers can write to and sell from our Marketplace.

*Coming Spring 2020

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Scale in action

CÂPSTONE

OEM partner creating smart water monitoring metering solutions (Water as a Service)

Developed secure WaaS solution based on IoTConnect

New predictive maintenance & data analytics capabilities

Added recurring revenue with Avnet's partner program



ΛΛΝΕΤ

Join us in scaling loT We're ready to scale with a new IoT partner program.

Come talk to us to learn more today.

For more information: Avnet.com/iot Avnet.com/smartretail







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