PART 229 Digital PLM Transformation: Deliver Greater Outcomes, for a Greater Tomorrow 9 June 2015



Strategy | Digital | Technology | Operations

Thank you for this opportunity to connect and share



Kevin Prendeville Managing Director – Denver



- North America Lead for Accenture's Product Lifecycle Services (PLS) Practice
- 20+ years of large-scale, enterprise "PLM" consulting and transformations
- Program Strategy, Assessments, Roadmap, Implementation, Deployment and Support
- Converted ~40,000 client personnel to new PLM processes, tools, methods across Global 1000 companies
- Global 1000 PLM clients from A&D, Auto, Retail, Apparel, Footwear, Hi-Tech, Life Sciences, Telecom, Semiconductor, Consumer Goods, Consumer Durables...
- BS in Mechanical Engineering and BA in Art (Industrial Design) from Notre Dame



1. Introduction to	2. The Billion Dollar
Accenture	Lever
3. Improving Your PLM	4. Trends in the Market/
World	Impact of Digital
5. PLM Transformation Lessons Learned	

Accenture – did you know?



Accenture is a \$30+ Billion, global company that is 325,000+ people strong

Every month, Accenture helps consumers upload **3 billion+** photos to social networking sites.

50% of the world's mail is processed with the help of Accenture.

300 million

consumers use mobile services delivered by our technology.

We help secure **25%** of the worldwide internet traffic



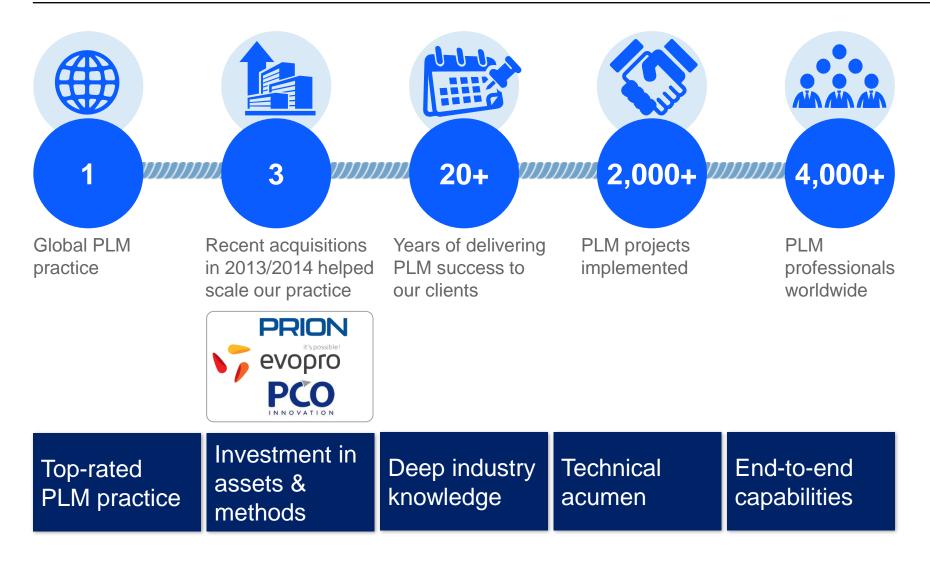
Every **4 hours**, an Accenture system goes live somewhere in the world.

We deliver **300,000 days** of learning each year, providing learning services in nine languages to **250,000 users** in 93 countries.

20% of the world's telephone numbers are billed by Accenture systems.

Product Lifecycle Services: by the numbers

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Accenture PTC PLM practice overview

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Accenture's partnership with PTC is recognized with the highest partnership agreement as Premier Service Advantage Partner



"PTC and Accenture have worked together since Windchill v1.0 and have enjoyed a strategic partnership for more than 15 years. During this journey we have jointly developed several solutions and systems for our clients in various Industry domains but also we believe have been the needed catalyst in driving needed business results. We have evolved a common process and methodology approach which incorporates our lessons learned. In addition, we periodically engage at several forums for strategic alignment. We believe it's a true model of partnership..." – Jim Heppelmann, CEO PTC

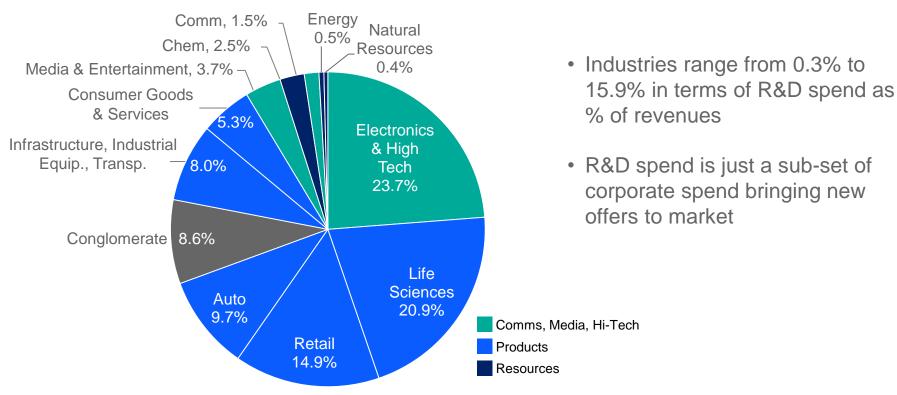


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Billion dollar lever? Global 2000 R&D spend is \$709B



The ability to deliver innovative and impactful products, leveraging smarter investments in product development, is becoming the key to competitive success



2014 Global 2000 R&D Spending

Notes: CapitalIQ, company data, G2K Accenture Research. G2000 companies include those reporting financial information. Certain private companies may not be included due to no financial reporting. Companies allocated per Accenture G2000 company list.

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Product innovation and product development challenges



And despite the spend, many companies find executing product innovation and development process effectively is a challenge

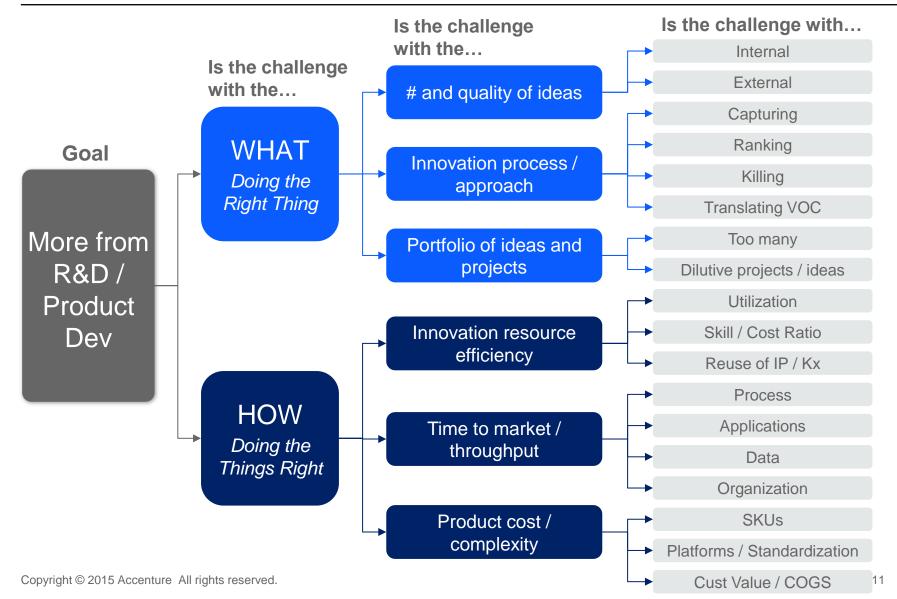
Accenture Research revealed:

Only **30%** of executives are very satisfied with their performance in **converting ideas** into market-ready products, services or business models Only **21%** of executives feel they have an effective process for capturing ideas from outside their company 28% feel lateness to market as one of the top reasons for innovation failure



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How to improve your PLM world: examine both the "what" and the "how" accenture





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PLM trends: moving towards integrated, lean end-to-end PLM processes, data and tools accenture

Leading companies are implementing...

Process



- Integrated end to end processes from Idea to Market spanning hardware and software work streams
- Application of Lean methods to improve process throughput







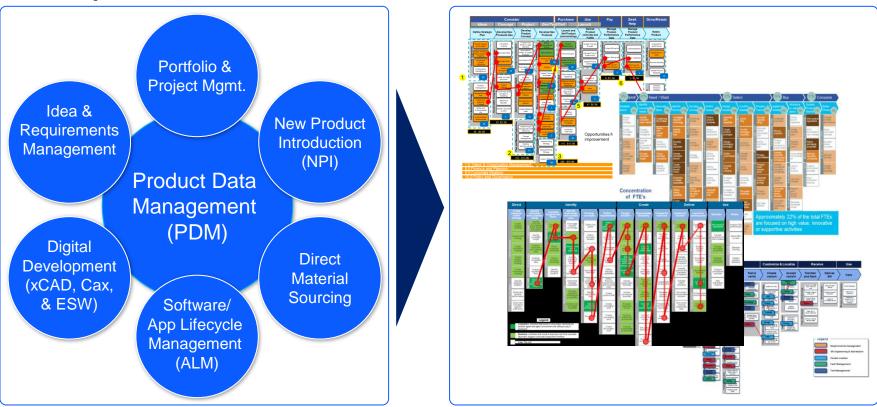
- Repositories and product architecture to enable re-use of IP, Designs and Components
- **Common data model** for managing an entire system, both Hardware and Software data, from ideation through production and end-of-life
- Tracking and managing integrated hardware and software product requirements from ideation through design and testing/validation
- Ensuring compatibility of an entire Product through an integrated Product Bill of Materials within PLM, combining both hardware and software
- A single product **defect and change management** process across hardware and software

How to improve: Prime Value Chain (PVC) Analysis – "World on a Page"



Examining the end-to-end product development flow across PLM capabilities – typically results in low Value Chain Efficiency (VCE) scores

PLM Capabilities



Accenture's Definition and Vision of "Unified PLM"



Integrated capabilities supporting the end-to-end process and spanning all core and affiliated product data – Mechanical, Electrical, Software, Packaging, Quality, Sourcing, Costing, Tech Pubs...

...Aligned PLM capabilities, applications, integrations, and data.....

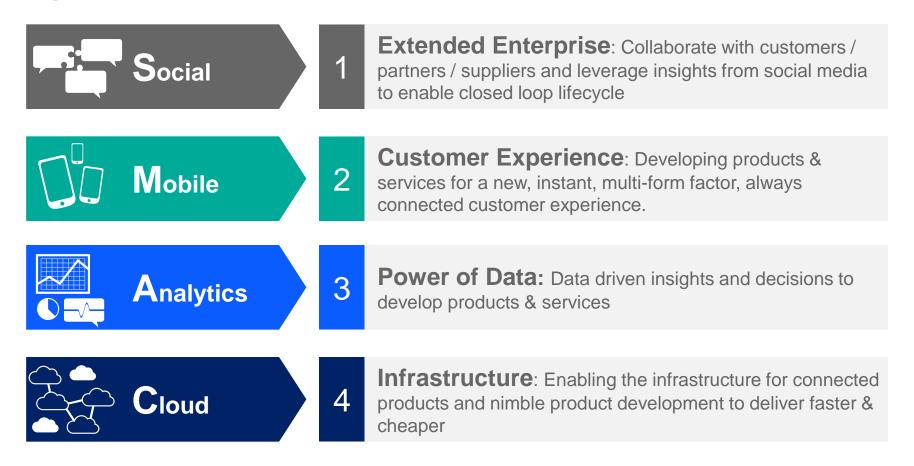
...enable an integrated end-to-end product development process

Portfolio & tage Stage Broduction Stage Ideation 、 Design Validation Project Mgmt. Idea & New Product ALM - PLM ALM - PLM ALM - PLM Requirements Introduction Integration Integration Integration Market Requirements Management (NPI) Product Data HW HW Test Defects Req Design Simulation Plan Changes Management (PDM) Integrated Integration Integration Release to Digital BOM Build 1 Build X Mfa Direct **Development** Material (xCAD, Cax, SW SW Test SW SW Sourcing Defects Software/ Req Dev Unit Test Plan Changes & ESW) App Lifecycle Management ALM Tools Master PLM Tools Maste Kev: (ALM)

PLM Capabilities

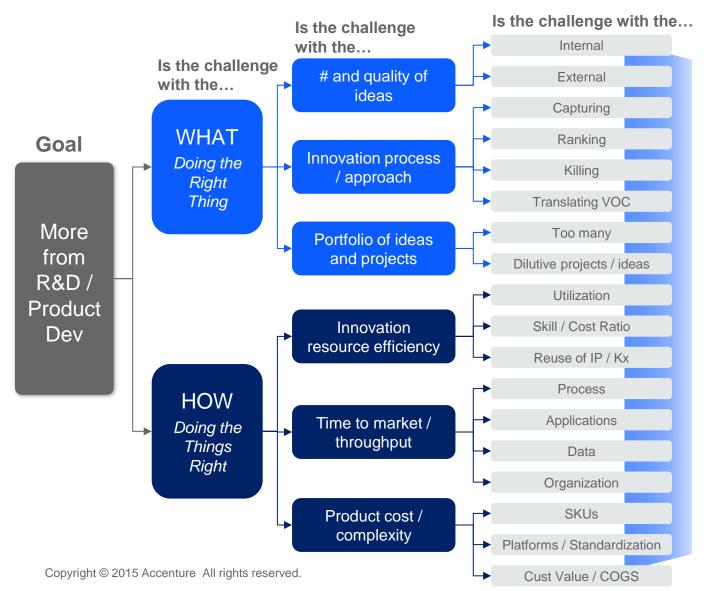
Impact of Digital on PLM: industries are going digital while consumers want more, faster accenture

Digital Enablers (SMAC) \rightarrow How this enables PLM



How to improve your PLM world... ...the money is out there





PLM Project Business Outcomes

- Greater R&D Efficiency
- Improved Profitability
- Better Product Hit Rate
- Greater Customer Sat.
- Faster Time to Market
- Improved Resource
 Use
- Improved Product
 Quality
- Reduced COGS



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Accenture's PLM lessons learned and keys to success



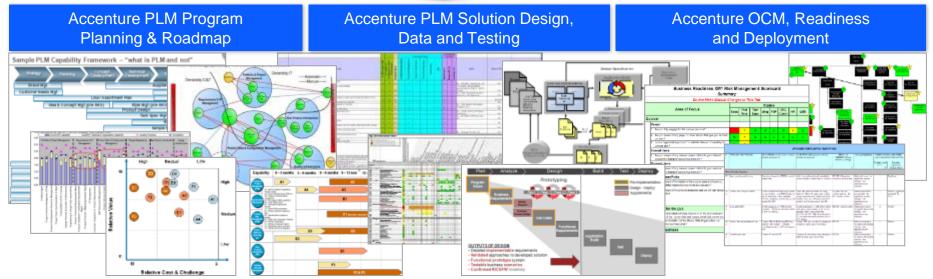
Accenture's PLM Lessons Learned Summary

Clearly define and educate "what is PLM" and what is in scope

Define and track benefits – align on "what does success look like"

Use iterative prototyping and business use cases to drive requirements and testing

- Align deployments, training and user support directly to prod dev / launch calendars
- Pilot to drive successful adoption, monitor usage closely, and tune approach
- Plan for international site and supplier usability and adoption
- Get ahead on the "data" portion of the project



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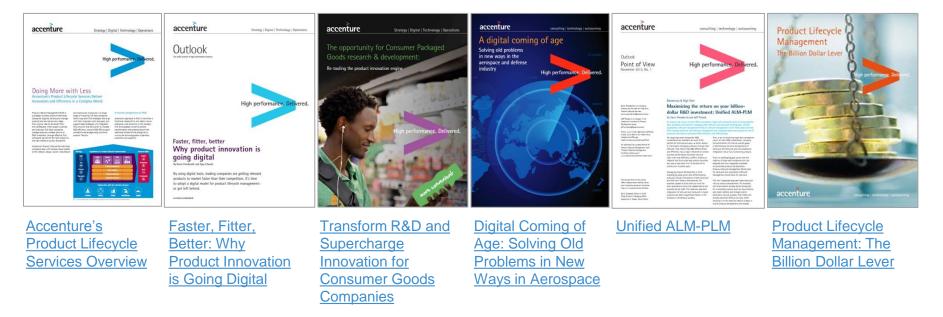
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Thank you!

Visit us at Booth #717 to learn more, or Visit us at <u>http://www.accenture.com/PLM</u>

Sample thought leadership:



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