

Smartare Analys 2013

















Big Data = Business Value



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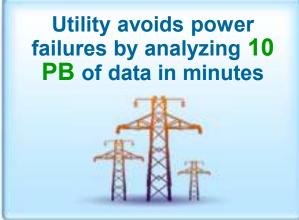
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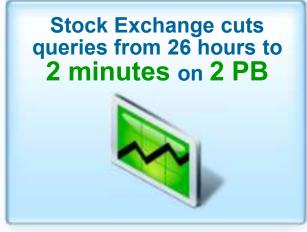
Imagine the Possibilities of Harnessing your Data Resources Big data challenges exist in every business today







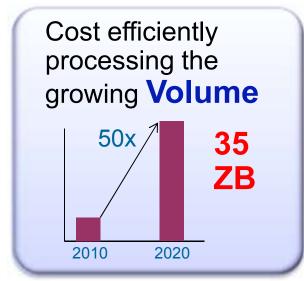








The characteristics of big data



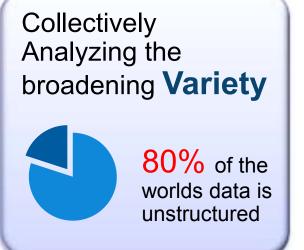
Responding to the increasing **Velocity**30

Billion

RFID

sensors and

counting

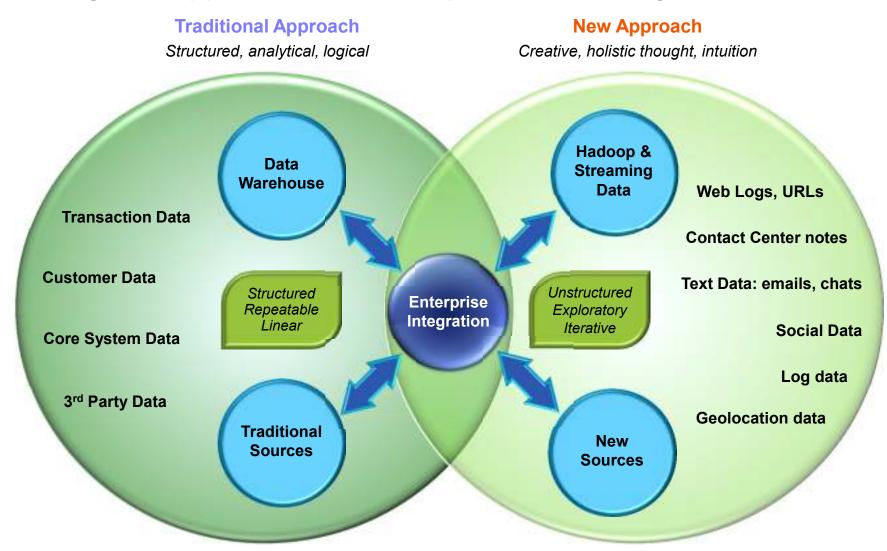




1 in 3 business leaders don't trust the information they use to make decisions



Analytics is expanding from enterprise data to big data, creating new opportunities for competitive advantage





Big data made simple: Everyone can develop and leverage big data

Administrators

...secure, manage, and optimize data access and analysis operations



External Data

Business Executives

...get real-time reports and analysis based on data inside as well as outside the enterprise (web, social media etc.)

Business Analysts

... analyze social media buzz for the new services/offerings to gauge initial success and any course correction needed

Developers

... develop new Apps and detailed algorithms in response to user and business requirements

Business Users

...offer personalized price promotions to different customer segments in real-time

Business Development

... find and deliver new mechanisms to monetize network traffic and partner with upstream content providers

Data Scientists

... analyze subscriber usage pattern in real-time and combine that with the profile for delivering promotional or retention offers



FORRESTER RESEARCH

Big data: across diverse subject domains

"What types of data/records are you planning to analyze using big data technologies?"





Most big data use cases hype its application for analysis of new, raw data from social media, sensors, and web traffic, but we found that firms are being very practical, with early adopters using it to operate on enterprise data they already have.

The 5 Big Data Use Cases



Big Data ExplorationFind, visualize, understand all big data to improve business knowledge



Enhanced 360° View of the Customer

Achieve a true unified view, incorporating internal and external sources



Security/Intelligence Extension

Lower risk, detect fraud and monitor cyber security in real-time



Operations Analysis

Analyze a variety of machine data for improved business results



Data Warehouse Augmentation

Integrate big data and data warehouse capabilities to increase operational efficiency

Big Data Exploration: Needs



Find, visualize, understand all big data to improve business knowledge



Struggling to manage and extract value from the growing 3 V's of data in the enterprise



Inability to relate "raw" data collected from system logs, sensors, clickstreams, etc., with customer and line-of-business data managed in enterprise systems



Risk of exposing unsecure personally identifiable information (PII) and/or privileged data due to lack of information awareness

Enhanced 360° View of the Customer: Needs



Achieve a true unified view of any entity, incorporating internal and external sources



Need a deeper understanding of customer

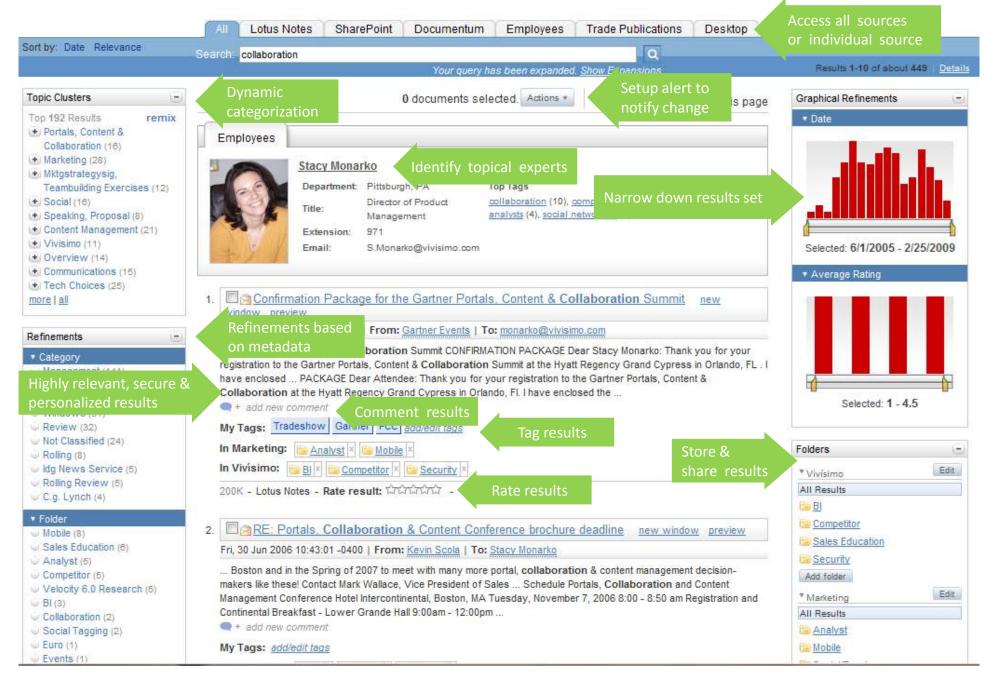


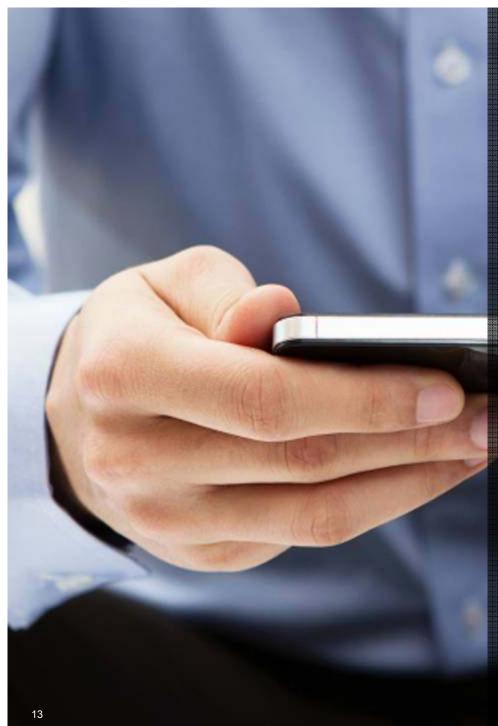
Desire to increase customer loyalty and satisfaction



Challenged getting the right information to the right people to provide customers what they need to solve problems, cross-sell & up-sell

Enhanced 360° View of the Customer





Tier 1 Telco service provider uses big data to transform call centers with real time access to customer and product data

Need

•Call center agents must use multiple applications to look up relevant information to address the customer issue

•Expensive (\$1.1m per annum) manual process to prepare content for use by call center representatives

Benefits

- Ingest large device manuals from multiple vendors and create digestible chunks of information by customer service topic
- •Index multiple information sources including Oracle UCM, Drupal, external web pages and SQL server instances for topic-wise search
- •Deploying federated search to Blackberry World & Apple App Store for additional content
- •Reduction in average handling time (AHT) driving significant cost savings for call center

•Cost savings by eliminat Six FTEs al content preparation by



Security/Intelligence Extension: Needs



Security/Intelligence Extension enhances traditional security solutions by analyzing all types and sources of under-leveraged data



Analyze vast stores of underleveraged data



Enhanced Intelligence & Surveillance Insight

Analyze data-in-motion & at rest to:

- Find associations
- Uncover patterns and facts
- Maintain currency of information



Protect networks from hackers & foreign attacks



Real-time Cyber Attack Prediction & Mitigation

Analyze network traffic to:

- · Discover new threats early
- Detect known complex threats
- Take action in real-time



Improve human activity-based intelligence

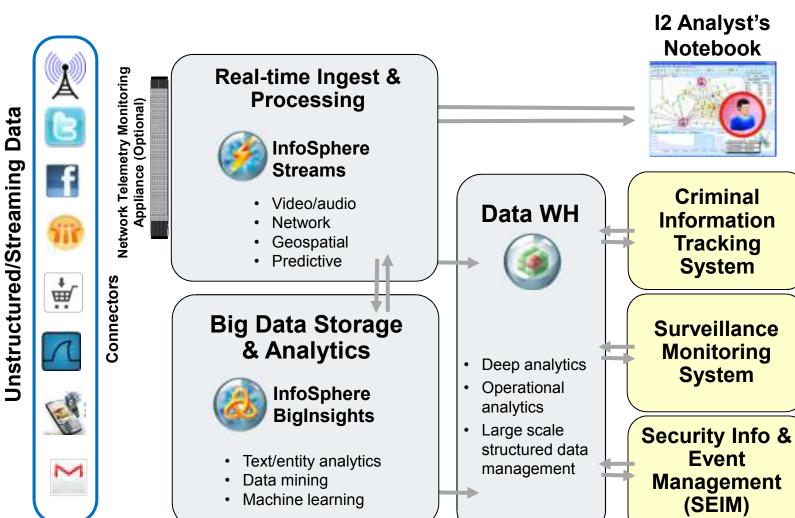


Crime prediction & protection

Analyze Telco & social data to:

- · Gather criminal evidence
- · Prevent criminal activities
- Proactively apprehend criminals

Security/Intelligence Extension



I2 Analyst's **Notebook**













Connectors



Traditional Structured Data











Security/Intelligence Extension: Customer Example



Asian Government Agency

Blinded for confidentiality

National Intelligence Platform Extension

Using InfoSphere Streams to filter & analyze all Internet traffic (social media, email, etc) to track persons of interest (drug/sex traffickers, terrorists, illegal refugees/immigrants) and civil/border activity.

Key Questions to Ask

- ✓ Do you want to enrich your security or intel system with unused or underleveraged data sources (video, audio, smart devices, network, Telco, social media)?
- ✓ Do you need sub second detection, identification, resolution of physical or cyber threats?
- ✓ Do you want to follow activities of criminals, terrorists, or persons in a blacklist?

- ✓ Do you want to enhance your surveillance system with real-time data from video, acoustic, thermal or other security sensors?
- ✓ Are you wanting to correlate lots of technical or human intel data and sources looking for associations or patterns (big data forensics)?
- ✓ Do you want to enhance your Security Information & Event Management (SEIM) solution with unstructured data (email, social) to improve cyber threat detection & remediation?



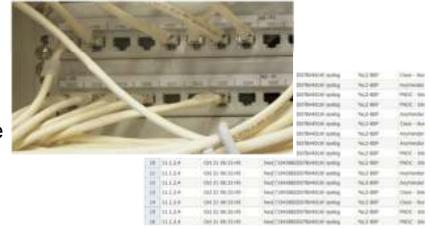
Operations Analysis: Needs



Analyze a variety of machine data for improved business results

Because of the complexity and rapid growth of machine data, many companies make decisions on a small fraction of the information available to them

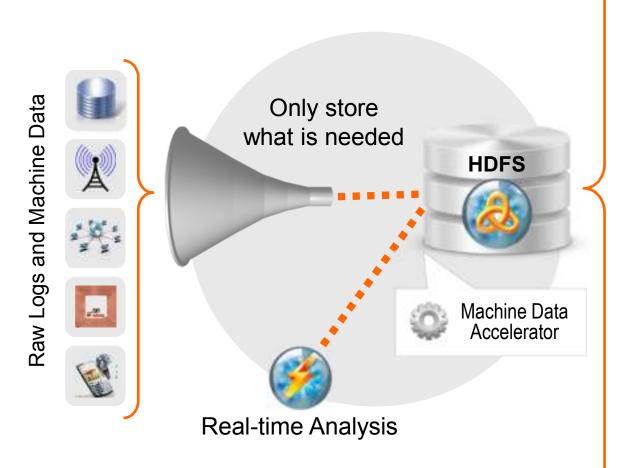
The ability to analyze machine data and combine it with enterprise data for a full view can enable organizations to:



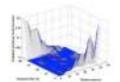
- Gain real-time visibility into operations, customer experience, transactions and behavior
- Proactively plan to increase operational efficiency
- Identify and investigate security threats and anomalies
- Monitor end-to-end infrastructure to proactively avoid service degradation or outages



Operations Analysis: Value & Diagram







Statistical Modeling



Root Cause Analysis



Federated Navigation & Discovery



ConocoPhillips uses stream data to monitor ice-floe movement in real time

Need

- Acquire streaming data from a variety of sources to analyze atmospheric conditions in real time
- Collect thousands of data points per second from multiple sources.
- Analyze massive volumes of data continuously at rates up to petabytes per day and adapt to rapidly changing data forms and types
- Leverage sub-millisecond latencies to respond to events and trends as they unfold
- Model, forecast and track ice flow

Benefits

- Long term improvement in safety and environmental factors
- Manage assets more proactively and lower cost associated with unplanned outages

ConocoPhillips





Traditional data warehousing

has become too complex for many customers

Nearly 70% of data warehouses experience performance constrained issues of various types

- Too complex an infrastructure
- Too complicated to deploy
- Too much tuning required

- Too inefficient at analytics
- Too many people needed to maintain
- Too costly to operate

IT shops supporting business operations have to think about how to deliver more critical analytics for the enterprise with shorter time to value





We are observing an evolution

Where the industry has been

- Monolithic EDW (data)
- Data and data mart sprawl
- Lack of enterprise agility
- Complex structure, process & architecture focused
- Governance: limited or lacking
- Everyone talking about Analytics

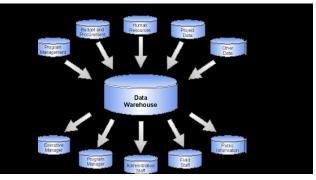
Where the industry is going

- "Smart Consolidation"
- Consolidate sprawl & reduce cost
- Analytics delivered via appliances & specialized systems (API's)
- Time to value is paramount
- Centralized data governance program
- Analytics integrated to real-time business operations





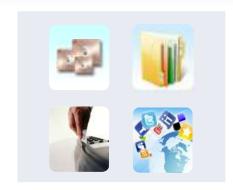




Data Warehouse Augmentation: Needs



Integrate big data and data warehouse capabilities to increase operational efficiency



Need to leverage variety of data

- Structured, unstructured, and streaming data sources required for deep analysis
- Low latency requirements (hours—not weeks or months)
- · Required query access to data

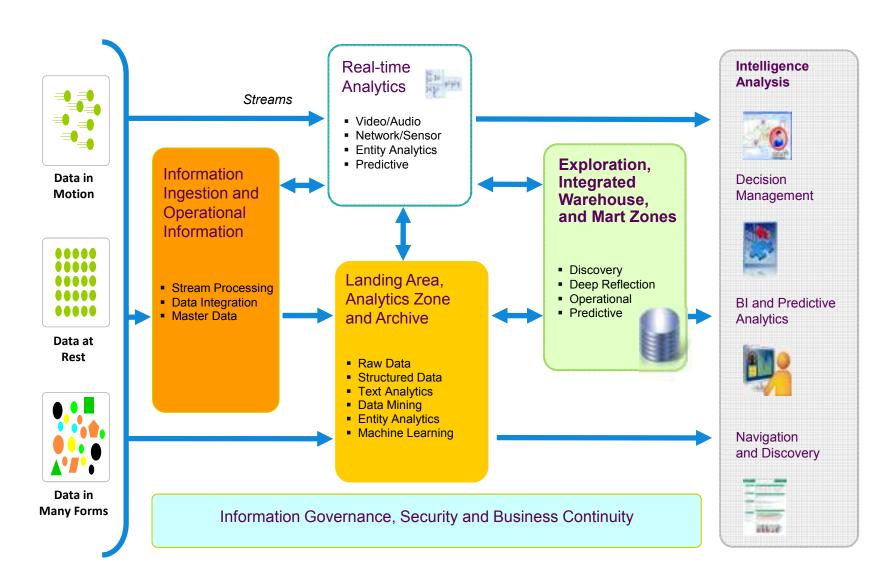


Optimize warehouse infrastructure

- Optimized storage, maintenance and licensing costs by migrating rarely used data to Hadoop
- Reduced storage costs through smart processing of streaming data
- Improved warehouse performance by determining what data to feed into it



New Architecture to Leverage All Data and Analytics





Results

Dataanalyse med turbo

Sparebank1 har valgt en løsning som drar analyse av enorme datasatt ned fra timer til minutter.

DAG-RUNE Z. VOLLEN

— Vi har et datavarehus basert på programvare fra SAS, og arbeidet med en ny informasjonsløsning som leverte analyser og visualiseringer. Men vi var ikke fornøyd

med ytelsen. Vi svært store da at datalastejot ler ikke lot seg Dagfinn Røed banken I Forsi

Han gir eks timer er nede i kjøringer som i 1,5 minutt.

— Vi ønskel
analyser på datasett som bestar av neie forsikringsporteføljen. I dag lastes dette datasettet i «batch» på natten, framover ønsker
vi å nærme oss sanntidsoppdatering innefor
en del områder.

Prosjektet med bedre analyseverktøy var opprinnelig beregnet for skadeerstatningsdelen av konsernet. Etterhvert er det utvidet med livsforsikringer, men det er et mål at alle virksomhetsfeltene i banken skal kunne ta dette i bruk.

Når vi analyserer skadeforsikrings-

porteføljen er det snakk om svært mange detaljer som må inkluderes. Datagrunnlaget må kunne be-

nytttes til alt fra hovedtrender til å å analy-

77 Vi ønsker å kjøre analyser så nær sanntid som mulig. Dagfinn Røed, Sparebanken

> lig for Netezza i IBM Norge. Han selskapet på et tidspunkt etter oppkjøpet gikk tomt for selve serverboksene.

> Pure Data Systems for Analytics. Netezza

Løsningen er basert på serverblader

rac og

fra IBM, spesiell programvare og en egen

FPGA-brikke som er optimert for rask de-

kom til IBM etter et oppkjøp i 2010.

— Det er litt uvant for denne type analyseløsninger der det som regel har vært et spørsmål om programvare som vi i og for seg kan levere uten særlige grenser. Her er det en helhet av maskinvare og programvare som vi faktisk kan gå tom for.

Boksene selges ferdigoppsatt med tre, seks eller ni blader, og de skalerer lineært. Med andre ord kan en kunde som trenger mer kapasitet handle den kapasiteten som trengs. En hemmelighet bak yteevnen er at dataene kjøres direkte inn i analysebehandlingen fra datasettene. Det er ingen indekser som må opprettes eller vedlikeholdes før

spørringene kan kjøres

20 timer ned til 7 minuter

nalysen, sier Pål Næss, salgssjef i Intelcom. De er IBM-partneren som står for selve

leveringen til Sparebank 1.

— I det norske markedet er det bank og finans, telekom, varehandelen og energi og petroleum som vi blinker ut som typiske sektorer, understreker Næss.

Næss forteller at lisensen er knyttet til selve Netazza-enheten. Hvor mange brukere eller hvor mye den brukes er helt opp til kunden å avgjøre.

DAG-RUNE VOLLENG/COMPUTERWORLD.NO

Vanlige batchjobber på 3-4 timer ned til 1.5 minutt

Hva er i et navn?

Løsningen er levert av IBM, og het fram til i høst IBM Netezza. Etter at navnet hadde fått seg en sving innom markedsavdelingen kom det stakkars produktet ut som IBM Dette er ikke en Big Data-løsning. Pål Næss, Intelcom



Big Data Use Cases by Industry



Banking

- Optimize Offers and Cross Sell
- Contact Center Efficiency and Problem Resolution
- Payment Fraud Detection & Investigation
- Counterparty Credit Risk Management



Insurance

- Claims Fraud
- · Next Best Action
- Catastrophe Modeling



Telco

- Pro-active Call Center
- Network Analytics
- · Location Based Services
- IT/Network Infrastructure Transformation
- Smarter Campaigns



Energy & Utilities

- Smart Meter Analytics
- Distribution Load Forecasting/Scheduling
- Condition Based Maintenance
- Create & Target Customer Offerings



Media & Entertainment

- Business process transformation
- Audience & Marketing Optimization
- Multi-Channel Enablement
- Digital commerce optimization



Retail

- Actionable Customer Insight
- Merchandise Optimization Playbook
- Dynamic Pricing



Travel & Transport

- Customer Analytics & Loyalty Marketing
- Capacity & Pricing Optimization
- Predictive Maintenance Analytics



Consumer Products

- Optimized Promotions Effectiveness
- Micro-Market Campaign Management
- Real Time Demand Forecast



Government

- Threat Prediction and Prevention
- Detect and Prevent Improper Payments
- Single View



Healthcare

- Measure & Act on Population Health
- Engage Consumers in their Healthcare
- Increase visibility into drug safety and effectiveness



Automotive

- Data Warehouse Optimization
- Predictive Asset Optimization (PAO)
- Actionable Customer Intelligence



Chemical & Petroleum

- EDW Smart Consolidation & Augmentation
- Operational Surveillance, Analysis & Optimization
- Engineering & Operational Data Exploration & Mining



Aerospace & Defense

- Uniform Information Access Platform
- Data Warehouse Optimization
- Predictive Asset Optimization (PAO)



Electronics / Industrial Products

- Channel Driven Customer Analytics (CDCA)
- Predictive Asset Monitoring & Optimization (PAMO)

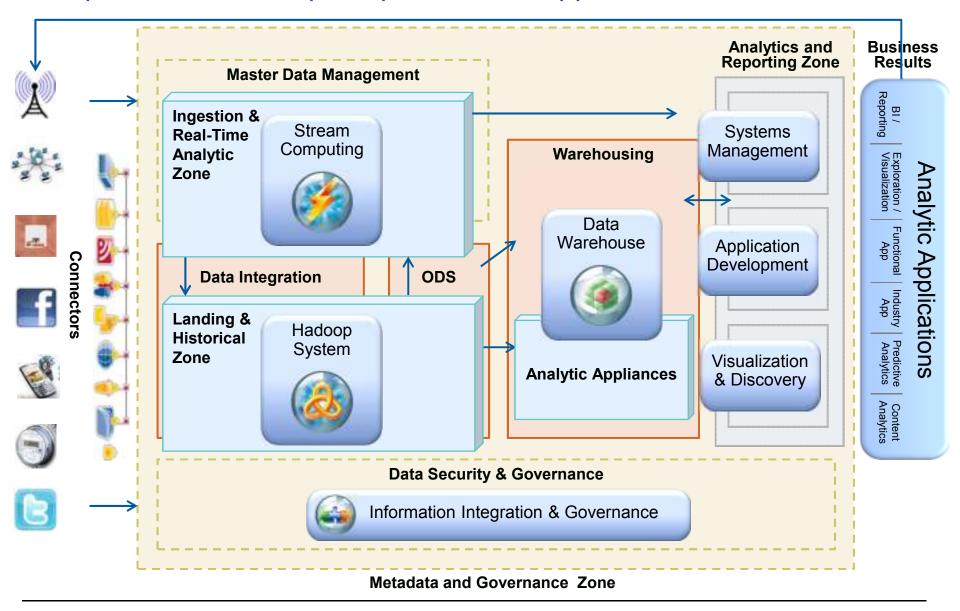


Life Sciences

 Increase visibility into drug safety and effectiveness

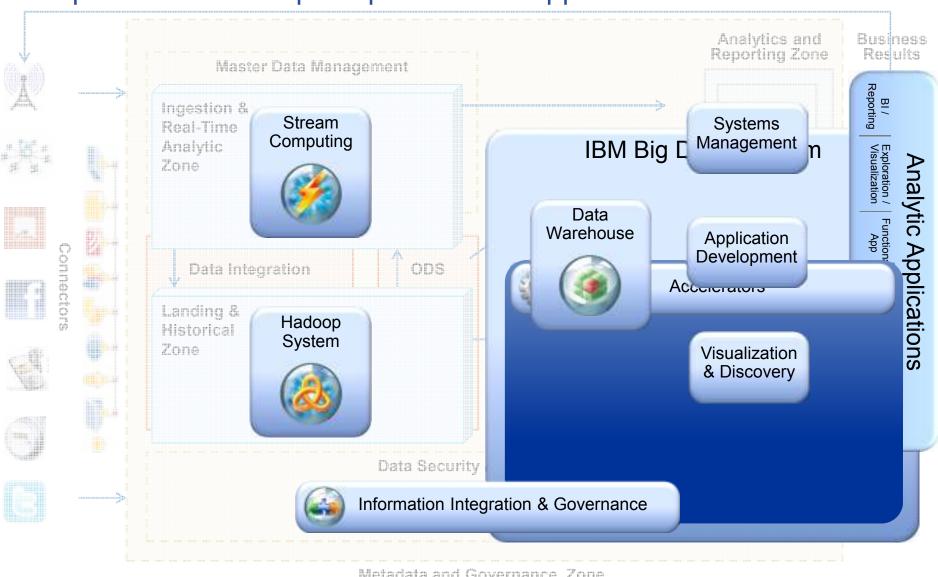


IBM provides the complete platform to support the new architecture





IBM provides the complete platform to support this evolution



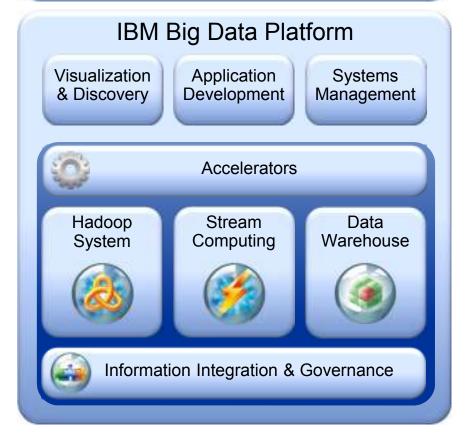
Metadata and Governance Zone



The Platform Advantage

- The platform enables starting small and growing without throwing away work
- Shared components and integration between systems lowers deployment cost, time and risk
- Key points of leverage
 - Accelerators built across multiple components to address common use cases
 - Pre-built integrations between the components using open connectors
 - Common analytic engines across components (i.e. text analytics)
 - Common metadata, integration design and governance across components







What We Have Learned

Successful Initiatives Start with a Clear Business Requirement

Finance

IT

Customer

Attract, grow and retain customers...

Enhanced 360 Degree View of the Customer

Next Best Action

Social Media Analytics

Operations

Plan, manage and maximize operational efficiency and effectiveness

Process Improvement

Predictive Asset Maintenance

Anti-fraud, Waste, and Abuse

Risk

Make risk aware business decisions & respond to new regulatory directives

Real-time Risk Reduction

Financial Risk

Security/Intelligence

...business use cases trump technology in driving client value



What We Have Learned

Successful Initiatives Follow a Charted Course

These experiences reveal a great irony -- that while the impact of Big Data will be transformational, the path to effectively harnessing it is not. The journey is evolutionary versus revolutionary, incremental and iterative.

- Demystifying Big Data, TechAmerica Report, October 2012

Business Value →

Big Data BVA

 Explore data and possible focus areas Understand Proof of Concept and Value

Pilot Big Data & Analytics Initiative

► Focus on specific areas, derive and apply insights, Set up Centre of Excellence for the Big Data Platform and Predictive Analytics

Integrate Big Data in the Enterprise for holistic Information Management

► Fit Big Data in the overall enterprise information management and advanced analytics strategy

Enterprise Big Data & Analytics Strategy

Expand to other areas,
 Generate company-wide insights and apply across business

Time & Resources →



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