

# Everything happens somewhere: improving business performance with location intelligence

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# Organisations are increasingly aware of the significance of location











Transactions



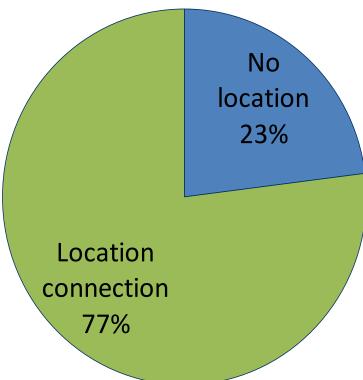
**Events** 



### How prevalent is location in business information?



IDC research commissioned by Ordnance Survey in 2012 showed that 77% of BI records have a location element, such as an address, a place name or a postcode.



90% Conf. Int. +/- 5%







### Top Drivers of Business Analytics Solutions

| Driver Rating                              |     |
|--------------------------------------------|-----|
| Cost control or reduction                  | 40% |
| Optimization of operations                 | 34% |
| Financial reporting and analysis           | 33% |
| Risk management                            | 32% |
| Internal reporting and information sharing | 30% |
| Customer retention and service             | 29% |
| New customer acquisition                   | 28% |
| Workforce optimization                     | 27% |
| Product or service innovation              | 24% |
| Regulatory compliance requirements 21%     |     |

Top Ten Verticals for Analytics and Big Data Opportunities

- 1. Discrete Manufacturing
- 2. Process Manufacturing
- 3. Government
- 4. Communications and Media
- 5. Banking
- 6. Professional Services
- 7. Retail
- 8. Healthcare
- 9. Utilities
- 10.Insurance

Source: 2013 IDC infographic sponsored by SAP

http://cdn.news-sap.com/wp-content/blogs.dir/1/files/BigDataAnalyticsEcosystemWW.pdf





### Putting location in its place

### People

Customers
Policy holders
Citizens

Improving supply logistics
Optimising store stocking
Detecting fraud
Minimising risk
Asset management

### Places

Homes Workplaces Stores

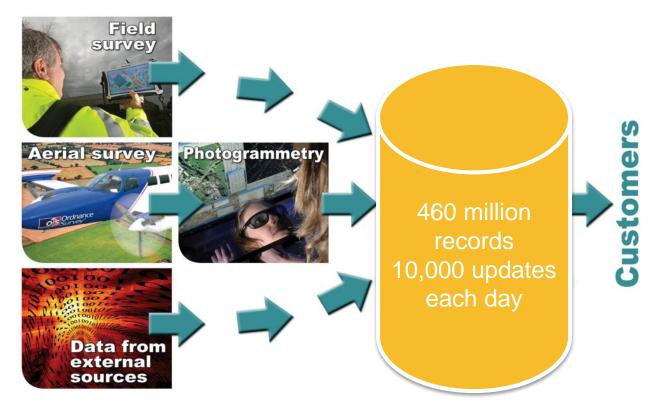
### Connectivity

Deliveries Choices Behaviours





### Ordnance Survey – managing big data challenges



Detailed geospatial data is inherently complex

At the heart of our operation is the world's largest geospatial database





### Ordnance Survey: A brief history of transformation



1791 to 1950s Initial survey



1936 to 1955 National Grid



1971 to 1995
Digital mapping



2000 to 2001 Object-based data model



2011
Rich data
components

Helping customers make sense of their world with authoritative information about location...

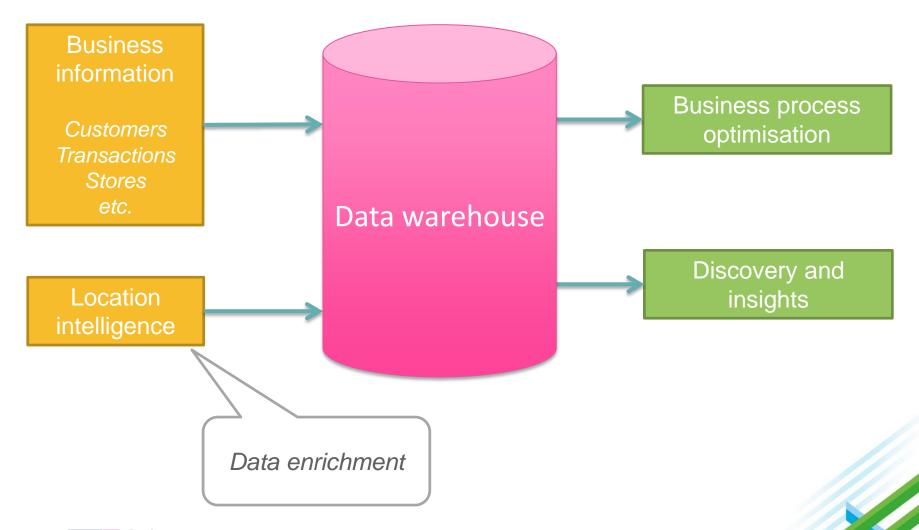
...supplied according to the technology requirements of the day







## Generic process – business improvement through location intelligence









**Location as an input** Tabular information

Directly served

Database key link

Data warehouse

ACME Insurance - Regional Performance
TIV 596,019.61

Location as an output

Map dashboard Visualisation Reporting

Location for visualisation

Location intelligence





### IBM PureData Systems: location intelligence from map-based big data

Conventional Geographic Information Systems (GIS) technology struggles with big data queries

PureData Systems for Analytics has revolutionised our ability to support our customers

| Query                                          | Previously | Now     |
|------------------------------------------------|------------|---------|
| What length of the GB coastline is beach?      | 2 weeks    | 4m, 26s |
| What is the farthest point from the coastline? | 1 day      | 9m 12s  |
| Identify all high-rise blocks of flats         | 3 days     | 49s     |

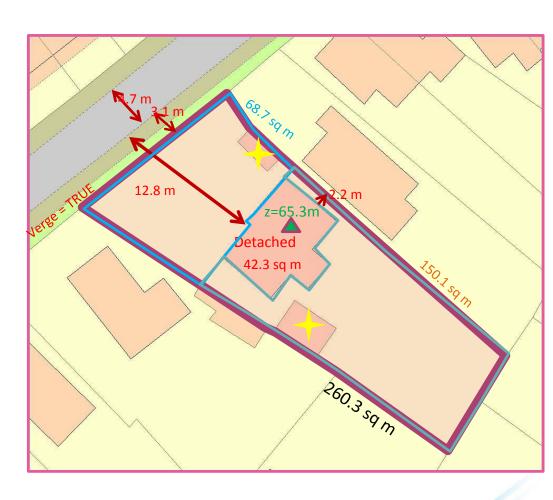




### Extracting data fields at the property level



- Nature of dwelling
- Main building ground area
- · Width of access road
- Distance from main building to edge of property
- Distance from main building to kerb
- Distance from edge of property to kerb
- Verge between property and road
- Total plot size (estimate)
- Front garden area
- Back garden area
- Number of outbuildings
- Height above sea level



The ability to derive this information as simple tabular data on a national scale is transformational.





#### SURVEY: 21% of retailers' deliveries fail

Monday April 29 2013

Industry poll reveals each delivery or appointment failure costs £151, while 43% say 'lack of notification about delays' are a problem

Over a fifth (21%) of all retailers' deliveries and home appointments are unsuccessful, wasting millions of pounds in inefficiencies, according to research commissioned by business SMS experts, Esendex.



The research carried out by Coleman Parkes Research included in-depth telephone interviews with 200 logistics and customer service decision makers at UK retailers, including 75 with an average revenue of £149 million, and found that each failed delivery or appointments costs £151, on average.

http://www.retailtechnology.co.uk/news/4592/survey:-21-of-retailers-deliveries-fail/



#### Home deliveries



### 1 million

supermarket home deliveries each week

Annual online growth of

15%

How do you plan delivery times for new customers?







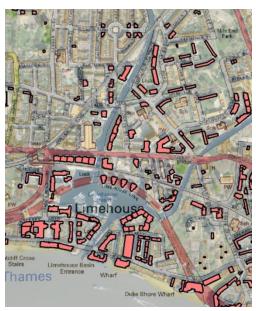
### Case study 3 – smart meter installation

All 26 million homes in GB to be offered smart meters by 2020

The comms technology is **not yet mature** 

Large **multi-occupancy** buildings are problematic

Property intelligence can ensure an early focus on straightforward installations



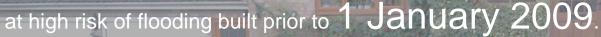
| Building Address                              | Number of<br>Flats |
|-----------------------------------------------|--------------------|
| GEORGE BEARD ROAD, LONDON, SE8 3AH            | 54                 |
| 7, GATLIFF ROAD, LONDON, SW1W 8DE             | 98                 |
| 21, DURNSFORD ROAD, LONDON, SW19 8GY          | 44                 |
| VICTORIA ROAD, LONDON, W3 6AD                 | 84                 |
| 21, DURNSFORD ROAD, LONDON, SW19 8GW          | 70                 |
| 8, WALWORTH ROAD, LONDON, SE1 6EE             | 90                 |
| 116, CROMWELL ROAD, LONDON, SW7 4XL           | 55                 |
| BECKFORD CLOSE, WARWICK ROAD, LONDON, W14 8TX | 59                 |
| PEMBROKE ROAD, LONDON, W8 6DW                 | 32                 |
| 30, GATLIFF ROAD, LONDON, SW1W 8QN            | 83                 |





### Case study 1 – property flood insurance

 In June 2013 the UK Government and the Association of British Insurers negotiated a successor to the 'Statement of Principles' covering properties



- Ordnance Survey was asked to help quantify the problem
- How much development had taken place since this date?
- Starting point: A total of 768,960 new buildings were added to our data between January 2009 and June 2013.

Photo: flickr - davethroup







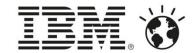
### Location intelligence approach to property flood risk

| Description | New buildings | Buildings in EA flood zone | Council tax Band H buildings in EA flood zone |
|-------------|---------------|----------------------------|-----------------------------------------------|
| Residential | 226,560       | 15,992                     | 2,208                                         |
| Commercial  | 18,982        | 2,696                      | 474                                           |
| Dual Use    | 275           | 24                         | 12                                            |
| Military    | 8             | 0                          | 0                                             |
| Other       | 3335          | 497                        | 98                                            |
| Totals      | 245,825       | 18,712                     | 2,694                                         |

| County         | New buildings | Ranking by new construction | Buildings in EA flood zone | Ranking by flood risk |
|----------------|---------------|-----------------------------|----------------------------|-----------------------|
| Greater London | 11,420        | 1                           | 1,484                      | 2                     |
| Kent           | 6,154         | 2                           | 500                        | 7                     |
| Hampshire      | 5,867         | 3                           | 155                        | 19                    |
| Essex          | 5,809         | 4                           | 354                        | 10                    |
| Lincolnshire   | 5,740         | 5                           | 1,630                      | 1                     |



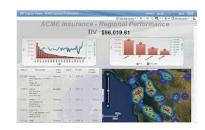
#### Conclusions





Location as an input
Tabular information
Directly served
Database key link

Data warehouse



Location as an output
Map dashboard
Visualisation
Reporting

- Location is inherent in most business information
- We have proved the value of IBM Analytics to deliver location intelligence from geospatial big data
- We are now helping our customers to realise this value for business performance improvement





### Thank You!

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