

Digital Access Adoption Program

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PUBLIC



Indirect Access Is it relevant for my Company? What is "indirect access" / "digital access" all about?

Typically the "use" of SAP products requires a license

Different types of access can result in use



Looks like I have Indirect Access

How can I license it?



Alternatives for Licensing Indirect | Digital Access



User Based License Model:

- Based on the existing license model all use of SAP is relevant for licensing: Create, Read, Update, Delete
- Many IoT devices connected to SAP might require a Named User license

Digital Access License Model

- "Create documents" is the only chargeable use type
 - Limited to "Create" operations
 - Limited to a defined set of "Document Types*" that get created
- No named user required for IoT devices as their use is covered by the licensed "Documents"

* 9 Document Types:

Sales Document, Invoice Document, Purchase Document, Service & Maintenance Document, Manufacturing Document, Quality Management Document, Time Management Document, Financial Document, Material Document

The Digital Access model is outcome-focused

Counts nine system-generated Document Types that address the most valuable business outcomes from ERP



Document Types

Multiplier

0.2x

- Sales Document (counted at line item level)
- Invoice Document (counted at line item level)
- Purchase Document (counted at line item level)
- Service & Maintenance Document
 1.0x
- Manufacturing Document
- Quality Management Document
- Time Management Document
- Financial Document (counted at line item level)
- Material Document (counted at line item level)

License Calculation

License calculation based on *initial Document created* Read, Update, or Delete Documents are <u>not</u> counted

(Document (#) * Multiplier) + ... + (Document (#) * Multiplier)

Where (#) is the Document Type from 1-9

Digital Access with an IoT Scenario Example



Digital Access sounds interesting How do I find out how many "documents" I create?



Alternatives to Identify the Required Number of Documents

ocuments					
Items (29)			Enter Document Type		Q
Туре	Total Weighted Count	Item	Count	Weighted Count	
Sales Document	5496.000	Sales Order Line Item	16	16.000	>
		Sales Contract Line Item	0	0.000	>
		Sales Quote Line Items	0	0.000	>
		Sales Scheduling Agreement Releases	5480	5480.000	>
Purchase Document	17.000	Purchase Order Line Item	0	0.000	>
		Purchase Requisition Line Item	17	17.000	>
		Purchase Scheduling Agreement Releases	0	0.000	>

Built-in Functionality

- Technical identifier ("SAP Passport") is sent to distinguish calls from SAP and non-SAP sender applications
- Within Digital Core (both S/4H and legacy ECC) call is logged and documents are counted in case technical identifier is missing
- Requires a minimum Support Package level for sending and receiving SAP systems
- The counting functionality for yourself is shipped earlier than the audit functionality for your annual Basic License Audit.

Document Type	-	Document Item	ΣWF-	ВАТСН Σ	GSSA
Financial Document		Journal Entry Item		0	443
Financial Document			•	0 -	443
Invoice Document		Billing Document Line Item		0	0
		Supplier Invoice Line Item		1	55
Invoice Document	<u> </u>			1 -	55
Manufacturing Document		Production Order		0	0
		Process Order		0	0
		Repetitive Manufacturing Confirmations		0	0
Manufacturing Document	<u> </u>			0 -	0
Material Document		Material Document Line Item		4	170
Material Document	<u> </u>			4 -	170
Purchase Document		Purchase Order Line Item		0	279
		Purchase Scheduling Agreement Releases		0	0
		Purchase Requisition Line Item		0	116

Estimation Note (workaround)

- Estimation based on how documents have been entered into the system (via specified technical users)
- In cases of doubt, results will lean higher versus lower to avoid being misleadingly optimistic

The SAP Digital Access Adoption Program (DAAP)

Step 1 – Measurability*



(A) Customer & GLAC identify approximate# of documents created by current use

- OR -

(B) Customer implements Support Packages containing SAP Passport tool with support (see <u>next slide</u>) to identify # of documents created by current use • Digital Core customers can leverage an Evaluation Note which allows them to identify the approximate # of documents created by current use.

* Customer must have a maintenance agreement to be eligible for Step 1 – Measurement

- GLAC, as trusted advisor, will guide customer through complete process of document estimation.
- This digital access evaluation service is not required, but is optional at customer request.
- Digital Core customers can leverage a functionality called "SAP Passport."
- SAP Passport is available for all SAP Applications. In some cases customers will need to implement Support Packages to activate this functionality.
- SAP will provide support to assist with the implementation of the Support Packages.



Digital Access sounds interesting Is it financially attractive for me?



The Digital Access model is transformative

Document-based licensing is an important innovation for SAP's customers

Market Momentum



Solid Customer Adoption

- >800 customers have adopted Digital Access
- Wide adoption amongst both new and existing
- Customers in all regions

Third Party Validation

"Digital Access shows good fit by addressing customer requirements."

- Simon Kucher &

Partners

• "SAP has chosen to take the lead in a way that challenges the industry and sets SAP on a course to change the game for customer success across the enterprise software industry. "

– Josh Greenbaum,

Additional Opportunity for Customer Success

Digital Access Adoption Program Available May 2019

More Clarity Needed

- How do I measure the potential impact of documentbased licensing?
- Can I leverage the value of licenses I have purchased in the past to move to the Digital Access model?
- How much will Digital Access cost my organization?



Endorsed by our User Groups, the Digital Access Adoption Program provides greater clarity to our Customers

The SAP Digital Access Adoption Program (DAAP)

Step 2 – Financial Incentive



Customer Chooses a Financial Incentive Option

(A) Customer licenses at least 115% of current document use and is charged only for the amount of growth licensed

- OR -

(B) Customer licenses at least 100% of current document use and receives a 90% discount on Digital Access

- Customer does **NOT** pay for current document use
- Customer can choose to license >15% growth
- Customer benefits from the per unit price and standard volume discount based upon the **entire 115% document volume**
- Standard Volume Discount is **NOT** negotiable, and this offer is ineligible for Special Discounts
- Digital Access must be license under a standalone order form
- Customer must license at least 100% of current document volume
- Customer can **combine** purchase of other solutions with Digital Access under the same order form
- The 90% discount will **ONLY** apply to Digital Access

The Digital Access model is optional for all customers scenarios

Customers should evaluate options according to their specific needs

Step		Customer A	Customer B	Customer C			
1	Customer assess Indirect Access Starting Position	All indirect use already covered by existing licenses	Customer unsure of Indirect Access licensing position >> Consider Digital Access Model				
2	Customer chooses their measurability option	er chooses their measurability option		Determine current document use			
3	Customer chooses their Digital Access Adoption Program option		Determine cost of adopting Digital Access Model				
4	Customer identifies any licenses purchased for Indirect use + any eligible shelfware*	No Action <mark>Required</mark>	ired Customer works with SAP AE to calculate conversion credit, if applicable				
5	Customer assess the Costs vs Benefits of adopting the Digital Access Model		Zero net cost to adopt Digital Access Model	Reasonable Cost to adopt Digital Access Model			
Recommended Customer Action			Adopt Digital Access Model	Adopt Digital Access Model			

With Digital Access It is easier for me to manage my SAP Software Assets

The SAP Digital Access Adoption Program (DAAP)

DAAP* will be place for one year and is designed to cover "current use"





Step 2 Customer Chooses Financial Incentive Option

(A) Customer & SAP's Global License
 Audit and Compliance (GLAC) identify
 approximate # of documents created by
 current use

OR

(B) Customer implements Support
 Packages containing SAP Passport tool
 with support to identify # of documents
 created by current use

 (A) Customer licenses at least 115% of current document use and is charged only for the amount of growth**

OR

 (B) Customer licenses at least 100% of current document use and receives a 90% discount on Digital Access



SAP provides programs to help protect past investments in perpetual licenses when transitioning to Digital Access



SAP Product Level Conversions	SAP S/4HANA Contract Conversion
SAP On-Premise	SAP Cloud
Extension	Extension
Policy	Policy

With all that SAP wants to...

... Enable you achieving and maintaining license compliance
 ... Make it easier for you to get "peace of mind" on SAP Software Assets
 ... Act in a fair, transparent, and predictable way – be a trusted partner for you