

Customer Success

Cartier digital order process automation - from boutique to manufacturing

Philippe Gilles, Supply Chain Integration Manager, Richemont International SA





THE RICHEMONT GROUP AT A GLANCE

*End March 2019



Founded in 1988



A Swiss leading luxury goods group

CHF 41.3 bn



Market capitalisation

€ 14 bn



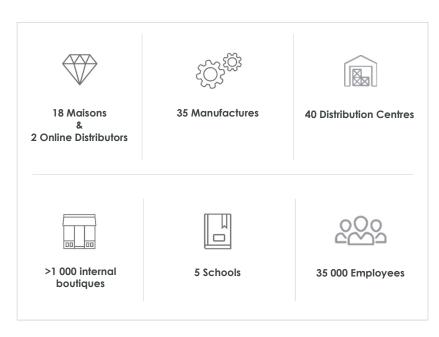
Sales

€ 1.9 bn



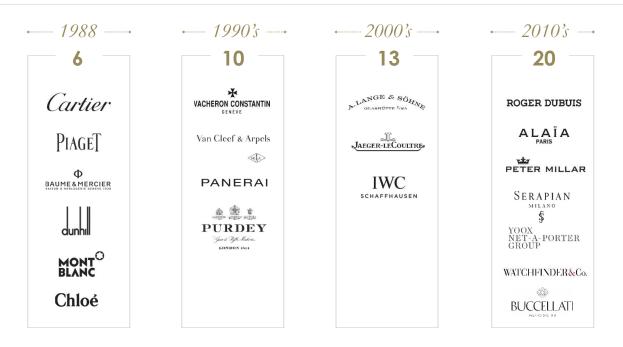
Operating profit

RICHEMONT MAISONS, MANUFACTURING AND SCHOOLS



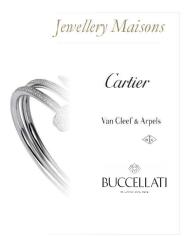


1988 - 2019: A UNIQUE PORTFOLIO



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WE OPERATE IN 4 BUSINESS AREAS

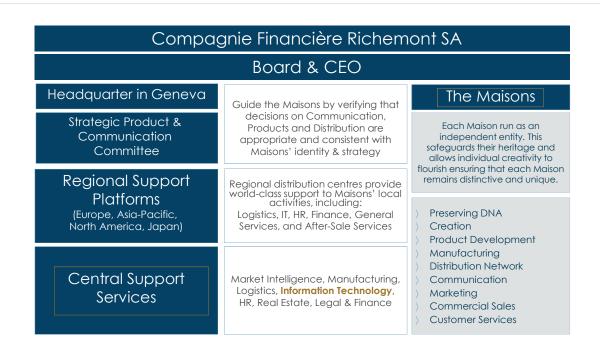








HOW OUR BUSINESS OPERATES



PEGA IMPLEMENTATION

Manufacturing scope

- > Started in 2017 at Cartier Paris implementing MDM for SAP
 - Design and promote a workflow solution for data lifecycle orchestration cross business area and IT systems to replace the legacy solution for the Manufacturing.
 - Pega is now part of the SAP rollout template Gemini
- > 10+ Use Cases are currently implemented
 - Cartier Joaillerie: MDM for new product, from article creation to all data needed to produce, purchased and ship with integration to the SAP back-end.
 - Cartier products transformation: from a boutique requesting a transformation, to the proposal of a new custom design joaillerie master peace and execution of the newly created product, meaning development, produce it at Cartier manufacture, ship it to the logistic platform and to finally land in the boutique and invoice to customer.
 - Distribution of fine joaillerie between region and boutique word wide.
 - For diamond, follow the development and production process from design to production.
 - Client special orders (bespoke) from requirements, design, develops and produce a unique masterpiece, ship and deliver it to the final customer.

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PEGA IMPLEMENTATION

Enterprise STRUCTURE

Cartier

Application

Portals Case type PIAGET

Application

Portals Case type PANERAI

Application

Portals Case type •••

Application

•••

Richemont

Enterprise Layer

- Data model & Integration: SAP Article
- Security & Compliance: SSO, User mgmt, RGPD

Pega Infinity 8.2 Platform Cloud



APPLICATION OWNERSHIP ORGANISATION

3 MAIN AREAS:

"APPLICATION" AREA: OWNERSHIP TO MAISON/ENTITY.

- > Development can be delegated to Entity
- Workflow & Screen design
- Local data

"RICHEMONT FRAMEWORK": OWNERSHIP GROUP IT EAS (ENTERPRISE APPLICATION SERVICE)

- Security & compliance: SSO, Access Group, user creation
- Pega integration: SAP-ECC (API), Masterdata WH, mail
- Data model of objects from group application (ex: SAP, PLM, PIM ...)

PEGA PLATFORM: OWNERSHIP GROUP IT EAS

- Since July 2019 on Pega Cloud, SaaS Subscription
- Infrastructure (VPN)

PEGA - WHERE WE ARE?





Infrastructure setup Cartier – Piaget - Panerai Rollout Certification CoE Setup

Cartier PIAGET OFFICINE PANERAL

Today

30'000 cases/year 300 end users 10 system architects

Next Step



Vacheron - Certification WF Richemont: Customer Service, HR, Digital,...





2020



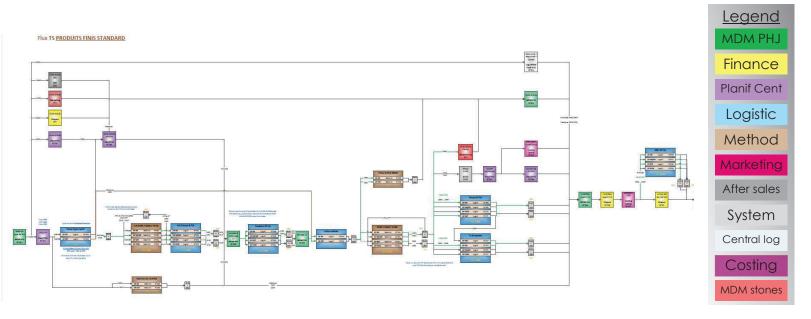
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2017

Janv. mars mai Juli. sept. nov. 2019 mars mai Juli.

PEGA IMPLEMENTATION

Manufacturing process for MDM: large number of steps, medium number of execution





WHY BECOME?



- What is the end goal of the project?
- Decrease the execution delay
- Reliability and transparency of prices and delays
- **Pre pricing** integrated for some NJ/BJ references
- Have a more **flexible** process
- Visibility on the process
- Integrated to DARE

PEGA COE DEFINITION FOR EAS

MISSION:

- Provide the structures, governance and technical capabilities to support Pega projects and running applications
- Achieve high-quality deliverables, using best-practice and standard process
- Ensure to maximize the Pega investment by reusable component cross application, layer cake
- Alignment from business requirement, technology capability and Group standard (ie security, compliance)

) Objectives:

Empower Richemont EAS team to expand process automation with key departments, enhance collaboration with the Maisons and help the digital transformation with Pega technologies. Bring together smart people from Business lines and IT to better serve our customers.

PEGA COE ORGANIZATION

COE

Steering Committee*

Group IT Sponsor

Maisons Sponsor

Group Business Process owner:

Pega Core Team

Team Leader Lead Sys Arch Sys Arch:

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Pega Maisons Team Project Manager, Business Analyst, Developer.

Product Owner

Cartier PIAGET

or l

*Steering Meeting every 3 month

Project's Team

Project Leadership Project Manager Product Owner

Consultants Business Analyst (LA, SBA, LBA) System Architect (SA, SSA, LSA)

—Partner Resources-

Pega

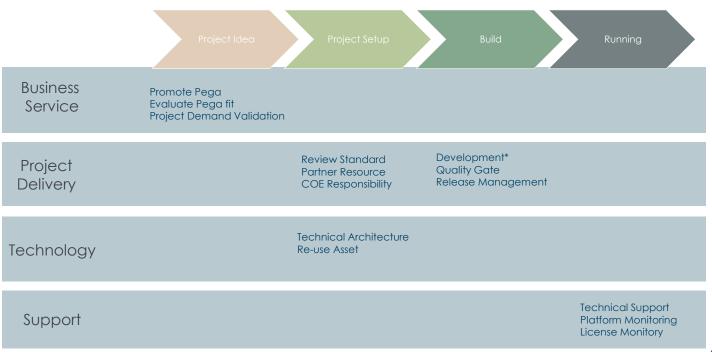
Knowledge Expert

-Support Team-

Group IT GIS (Infrastructure) Group Security

Group BPI

CORE TEAM RESPONSIBILITY DURING APPS LIFE CYCLE



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LESSONS LEARN

> Strengths

- Pega is the solution for process automation when not include in a package like PLM
- Pega enables cross system processes Business centric view
- Pega enable a process driven approach vs transactional approach
- Low training effort with the Low code devlopment environment
- Responsive web design out of the box no competition in our landscape
- Fast delivery and leveraging Agile methodology flows nicely in our future strategy

> Challenges

- Low coding approach do not prevent significant investment on skills
- RPA not strong enough for SAP
- Preparation steps
- Agile methodology must be established in the organisation (vs waterfall)

NEXT

PROMOTE PEGA TO OTHER BUSINESS DEPARTMENT

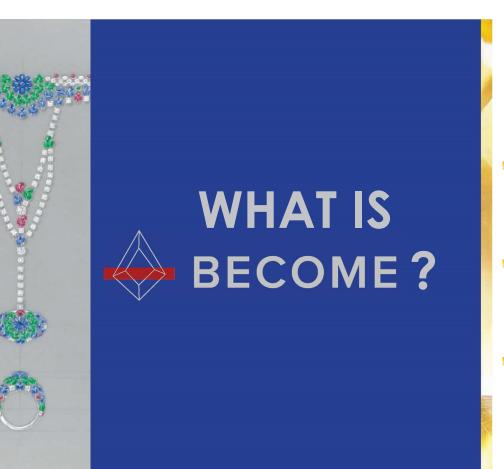
- HF
- Customer Service (Example Become Digital special order)
- Finance

STRENGTHEN GOVERNANCE

- Business
- IT
- Leverage Leeson learned

STRENGTHEN COE (INTERNAL & EXTERNAL) TO SUPPORT SCOPE INCREASE

- Workflow
- Use Pega AI to better serve new customer expectation



Digitalized Special Order tool

End to End process

HJ/FJ, NJ/BJ, Watches, Accessories

BACKUP ANNEXE

PHILIPPE GILLES MANUFACTURING AND SUPPLY CHAIN INTEGRATION MANAGER

Experience in Luxury Goods Industry Richemont 1997 till today

Area of expertise: Project management on digital transformation

- Product development: CAD/CAM and PLM solutions (PTC)
 - Model Based Definition
- Execution: ERP (SAP and INFOR)
 - Full PLM-SAP integration from supplier to shopfloor
- Planning: APS (SAP and Anaplan)
 - From Demand to Production planning

Unique instance approach for all solutions: Enrichments can be activated for all entities at once

Education: Mechanical Engineer



Q&A



Pick your next session!

Next session starts in 5 minutes

