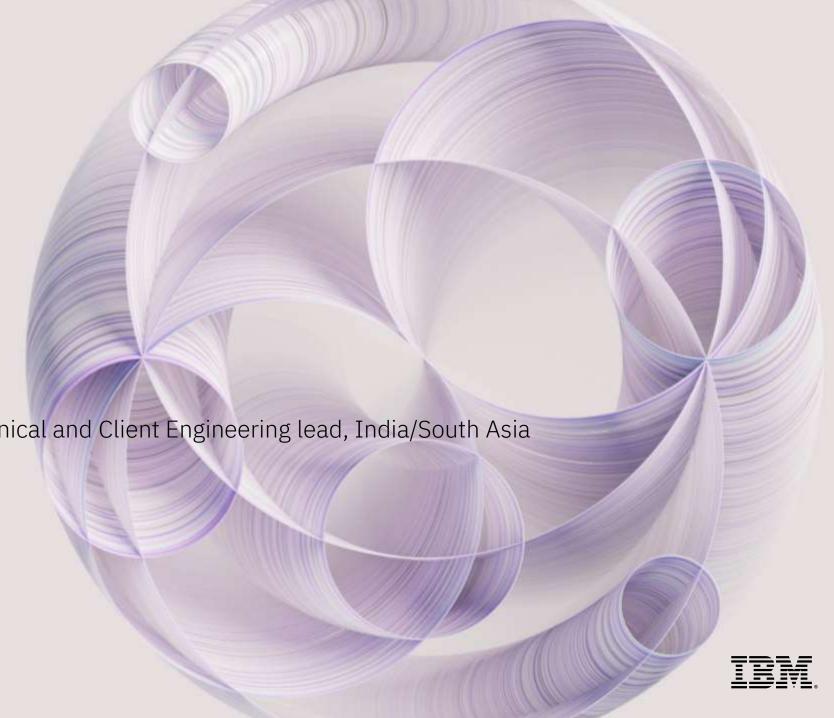
## Putting AI to work with IBM

Geeta Gurnani

IBM Technology CTO | pre-sales technical and Client Engineering lead, India/South Asia



# AI is having Netscape moment...

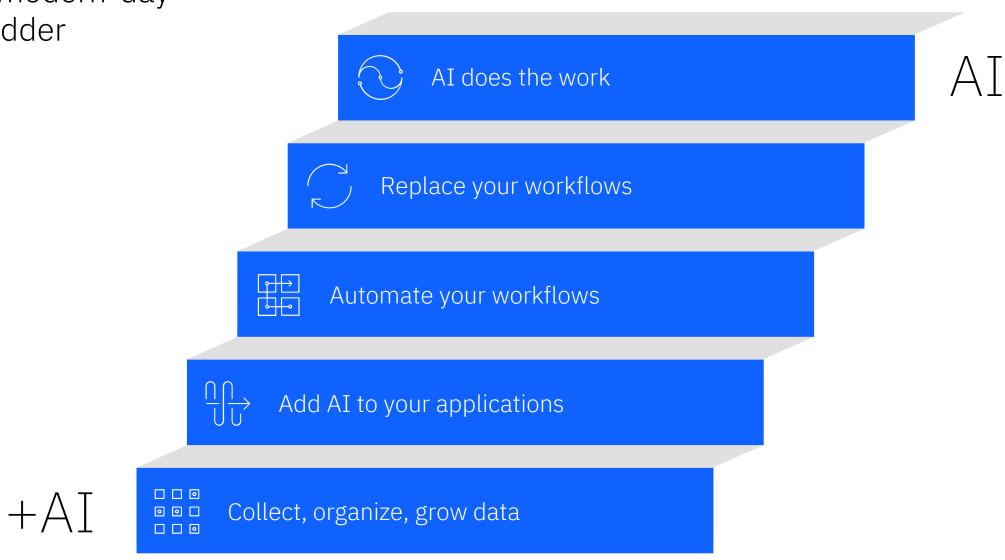
...Foundation Models are bringing an inflection point in AI

...but how enterprises adopt and execute will define whether they unlock value at scale

... And reinvent how work gets done across business domains and industries

$$+AI \rightarrow AI+$$

The modern-day AI ladder



### The impact of generative AI |

The opportunity

The speed, scope, and scale of generative AI impact is unprecedented

Massive early adoption

80%

of enterprises are working with or planning to leverage foundation models and adopt generative AI Broad-reaching and deep impact

Generative AI could raise global GDP by

7% within 10 years

Critical focus of AI activity and investment

Generative AI expected to represent

30%

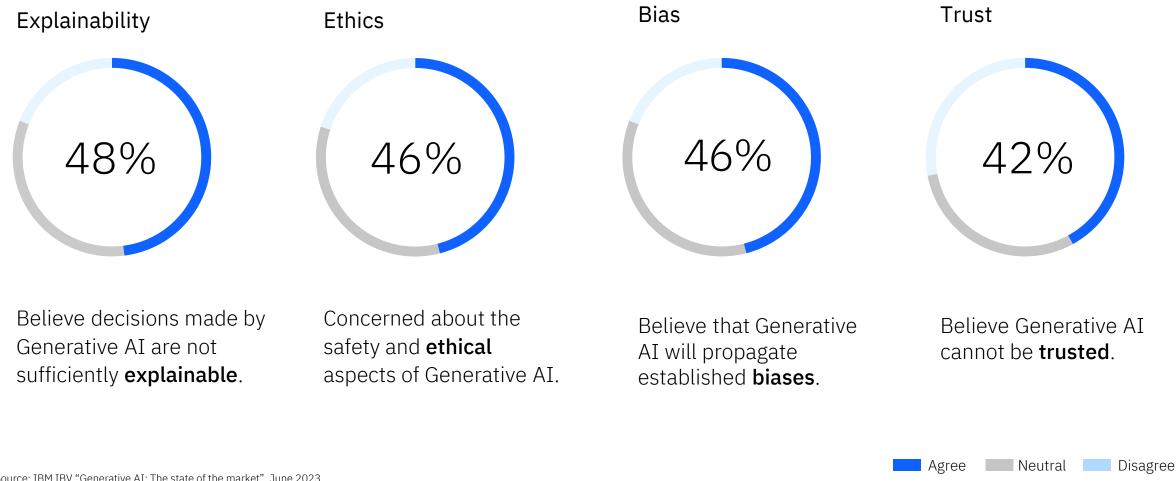
of overall market by 2025

Sources: Statista; Reuters; Goldman Sachs; IBM Institute for Business Value; Gartner. Scale Zeitgeist: AI Readiness Report, a survey of more than 1,600 executives and ML practitioners

#### **Enterprise considerations**

Business leaders face challenges in scaling AI across the enterprise with trust

80% of surveyed business leaders see at least one of these ethical issues as a major concern



#### **Enterprise considerations**

## IBM POV: Four core principles to tailor generative AI for enterprise

## Open

- → Based on the best AI and cloud technologies available.
- → Giving access to the innovation of the open community and multiple models.

## Targeted

- → Designed for targeted business use cases, that unlock new value.
- → Including curated models that can be tuned to proprietary data and company guidelines.

## Trusted

- → Offering security and data protection.
- → Built with governance, transparency, and ethics that support increasing regulatory compliance demands.

## Empowering

- → On a platform to bring your own data and AI models that you tune, train, deploy, and govern.
- → Running anywhere, designed for scale and widespread adoption to truly create enterprise value.

### **Prolifics**

**United States** 

"We knew we needed a very, very intuitive, easy-to-use front end. We chose the Intellective Unity content navigation solution. It integrates with all Cloud Pak for Automation components and provides a very rich, customizable user interface."

Matt Garst, Head of North America Sales , IBM Business Partner Prolifics



### Ideatolife

**United Arab Emirates** 

"We saw the hands-on support and consultancy that the IBM team provided. It's not just that they supported us in designing the best architecture, but they also let us easily scale the solution, which is important for us as a growing business. It's letting us tap into new customers and new segments that we've never been in before."

Ali Zein, CEO, IBM Business Partner Ideatolife, Inc.





#### Assima

France

"Partnering with IBM is really providing a differentiated, truly SaaS-enabled, scalable solution to our clients to meet their needs as far as employee training and adoption's concerned"

Riz Khalig CEO, Assima



### Dubber

Australia

"We wanted to marry Dubber call recording, embedded with Watson AI, with the infrastructure of a telco network or UC [unified communications] solution — all at the price-point of a utility. At a price enterprises and governments value."

Steve McGovern, CEO, IBM Business Partner Dubber Corporation Ltd.

## AI for Business: Build to Win

Debasish Roy CTO, Ecosystem APAC AI adoption—more than doubled since 2017

20%

50%

Reinventing how work gets done | +AI to AI+

Employee productivity is expected to be the primary driver of economic value

There is widespread interest in applying AI across business functions.

Customer service and IT processes consistently emerge as top priorities across research studies.

## Executives are embracing generative AI and large language models (LLMs) to optimize and automate:

63%

57%

45%

IT

processes

Customer service workflows

Supply chain

41%

40%

35%

HR and talent management

Sales and marketing

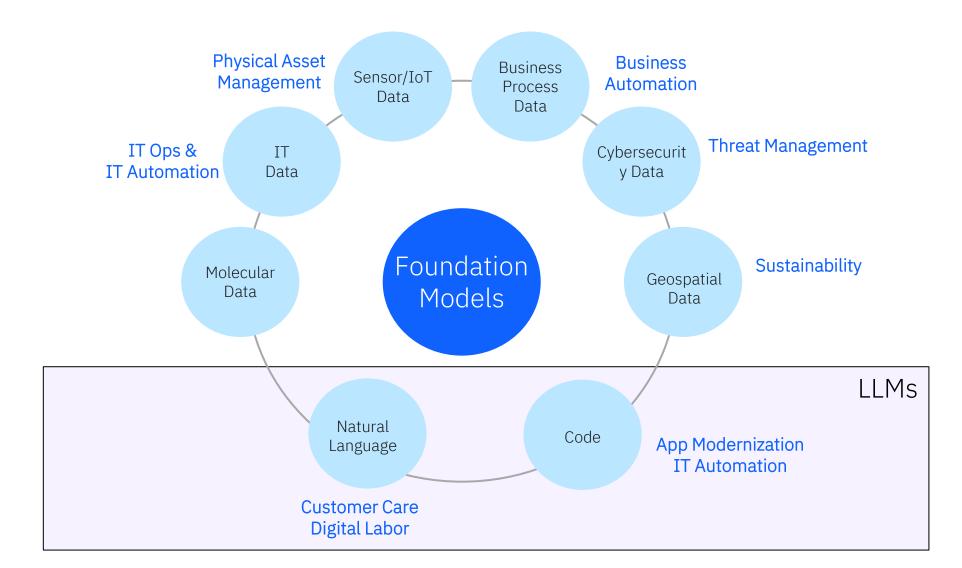
Operations

34%

Finance

The impact of generative AI | The opportunity

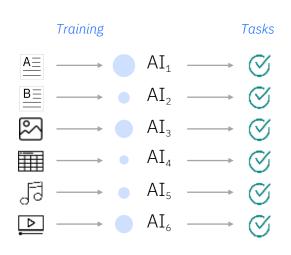
Opportunity to unlock business advantage with foundation models trained across the breadth of enterprise data



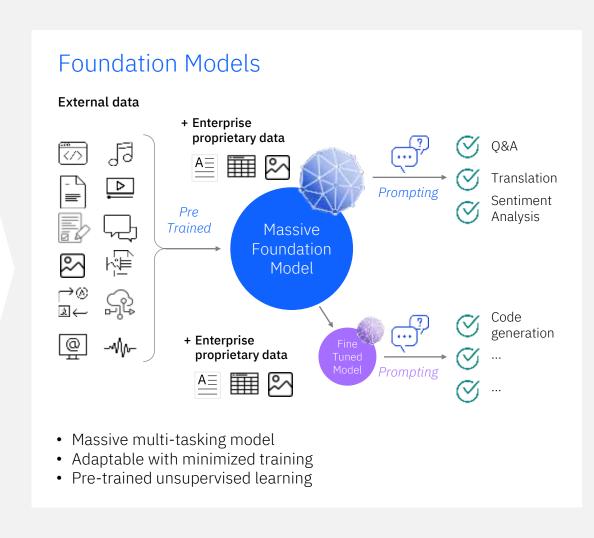
#### The impact of generative AI | The opportunity

## Foundation models establish a new paradigm for AI capabilities

#### Traditional AI models



- Individual siloed models
- Require task specific training
- · Lots of human supervised training



#### Enhanced capabilities

- Summarization
- Conversational Knowledge
- Content Creation
- Code Co-Creation

#### Key advantages

- Lower upfront costs through less labeling
- Faster deployment through fine tuning and inferencing
- Equal or better accuracy for multiple use cases
- Incremental revenue. through better performance

up to **70% reduction** in certain NLP tasks

Reinventing how work gets done | +AI to AI+

The most common generative AI tasks implemented today

#### Retrieval-Augmented Generation

Based on a documents or dynamic content, create a chatbot or question-answering feature.

Building a Q&A resource from a broad knowledge base, providing customer service assistance

#### Summarization

Transform text with domainspecific content into personalized overviews that capture key points.

Conversation summaries, insurance coverage, meeting transcripts, contract information

#### **Content Generation**

Generate text content for a specific purpose.

Marketing campaigns, job descriptions, blog posts and articles, email drafting support

### Named Entity Recognition

Identify and extract essential information from unstructured text.

Audit acceleration, SEC 10K fact extraction

#### **Insight Extraction**

Analyze existing unstructured text content to surface insights in specialized domain areas.

Medical diagnosis support, user research findings

#### Classification

Read and classify written input with as few as zero examples.

Sorting of customer complaints, threat and vulnerability classification, sentiment analysis, customer segmentation

## Enterprise Considerations

#### **Enterprise considerations**

As leaders adopt AI, they need to consider three things:

How to create competitive edge

How to scale AI across the business

How to advance trustworthy AI

Introducing...

## watsonx

## Put AI to work with watsonx.

Scale and accelerate the impact of AI with trusted data.

Train, tune and deploy AI across your business, leveraging critical, trusted data wherever it resides.

The platform for AI and data

## watsonx

Scale and accelerate the impact of AI with trusted data.

#### watsonx.ai

Train, validate, tune and deploy AI models

A next generation enterprise studio for AI builders to train, validate, tune, and deploy both traditional machine learning and new generative AI capabilities powered by foundation models. It enables you to build AI applications in a fraction of the time with a fraction of the data.

#### watsonx.data

Scale AI workloads, for all your data, anywhere

Fit-for-purpose data store, built on an open lakehouse architecture, supported by querying, governance and open data formats to access and share data.

### watsonx.governance\*

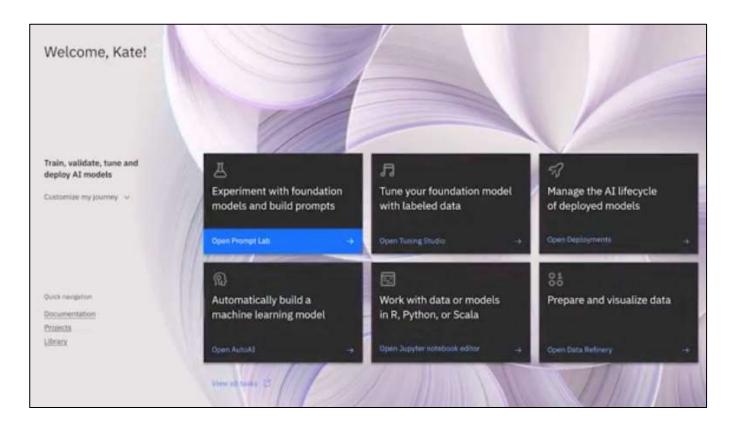
Enable responsible, transparent and explainable AI workflows

End-to-end toolkit for AI governance across the entire model lifecycle to enable responsible, transparent, and explainable AI workflows.

<sup>\*</sup> Targeted for release in end-2023

#### watsonx.ai

Train, validate, tune and deploy AI models

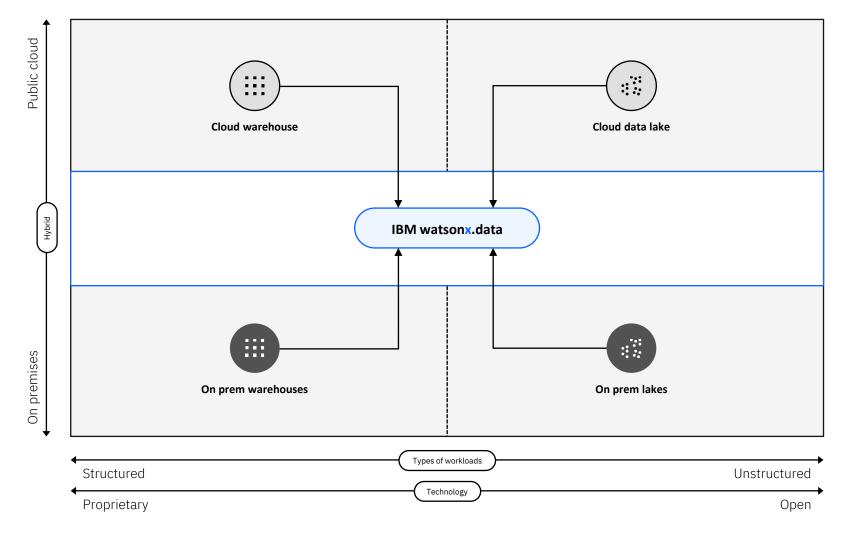


A next generation enterprise studio for AI builders to train, validate, tune and deploy generative AI, foundation models, and machine learning capabilities

- Foundation Model Library with IBM and opensource models
- Prompt Lab to experiment with foundation models and build prompts for various use cases and tasks
- Tuning Studio to tune your foundation models with labeled data
- Data Science and MLOps to build machine learning models automatically with model training, development and visual modeling

### watsonx.data

Scale AI workloads, for all your data, anywhere



A fit-for-purpose data store based on an open lakehouse architecture

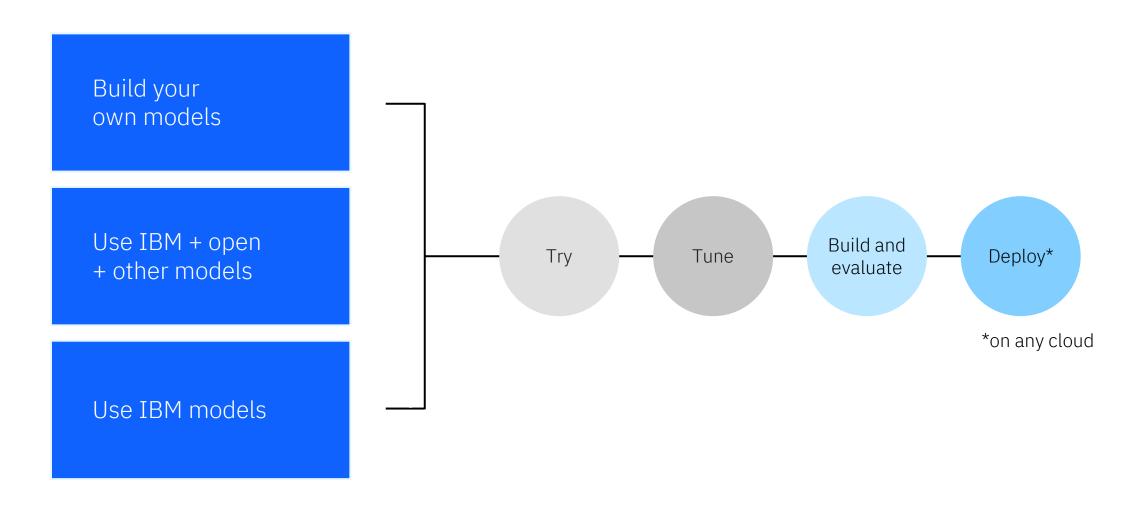
- Access all your data through a single point of entry across all clouds and on-prem environments
- Get started in minutes with built-in governance, security and automation
- Reduce the cost of your data warehouse by up to 50%\* through workload optimization across multiple query engines and storage tiers

<sup>\*</sup>When comparing published 2023 list prices normalized for VPC hours of IBM watsonx.data to several major cloud data warehouse vendors. Savings may vary depending on configurations, workloads and vendors.

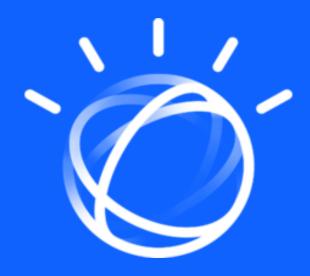
## IBM approach for AI: Unleash the intelligence in your business

AI products	Process Automation Customer Care	IT Automation	Security	Sustainability	Application Modernization	System Integrators, Software, and SaaS partners
AI and data platform	watsonx watsonx.ai watsonx.data watsonx.governance					
Hybrid cloud platform	<b>Red Hat</b> OpenShift AI Ansible Lightspeed					
Infrastructure for AI	zSystems Distributed Infrastructure		AWS/Azure/Other			

AI will be multi-model on multicloud



## Embeddable AI



A set of flexible, enterprise-grade AI capabilities that developers can easily embed in their applications to provide an enhanced end user experience through powerful AI models

Fit-for-purpose for your business, with domain optimized applications down to embeddable libraries, designed with trust from the ground up

## The form factor that best fits your business from domain optimized applications to embeddable libraries

### **Applications**

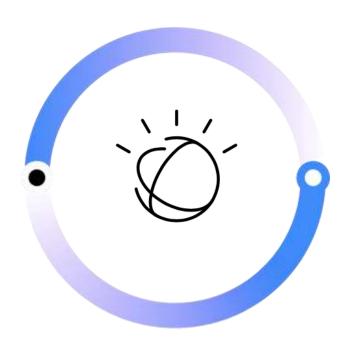
Virtual Agent, AI-Driven Insights, Observability & Vision



Pre-Built, Pre-Trained Business Domain Optimized

### Libraries/APIs

Natural Language Processing, STT, TTS, Document Understanding, Time Series, Spatiotemporal



Flexible & Extensible Deployed Anywhere

IBM's AI is embedded in applications built on

## watsonx

### Watson Orchestrate

Harnesses the power of AI and automation to free up individuals from tedious tasks

40%

Improvement in HR productivity

## Watson Assistant

Builds better virtual agents, to deliver consistent and intelligent customer care

70%

Call center calls contained by conversational AI

## Watson Code Assistant

Enables hybrid cloud developers to write code with AI-generated recommendations

30%

Productivity gain in application modernization

Al and data platform

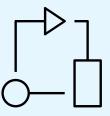
watsonx

## IBM's AI can be consumed as a platform or in products



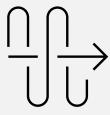
AI and data platform

Build and run on our enterprisegrade, cloud-native, AI and data platform, **watsonx**, that helps you simplify how you build and apply foundation models and generative AI



AI products

Consume the benefits of generative AI and foundation models in our products built on **watson**x, such as Watson Orchestrate, Watson Assistant, Watson Code Assistant



Partners' products

Consume **watsonx** foundation models in our partners' software products (e.g., SAP) where we help them deliver incremental innovation faster

Three proven, high impact use cases as starting points with IBM

#### Talent

40%

Improvement in HR productivity

- Talent acquisition
- Performance management
- Employee data management
- Employee communications
- Learning & event management

#### Customer service

## 70%

Contact center cases contained by conversational AI

- Customer profile / demographics
- · Case deflection
- Agent intent efficacy
- Agent assist
- Mobile FAQ w/ answers

## App modernization

## 30%

Productivity gain in application modernization

- Automated code generation
- Customizable standards
- Playbook generation
- Model tuning
- Code attribution

#### Generative AI tasks

Content Generation, Classification

Train and tune relevant foundation models using company-specific HR data spanning hybrid environments

Retrieval-Augmented Generation, Summarization, Classification

Train and tune relevant foundation models using customer specific datasets to improve customer satisfaction

#### Summarization, Content Generation

Automate code generation and reduce cycle time for modernizing applications, based on requirements and business rules

## What IBM offers Why IBM?

Open	IBM's AI is based on the best open technologies available
Trusted	IBM's AI is transparent, responsible, and governed
Targeted	IBM's AI is designed for enterprise and targeted at business domains
Empowering	IBM's AI is for value creators, not just users

Thank You

