## TCW CKILAB

# "Al beyond Powerpoint"

**Lessons Learned from Digital Transformation Projects** 

International Tech Talks – Artificial Intelligence in Bavaria and Northern Europe

## Dr. Sebastian Eckert

Associate Partner, TCW Co-Founder KI-Lab



# KI-Lab ecosystem: digital transformation learnings from 4+ years and 20+ industrial partners.



## The implementation gap for digital transformation is real.

## **Powerpoint Wonderland**



30%

of AI projects create real long lasting value

75%

of data analytics projects fail for non-technical reasons

12%

of German companies use AI compared to ~47% worldwide

## Corporate Reality

Scattered spreadsheets

Low data transparency

Frustration

Sources: BCG (2024), Gartner (2024), S&P Global Market Intelligence (2025), own experience

## "You can't mandate innovation — you can only create the right environment for it."



## *Impact (AI) = f (transformation process)*

... or the "HOW" of a transformation process matters!

# Master the 3 most common obstacles on the transformation process.

#### 3 most common obstacles

3 maturity levels of digital transformation processes



#### Scaling & Industrialize

Change beyond single departments: Organization, Processes, Technical Infrastructure, Governance, Legal, Talent, Make-or-Buy ...

## Experiment & Learn

Prototyping phase, MVPs and digital products are created

#### Understand & Explore

Single individuals push, Top-mgmt buy-in, first roles created, first cost occur



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## HOW to master Qualification.











Focus on domain experts & managers!

Mingle with folks 3 outside your company



- "Why should I care?" show how AI can positively 1. affect daily chores in the business!
- 2. Make learning fun: use innovative concepts like business games or gamification
- 3. **Examples, Examples, Examples...** show real cases from peers – not far away role models
- 1. Application knowledge is more important than math: subject matter experts (R&D, Production, Procurement, administration) need to understand which problems AI can solve AND which not.
- 2. Also managers need to be AI savvy not only coders!

Leave the ivory tower and stop naval gazing: Learn from people that have already made progress, go to conferences, be part of ecosystems, working groups ...

## **HOW to master Use-Case Selection.**





#### **Predictive Maintenance**

Predictive maintenance only delivers real benefits if it works absolutely reliably, and the model is fully developed.



## An attractive use-case ....

- 1. ... is precise and specific.
- 2. ... articulating the value is easy.
- 3. ... can be easily integrated in daily business.
- 4. ... can be scaled to other departments.
- 5. ... has been implemented in other companies.
- 6. ... has benefits even in the prototype stage.



## Chatbots/language models in knowledge management

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- Level 0: Call up/find documents
- Level 1: Create simple documents
- Level 2: Create complex and long documents
- Level n: ...



Model development time

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## 3 use-case fields applicable in most (also SME) companies.

Supply Chain Forecasting & **Early Warning Systems** 

Value-Add:

Forecasting (surprise reduction) of supply chain metrics/events within predictable environments

#### case examples

risks radar for suppliers based on web-information from google

spare part demand in installed base +/- 10-20% accuracy

stock level prediction or warehouse capacity usage forecast

**Internal Chatbots & Document Retrieval** 

Value-Add: Help employees to find relevant but scattered information quickly and validate or check noncritical information

#### case examples

Maintenance knowledge data base & access repair manuals

Analyze SAP work instructions for production program planning

Material certificate check for incoming goods

ESG document creation



**Computer Vision in Quality Control** 

Value-Add:

Automatic optical identification of surface errors with high accuracy

#### case examples

Selection

3



metal parts, car doors, brakes

wire harness assembly





industrial connectors with pins

woven pattern of industrial fabrics

## **HOW to master the Development Process.**



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#### Less rigid waterfall project management



# Image: Description of the problem o

... works well if you update your car models all 2-4 years with limited technical change.



#### Key Lessons:

- 1. Many project management templates are obsolete. (e.g. ROI < 3 years does NOT work)
- 2. Start with the user needs + front-end design not the algorithms!
- 3. It is more Product Development than Project Management! (digital tools are never finished but have a lifecycle)
- 4. You need new roles in the process. (e.g. Product Owner)

## We have the technology available – let's move from talk to impact!

# If you keep doing the same thing, you'll keep getting the same result

Impact = f(courage,
people centricity, pragmatism)

Henry Ford

#### Thank you!

Dr. Sebastian Eckert

