



ADMnext

# Saving through a crisis with Capgemini

A sound approach for blending  
cost savings and investment  
in your application services



# Saving through a crisis with Capgemini

These uncertain economic times are affecting every industry and each individual business in different ways – and to varying degrees. Understandably, this “black swan” moment has caused revenues to drop substantially across many industries – largely due to macro-economic factors that lie outside the control of individual organizations. So, in weathering this storm, many enterprises are concentrating on what is within their control – and this means cost containment.

IT leadership has a critical role to play here in helping to compensate for crisis-based revenue losses by delivering significant cost savings. A razor-sharp focus on cost optimization that is sustainable and agile is crucial. It’s also essential that they look to the future with investment in unique transformation projects that directly yield business benefits within in this uncertain new normal.

## Balancing cost optimization and investment in your future with a capable, full-service, and resilient partner

The CIOs that will emerge from these precarious times in stronger positions than their competitors will be those who can successfully balance the tradeoff between cost optimization and future investment. The key to achieving this balance is a capable, full-service, and resilient IT advisor who can bring a unique approach to the sustainable optimization of your IT costs. This means a global partner who has the skills to help you weather this crisis today, and the scalability and vision to guide you with the right technology investments for tomorrow. From a long-term perspective, the secret lies in embodying the flexibility to answer to any crisis and both anticipate and recover rapidly.

## Saving through a crisis with Capgemini: a comprehensive strategy for assessing, analyzing, and activating cost optimization

Capgemini’s methodology for achieving the most effective cost-optimization and investment balance is a three-phased approach that fully addresses your sustainable cost-savings and transformation agenda – from strategy to execution.

This approach is comprehensive, employing both top-down and bottom-up methods. Throughout the whole journey, Capgemini is committed to your desired business and IT outcomes with a strategy for assessing, analyzing, and activating cost savings.

### Take control in this new normal with Capgemini: a comprehensive strategy for assessing, analyzing, and activating cost savings



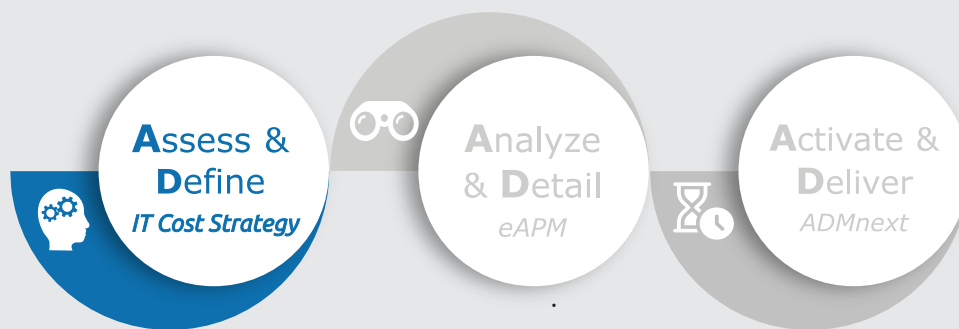
### **Prepared around your priorities:** *Enabling you to lead in this new normal*

*Capgemini understands the range of CIO scenarios in this new normal. Whether it's deciphering post-crisis impacts on IT roadmaps and budgets or devising an agile cost optimization strategy, Capgemini has a solution.*

*Wherever your starting point, Capgemini is wholly committed to delivering sustainable cost reduction and enabling your business to forge ahead and lead in this new normal ASAP.*

## Assess and Define your IT Strategy and Planning with Capgemini's IT Cost Strategy

Capgemini's IT Cost Strategy assesses and identifies quick cost-reduction targets and examines your overall investment needs, along with reviewing your short, medium, and long-term planning steps. IT Cost Strategy is an inventive approach for the sustainable optimization of IT costs that enables you to take full control of your IT and optimize costs in an agile and sustainable way – so your business can adjust, forge ahead, and lead in this new normal. This offering employs a top-down approach to identify short-term cost reduction potential, while attaining longer-term structural optimization of your IT spend.

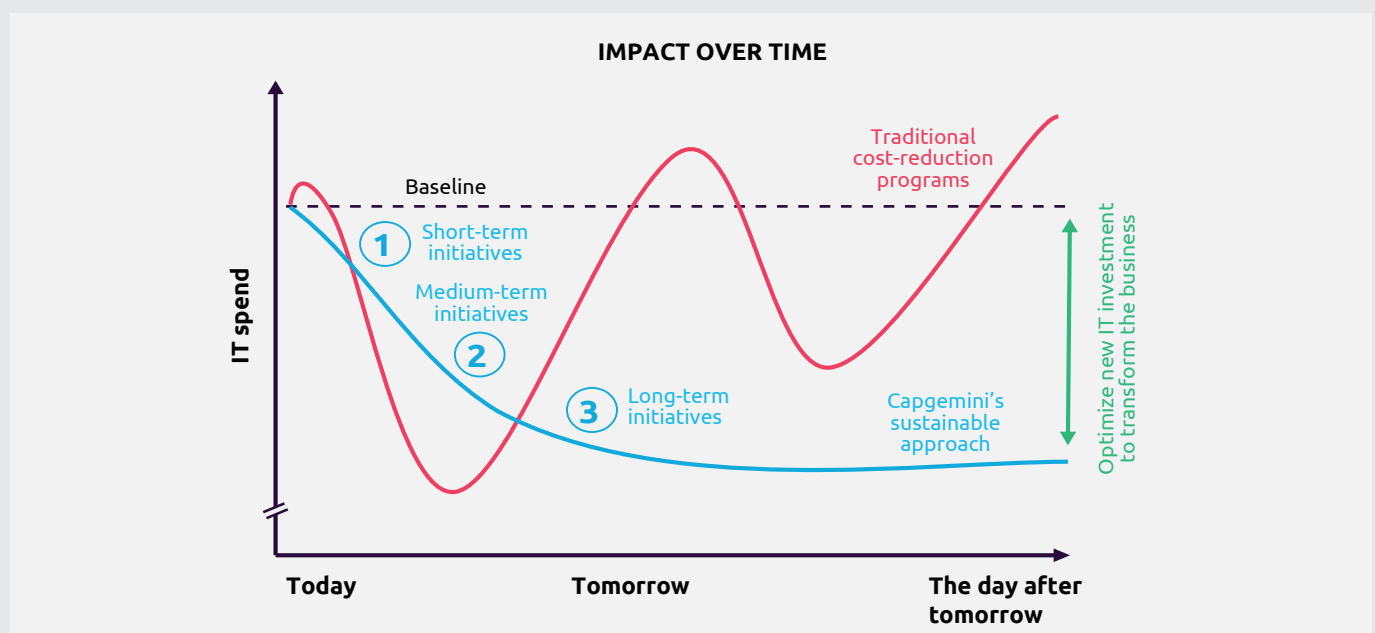


Before CIOs embark on a new strategic journey, it is essential to step back and examine everything from the top. Your as-is situation needs to be assessed and your target state needs to be defined. Capgemini's IT Cost Strategy identifies short-term cost reduction potential, while attaining longer-term structural optimization of your IT spend. It identifies areas for cost reduction and cost re-allocation to achieve your optimization and transformation objectives.

In applying Capgemini's IT Cost Strategy, we work closely with you to understand your immediate business priorities and cost reduction ambitions. Together, a baseline is set for IT activities and their immediate optimization, along with a plan for the evolution of IT costs (within IT and beyond). Cost-reduction scenarios are then built by applying different levers, creating an overall business case and plan, identifying quick wins, and attaining commitment for moving forward.

Capgemini's IT Cost Strategy is built on a reference database of +100 cost optimization levers developed from working with clients and is also enriched by thousands of data points. This offering analyzes eight areas where sustainable IT cost reductions can be implemented, while enabling a well-balanced range of changes. A structured IT cost reduction program then identifies dependencies between different areas of intervention to maximize savings.

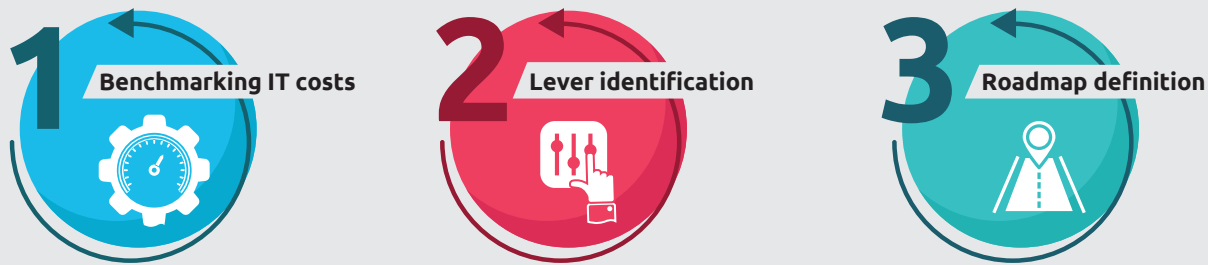
### Capgemini's IT Cost Strategy and the benefits you can achieve over time





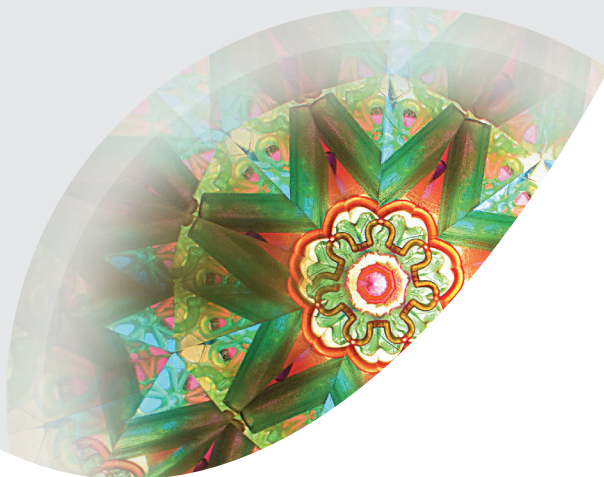
Capgemini's IT Cost Strategy also provides clear benchmark reports, levers, and a roadmap to execute. So, by rationalizing your IT environment and reviewing the entire IT process, we help develop a solid foundation to power your digital initiatives.

**Clear benchmark reports, levers, and a roadmap to execute**



**Analyze and Detail your IT Landscape Transformation with Capgemini's eAPM**

Post assessment, it is essential to analyze every bit of data in your enterprise and detail an action plan for execution. In this phase, a bottom-up approach is applied with Capgemini's economic Application Portfolio Management (eAPM) solution. This brings a consolidated view of your distributed IT, provides clarity on your current IT budget, identifies potential risks and vulnerabilities, and baselines and benchmarks your IT spend. Capgemini will also conduct a thorough Operating Model Analysis (with a full action plan) and Cloud Assessment Analysis (with contextual decision trees). eAPM also helps in the rationalization and simplification of your apps and infrastructure with benefit and business-case analysis.



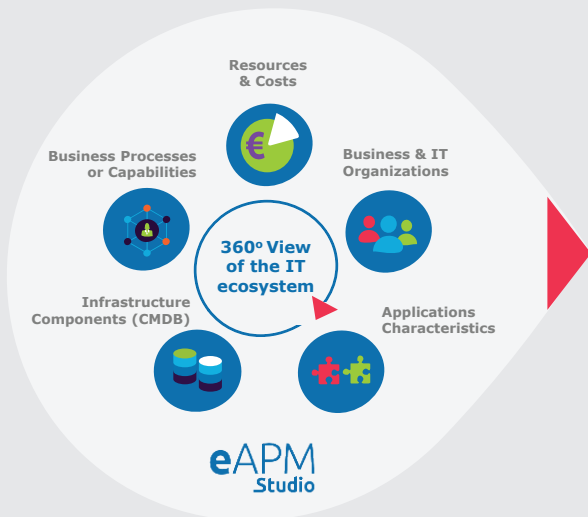


eAPM combines Capgemini's proven portfolio assessment methodology with an impressive graphical analysis and decision-making tool, which has already delivered tangible results to many clients. Essentially, eAPM helps you build a digital twin of your IT organization with its economic baseline. Drawing on Capgemini's experience across industries and clients, eAPM empowers you to take control of your IT assets, radically improve IT performance, and get transformation initiatives moving ahead at full speed. Using AI and analytics to evaluate your entire IT landscape, eAPM delivers visual insights and a roadmap to empower your organization with a smarter path forward.

## Capgemini's eAPM

### eAPM Studio as a "Transformation Cockpit"

Steering the transformation process to optimize cost and deliver business agility



#### Baseline the as-is IT ecosystem and costs

- Aggregate data and establish a single source of truth for decisions
- Compute TCO at the application level to bring transparency

#### Make fact-based transformation decisions

- Application and infrastructure rationalization/simplification
- Move to cloud eligibility and 6R-migration patterns
- Optimization of the operating model and sourcing options
- Build comprehensive action plan/roadmap and business case

#### Steer the transformation process

- Facilitate communication with stakeholders (**Visualization**)
- Fine tune decisions and analyze impact (**Decision Trees**)
- Update changes to data periodically and re-run analysis (**Feeders**)
- Monitor progression and make operational decisions (**Dashboards**)

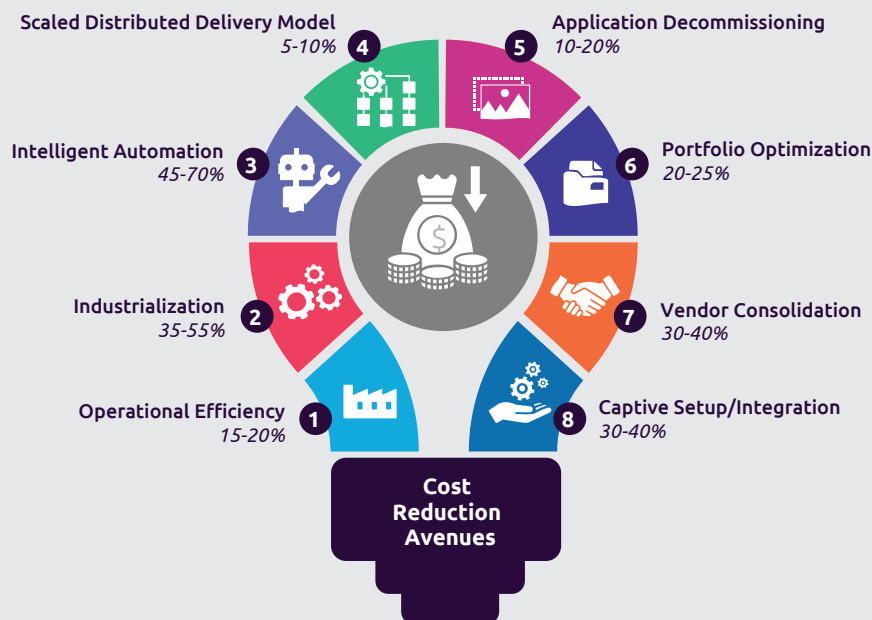
## Activate and Deliver your overall IT Services with ADMnext

In the third phase, Capgemini brings in its ADMnext framework to deliver results on the ground and realize both the cost savings and transformation roadmap facilitated by the first two phases. ADMnext combines a mix of top-down and bottom-up approaches to align your IT and business visions.



Capgemini's ADMnext is a full stack of Disruptive, Business Insightful, Transformation, and Adaptive ADM Services that drives efficiency and continuous improvement, along with a commitment to reduce your TCO by 20-50%.

### Capgemini's ADMnext for cost savings



ADMnext is an integrated, efficient, full-lifecycle ADM Services stack, which comprises full services transition and optimization, intelligent automation, rapid cost benefits, the unlocking of quick wins, and smooth decommissioning and transformations with a handpicked set of levers.

### ADMnext: A handpicked set of levers to achieve immediate cost savings

ADMnext's handpicked set of levers enables you to achieve immediate cost savings and embark on a deep dive that explores the "how" of application services with illustrative cost savings potential. These levers include:

#### 1. Operational Efficiency [15-20%]

A complete suite of tools centered around an optimized delivery model. These levers are synergistic and consolidated across engagements with a clear definition of roles and responsibilities, in order to utilize every opportunity for cost reduction, productivity, and lean delivery.

#### 2. Industrialization [35-55%]

Working around three major themes of standardization, optimization, and automation, these levers deliver process harmonization, operational excellence, continuous improvements, and increased business user satisfaction – thus reducing costs while initiating transformation pillars.

#### 3. Intelligent Automation [45-70%]

Capgemini's Intelligent Automation Platform (CIAP) provides a purpose-built, Cloud-based, real-world platform that rapidly takes clients from limited deployments to intelligent automation at scale. It is a unified, 3-in-1, enterprise-wide solution that infuses integrated, end-to-end intelligent automation into your applications, and Business and IT operations.

#### 4. Scaled Distributed Delivery Model [5-10%]

Different product and IT dynamics require different operating models. While the overall responsibility is anchored in the product, product teams will be supported by shared services to scale and speed up faster. Based on target speed, technology, and product dynamics, different team setups can be selected.

#### 5. Applications Decommissioning [10-20%]

Capgemini's "Demise Factory" will bring the timely decommissioning of applications, while aligning with the delivery of the release roadmap and employing a robust, embedded data and application archival strategy. Demise Factory is responsible for a cumulative savings of more than 2.5B Euro to date.

#### 6. Portfolio Optimization [20-25%]

With eAPM Studio, nonbusiness-value-adding apps can be eliminated, and IT spend can be aligned to free up budgets for business-critical work. Additionally, risks and vulnerabilities in the portfolio due to people, process, or technology factors are mitigated and redundancies accumulated over time or through mergers and acquisitions are addressed.

#### 7. Vendor Consolidation [30-40%]

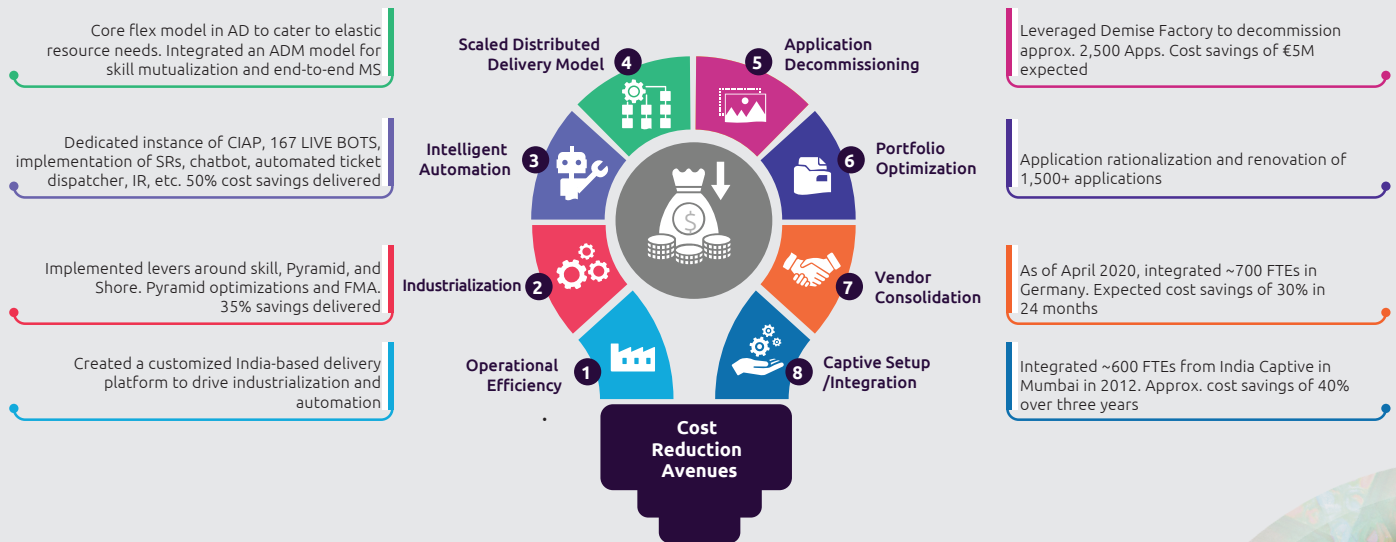
To consolidate services and service providers, Capgemini works to streamline vendor contract management, monitor procurement processes, and reduce costs associated with technology purchases, integration, and maintenance and logistics, along with gaining preferred customer value-added services.

#### 8. Captive Setup and Integration [30-40%]

Capgemini's captive capabilities offer unique opportunities for collaboration. Clients are able to focus on how to increase added IT value to the company, rather than running an offshore factory. And with Capgemini's wider industry experience, we're able to offer higher growth, knowledge upskilling, and employee retention.

## Cost savings in action: Pulling all the levers of ADMnext to transform one of the world's largest pharmaceutical and life sciences companies

In working with a global pharmaceutical and life sciences company, Capgemini utilized each of ADMnext's levers to substantially transform their IT and Business landscape.



## Seizing opportunity in crisis: service resiliency, operational efficiency, cost reduction, and transformation with Capgemini

Einstein said that "in the midst of every crisis, lies great opportunity." Capgemini absolutely believes that there is opportunity to be had here – and we're committed to helping CIOs and technology professionals seize this opportunity and address every one of their priorities.

CIO priorities in this new normal include service resiliency, operational efficiency, and cost reduction, along with a selective and business-aligned transformation. To enable you to satisfy and exceed each of these priorities, Capgemini's IT Cost Strategy helps you drive your new enterprise IT plan, so you can forge ahead and lead in this new normal ASAP. While Capgemini's eAPM brings a bottom-up, data-oriented approach to assess your IT organization and landscape to detail operating and sourcing models, and your business-case-linked transformation.

Additionally, our flagship offer – ADMnext – provides you with a rich palette of tools and services that is seamlessly aligned with eAPM in order to deliver operational excellence and realize your business case on the ground.

To learn more about balancing cost savings and transformation with Capgemini and how we can help you navigate these difficult economic times and emerge more resilient than ever, please contact:



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## About Capgemini

Capgemini is a global leader in consulting, digital transformation, technology and engineering services. The Group is at the forefront of innovation to address the entire breadth of clients' opportunities in the evolving world of cloud, digital and platforms. Building on its strong 50-year+ heritage and deep industry-specific expertise, Capgemini enables organizations to realize their business ambitions through an array of services from strategy to operations. Capgemini is driven by the conviction that the business value of technology comes from and through people. Today, it is a multicultural company of 270,000 team members in almost 50 countries. With Altran, the Group reported 2019 combined revenues of €17 billion.

Learn more about us at

[www.capgemini.com](http://www.capgemini.com)

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