Etex New Ways: a digital approach to modular construction

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Agenda Outline

01	Etex New Ways: Digital vision
02	Technology selection and architecture
03	Pilot implementation in Chile and Brazil
04	Operationalizing and scaling the platform

Etex New Ways: Digital vision

Our longer term ambition



New Ways: the newest Etex division

A brief history and a bright future

Building Performance

Our Building Performance division enforces its leading position in plasterboard and fibre cement boards. Etex is the global reference in fire protection solutions and dry construction systems for the residential and commercial markets.





Exteriors

This division offers the best of our knowledge and performance in fibre cement exterior solutions for design architects, homeowners and installers to build beautiful homes without compromising on quality. For entrepreneurial farmers, we are the partner by excellence to safeguard the future.

Industry

Through our Industry division, Etex is the front runner of engineering expertise to drive the future of high performance thermal and acoustic insulation, of fire protection in construction and the OEM industry.





New Wavs

Our newest division confirms our lightweight construction ambition and strategy. Through high-tech offsite solutions built in a fully digital environment, we deliver innovative ways of building living spaces.

Launched at the beginning of 2020, New Ways is the 4th division of Etex. It embodies our ambition to be a key player in the transformation of the construction industry. We believe that the emerging market for offsite lightweight and modular building solutions can fulfill many global needs. Specialized in these technologies, New Ways will bring high-quality, beautiful and affordable living spaces to people around the world.

Benefits of modular construction











Digital vision of Etex New Ways

We have the ambition to be a key player in the transformation of the construction industry. We believe that the emerging market for offsite lightweight and modular building solutions can fulfil many global needs.



The company needs to run on a modern, scalable and lean digital core

Fully integrated with the latest BIM technology

That enables effective customer quotation and pricing

With tightly controlled and highly automated production, basis the digital designs

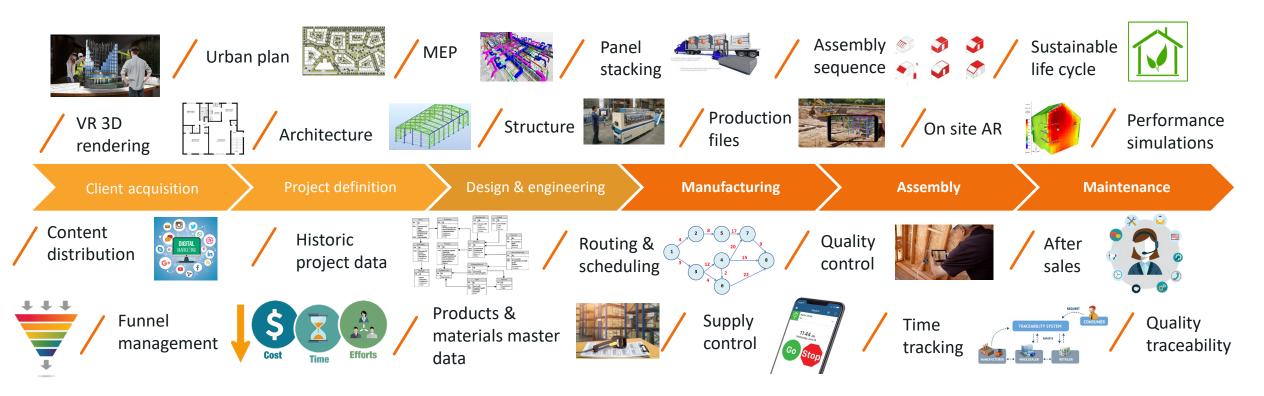
And the ability to **integrate IoT** (smart houses)

To ensure collection and advanced analysis of big data (data lake technology)

Digital platform to enable/integrate eco-system along value chain

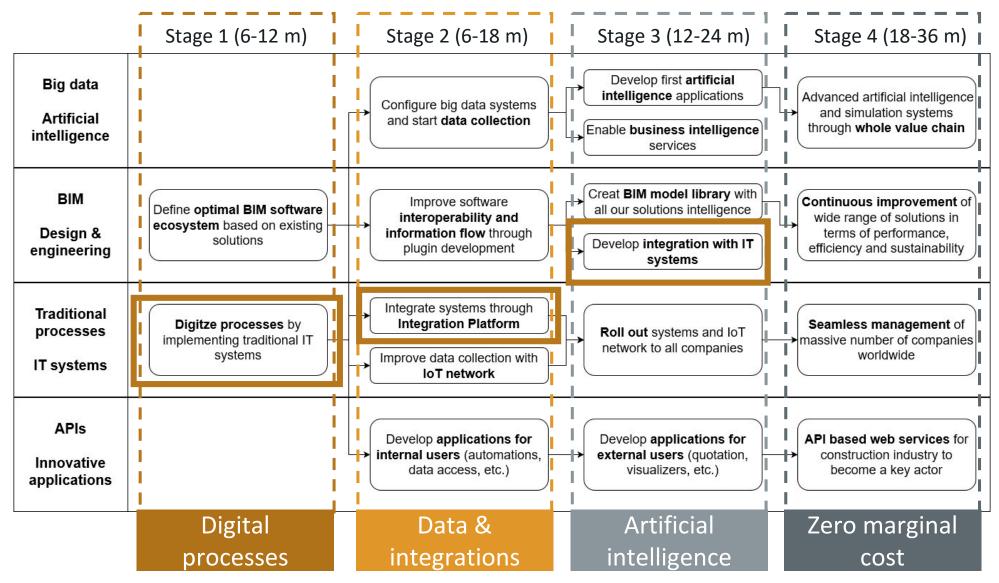
Feeding the ERP with BIM data

Building Information Modeling (BIM)



Enterprise resource planning/information management systems

Digital vision: development stages





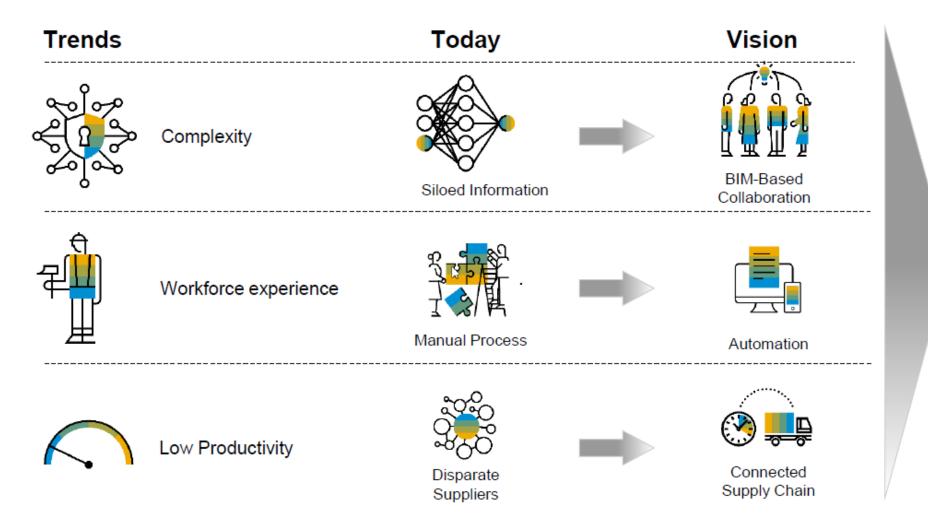
Technology selection and architecture

Strong partnership with SAP



Construction industry

Trends & vision



Strategic Priorities

Expertise & Knowledge

Connected Construction

Intercompany Collaboration

Commissioning & Operations

Digital Supply Chain

Technology of choice: SAP S/4 HANA

Modern digital core that enables the New Ways vision

Market leader **Business focus** S/4 digital core + additional cloud components Many customer references Seamless integration through transactions Comprehensive and rigorous Built on best practices Runs on cloud **Proven solution** Real interest in achieving a solution for the industry Thinking in the Future, this is just the beginning...



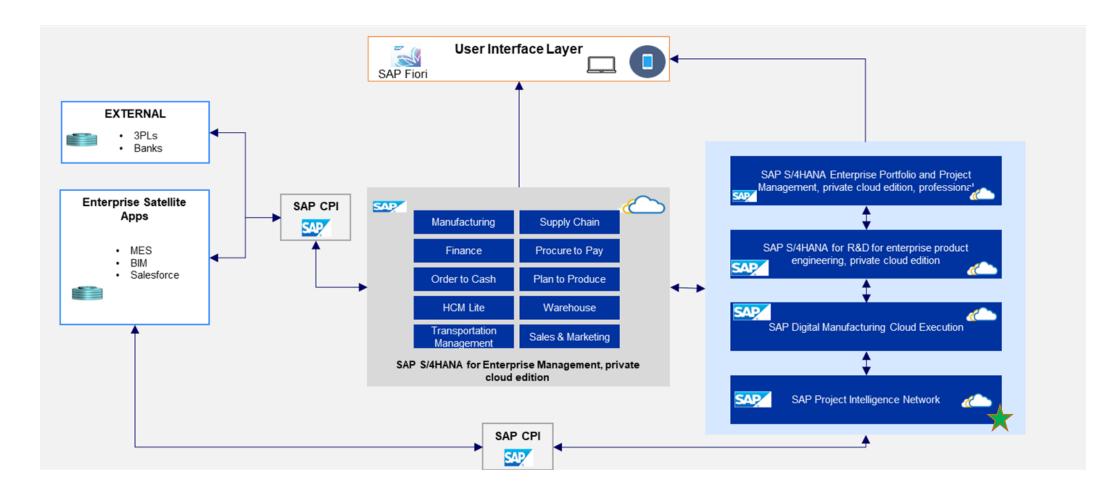
ETEX and SAP solution journey

Customer focus and seamless collaboration

Timeline	May-20	May-20	May-20	May 20	May 20	Jun 20	Jul 20
Workshop Theme	Kick-Off Vision Etex New Ways	Deep dive session 1Next generation ERP S/4HANA	Deep dive session 2Handover Engineering to Manufacturing	Manufacturing planning and execution	Deep dive session 4Project planning	Deep diver session 5 • Finance management with S4/HANA	Architecture summary
Activities /Outcomes	 Understanding of the vision of New Ways SAP Insights regarding Industry trend and initial solution model Introduction of deep dive sessions and validate participants 	 Insight into strategy of the intelligent enterprise Demonstrating new methods of running business administration 	 Building Information Management (BIM) file integration details E-BOM to M-BOM process overview Link to master data (incl enrichment) and engineering drawings Production preparation flow 	 Coverage Production planning in S/4HANA Manufacturing execution in the cloud Warehousing and transportation management with SAP 	 How SAP solutions can align portfolio and project and analyze risk and performance in real-time Demonstrating how SAP can plan, execute and monitor projects to minimize deviations in schedule, cost and scope 	 Introducing the coverage of S/4HANA Finance Focusing on profitability and margin analysis in S4/HANA 	 Wrapping up the deep dive sessions into E2E process flow Defining Architectural summary Updating final BOM presentation
Etex Participants	Christian Montes Lahaye - CEO New Ways Eduardo Martinez - Commercial Manager New Ways Bert Schoofs - Head of IT Applications Etex HQ Ronaldo Passeri - Finance Manager New Ways Patricio Orrega Gazali - Technology Manager New Ways Richard Pym - Head of IT Strategy and Solution Architecture Etex HQ						
SAP Participants	Folkert HaagSophie DierickxEric ThierenRob van Neck	Rob van NeckSophie DierickxEric Thieren	Luc JammesRob van NeckSophie DierickxEric Thieren	Rob van NeckPaul LasanceCecile JouannySophie DierickxEric Thieren	Matthias BohnerRob van NeckSophie DierickxEric Thieren	Hélène DastugueSteve CeuterickRob van NeckSophie Dierickx	Rob van NeckStiefen SchilzSophie DierickxEric Thieren

Solution architecture

To build an integrated and scalable application landscape



SAP S/4HANA solution components







The main SAP solution that will enable New Ways execute on its strategy is S/4HANA Private Cloud Edition. S/4HANA is the newest ERP platform from SAP and can deliver flexibility, scalability, innovation, productivity & high automation across the value chain of New Ways, focusing on engineering, manufacturing, planning, finance & cost collection & insights.

An essential solution for New Ways design handover is S/4HANA R&D for Enterprise Product Engineering to simplify product integration and collaborate across silos to get to market first with innovative and compliant products.

This SAP component will be the critical enabler for seamless integration with BIM, and therefore the guintessential component of the integrated design.

Together with S/4HANA, the **Digital Manufacturing cloud** is an essential and advanced manufacturing solution to automate processes and resources and to improve manufacturing efficiency, quality and productivity for New Ways. The solution can integrate the manufacturing processes into the supply chain and synchronize those processes with the planning. This will lead to a monitored productivity as well as a higher product quality enabled by real data, and will improve the 'manufacturability' of the design.

Pilot implementation

Chile and Brazil



Organizational scope

For the pilot





Companies

- E2E (JV Arauco)
- TecVerde

Geography

- Chile
- Brazil

Strategic partnership with system integrator

Globant)



2003

Founded

About Globant

Globant is a digital native company, born in LATAM, with a DNA that provides end-to-end transformation services in the digital and cognitive space.

About gA

gA is the Globant division that uses digital platforms and transformation services to empower large companies in the Americas and Europe to reshape their business models and their organizations. They are specialized in business process improvement and experts in Enterprise Applications such as SAP

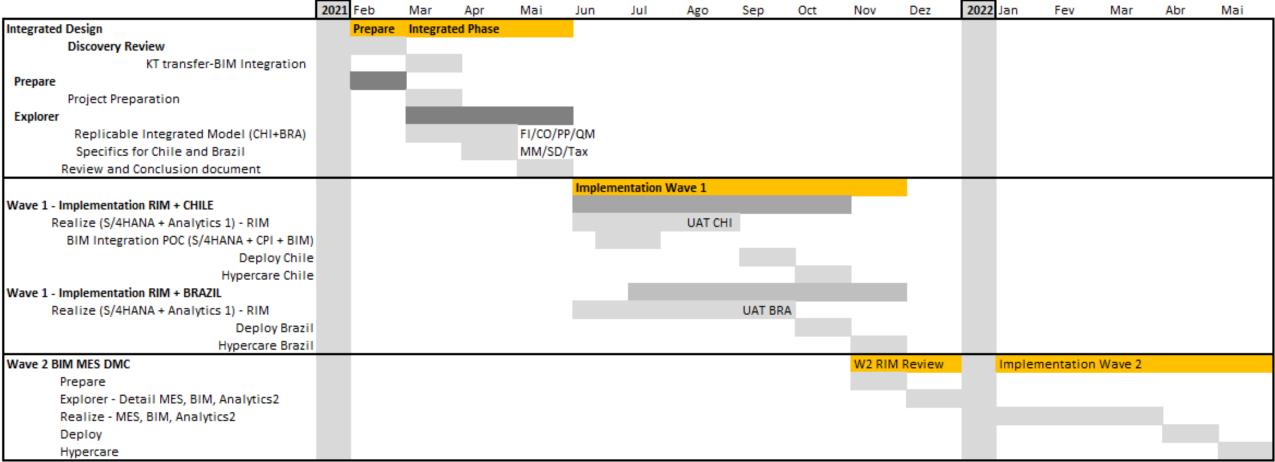
MarketScape report



Project phases and timeline

Araucaria: a staged approach





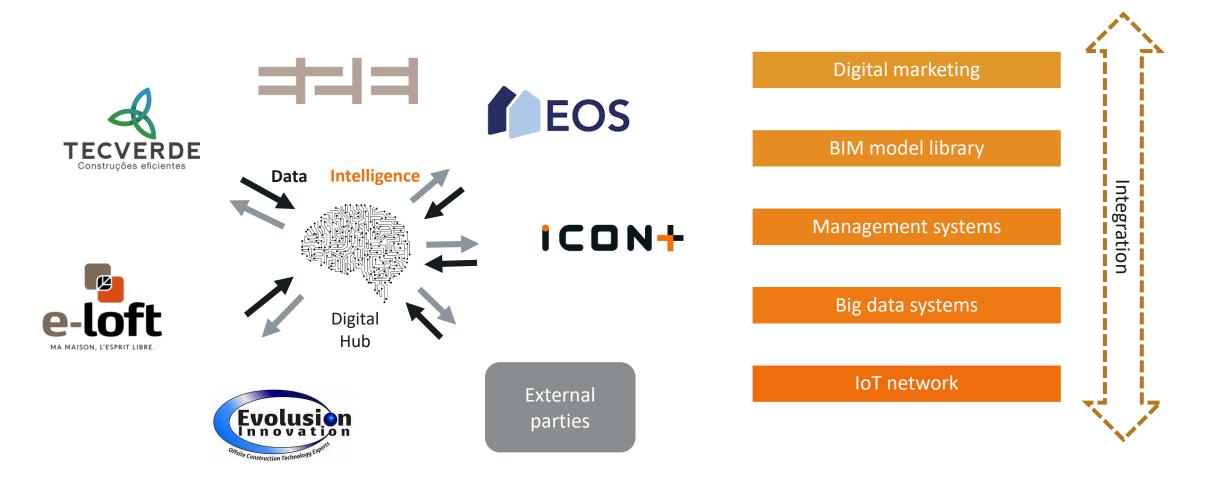
Operationalizing and scaling the platform

Challenges ahead



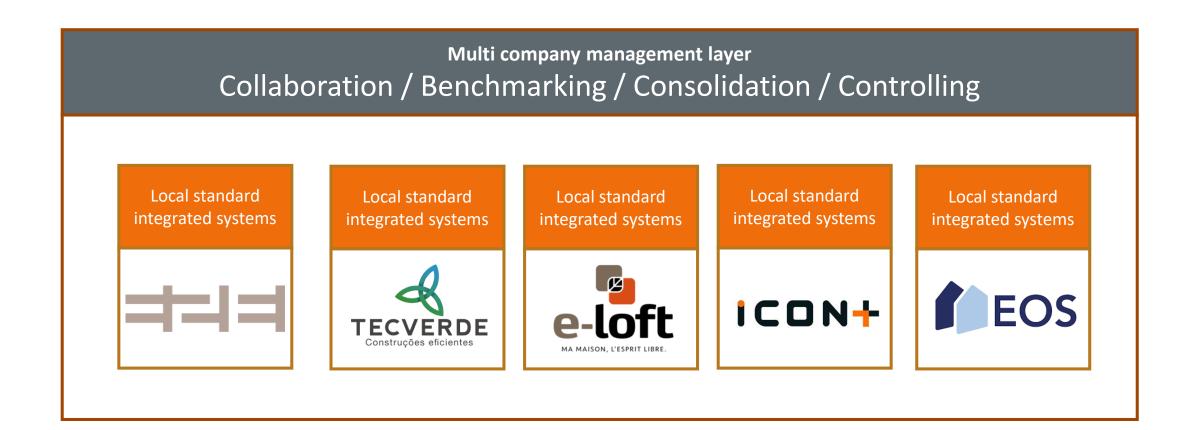
Collaboration

The digital platform we want to develop to be the "functional brain" of all our companies. It will be the key enabler for collaboration between all New Ways stakeholders.



Company integration

We will implement a **standard set of technologies at a company level** for local management that will also enable a **multi company management layer** for global management.





Thank you

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