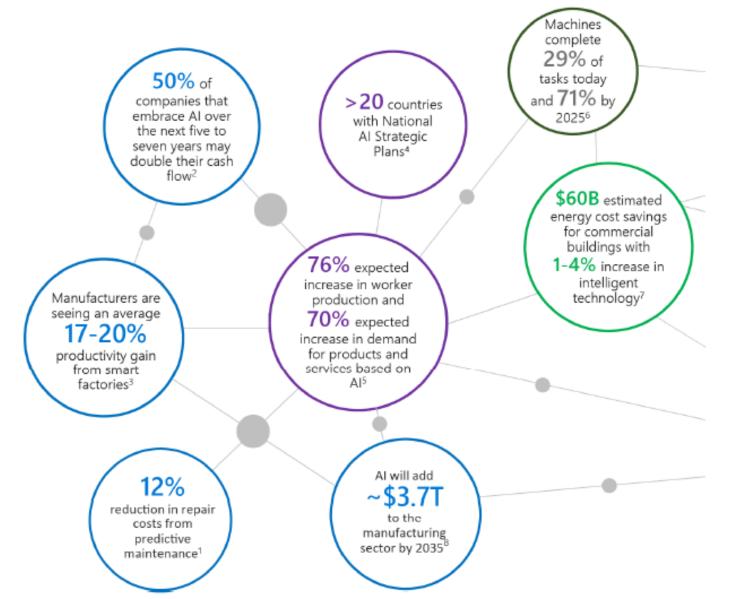


05 November 2019, Innovation&Manufacturing Brokerage Event

European Commission, DG CONNECT, Unit A2, Technologies & Systems for Digitising Industry



Artificial Intelligence for ManufacturingWhat do analysts say?





Artificial Intelligence for ManufacturingWhat do analysts say?

"A study (in German) commissioned by the German Federal Ministry for Economic Affairs and Energy found that, over the next five years, AI will add approx. €32 billion to Germany's manufacturing output. This figure corresponds to a third of the growth expected to be achieved by the sector over that period."

https://

www.de.digital/DIGITAL/Redaktion/EN/Standardartikel/artificial-intelligence

-strategy.html

76% expected increase in worker

buildings with

1-4% increase in
intelligent

seeing a 17production

"Accenture's research suggests AI will add approximately US\$3.7 trillion to the manufacturing sector by 2035."

acnmedia/PDF-74/Accenture-Pov-Manufacturing-Digital-Final.pdf

"Gartner [...] surveyed 3,000 CIOs operating in 89 countries in January. The [...] firm found that AI implementations grew 37% during 2018, and 270% over the last four years."

https://

www.forbes.com/sites/jonmarkman/2019/02/26/artificial-intelligence-beats-the-hype-

with stunning growth/



Artificial Intelligence for Europe

Commission Communication COM(2018) 237, published on 25 April 2018

STRATEGY FOR EUROPE TO LEAD THE WAY

Boosting EU's technological and industrial capacity & AI uptake

Preparing for socio-economic changes

Ensuring an appropriate ethical and legal framework

Development and use of AI for good and for all



Artificial Intelligence for Europe

Boosting EU's technological and industrial capacity & AI uptake

BOOSTING EU'S TECHNOLOGICAL AND INDUSTRIAL CAPACITY: 2018 - 2020



€1.5 billion EC investments into AI in 2018-20

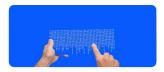
70% increase of annual investment











Basic and industrial research

AI-on-demand platform

Network of AIfocused Digital Innovation Hubs (DIHs)

Strengthening
AI research
excellence
centres

Setting up industrial data platforms

BOOSTING THE EU'S TECHNOLOGICAL AND INDUSTRIAL CAPACITY:
BEYOND 2020

Increasing investments into AI from €4-5 billion / year today to €20 billion / year in the 2020s



Artificial Intelligence for Europe Coordinated Plan on Artificial Intelligence

COM(2018) 795, 7 December 2018

- Strategic actions and coordination
- Maximising investments through partnerships
- From the lab to the market: excellence centres, testing facilities, and Digital Innovation Hubs
- Skills and life-long learning
- Data: a cornerstone for AI Creating a Common European Data Space
- Ethics by design and regulatory framework
- AI for the Public Sector
- International cooperation



Artificial Intelligence for Europe Building Trust in Human-Centric Artificial Intelligence

COM(2019) 168, 8 April 2019

- Achieving trustworthy AI through 7 essential principles
 - human agency and oversight,
 - robustness and safety,
 - privacy and data governance,
 - transparency,
 - diversity and fairness,
 - societal and environmental well-being,
 - accountability
- Launching large-scale pilots
- Building international consensus for human-centric AI



Context

- Challenge for European economy to seize AI opportunities
 - Essential for Europe's mid and long term competitiveness, and welfare
- Topics support European businesses in developing building blocks of digital transformation

Specific Challenge

- Integrate AI with manufacturing technologies/systems to exploit potential in industry
- Standardisation and international collaboration to support deployment

AI for Manufacturing ICT-38-2020

Scope Research and Innovation Actions:

- Focus on integrating AI technologies in manufacturing
 - Taking into account domain-specific requirements,
 - Effective collaboration between humans and AI,
 - Instantiating ethical principles* by HLEG on AI for manufacturing,
 - Building on existing AI research results, e.g. ICT-26-2018-2020
- Proposals must develop innovative concepts and tools
 - Taking into account status and availability of production resources, learn from past experiences, and deal with unforeseen events
 - If appropriate, combine AI techniques with digital twins and reallife feedback from shop floor
 - Generative design approaches
- Demonstrate technologies and solutions in at least two different manufacturing use cases
 - If applicable, identify legal obstacles to implementation of proposed solutions

AI for Manufacturing ICT-38-2020

Scope Coordination and Support Actions:

- Standardisation
 - Extend, further develop, and support implementation of a model for synchronisation of standardisation activities on AI and related digital technologies in manufacturing at large
 - At Member State, European level, in global context
 - Taking into account legal and ethical issues where relevant
 - Building on previous activities, e.g. Joint MSP/DEI Working Group on standardisation in support of Digitising European Industry*
- Cooperation EU-Japan
 - Support possible cooperation with Japan in AI-driven innovation in manufacturing and digital industrial platforms
 - Assess opportunities and kick-off cooperation activities
 - Twinning with Japanese projects to exchange knowledge and experience, exploit synergies and develop recommendations for collaboration activities

 $^{* \ \}underline{\text{https://ec.europa.eu/digital-single-market/en/news/final-workshop-standardisation-support-digitising-european-industry-initiative-report-and the largest angle and the largest angle angle angle and the largest angle angle angle angle angle angle angle angle and the largest angle and the largest ang$



Expected impact:

- Research and Innovation Actions
 - Products and services usable in a wide range of manufacturing processes leading to agile production processes and improved quality of products and processes
 - Humans working together with AI systems in optimal complementarity
- Coordination and Support Actions
 - Increased synchronisation and cooperation on AI and related digital technologies in manufacturing, with higher global impact
- Proposals need to describe how the proposed work will contribute to impact criteria, provide metrics, baseline and

Open: 9 July 2019 measure i

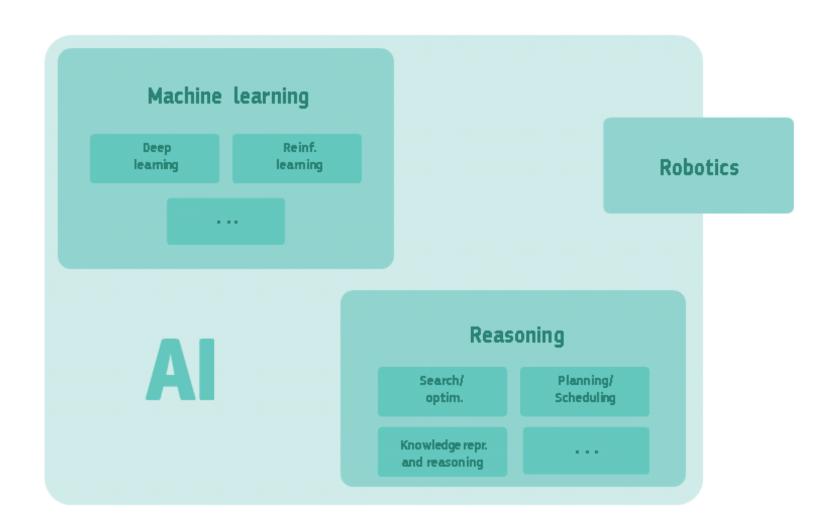
Close: 16 Jan 2020

RIA: 47 M€, between 4 and 6 M€ would be appropriate,

CSA: 1 M€, 0.5 M€ would be appropriate, one CSA for each area



Artificial Intelligence for ManufacturingWhat AI?



European Commission

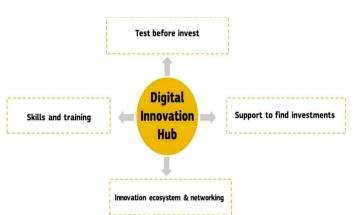
Upcoming events

- DEI Stakeholder Forum, 13-15 Nov 2019, Madrid
 - https://
 ec.europa.eu/digital-single-market/en/news/digitising-europe
 an-industry-stakeholder-forum-2019
- Webinar, 18 Nov 2019, 11.00 CET
 - https:// ec.europa.eu/digital-single-market/en/news/info-session-horizo n-2020-artificial-intelligence-manufacturing





 Digital Innovation Hubs provide technological expertise and experimentation opportunities to enable the digital transformation of the industry and the public sector



Focus area "Digitising and transforming European industry and services"

- DT-ICT-01-2019: Smart Anything Everywhere (SAE)
- DT-ICT-02-2018: Robotics Digital Innovation Hubs
- DT-ICT-03-2020: I4MS (phase 4) uptake of digital game changers
- DT-ICT-04-2020: Photonics Innovation Hubs
- DT-ICT-05-2020: Big Data Innovation Hubs
- DT-ICT-06-2018: Coordination and Support Activities for Digital Innovation Hub network
- In SC2: DT-RUR-12-2018: ICT Innovation agriculture Digital Innovation Hubs for Agriculture (DG AGRI budget)

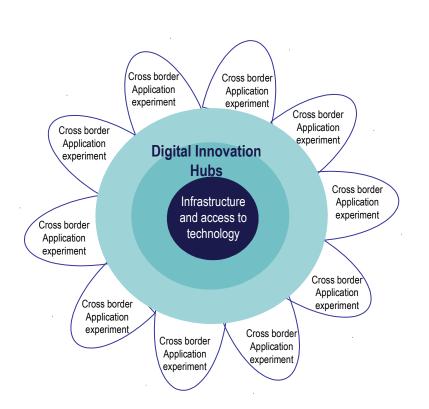


Focus area – common requirements

- Consortia should be deeply rooted in regional/national innovation ecosystems
- Critical mass of highly innovative, cross border experiments.
 At least 50% of the budget should directly benefit SMEs or slightly bigger companies. Financial Support to Third Parties may be used.
- Activities should aim at long-term sustainability and include a business plan for the DIHs, a plan to attract investors, to address training and skills development needs and dissemination. Established networks reaching out to SMEs like the Enterprise Europe Network and the NCP network should be used.
- Selected projects are expected to collaborate on building a network of Digital Innovation Hubs, covering most regions in Europe.



Critical mass of highly innovative experiments



Develop novel products or services, improve processes with digital technologies.

Bring together actors along value chain.

Suppliers to assist new users in customising and applying digital technologies in their environment

Facilitate cost-effective small-scale production

All proposed innovation actions may involve financial support to third parties (typically in the order of EUR 20.000 – 100.000 per third party)

Accelerate design, development and uptake of advanced digital technologies by European industry – especially SMEs and mid-caps. Manufacturing SMEs and mid-caps need support in using secure digital technologies in production processes, products and business models to enable personalised products and to facilitate cost-effective small-scale production

Innovation Actions

- Digital Innovation Hubs that strengthen European SMEs and mid-caps by experimenting and testing in one or more areas. Identify area of centre of gravity
- Cover manufacturing sector at large, including discrete manufacturing, continuous production, and construction.
- If appropriate, building ecosystems around digital industrial platforms driven by European actors should be supported
- Minimising entry barriers and demonstrating added value of technologies, making SMEs and mid-caps more competitive by transferring innovative solutions into the wider manufacturing community. Special attention should be given to security considerations and to the development of skills.



Innovation Actions, Areas

- Smart modelling, simulation, and optimisation for digital twins
- Laser based equipment in advanced and additive manufacturing
- Innovative Artificial Intelligence in manufacturing
- Cognitive autonomous systems and human-robot interaction
- Widening Digital Innovation Hubs

Up to 8 M€ would be appropriate

At least one IA for each area, with the exception of the Widening Digital Innovation Hubs area, for which one IA is supported

Innovation Actions – 70 M€ + CSA – 1 M€ 13 November 2019 17h00



Innovation Actions – 70 M€ + CSA – 1 M€ 13 November 2019 17h00

Coordination and Support Actions

- Support network of Digital Innovation Hubs, help achieve broad coverage in technological, application, innovation, and geographic terms, and link up with regional/national innovation initiatives, and other Digital Innovation Hubs
- Build on previously developed tools and innovation portal and aim to further improve them for the benefit of new Innovation Actions
- Help in sharing best practices, dissemination, brokering between users and suppliers, leveraging investment and training, and organise events
- Cooperation with EFFRA, and with relevant CSAs

Up to 1 M€ would be appropriate

Expected Impact

- Attract a significant number of new users of advanced ICT in the manufacturing sector, and more innovative technology suppliers, in particular SMEs and mid-caps
- A sustainable network of Digital Innovation Hubs, providing European added value to investments done at national and regional level in Digital Innovation Hubs and reaching a high leveraging effect on other sources of funding, in particular regional and national funding



Thank you!

Contacts



Matthias.Kuom@ec.europa.eu

Follow the latest progress and get involved



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@DSMeu

