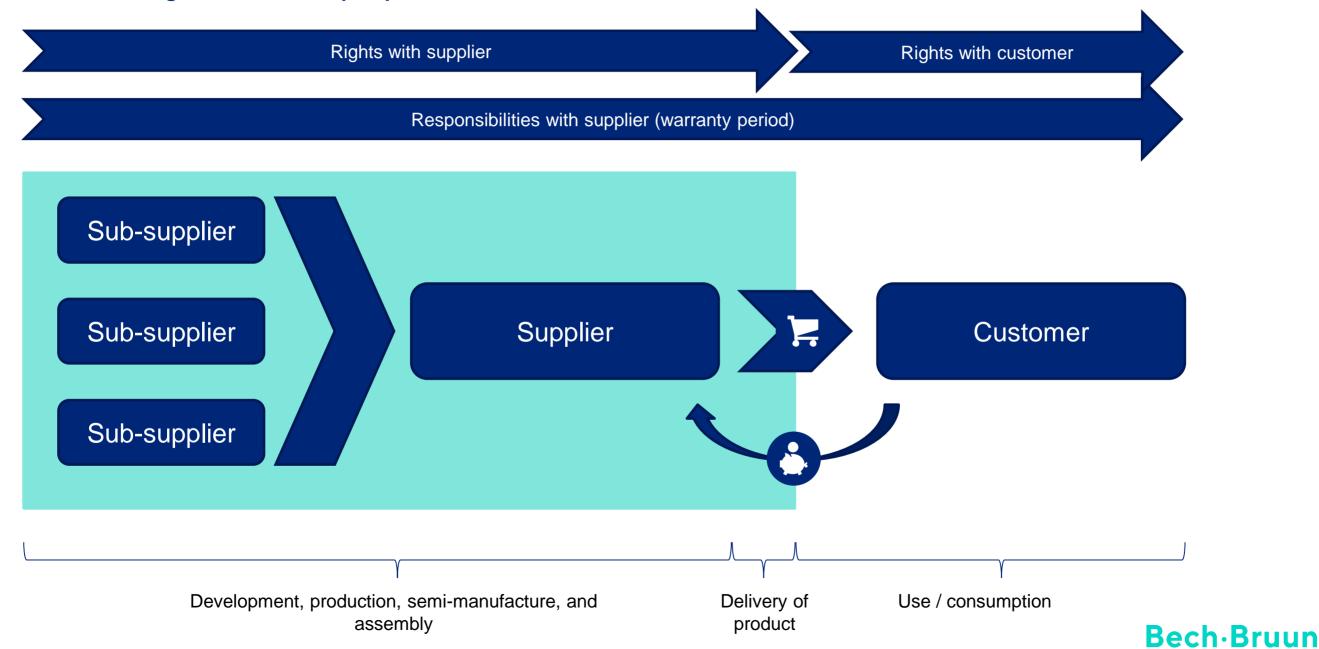
# IoT - From Product to Service

Juni 2019

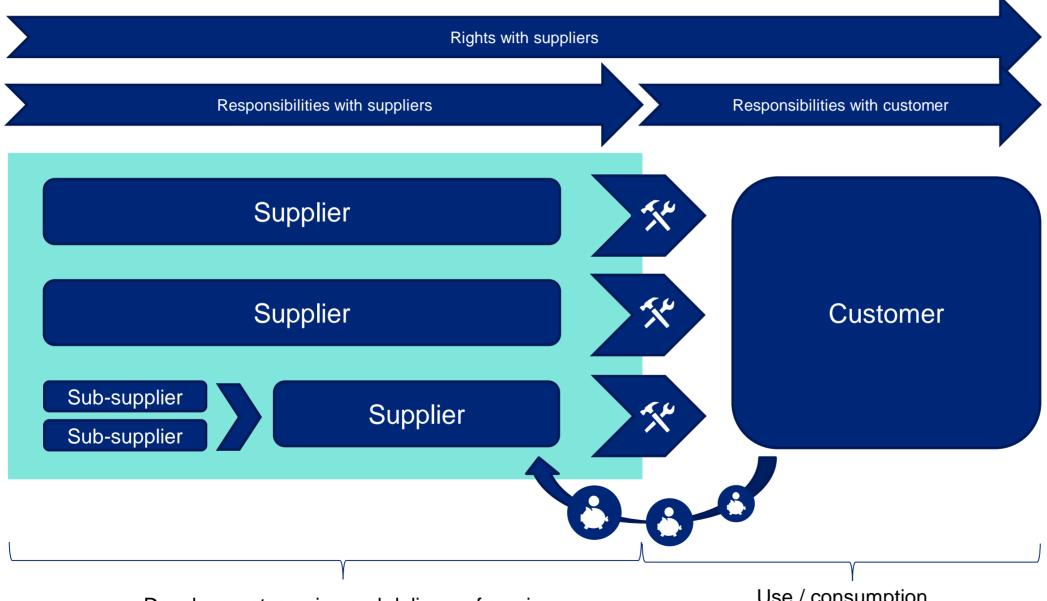
## Traditional production / sale scheme (product centric)

- from a legal and customer perspective



## Product as a service scheme (service centric)

- from a legal and customer perspective



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## Impact of IoT

- from a legal perspective



### Use of services

#### - services assessment chart

### Aspects to be included in assessment of services



## Supplier characteristics

#### MATURITY

The service provider's time and extent of presence in the services market and track record with respect to delivery to comparable customers.

#### SOLIDITY

The current financial standing of the provider and any future expected impacts hereto, if any.

#### SUPPLIER SETUP

The overall organisation and business model of the service provider, including use of sub-suppliers, network, geographical location of data centres, and



## Technology and services

#### CUSTOMIZATION

Performance requirements and related sanctions in relation to (i) customer's business requirements and (ii) performance requirements of third party solutions.

#### **SCALABILITY**

The customer's right to adjust the quantity and/or quality of the service to ensure compliance with current and future business requirements.

#### INTEGRATION

The service ability to integrate with customer's existing IT-solutions and IT-environment.

#### SECURITY

The service compliance with security requirements under applicable law and the customer's IT-security policies.

#### DATA INTEGRITY

The implementation and use of sufficient physical and logical safeguards to secure integrity of customer's data. i.e. hinder unauthorized access.



### **Operational**

#### SERVICE LEVEL AGREEMENT (SLA)

Performance requirements and related sanctions in relation to (i) customer's business requirements and (ii) performance requirements of third party solutions.

#### AUDIT

The customer's right to initiate compliance audit with respect to the services, including regulatory requirements (general and sector specific), customer internal policies, and audit standards..

#### **EXIT SERVICES**

The provider's obligations to ensure continuation of customer's business in the event of termination of the services OR the customer's ability to obtain alternative service.

#### BACK-UP. RETRIEVAL AND DELETION

The applicability of back-up and data retrieval processes to secure customer's business data and of data deletion processes.



### Legal

#### REGULATORY COMPLIANCE

The services' compliance with regulatory requirements for use of the services, including sector specific regulatory requirements.

#### PERSONAL DATA (GDPR)

Collection and processing of personal data, data flows, risk assessment, documentation and transfers of data between customer, provider and sub-providers, including transfer to or data access from third countries.

#### LIABILITY AND RESPONSIBILITIES

The distribution of rights and obligations with respect to the delivered services.

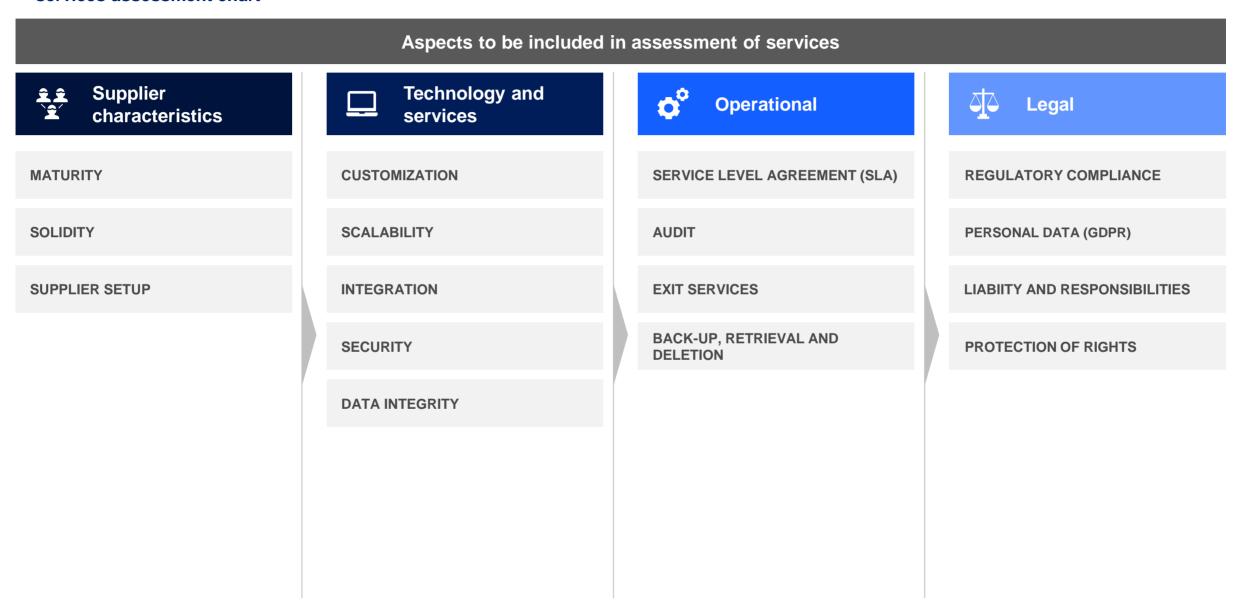
#### PROTECTION OF RIGHTS

Identification of rights and protection measures, including rights in data and trade secrets.

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### **Use of services**

- services assessment chart



## **Summary**

TRANSITION FROM PRODUCT TO SERVICE DELIVERY

**REQUIRES** 

SPECIFIC TECHNICAL, OPERATIONAL, COMMERCIAL,

AND **LEGAL** 

REVIEW AND ASSESSMENT