# Al Strategy for SaaS

Eugene Vyborov



# **Eugene Vyborov**

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\*YayPay is a SaaS solution that uses AI to make collecting money fast, easy and highly predictive. Let me guess, you as a startup want to maximize business process automation.

Let's see how to make this possible for your SaaS product.

Manual

Manual Driving

**Excel Spreadsheets** 

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## **Rule-Based**

Cruise-Control

Rule-based workflows or RPA automate manual tasks

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Partially Automated Driving System (ADS)

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We have separate disparate models that have value for some small pieces of the process. They can be considered just as features.

Despite the hype, you should decide on ML features the way you do on product features. Keep in mind ROI for the end users.

# The Most Complicated Stage

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Here, you build a whole intelligent setup that controls all the main processes.

# **Proprietary Data**

If the data is publicly available, our competitor may buy it and take this niche.

# **Proprietary Data**

True value is created only **by proprietary data.**Models are a commodity.

## **Fresh Data**

According to McKinsey, 1 out of 3 use cases requires model refreshes at least monthly and sometimes daily.

## **Fresh Data**

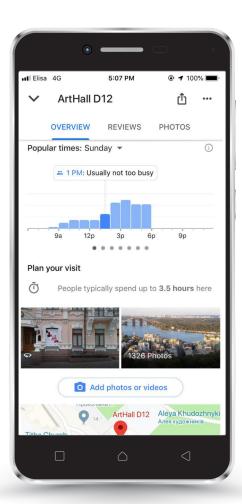
AR Data is short-lived and what matters now **does not matter tomorrow.** If our client goes through bankruptcy, we'd like to know it today.

## **Intellectual Data**

The system should feed directly on signals (data) from...

## **Intellectual Data**

The system should feed directly on signals (data) from **real humans,** learn from them, make predictions, and ask feedback to correct itself.



# **Coaching Networks**

Enterprise applications that collect and analyze human behavior, and then guide their users toward behaviors that achieve better outcomes. The secret sauce of coaching networks is this feedback loop between humans and machines.

Far from AI replacing humans, this is about a symbiosis of the two.

- Proprietary Data
- 2 Fresh Data
- 3 Intellectual Data

# Strong Moats Sources

## The Shift

2005–2020

facebook.

## The "Network Effect" Era

Rate of growth is positively correlated with **size**.

## The Shift



## The "System of Intelligence" Era?

Rate of growth is positively correlated with intelligence.

- Proprietary Data
- 2 Fresh Data
- 3 Intellectual Data
- **4** Aggregated Profiles
- **5** Network Effects

System of Intelligence

# **Barriers to Entry**

- The ability to run a large cloud/SaaS/on-prem application at scale
- Killer user experience
- Al chops.

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## **LEGIT**

- Fresh, Proprietary Data
- Hybrid Intelligence
- (Vertical) Domain Expertise
- System Complexity
- Network Effects
- Aggregated Profiles.

The value will not come from the "intelligence" alone. The value is in the system itself.

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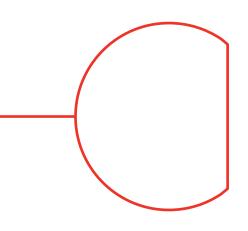
# **Nirvana**

# **End Goal /Nirvana/**

1-2 people in the department make the system smarter. The rest is automated.

Final fully automated stage: Is it possible? And... Does your business need it?

## The Future of Business



It's the place when technology is no longer an end in itself, but a tool for bridging the gap between your clients and the best experience you can provide them with.



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