

The Global Language of Business

Public Data APIs in Retail (EU 1169)

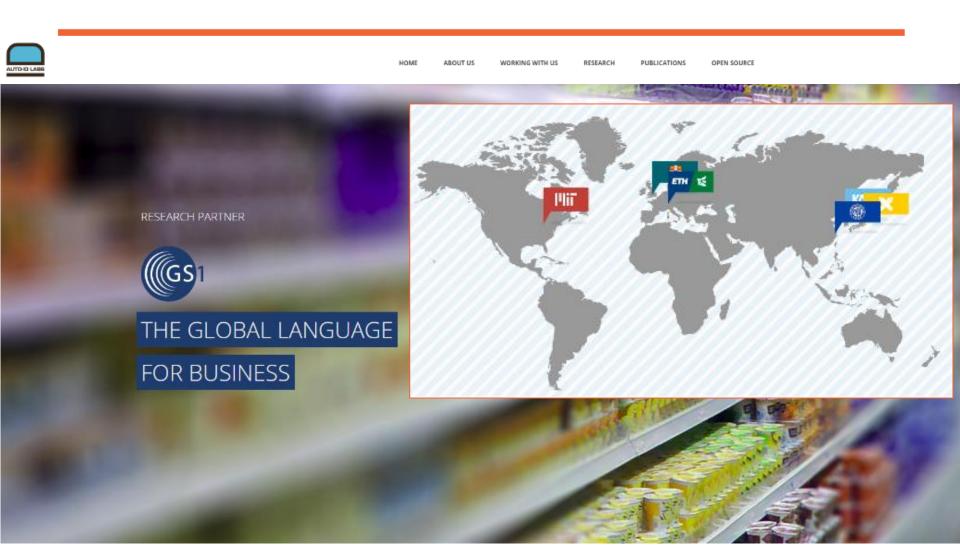
Open Data Lecture Bern

Klaus Fuchs May 7th, 2015





Who are the Auto-ID Labs?





Auto-ID Labs are GS1's research partner and focus on «Internet of Things»

- Auto-ID Labs are research partners of GS1
- Research focus is centered around retail: From sensor technologies to behavior-changing apps
- Located at top-ranked universities:
 - Cambridge
 - MIT
 - ETH + HSG
 - Fudan
 - KAIST
 - Keio
- Links:

www.autoidlabs.org www.autoidlabs.ch



Sources: www.autoidlabs.org



Auto-ID Labs are GS1's research partner and focus on «Internet of Things»

Our team: •



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Sources: www.autoidlabs.org













Workshop Agenda

- Motivation: Why APIs are so important
- Learnings: HackZurich
- Current public data projects at Auto-ID Labs
- Current retail trends
- Discussion and Q&A

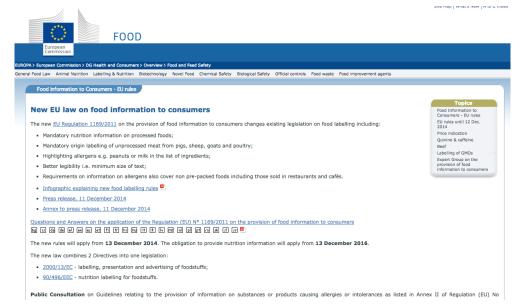


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First driver: Regulation, EU-1169 / CH-LKV

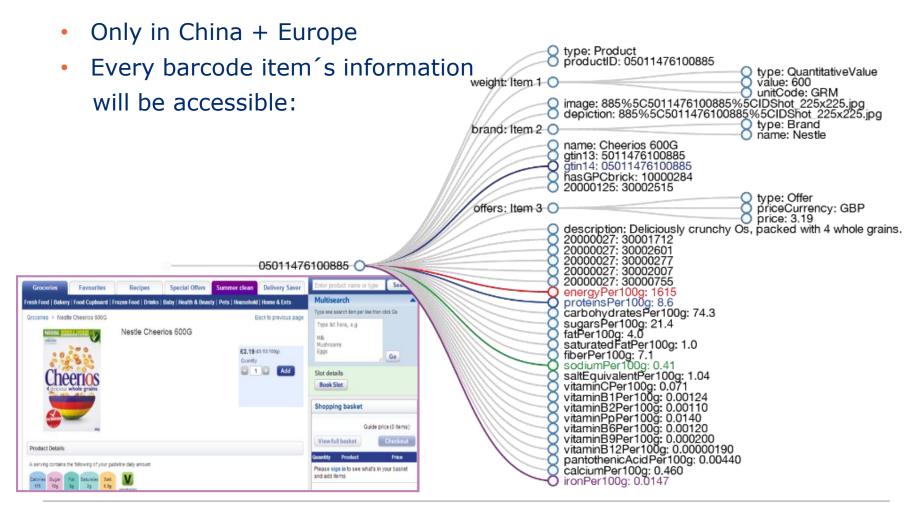
- Regulators (EU, but also CH/BLV) empower consumer through open/public data
- EU-1169 is binding by Dec 13, 2016. CH will follow
- All European food manufacturers must publish nutritional data open
- Several aggregators (Trustbox, Codecheck, etc.) aggregate to public data

How to aggregate? Regulator says nothing about format of nutritional information





First driver: Regulation, EU-1169 / CH-LKV





- Consumers want to be able to shop mobile, physical, e-commerce etc.
- Current retailers do not use APIs a lot yet (Q2, 2015)
- Big changes are already observable

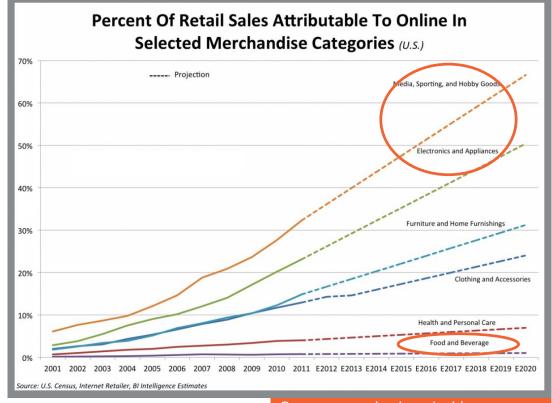


Switch from Single to Omni-Channel Consumers

Consumers expect ubiquitous Information

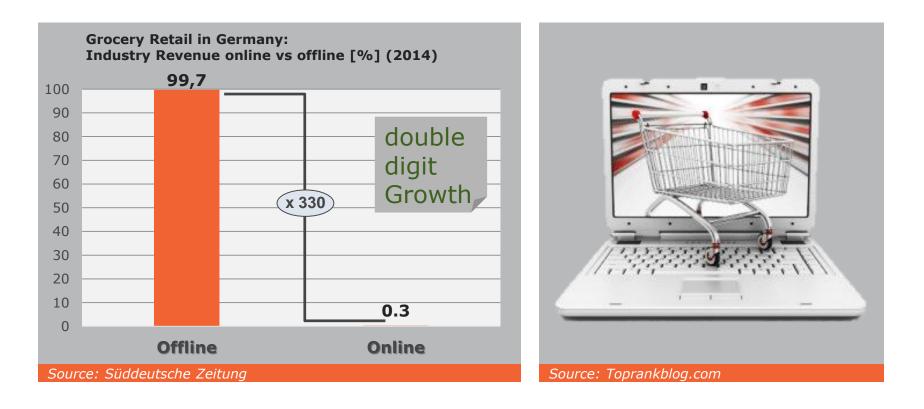


- Consumers head to where they receive the best value for their money – often from offline to online
- Digitalization in retail offers savings, transparency, accelleration, personalization ...



Source: www.businessinsider.com





Answer: When information about the product universe is available and allows customers a friction-free shopping experience **(Think: APIs!)**



- In South Korea mobile grocery • shopping is the norm
- 2014: SK, M-Commerce • 14bn USD market

Mobile shopping is rising exponentially in South Korea, and the majority of consumers already have mobile-shopping experience.

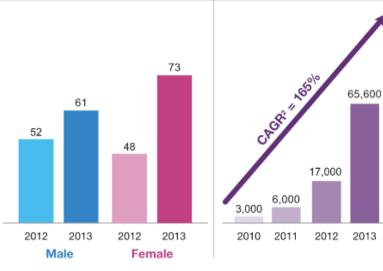
Share of consumers with mobile-shopping experience,1 %

Total value of mobile-commerce market is growing rapidly in South Korea.

48.090

2014





¹DMC survey report, 423 males/females aged 19-49. ²Compound annual growth rate.

Source: Daewoo Securities; KCCI



Motivation:

Why APIs are so important:

1) Current data landscape not ready for developers.



API evolution



- everywhere
- Dedicated infrastructure



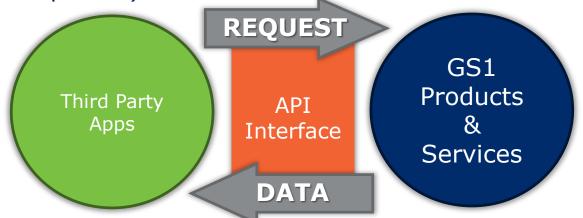
- way to integrate systems & expose data
- Beyond internet startups
- 'Hackathon' mania •
- HTTP REST + JSON + XML . • + OAUTH
- Open data movement -• Google, FB, Amazon APIs

- for everything
- Open Data
- Linked Data / Semantic • web
- Connected devices
- **Digital living**
- Cognitive computing



APIs are the underlying data-sharing foundation that allow apps to collaborate...

 Digital services rely on trusted data – made available trough (open, public and private) APIs:



• You all have used services built on APIs that ease our daily life:

Where is a store? ... Google Maps API Where are good restaurants nearby? ... Yelp API What do people think of a topic? ... Twitter API Which interests has my user-base? ... Facebook API What do popular sights in Brussels look like? ... Flickr API...



What are APIs

API, JAVA API, Android SDK, iOS

Developer Library

- APIs are Sets of requirements that govern how one "Apps can talk to one another"
- APIs are software-to-software interface, providing a bridge between apps, connected devices and back-end systems



 Facebook APIs, Twitter APIs, Google APIs

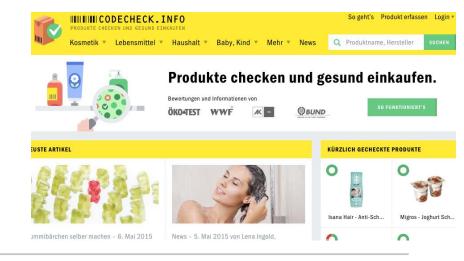


Swiss Nutrition Data Aggregators

- Trustbox
 - Developer access at 300 CHF/y
 - Trusted data from manufacturers
 - www.gs1.ch
 - "Public data"

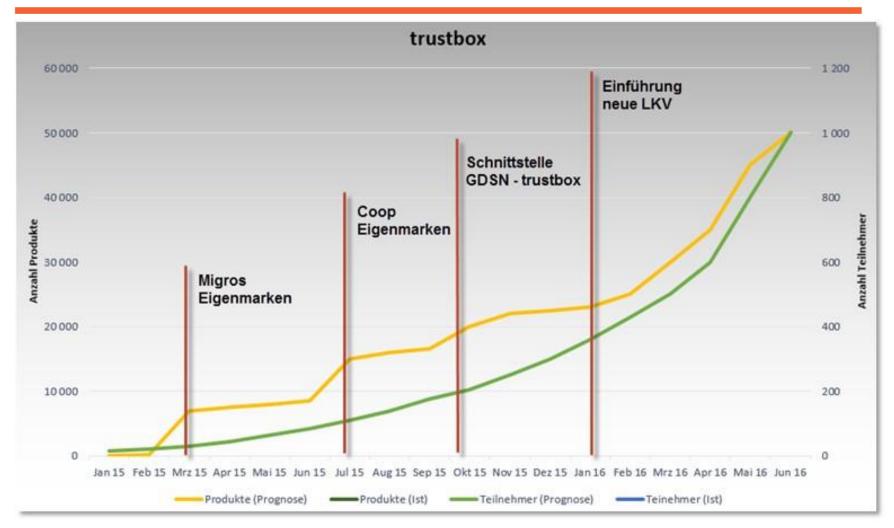


- Codecheck
 - Developer access freemium
 - trusted data + community input
 - www.codecheck.info
 - "Open/Public data"



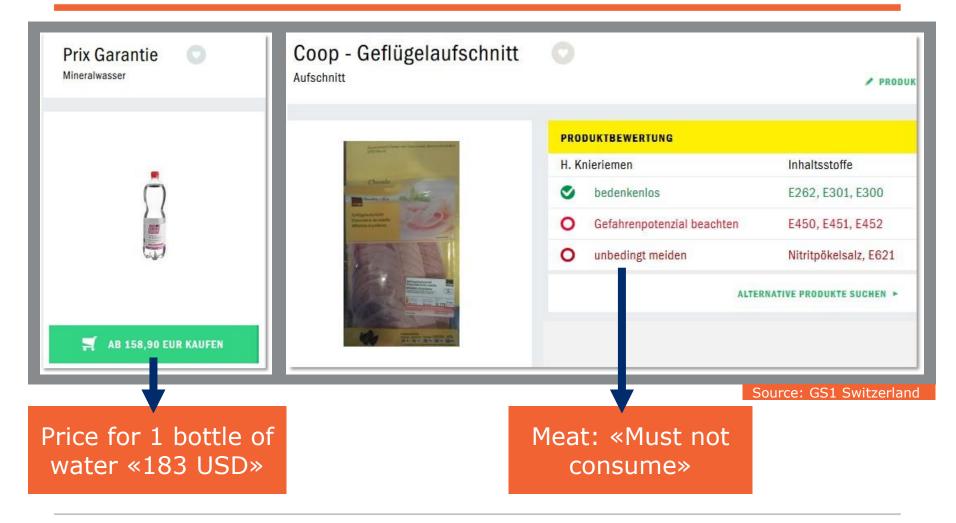


Success from HackZurich: Migros enters own brands' information into Trustbox





Example: There is room for improvement, leading to enourmous friction for retail startups





JSON

- Let us look into a product example
- How to access data bases:
 - www.codecheck.info
 - <u>www.gs1.ch</u> (Trustbox)
 - Auto-ID Labs can provide you scripts and help on how to integrate
 - Remember:
 - It is all work in progress, so be patient :)

```
"@canonicalName": "generalVegan",
   "value": "false"
"nutritionFactsGroup": {
 "nutritionFacts": [
     "@canonicalName": "totalFat",
     "amount": "20"
     "unitOfMeasure": "g"
   },
     "@canonicalName": "saturatedFat",
     "amount": "8",
     "unitOfMeasure": "g"
   ł,
     "@canonicalName": "totalCarbohydrate",
     "amount": "64"
     "unitOfMeasure": "g"
   },
     "@canonicalName": "sugars",
     "amount": "28",
     "unitOfMeasure": "g"
     "@canonicalName": "dietaryFiber",
     "amount": "7",
     "unitOfMeasure": "g"
     "@canonicalName": "protein",
      "amount": "7"
```



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Motivation:

Why APIs are so important:

- 1) Current data landscape not ready for developers.
- 2) APIs can and will change the way we shop!



There will be retail apps for almost every need within society: Retail + API = Innovation





In order to show how APIs change how we shop, we co-hosted Continental Europe's largest hackathon

THE LARGEST HACKATHON SWITZERLAND HAS EVER SEEN

10-12 October 2014

THE EVENT IS OVER! STAY INFORMED ABOUT NEXT YEAR'S HACKZURICH:

E+ PLAYLIST | +7.1 HackZurich 2014 @ Official Atternovie

ORS EVENT PAGE

Source: Auto-ID Labs ETH / HSG

🗲 Sponsors

GS1 Switzerland

Brands APIS Retail Products



Programmers

apps

15 retail apps

245k^{lines of} 4

2.Z food

HackZurich

Hackathons are grounds for innovation: What's possible with «perfect retail APIs»

- Hackathons are competitive events of 1-2 days where programmers gather to learn/hack/have fun.
- Hackathons usually feature sponsors, prices, press coverage, etc.
- HackZurich: 40h, 351 programmers (80% students), 101 apps
- Retail Innovation Workshop, October 2014: GS1 CH (Trustbox API)
 Migros (Switzerland's largest retailer) MIGROS Auto-ID Labs ETH / HSG
- Hackathons are ideal training grounds for innovation: E.g. Twitter



Sponsor list 2014 shows importance of digitalization in various industries:





Enough heard, let us see HackZurich in action:

Source: HackZurich.com

MOVIE: Official Aftermovie: <u>https://www.youtube.com/watch?v=rs2-Vp9ITL0</u>

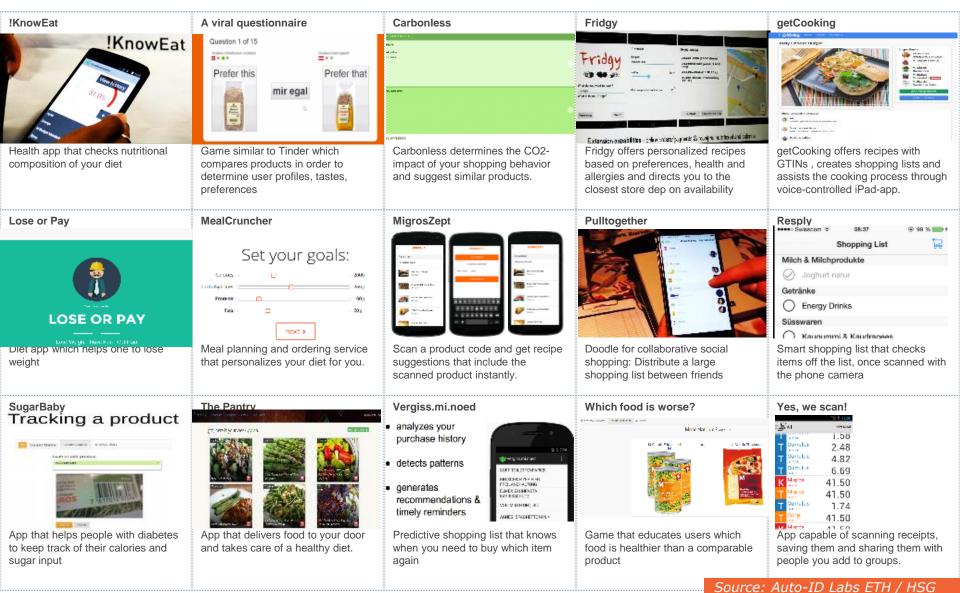
TV News (German): https://www.youtube.com/watch?v=XyZJi2sbBdg



Within HackZurich: Migros, GS1 and Auto-ID Labs organized the Retail API workshop



Resulting retail apps serve many customer needs: From recipe to health to gamification



Example (1/2): Game, Which food is better?

Which food is better? **Start a new game** I Statistics

🗙 Logout 🛛 💻 English 👻



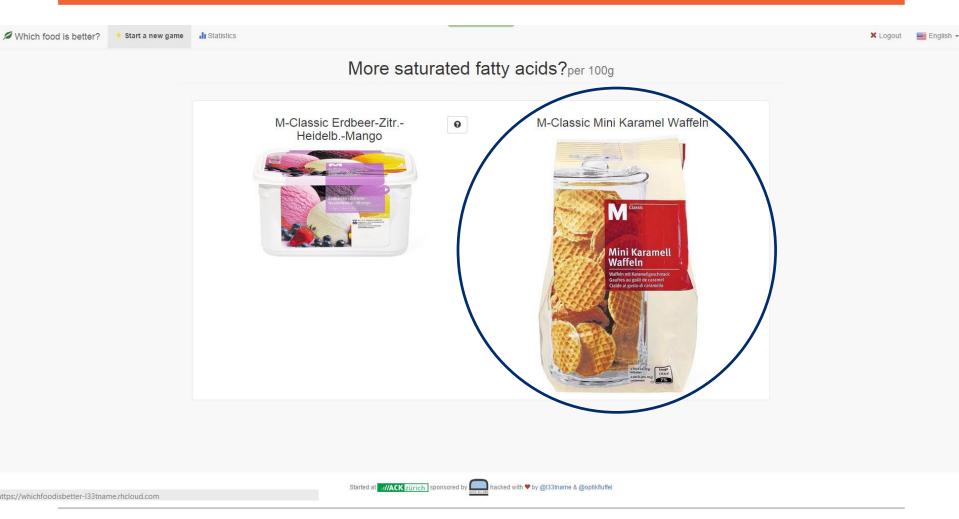
Made with v at Hackzürich by @133tname & @optikfluffel

Source: Auto-ID Labs ETH / HSG



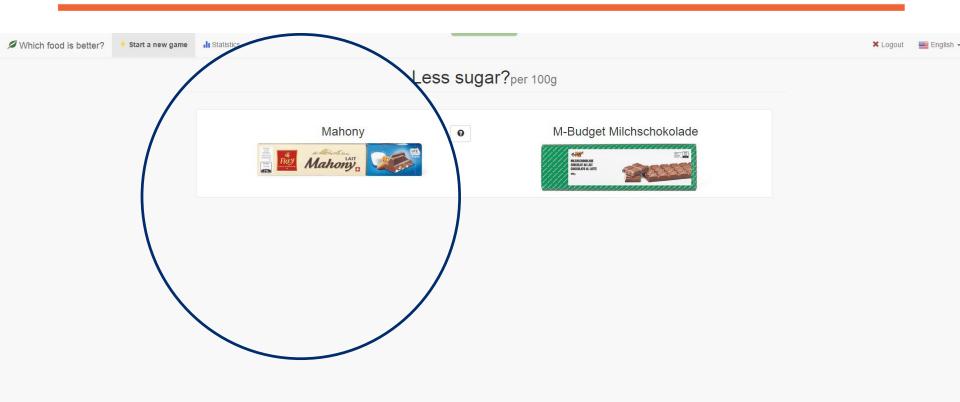
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Example (1/2): Game, Which food is better?





Example (1/2): Game, Which food is better?



www.autoidlabs.ch/wfib

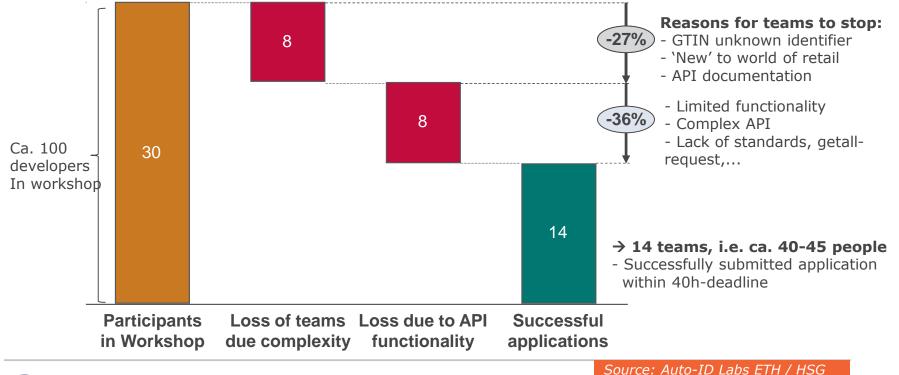


https://whichfoodisbetter-I33tname.rhcloud.com



Retail is a hot topic in developer community, yet programmers are not familiar with GS1

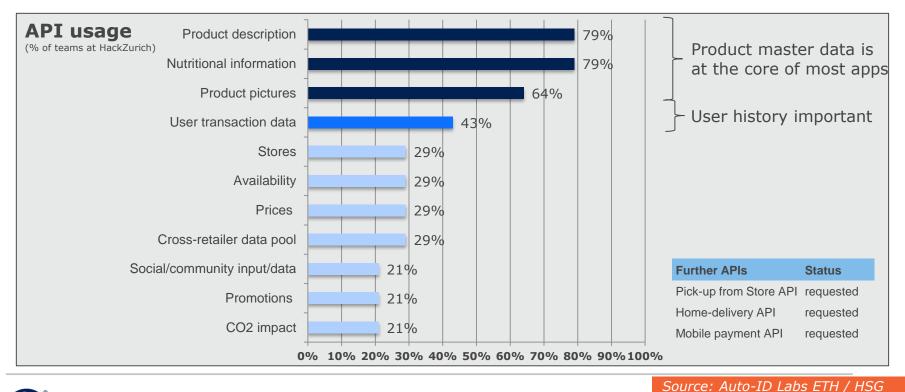
- Product master data is central to mobile apps. Developers requested trusted data across retailers
- Trusted product data alone is not sufficient. Developers need historic information (e.g. loyalty transaction data), prices, availability, etc.





API analytics show that besides product master data, transaction data is most important

- Product master data is central to mobile apps. Developers requested trusted data across retailers
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The Auto-ID Labs are analyzing how APIbased applications influence human habits:

Shoco Nutrition Panel

- API + Nutrition
- We give people feedback on their shopping habits
- +1 day of purchase they receive nutrition scores
- Does data layer lead to behavior change?
- Will customers become (more) loyal to such a service/retailer?

Personalized Couponing

API + Couponing

- Real-time couponing based on API-detected traits: e.g. vegetarian, household size etc.
- Do APIs allow for improved personalization?

Toxocoloy Study

• API + Exposure

- Swiss households can enter their shampoo consumption by scanning barcode labeled products
- An ETH developed app will give Isothiazolinones exposure per person
- Basis: API w/ lab analysis of 200 household products



Source: www.healthology.com.au



Source: Auto-ID Labs ETH / HSG





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Reference Project (1/4): «Otto Fashion Retail: Project Collins API»

- **Fashion API:** Project Collins offers 3rd parties to create own apps selling products from of the Otto product scope
- Successful market adoption: Double-digit M revenue in 2014 (year 1), aimed break-even in year 5
- 180 FTEs, 13 countries

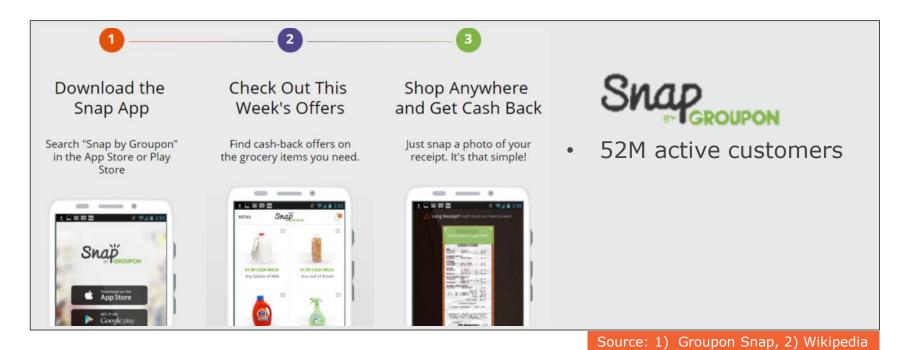


Sources: 1) Otto, Germany, 2) Gründerszene.de 3) Wikipedia



Reference Project (2/4): «Groupon: Project Snap»

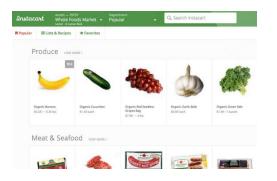
- **Brand Analytics API:** Groupon Snap lets customers take photos of their receipts and reimburses them for brand-specific purchases
- Launched in Q3 2014
- Will consumers switch from loyalty cards to apps like Snap?



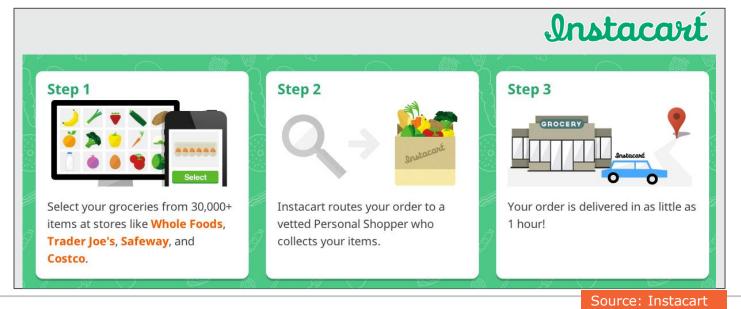


Reference Project (3/4): «Instacart» and clones like «Shopwings»

- **Home-Delivery-API:** Instacart (and clones like Shopwings) offer customers to shop remotely at retailers and receive items via same-day delivery
- Will consumers switch? (like they did from J.C. Penney to Amazon)



• Instacart launched in 2012, Shopwings in 2013





Reference Project (4/4): Amazon Fresh and Amazon Dash

- Home-Delivery-API: Voicecontrolled and barcode-enabled product ordering device
- Amazon Fresh delivers on the same day





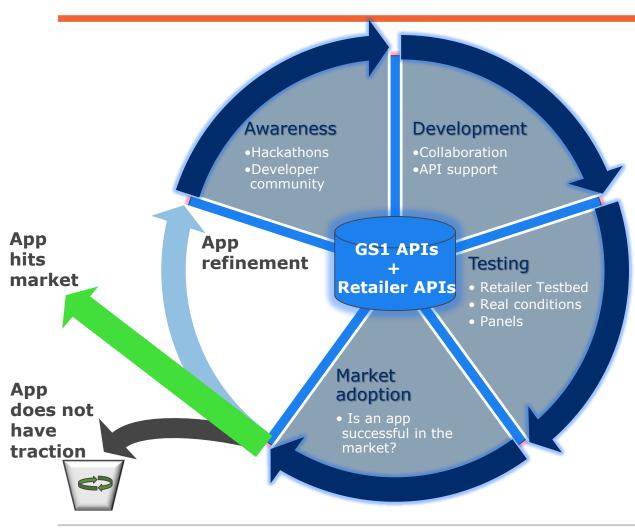
Motivation:

Why APIs are so important:

- 1) Current data landscape not ready for developers.
- 2) APIs can and will change the way we shop!
- 3) GS1 and its partners can introduce retail APIs that build the foundation of future applications



In order to be successful in leveraging APIs, GS1 must be present in the development scene



- Circle of API-based application innovations shall be iterated many times within a year
- Keep refining until applications hit market successfully



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Master thesis offer

- If you want to work on Retail Data please feel free to apply
- Nutrition,
- Mobile Couponing,
- Apps,
- Transaction data,
- Recommender systems,
- ...





Discussion, Q&A!



