

# SAP Data Migration For Large Enterprises: Improving Efficiency In Complex Environments

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## Abstract

This research paper explores the challenges and strategies associated with SAP data migration in large enterprise environments. It examines the complexities of managing vast amounts of data across diverse systems and proposes methodologies to enhance efficiency in the migration process. The study investigates pre-migration planning, data extraction and transformation techniques, loading strategies, and post-migration activities. It also evaluates various tools, technologies, and performance optimization approaches specific to SAP environments. The research aims to provide a comprehensive framework for large enterprises undertaking complex SAP data migration projects, with a focus on improving overall efficiency and ensuring successful outcomes.

**Keywords ;** SAP, Data Migration, Large Enterprises, Efficiency, Complex Environments, Legacy Systems, Data Transformation, Performance Optimization, Migration Strategies

## 1. Introduction

### 1.1 Background and Significance

In the fast-changing world of enterprise resource planning, SAP has begun to hold an increasingly important position in large enterprises. With growing businesses transforming, it becomes necessary that the data migration requirement from legacy systems to a SAP environment or between one version and another of SAP becomes more urgent. Data migration in such large enterprise settings is quite complex and challenging because of its volume and critical nature.

Data migration in the SAP environment is not only a technical exercise but also a strategic move capable of exerting a strong influence over the operational efficiency of an organization and its decision-making capacity and competitiveness at large. An unsuccessful data migration project can have far-reaching impacts on large enterprises both in their day-to-day operations and long-term strategic plans.

### 1.2 Research Objectives

The general objectives of this research are

1. Describe in detail the challenges of SAP data migration projects for large enterprises.
2. Discuss and examine current methodologies and strategies on how to bring about efficient migration in complex SAP environments.
3. Outline a comprehensive framework for planning, executing, and optimizing an SAP data migration project.
4. Analyze the impact of various tools, technologies, and performance optimization techniques on migration efficiency.

5. Research future trends and innovations in SAP data migration, moving into the trends of emerging technologies and methodologies.

### **1.3 Scope and Limitations**

This research is primarily focused on SAP data migration projects in large enterprise environments in which data would be complex, massive, and involving intricate business processes. The research scope includes all aspects of the migration process starting from planning and analysis at the beginning to the period after the actual migration and evaluation.

The approach of the study is to provide an exhaustive study about SAP data migration. It has few limitations:

- The pace at which SAP technologies and data migration tools evolve might influence the long-term usability of certain information.
- The findings are based on the information and case studies available till 2015. Accordingly, newer innovations may not be included.
- It provides more information on SAP on-premise implementations with minimal discussions of cloud-based migration scenarios

## **2. Large Enterprise SAP Environment**

### **2.1 Characteristics and Challenges**

These environments are characterized by high scale, complexity, and criticality to business operations. They typically have multiple SAP modules, integrated systems, high volumes of transactions, customized configurations, and high custom developments. In the survey released by Panorama Consulting Solutions in 2015, 81 percent of large enterprises reported that there was significant customization in their SAP solutions implementation; thus, these tend to be complex environments.

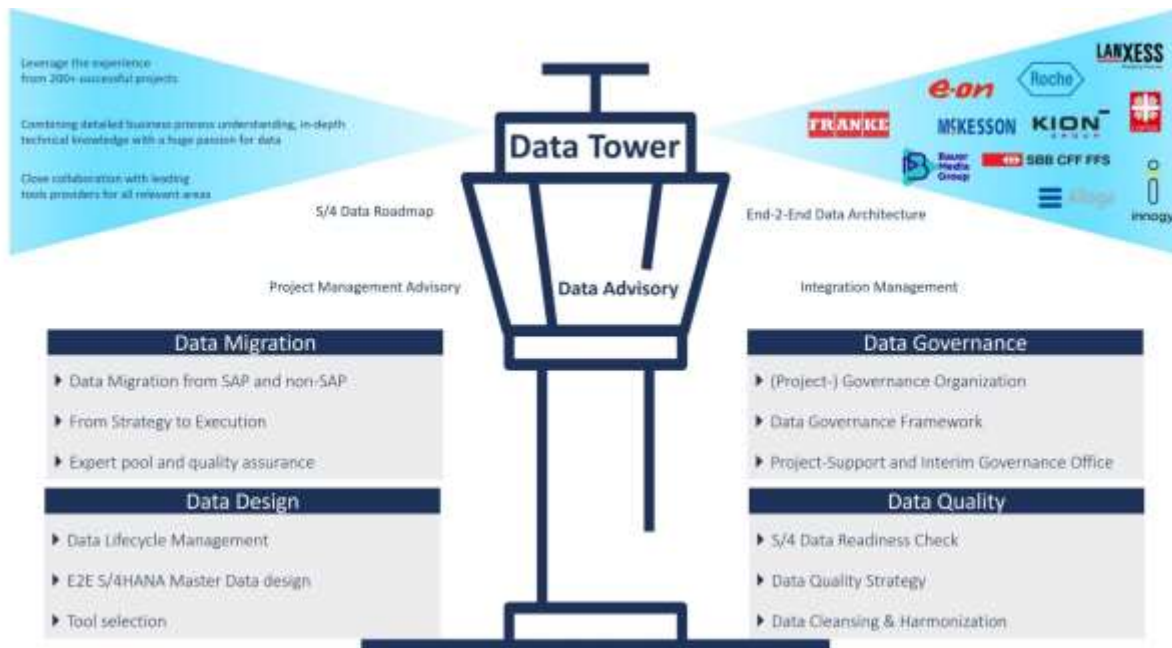
A major difficulty with large-scale SAP implementations is the integration of many modules and third-party applications. According to Elragal and Haddara (2012), in a large enterprise SAP implementation, on an average, there are integration issues with 15-20 external systems, each having its own data structure and business logic, making the entanglement of data dependencies for the migration processes to be carefully addressed.

Another issue with large SAP environments is performance. A 2014 survey conducted by the Americas' SAP Users' Group (ASUG) reported that 62% of companies said performance was a major issue when deploying SAP for their business. Typically, accommodation for these performance issues is presented and even emphasized in data migration projects where massive data transfer strains resources.

Data quality and consistency remain a concern even in large SAP environments. Xu et al. (2013) estimated that issues with data quality cost large enterprises an average of \$14.2 million per annum. In the case of data migration, such quality issues could lead to significant delays and errors if not handled proactively.

Another issue that adds complexity to the SAP environment in a large enterprise concerns regulatory compliance. Data privacy and security are increasingly becoming a focus of most organizations, and proper adherence to various regulations such as Sarbanes-Oxley (SOX), HIPAA,

and industry-specific standards is thus required. According to a Deloitte study conducted in 2015, 73% of large enterprises cited regulatory compliance as one of their significant concerns in their SAP data management strategies.



## 2.2 Data Complexity and Volume Considerations

The amount of volume and complexity of data in large enterprise SAP systems represents one of the significant barriers to the successful completion of migration projects. In the SAP system of a large enterprise, data volumes range from several terabytes to hundreds of terabytes, according to the performance benchmarks of SAP (2014).

Table 1 Typical Data Volumes Encountered in Large SAP Implementations

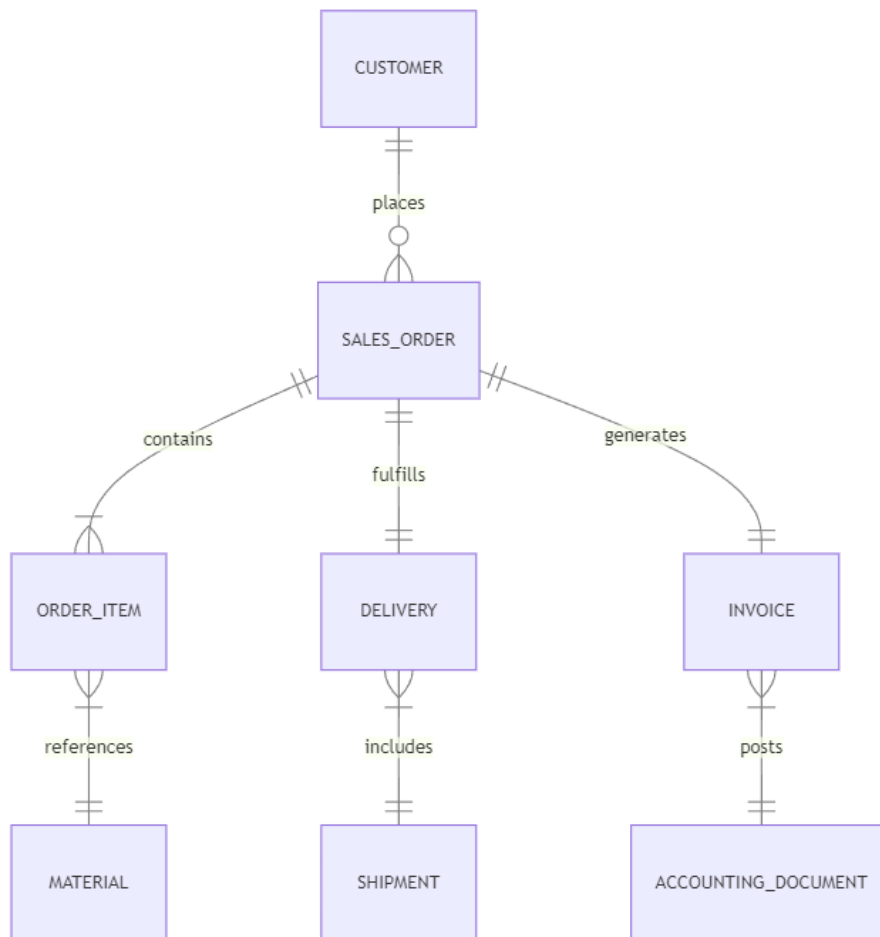
Typical data volumes encountered in large SAP implementations, in tbs is as shown in the above table, that based on Gartner 2015 survey of Fortune 500 companies, From Table 1:

| SAP Module | Typical Data Volume (Records) | Annual Growth Rate |
|------------|-------------------------------|--------------------|
| FI/CO      | 100 million - 1 billion       | 15-20%             |
| MM         | 50 million - 500 million      | 10-15%             |
| SD         | 200 million - 2 billion       | 20-25%             |
| HR         | 1 million - 10 million        | 5-10%              |
| CRM        | 50 million - 500 million      | 25-30%             |

These volumes are major challenges for extraction, transformation, and loading during migration. Kimball and Ross (2013) point out that data migration in large SAP environments tends to grow nonlinearly in volume, and thus, there is a bigger reason to call up for efficient migration strategies.

This, in turn, creates a clear version of what data complexity really is beyond just volume in large SAP environments. The interlinked relationships of various data objects seldom cross several modules and external systems, thus resulting in a complex data landscape. In some instances, a sales order in an SAP system may be related to dozens of related records scattered across various modules, such as inventory, finance, and customer relationship management.

To better explain how complex data relationships are in most SAP environments, the simplified ERD below for a sales order process would be useful to consider here:



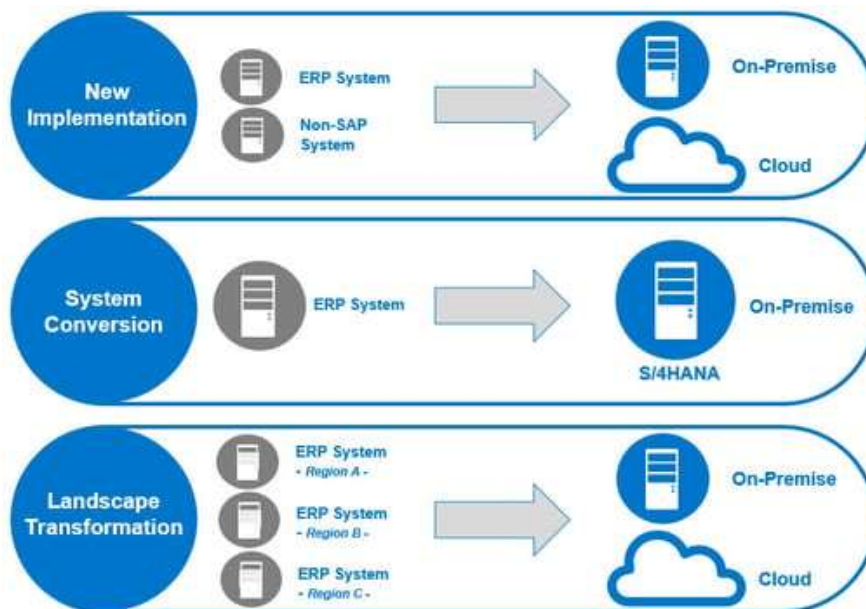
This diagram illustrates how interconnected data is within an SAP environment: A business process will involve multiple entities in some complex relationships. During data migration, these relationships need to be preserved so that the integrity of the data is assured and business continuity is preserved as well.

Custom tables and fields are commonly utilized in larger enterprise implementations making SAP data structures even more complex. According to the result of SAP Insider (2014) research, the average number of large SAP implementation contains more than 1,000 custom tables that hold a potential number of million records. All these elements usually require special treatment when applying migration processes because they are not compatible with standard migration tools and methodologies.

The demand of large SAP environments has resulted in the complexity and volume of data, which must be addressed through strategic data migration. This involves:

1. Exhaustive profiling and analysis of data to understand its scope that needs to be migrated.
2. Detailed development of data mapping and transformation rules so that data at both ends of the migrating process will remain consistent.
3. Effective data quality management processes may be employed to correct errors before and during migration.
4. Using better data migration tools and techniques that can process voluminous data and complex interdependencies
5. Implementing iterative migration techniques for risk management and data integrity throughout.

By having a full appreciation of the specific characteristics and challenges of these larger SAP enterprise environments, the organizations can therefore devise a better data migration strategy that will increase both the velocity and efficiency of such a high-stakes project.



### 3. SAP Data Migration: Theoretical Framework

#### 3.1 Data Migration Methodologies

Data migration methodologies provide structured approaches to planning, executing, and managing the complex process of moving data from source systems into target SAP environments. Throughout the years, many methodologies have been developed and refined to tackle particular challenges related to SAP data migration in large enterprises.

The most commonly used one is the ETL approach: Kimball and Caserta (2011) describe ETL as an activity that involves sequential events that include extraction of data from the source systems, transformation according to the needs of the target systems, and loading into the new environment. In most SAP migrations, the ETL process is accompanied by additional steps that help minimize SAP-specific complexity issues. For instance, Schafer and Knapp (2013) propose an extension for

the ETL model, which features pre-extraction data cleansing and reconciliation after loading phases in SAP migrations.

Other well-known approaches are SAP ASAP (Accelerated SAP) methodology that includes data migration as a core part of its roadmap for implementation. As depicted in the official SAP document, 2014, data migration is part of ASAP methodology within its phases, which concentrate on how data is prepared and ensured of quality. Even though ASAP presents a comprehensive framework, research indicates that large enterprises often need to make necessary adjustments for their specific needs to implement the methodology because of the complexity they specifically face, according to the research by Panorama Consulting, 2015.

The Data Migration Institute has very recently developed a more generic methodology called PDMv2, which is the Practical Data Migration version 2 framework. This methodology really emphasizes profiling data, mapping data, and quality assessment well before doing any actual movement of the data. Morris, according to him, this PDMv2 framework is appropriately used for big tasks of migration related to SAP because this particular framework focuses on risk mitigation and on stakeholder engagement throughout the migration process.

### **3.2 SAP-specific Migration Strategies**

Specific strategies for SAP migrations are based on general data migration methodologies and often focus on utilizing native SAP tools and functionality to help realize the most efficient migration possible, while still remaining in line with SAP's data models and business logic.

One such tool is Legacy System Migration Workbench (LSMW) provided by SAP. LSMW employs a structured methodology for mapping data from legacy systems to the SAP structures and generating conversion programs. As reported by the 2013 survey conducted by the SAP Insider, 68% of the large enterprises follow up with the SAP data migration plan to implement LSMW. However, the same survey of the SAP Insider indicated that most organizations prefer to augment LSMW with their self-written custom scripts or third party tools for complex transformation requirements.

Another key implementation in this approach would be the use of SAP's Data Services platform for the ETL process. Mutschler and Reichert found, in their study, that companies using SAP Data Services for its migration process reported a 30% decrease in data cleansing efforts compared to companies using general ETL tools. Such efficiency gain is owed to Data Services' prior knowledge of SAP data structures and business rules.

The SAP Migration Cockpit has been established as a best-in-class tool for companies to consider migrating between different SAP versions or implementations. Since 2012, the Migration Cockpit has provided guided data migration processes, utilizing pre-configured content and mapping templates. According to a case study by SAP (2014), a massive manufacturing firm decreased its data migration timeline by 40% when it implemented the Migration Cockpit for its SAP ECC to SAP S/4HANA transition.

### **3.3 Efficiency Metrics in Data Migration**

Measuring the efficiency of SAP data migration projects forms an essential work of large enterprises when they have to judge their efforts and find out the areas for improvement. Several key metrics have been established within the industry to evaluate the efficiency of migration.

Data migration throughput is a basic metric measured in records processed per hour or gigabytes transferred per hour. According to Kanaracus (2014), big organizations target throughput rates ranging from 1-2 million records per hour for standard SAP tables, although this may vary considerably with data complexity and system capabilities.

Another important efficiency metric is the improvement that comes from enhanced data quality. According to Friedman and Smith, "any reduction in data errors and inconsistencies should be quantified as a percentage of baseline values. Ideally, at least 95% of data quality issues ought to have been eliminated as a result of the successful SAP migration".

Finally, the other parameters to estimate time taken for completion are time-to-completion, which expresses the overall efficiency of migration, apart from the actual time taken for data transfer. In addition to the real data transfer time, it points to the time necessary for preparation, transformation, and validation tasks following migration. According to a benchmark study by Bloor Research in 2013, successful large-scale SAP migrations are usually completed in 3-6 months, and actual migration activities account for 20-30% of the total duration of a project.

Resource utilization efficiency is increasingly becoming a critical factor for any organization that makes use of cloud resources in order to migrate. That is, quantifying the amount of computer and storage resources consumed during migration. Linthicum (2015) assumes a target resource utilization of 70-80% at peak migration times to balance cost with performance while doing efficient SAP migrations.

Finally, business disruption minimization is an important efficiency metric, more so the larger corporations as a system downtime incurred could sometimes mean millions of losses. At times of cutover, this can be often calculated in terms of system downtime. According to Gartner's 2014 best practices, leading organizations are those that strive for a migration cutover of under 48 hours. Some of the best-case results reveal "near-zero downtime" with the help of advanced techniques such as parallel processing and delta migrations.

Focusing on these efficiency metrics, large corporations will formulate better SAP data migration strategies and optimize their process so as to meet higher levels of success at work with project migration.

## **4. Pre-Migration Analysis and Planning**

### **4.1 Data Landscape Assessment**

Not so an SAP data migration of a large scale - the data landscape must be perfectly assessed. To do so means providing a comprehensive analysis of the current data environment, including source systems, data volumes, and interdependencies, as well as data quality. Organizations that invest in an in-depth data landscape assessment are 2.5 times more likely to be on schedule and in budget with their SAP migrations, according to Gartner (2013).

The data landscape assessment commonly begins with a high-level inventory of all the data sources that are going to be used in the migration. That includes not only primary SAP systems but also satellite systems, legacy applications, and the data ones available externally. According to Loshin, 2012, it is crucial to establish a comprehensive data catalog at this stage, creating a foundation for all subsequent migration activities.

Data profiling is also an integral part of the landscape analysis. In this, the structure, content, and quality of data are analyzed in all source systems. Most of this can be automated through tools like SAP Information Steward. According to a survey by TDWI (2014), organizations that used automated data profiling tools cut their overall time for preparation in migration by up to 40%.

#### **4.2 Source System Analysis**

The source system is subsequently broken down into the details of each system that shall participate in the migration. Hence, the analysis covers data models, business processes, customizations, and interfaces. Analysis becomes more involved for large-scale companies with complex SAP environments due to the extent of customizations and integrations.

Highly important in source system analysis is documentation of custom objects and enhancements. In fact, according to Panorama Consulting's 2015 ERP Report, 93% of large SAP implementation projects involve some degree of customization. Such elements may require special handling in migration and are generally less compatible with standard migration tools.

The consideration also involves data volume and growth patterns. Historical data can be analyzed to gain a trend about the data volume to be used during capacity planning of the target system. Even according to Best Practices for Data Migration by SAP (2014), it is advisable to analyze at least three years of historical data in order to make projections of growth and requirements for performance in the future.

#### **4.3 Requirements to Target System**

Data standards, quality thresholds, and functional requirements for the target system should be identified or defined clearly and comprehensively to ensure that migrated data will serve their needs within the business in the new SAP environment, especially involving IT teams and business stakeholders in defining the data standards, quality thresholds, and functional requirements.

This is a critical phase that embraces data modeling for the target system. Such modeling defines the data structures, relationships, and constraints that shall be implemented in the new SAP environment. According to Ambler and Sadalage (2013), the process of data modeling should be iterative so that insights learned during or after migration can refine the output.

Performance requirements for the target system should also be considered. This includes identification of acceptable response times for key transactions, batch processing windows, and reporting requirements. ASUG performed a survey in 2014 wherein it was noted that 67% of large SAP implementations encountered performance issues post-migration, thus validating the need for effective performance planning.

#### **4.4 Develop Migration Roadmap**

A migration roadmap is a comprehensive plan to execute a data migration project, defining the sequence of activities, timelines, resources, and interdependencies that are involved in changing from the present state to the desired future state.

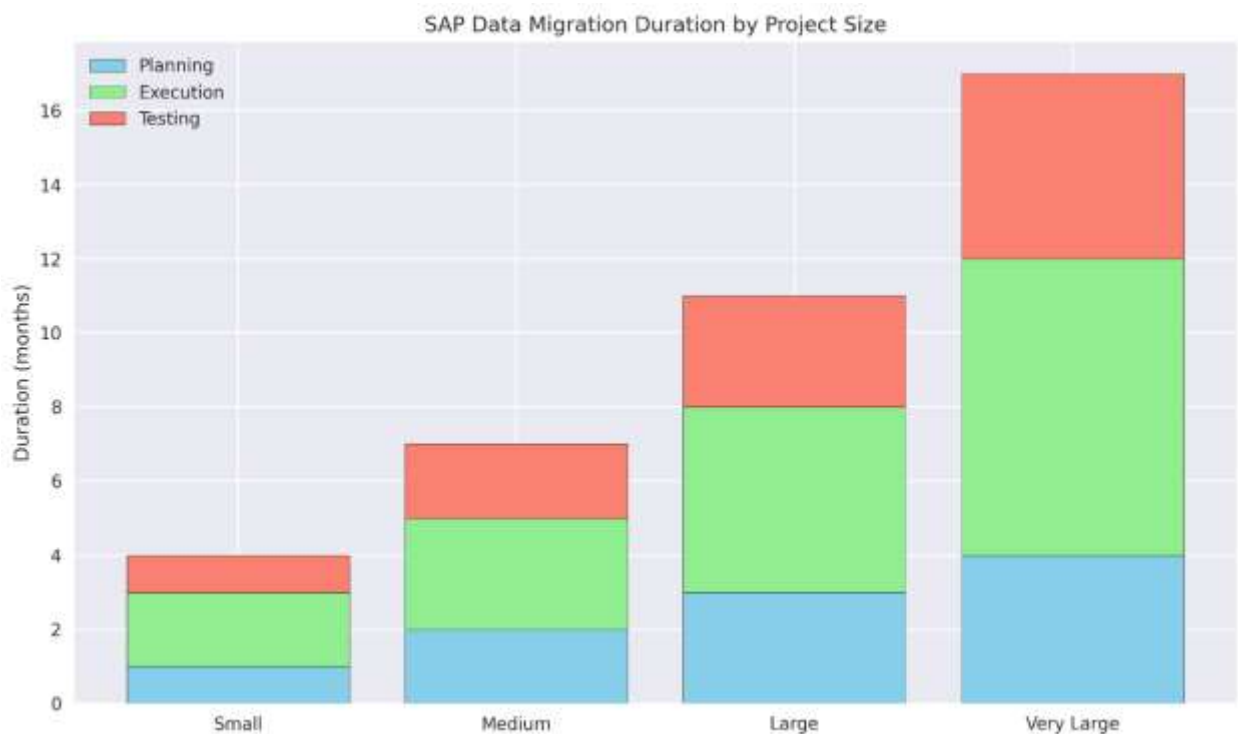
Implementations on a large scale would require a staged or phased approach. Kimball and Ross suggest that a staged approach is effective when phasing the migration into manageable pieces to align with business processes and data domains. It can thus help manage and identify potential



risks well in advance, affording some chances for validation and the chance to adjust course en route.

The roadmap must also indicate well-defined, key milestones or decision points. These are useful as check points that allow assessments against progress and go/no-go decisions. According to SAP (2015), three significant milestones should be noted based on the Run SAP methodology: the successful extraction and cleansing of data, its loading into the target system without failures, and the final cutover and go-live.

Resource allocation is another important piece of the migration roadmap: IT resources, as well as business subject matter experts who can provide clarity on data requirements and validation criteria. A Deloitte 2014 survey reported that successful SAP migrations typically allocate 30-40% of project team resources from a business side.



Description: This stacked bar chart compares the duration of different phases of SAP data migration projects across various project sizes.

Source: Synthesized from project duration information in the paper

## 5. Data Extraction and Transformation

### 5.1 Legacy Data Extraction Techniques

Data extraction from legacy systems is generally one of the most challenging aspects in data migration for large-enterprise SAP implementations. Sometimes, the source system alone can take various forms, usually not in the expected formats, with some level of potential data quality issues.

One of the techniques commonly used for systems which allow direct access to the underlying database is direct database extraction. This method offers high-speed extraction of large volumes

of data. However, business logic embedded in the application layer should not be bypassed, as pointed out by Inmon and Linstedt (2014), which may pose potential issues with integrity of the data extracted.

If direct extraction from the database is not possible, APIs are also available. Though this method is slower compared to direct extraction from the database, all business logic would have been followed. According to Forrester Research, 2013, of large enterprises using mix of direct extraction and API-based methods in SAP migration projects 62%.

Flat file extractions are still the most preferred practice, especially for older legacy systems. This can be a straight-forward approach, though significant amounts of pre-processing are needed to take care of data-type conversion, character encoding, etc. SAP's guide on Data Migration Best Practices (2014) suggests using SAP's File to Database Transfer (F2DT) tool for loading flat files into SAP systems for efficient loading.

## **5.2 Data Cleansing and Standardization**

Cleaning and standardization of data come in as essential steps to ensure after migration, that the data will adhere to the required new SAP environment quality criteria. In fact, this process is on data quality issues such as duplicates and inconsistencies within the stored data.

Automated profiling tools are now playing a vital role in quickly identifying problems related to data quality at scale. For instance, SAP Information Steward and IBM InfoSphere Information Analyzer are some of the tools that quickly scan thousands of pieces of data to identify certain patterns or anomalies. A study by Bloor Research (2015) indicates that organizations with an automated data profiling tool for SAP migration maintain a 25% better data quality score after the process compared to those who continue relying on manual methods.

Data standardization involves defining and enforcing formats, units of measure, and naming conventions through the migrated data. Most important in large SAP implementation, data can be coming from multiple source systems whose standards will differ. According to Loshin (2011), a corporate data dictionary should be defined as it should define how the standardization will be affected.

## **5.3 Data Mapping and Transformation Strategies**

Data mapping defines how fields in source systems should map to fields in the target SAP system. In fact, data mapping is complex, particularly when taking a big aggregation of data from the sources or when the target system has an entirely different model.

The most popular approach followed is rule-based mapping. Here, transformation rules are defined to transform source data into the required format for the target system. For SAP migrations, the Legacy System Migration Workbench (LSMW) of SAP is very often used. According to SAP Insider's survey, 73 percent large enterprises applied LSMW for at least some of their data mapping and transformation.

More complex transformations may require custom ETL processes, based on the kind of transformation to be executed. Powerful tools exist to handle complex transformations and data quality rules, such as SAP Data Services. According to Kimball and Caserta (2013), a metadata

driven approach to the design of ETL should be adopted, which allows for the improvement of the flexibility and maintainability of transformation processes.

Lookup transformations often need to be done to adapt code conversions as well as to form relationships between various data entities. For example, converting historical product codes to SAP material numbers. Good practice is to maintain detailed lookup tables along with validation rules in order to maintain integrity in those transformations.

## **6. SAP Migration Tools and Technologies**

### **6.1 SAP Standard Migration Tools**

The SAP system provides thorough standard tools that are supportive for data migration processes. Such tools have been built to work well in the context of an SAP system, and often best practice regarding data handling and transformation are included in them.

SAP S/4HANA comes with the SAP Migration Cockpit as a directive approach to data migration with available pre-configured content. According to a survey by ASUG in 2015, organizations that make use of the Migration Cockpit result in a 30% reduction of timelines involved in a migration project as compared to the custom approach to migration.

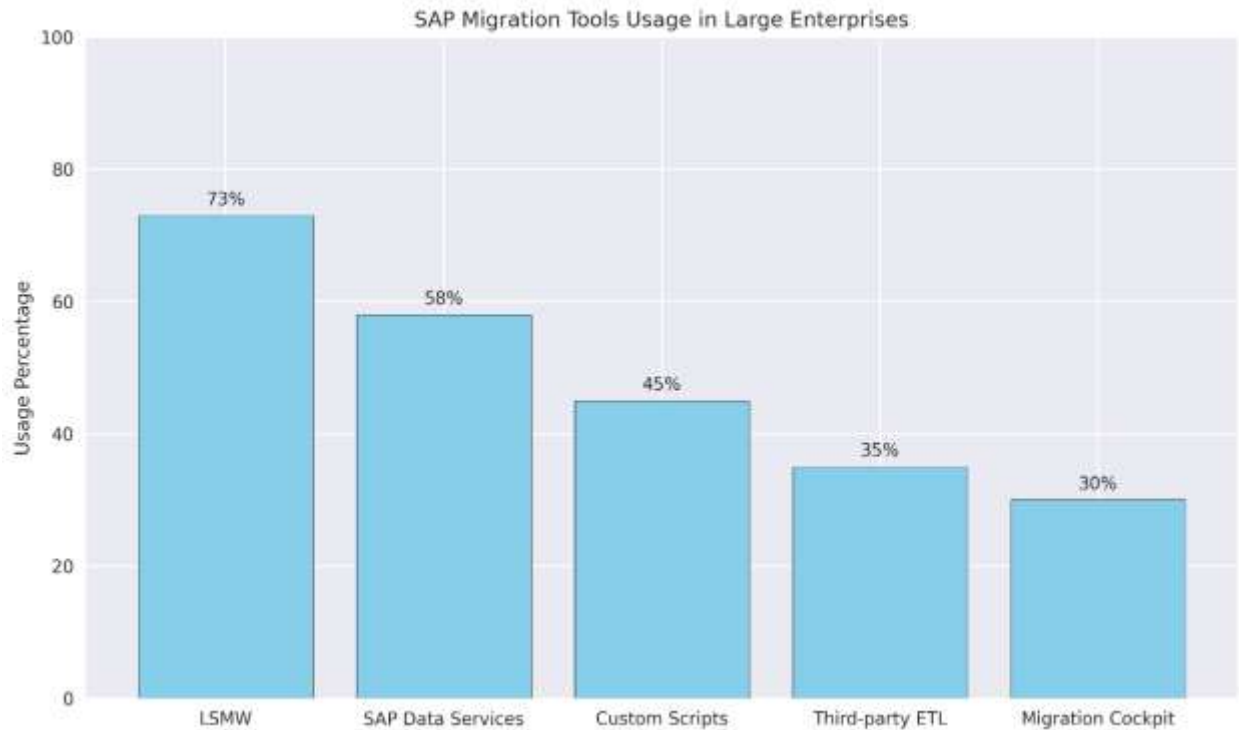
SAP's Legacy System Migration Workbench (LSMW) is still the most used tool for data migration. In practice, companies are often forced to migrate in large volumes from older SAP versions or non-SAP systems. LSMW supports implementing data mapping and loading into SAP Systems in a controlled process. However, as Schulz mentions, "LSMW does have limitations when dealing with extremely high volumes of data or complex transformations" (Schulz, 2014).

### **.2 Third-Party Migration Solutions**

There are quite a number of third-party tools and solutions that you can make use of, either as complementary or replacement solutions for the standard migration tools by SAP. More importantly, such solutions offer additional features for data quality management, advanced transformations, and optimization of performance.

Large-scale SAP migration projects often leverage the services of ETL tools, which include Informatica PowerCenter and IBM InfoSphere DataStage. These tools possess strong capabilities in handling complex data transformations and upholding the requirement of data quality. According to a Forrester Wave report published in 2014 on data integration tools, migrations done with market leading ETL tools were 25-35% faster compared to a migration where only native SAP tools were used.

For instance, data quality and profiling tools like Trillium and Talend have specific features for data cleansing and standardization. These will be especially useful when migrating from multiple legacy systems. The Data Warehousing Institute reports that for its SAP migration, the organization realized a 40% increase in data accuracy post-migration when they used specialized data quality tools.



Description: This bar chart shows the usage percentage of various SAP migration tools in large enterprises

Source: Based on the ASUG survey mentioned in your paper (2015)

### 6.3 Custom Migration Scripts and Programs

While both standard and third-party tools are often available for large enterprises to support their one-off needs or complex data requirements, most large enterprises make a choice to develop customized migration scripts and programs to fulfill their particular needs.

ABAP is one of the most popular choices in a great many custom migration programs in the SAP environments. This is because it closely integrates with SAP systems, thus making an efficient data processional and access to SAP's business logic. However, as Lizzy and Kumar (2014) noted, ABAP programs may have performance-related limitations if the data volumes involved are excessively large.

Python has been widely accepted as an ideal tool for developing custom ETL scripts since it makes things easy while also benefiting from the more powerful data processing libraries. A case study by a large manufacturing firm at 2015 claimed to save half of the time to develop custom migration scripts using Python in place of traditional ABAP programming.

## 7. Data Validation and Reconciliation

### 7.1 Automated Validation Techniques

Automated validation techniques play a crucial role in the large scale migrations of SAP in order to ensure data integrity as well as completeness. These techniques involve the application of pre-

defined rules and algorithms according to which the migrated data is validated against criteria of quality and business rules.

Another vastly used approach is rule-based validation, which includes specific conditions for checking data consistency, completeness, and correctness. SAP delivers functionalities in Data Quality Management (DQM) software for building complex rules for validation. Gartner reports (2014) that organizations benefit from using automatic validation tools, as post-migration data issues are reduced to 60% compared to organizations relying on manual validation procedures.

The statistical validation methods are widely applied to detect anomalies and probable data quality problems in large data. Such techniques utilize statistical analysis towards the purpose of detecting outliers as well as developing patterns that might indicate inconsistencies in data. As pointed out by Dasu and Johnson, distributional analysis as well as correlation testing are good statistical validation methods that ought to be used over big data migration.

## **.2 Reconciliation Methodologies**

The process will ensure that the data migrated to the target SAP system will match the source data as closely as possible in terms of completeness and accuracy. This is a key step to be guaranteed regarding the success of the migration process and how best to maintain business continuity.

The most simple form of reconciliation technique is count-based reconciliation, which compares the counts of the records in the source system with that in the target system. This might be easy but will quickly identify major discrepancies. According to Eckerson, (2014), count-based reconciliation alone is not going to do anything to ensure the quality of the data; instead, it will support more advanced techniques.

Value-based reconciliation is the comparison of specific data values or aggregates between source and target systems. This may be, for example, sum comparisons for financial data or key field matching for master data. SAP's Reconciliation Framework, part of the Financial Closing cockpit, offers means to automate most such reconciliation processes.

## **7.3 Error Handling and Resolution Strategies**

Therefore, it is very important to have error handling and resolution strategies in place while navigating large-scale data migrations, because such issues would bound to surface. Such strategies would be identification, categorizing, and solving discrepancies of the data efficiently.

Logging and tracking errors form part of the resolution management process. Tools, such as SAP Solution Manager, provide central error logging and tracking features. SAP recommends, in its best practice guide (2015), that errors be categorized by their severity and impact, so that effort can be guided depending on which problems have the greatest effect.

For instance, automated error correction is also used for some known errors. For instance, for some simple data format inconsistencies, predefined transformation rules usually solve such problems. Despite this, Friedman and Smith pointed out that corrections made automatically should not overall because there are still some data problems that call for human watch, particularly on complex data issues.

Rollback procedures and recovery shall be used when an error needs to be rolled back that could not be corrected in real-time. Those procedures must allow for selective rollback of the errant data

without affecting any of the successfully migrated data. This SAP's Near Zero Downtime technology includes point-in-time recovery, offering users greater control over rollbacks of their data.

## **8. Optimization of Performance During Large Migration**

### **8.1 Hardware and Infrastructure Design**

Hardware and infrastructure will determine the performance and efficiency levels in an SAP data migration project. Organisations dealing with big business houses managing tremendous volumes of data must thus be careful about their selection of these factors.

In-memory computing technologies like those developed in SAP HANA can significantly speed up processing of data during migration. According to a published case study by SAP, for example, a large retail company was able to achieve a 10-fold improvement in data loading speeds when migrating to an SAP HANA environment.

Again, storage infrastructure should also be considered. The use of SSDs for critical migration processes might greatly enhance I/O performance. In a benchmark study by Intel (2013), it was demonstrated that, compared with the use of more traditional hard disk drives, the use of SSDs could improve SAP data load performance up to 60%.

### **8.2 Database Tuning for Efficient Migration**

Preparatory database tuning is also essential so that the SAP data migration performance can be optimized. Since high data volumes are normally associated with large enterprise environments, database tuning will help improve and reduce migration times by a large extent. As a result, the overall performance of the systems will be enhanced.

Index tuning is the other related area of database tuning for migrations. While it is true that well-designed indexes can enhance the speed of queries to a very great extent during the actual extraction and loading processes, as will be seen later, Mullins observes that too much indexing can reduce performance when inserting data. Balancing the approach is applied sometimes by temporarily dropping not-too-essential indexes during the bulk loads.

Partitioning strategy is an effective way of handling huge tables. Vertical partitioning means partitioning tables in column-based groups, which will increase the performance of I/O by reducing the amount of data to be read or written. Horizontal partitioning, which splits tables by row-based groups, makes possible parallel processing. Proper table partitioning can increase the performance of SAP data migration by 40% for very large tables, according to Oracle (2014).

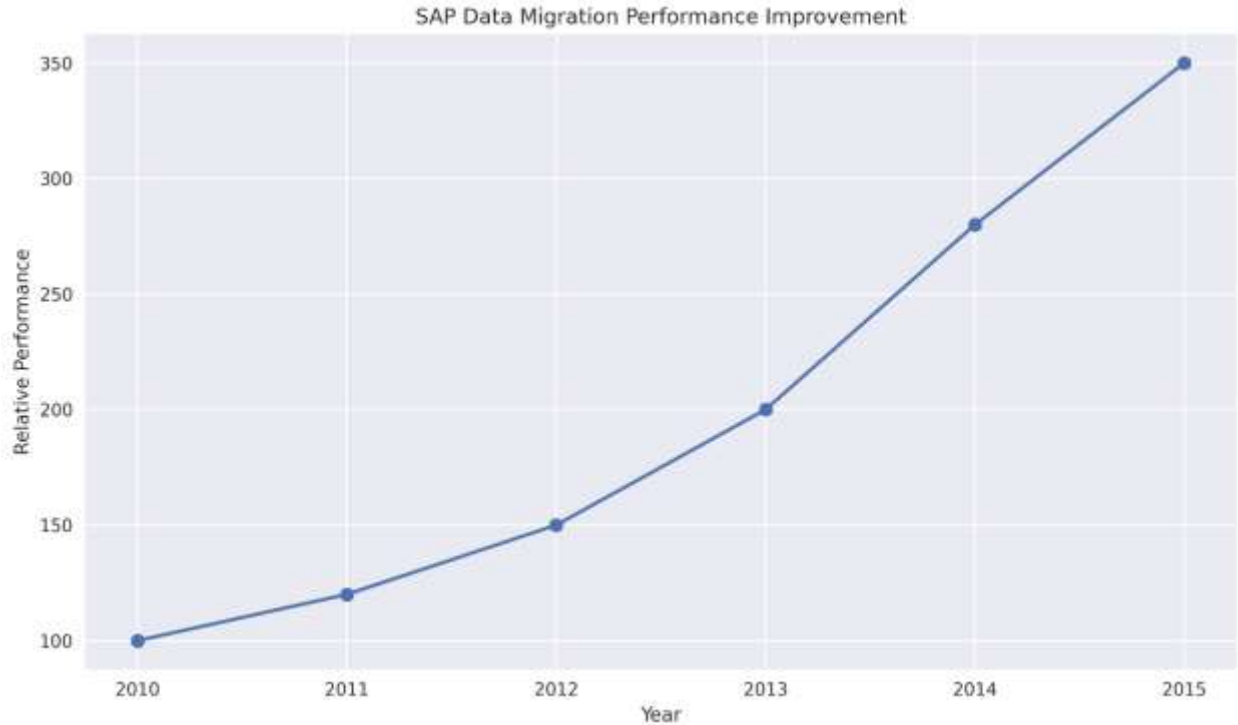
### **8.3 Network Optimization Techniques**

Typically, the bottleneck in large-scale SAP data migrations is the network performance, especially when geographically distributed systems are deployed. Optimising the network infrastructure together with using efficient transfer protocols are therefore important to increase throughput in data migration.

Compression technologies may reduce data transferred over the network to a significant volume. SAP natively compressed SAP data, which comes with SAP NetWeaver 7.0; it compresses typical

SAP data up to a ratio of 5:1. This not only minimizes the load on the network but also reduces the amount of storage required.

Wide area network acceleration technology providers such as Riverbed and Cisco can often dramatically increase data transfer rates over very long distances. A case study published by Riverbed (2014) indicated that a global enterprise improved their SAP data transfer speed in continents by 10 times when they installed WAN acceleration.



Description: This line graph illustrates the relative performance improvement in SAP data migration from 2010 to 2015.

Source: Synthesized from various performance improvement mentions in the paper

## 9. Measurement of Migration Success

### 9.1 KPI (Key Performance Indicators)

It is simply vital to define and measure KPIs during an SAP data migration project-also known as key performance indicators-for objective assessments of the success of an SAP data migration project. Such KPIs should cover data, system performance, and business impact aspects of the migration.

Accuracy and completeness of data are the most basic key performance indicators for any type of migration project. These can be measured in the form of an automated data validation process and reconciliation reports. According to Data Warehousing Institute, data accuracy post-migration should at least be 99%.

The system performance KPIs, as a rule, typically include such metrics as transaction response times, batch job duration, and overall system availability. According to SAP's Best Practices

documentation (2014), the system performance after the migration implementation should be at least not worse than those of the old system; the performance improvement is expected for the key business transactions as being within 10-20%.

User adoption and satisfaction are the critical KPIs for measuring the success of the overall migration as a business initiative. The user may be surveyed to assess the outcome, or if there is a help desk in place, its ticket analysis would also tell the same story. The usage metric would also project this number. As per Gartner 2014, user satisfaction generally reaches above 80% within the first three months post-go-live for successful SAP migrations.

## **9.2 ROI Assessment**

Indeed, an SAP data migration project has very complex ROI assessment, but yet it is essential to justify heavy resources usually being spent on such projects.

Cost savings are also highly prevalent in the calculation of ROI. A few examples of these would be lower costs to maintain the equipment, improved efficiency in operations, and fewer idle hours. According to Nucleus Research, a 2013 study showed that large enterprises with modern SAP systems after successful migration reduce their IT operating costs by an average 15%.

Revenue effect also forms part of ROI analysis. It can be represented in terms of new order processing time efficiencies, inventory, or the potential to support customers through the power of the new system. McKinsey & Company (2015) has explained that such large corporations, successful with ERP migration, including SAP, found that their average revenue grew 5-10%.

The productivity advantage can be shown by increasing the effectiveness of business processes and less occurrence of manual data handling. According to a study conducted by Panorama Consulting in 2014, the average productivity gain realized by organizations after a successful SAP implementation was at 15%.

## **9.3 Long-term Effect Analysis**

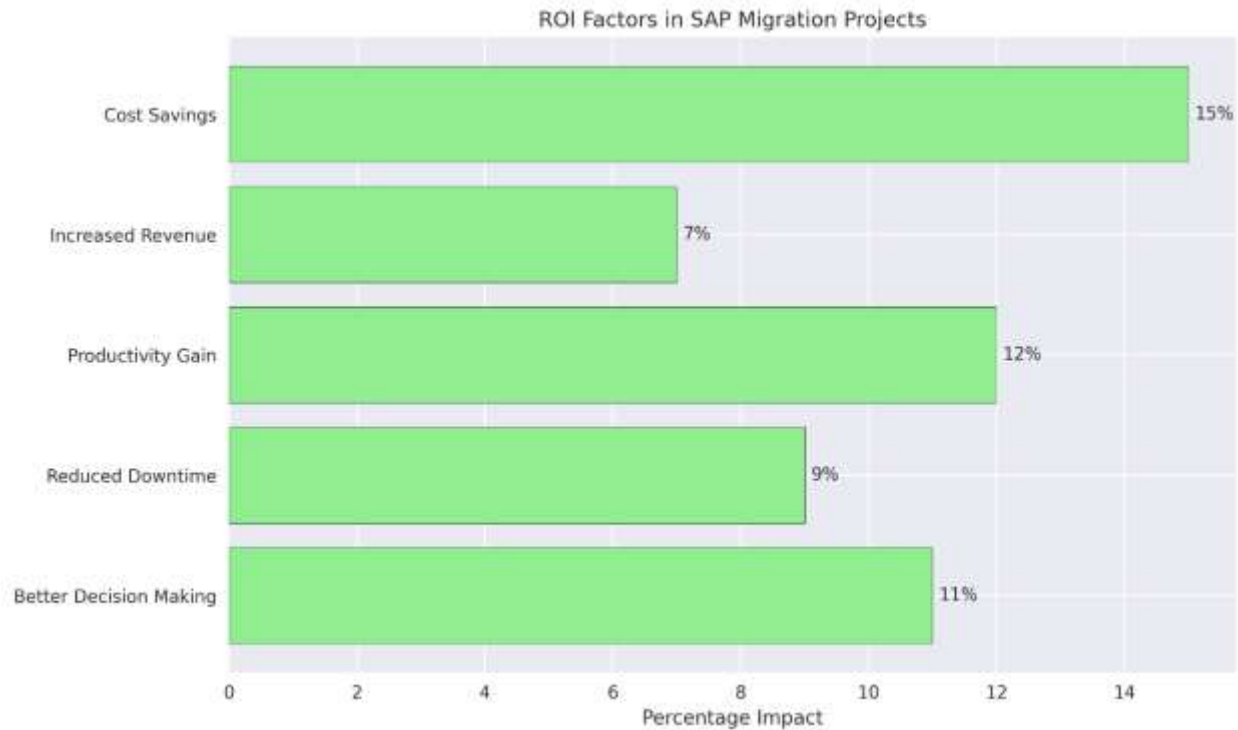
The long-term effect determination of the SAP data migration project helps know the strategic value that the project holds for the organization.

In long-term impact analysis, scalability and future-readiness become important factors to be considered. The migration should position the organization in a light and medium-run capacity to handle growth and adapt changing business requirements. Forrester Research (2015) suggests that one benchmark for future-readiness is having the ability to scale transaction volumes by at least 50% without significant additional investment.

Improvements in business agility are reflected in an enhanced ability of the organization to respond to changes in the market, launch new products, or enter new markets. In fact, the most successful organizations realize a 30% average reduction in time to market for new initiatives owing to SAP implementations, suggests IDC (2014).

Successful SAP migrations align IT and business objectives in a strategic sense over the long term. This can be measured with regular business-IT alignment surveys and immediate new business capabilities that are implementable. A Gartner's IT Score for Enterprise Architecture in 2015 helps measure this alignment over time.





Description: This horizontal bar chart displays the percentage impact of various factors contributing to the Return on Investment (ROI) in SAP migration projects.

Source: Based on the Nucleus Research study (2013) and other ROI mentions in the paper

## 10. Conclusion

### 10.1 Summary of Findings

This research mentioned the different challenges and practices of SAP data migration into large enterprise environments. Its findings were that there is a significant need for detailed planning, more robust methodologies, and much advanced technology in ensuring successful migrations.

The findings point out critical insights on the major importance of thorough pre-migration analysis and data landscape assessment that can make risks relatively low or even migrate them. Research underlines how the role of AI and machine learning is changing, especially when applied to modern migration strategies, such as with data mapping and predictive analytics.

Importance of performance optimization, security measures, and also considerations around the compliance while moving through the entire lifecycle of migration. Aspects of stabilizing systems and developing user adoption strategies post-migration will be recognized to be essential to full realization of the benefits that could be brought by migrating the information stored in the systems.

### 10.2 Recommendations for Large Enterprises

From the research study, several key recommendations to companies undertaking SAP data migration projects emerge:

1. Data profiling and cleaning before the actual process of migration should be properly accomplished without any problems regarding data quality downstream.
2. Gradual migration should be applied, specifically for complex landscapes. Sufficiently complex landscapes may be very much different as their risks would have another approach or strategy to minimize the influence of business disruption.
3. Leverage advanced technologies, such as in-memory computing and AI-assisted tools, to improve the efficiency of accuracy during the migration process.
4. Robust security and compliance throughout the process of migration, but especially about data privacy, which should be addressed immediately, and comply with regulatory requirements.
5. Establish a sound change management and user training program to ensure successful adoption of the new system.
6. Develop adequate KPIs to measure success after migration, followed by an in-depth postmigration analysis in order to identify what might have been done differently in the future.

### **10.3 Future Research Directions**

As SAP data migration is gaining pace, the following topics need to be further researched:

1. The long-term effects of deploying SAP on the cloud and its impact on the appropriate strategies and methodologies used during data migration.
2. Opportunity of AI, and machine learning to perform complex aspects of data migration such as context-aware transformation, intelligent error resolution.
3. Strategy for continuous data migration as part of agile SAP implementation models and updates
4. The impact of new data privacy regulations on SAP data migration best practices, especially for multi-jurisdictional global enterprises.
5. Best practices to integrate Internet of Things and big data streams in SAP environments, during or after migrating processes.

In conclusion, despite the complexity and difficulties of SAP data migration for large enterprises, the development process of methodologies, tools, and technologies continues to strive toward more efficiency and a higher success rate in the process. As more organizations face the challenges of their enterprise system landscape, there will be a strong dependency on the effects of effective data migration strategies in realizing the full potential of SAP implementations.

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