E-book series

The cloud advantage

7 benefits of moving your ERP to the cloud



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In just one year, the number of companies choosing a cloud ERP deployment more than tripled, compared to a 78% drop for onpremises ERP solutions. For more than a decade, Microsoft has been an agent for that change.

Cloud versus on-premises deployments¹

The Cloud Advantage

	2017	2018
Cloud ERP	6%	21%
On-premises ERP	67%	15%



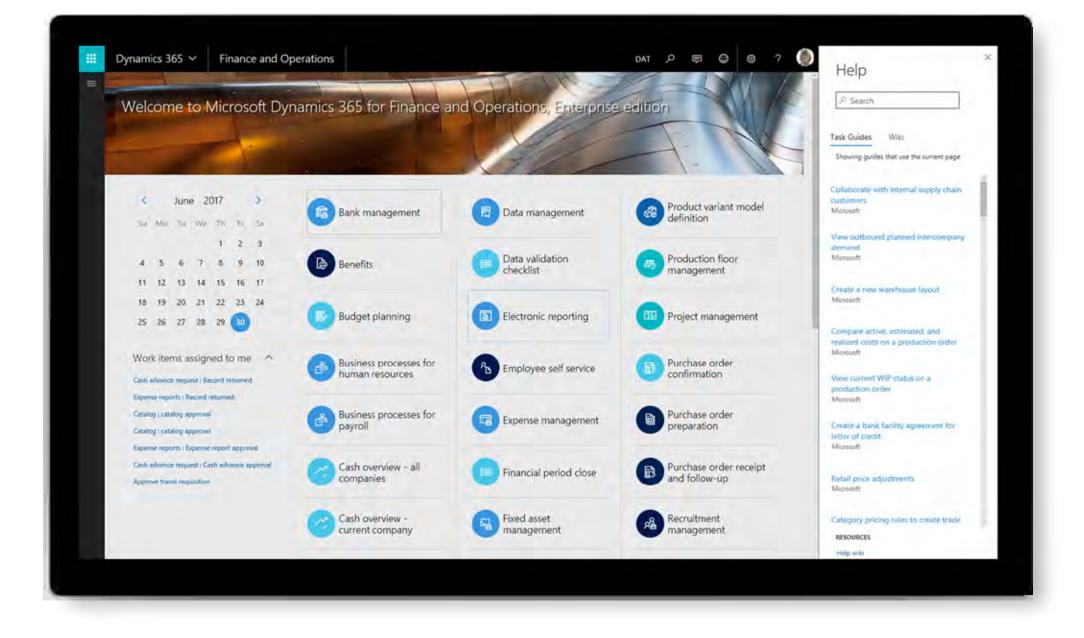
If we didn't go to the cloud-based, mobile-based (platform), it would become a huge limiting factor to our growth and maybe even our existence in the future.²

Carl Spackman

VP, Finance,
Copper State Bolt & Nut Co.

January

2019



January The Cloud Advantage 5

Companies relying on a modern ERP platform are more likely to:



Achieve complete and on-time deliveries



Receive timely data for decisions



Meet internal schedules



See improvements in profitability



Maintain accurate inventory

But more than half of ERP-using companies still rely on an outdated platform. That's costly.

The data is clear: companies running up-to-date solutions have a competitive edge.³

Businesses using on-premises solutions are stuck battling yesterday's problems.

But when you upgrade your company's ERP to the cloud, you're setting up your business for future success.

Here's how Microsoft's cloud-based Dynamics 365 platform is defining tomorrow's opportunities.



The Cloud Advantage

January

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O1/
Lower setup and implementation costs



On-premises

Deployment usually requires a significant hardware and personnel investment.



Lower setup and implementation costs

Cloud-based

Off-site hosting and provider expertise eliminate the need for additional hardware or personnel.



A reduced total cost of ownership is the #1 reason why companies switch to a cloud-based ERP.4

January Flexible data storage
2019

02 / Flexible data storage



On-premises

Additional hardware needs to be purchased when on-site servers are at capacity.



Cloud-based

Companies can quickly scale storage up or down as needed.



Microsoft has taken most of the load off of our department—all the things that are a cost to an IT organization. Now we can focus on things that really add value to the business.

Norman Whitelaw

VP, IT,
GSE Environmental

03/

Streamlined updates & innovations



On-premises

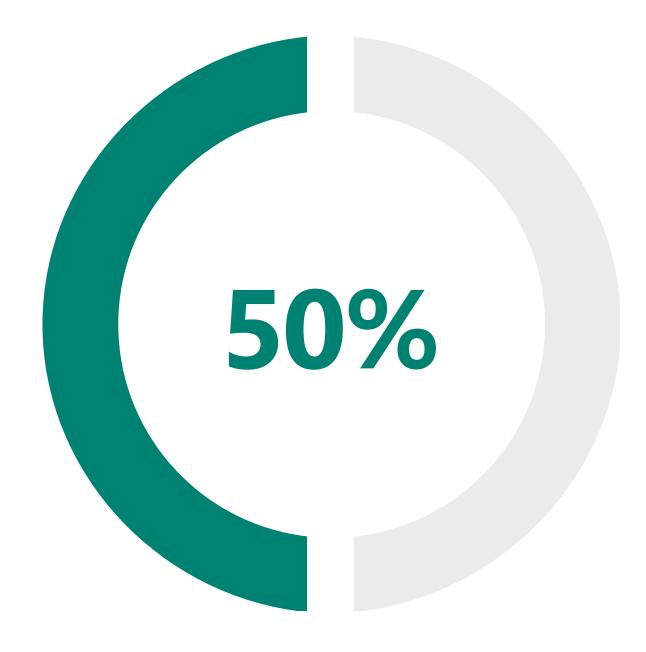
On-site updates are a time-consuming process requiring skilled personnel.



Cloud-based

Upgrades are pushed out from the provider and approved on-site to protect customizations.

January Streamlined updates & innovations
2019



Companies running an up-to-date ERP system are 50% more likely to have business analytics and intelligence.⁵

Simpler data backup & restoration



On-premises

Complex data backup process usually requires a maintenance plan in a SQL server, plus other products/services.



Cloud-based

Regular system backup is taken daily and is available to users, with a provision to create user backups.

January 2019 Simpler data backup & restoration



Nearly 1/3 of companies switching to a cloud ERP are doing so to reduce their dependence on internal IT teams.⁶

05/

Increased security & scalability



On-premises

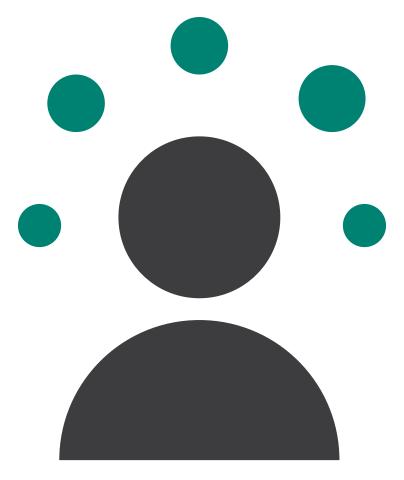
Environments are usually less secure, requiring costly additional monitoring and a dedicated IT admin.



Cloud-based

Microsoft-owned and managed data centers are secure, certified, and compliant with international standards.

January Increased security & scalability
2019



The ability to safeguard internal information is one of the top 5 reasons companies switch to a cloud-based ERP.⁷

06 / Broader accessibility



On-premises

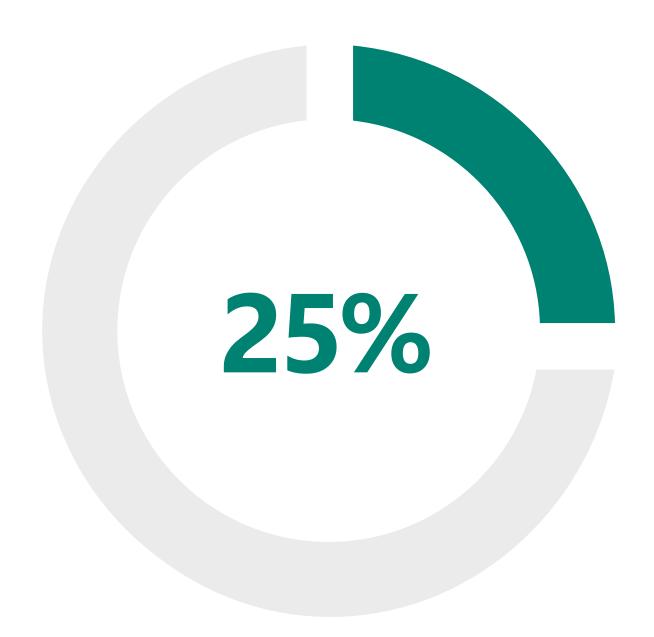
Accessing an on-premises deployment remotely is complicated by the Active Directory authentication process.



Cloud-based

Separate authentication means
Dynamics 365 can be accessed
remotely and across device types.

January Broader accessibility
2019



More than 25% of companies switching to cloud ERPs are looking to improve their agility and functionality.8

07 / Common data platform



On-premises

On-premises solutions are more difficult to integrate with other applications.



Cloud-based

Dynamics 365 Common Data Service helps to create both new data models and apps with connected data. January Common data platform
2019



Half of all companies switching ERP providers say their previous platform was too limited in functionality.⁹



- 1. Deployment usually requires a hardware and personnel investment.
- 2. Data storage capabilities depend on capacity of on-site servers.
- **3.** On-site updates require skilled personnel and an involved deployment process.
- **4.** Data can be backed up with a SQL server maintenance plan, plus other products/services.
- **5.** Additional monitoring costs and a dedicated IT admin suggested for a less secure environment.
- **6.** Authentication for on-premises platform usually requires local access.
- 7. On-premises solutions can be integrated with other apps through intensive customizations.

The payoff of moving to the cloud: A platform that's more reliable, accurate, profitable.¹⁰

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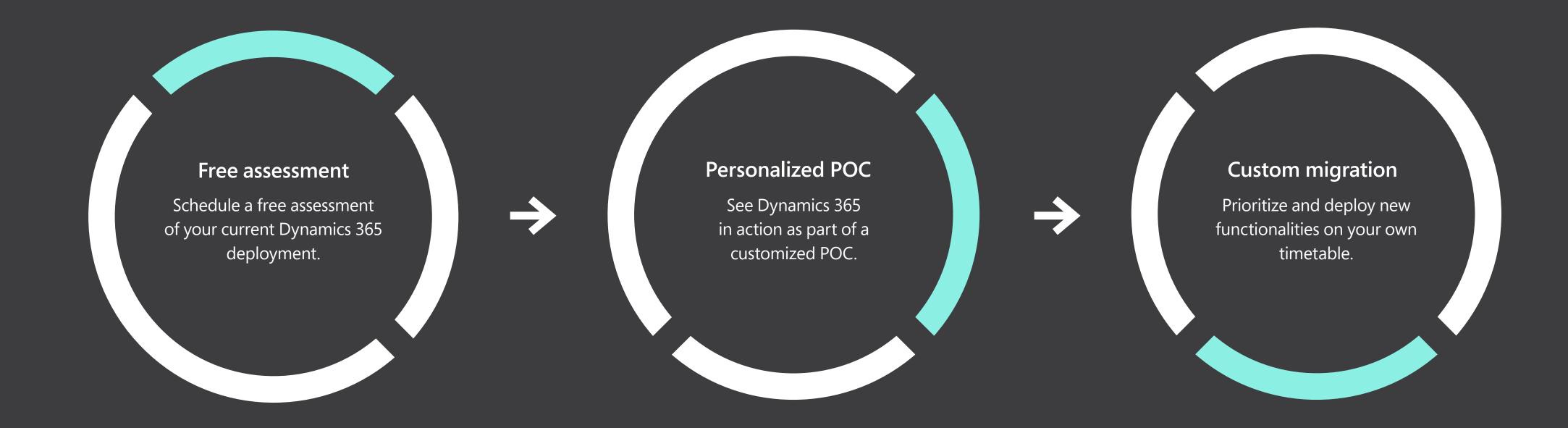
2019

Cloud-based

- 1. Off-site hosting implementation can be completed in just days or hours.
- 2. Companies can quickly scale storage up or down as needed.
- **3.** Upgrades are pushed out from the provider and approved on-site to protect customizations.
- **4.** Regular system backup is taken daily and is available to users, with a provision to create user backups.
- **5.** Microsoft-owned and managed data centers are secure, certified, and compliant with international standards.
- **6.** Separate authentication means Dynamics 365 can be accessed remotely and across device types.
- 7. Dynamics 365 Common Data Service helps to create both new data models and apps with connected data.

The advantages are obvious. The process is easy.

Microsoft also offers the quality partnership you need to make migration to the cloud possible.¹¹





When you look at it in terms of the efficiencies around improving how quickly people can do things, how easily people can do things ... that's where Dynamics 365 for Finance and Operations had the biggest impact.¹²

Mark Everest

IS Development Manager, Renault Sport Formula One Team

ERPs have fundamentally changed. We're here to help you change with them.

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Learn more about Microsoft Dynamics 365 for Finance and Operations

¹ "2018 ERP Report," Panorama Consulting Solutions.

² "2018 ERP Report," Panorama Consulting Solutions. ³ "Business SaaS Decision Making," Keystone, 2018.

³"Top Performers Know It's Time To Migrate to Cloud ERP: Here's Why and How," Aberdeen, 2016.

⁴ "Business SaaS Decision Making," Keystone, 2018.

⁵ "Top Performers Know It's Time To Migrate to Cloud ERP: Here's Why and How," Aberdeen, 2016.

⁶ "Business SaaS Decision Making," Keystone, 2018.

⁷ "Business SaaS Decision Making," Keystone, 2018.

⁸ "Business SaaS Decision Making," Keystone, 2018.

⁹ "Business SaaS Decision Making," Keystone, 2018.

¹⁰ "Business SaaS Decision Making," Keystone, 2018.

¹¹ "ERP Value Matrix," Nucleus Research, 2017.

¹² "ERP Value Matrix," Nucleus Research, 2017.

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