



# Intelligence at the Edge for Industrial IoT

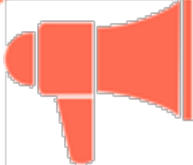


# FogHorn Background

## Edge Intelligence Software for Industrial IoT



Silicon Valley  
Start-Up  
Est. 2014



Purpose-Built  
Edge  
Platform



Key Industrial  
Partnerships



Experienced,  
Successful  
Team

Series A in Q2 2016  
Series B in Q4 2017



# IIoT and AI Industry Recognition



**#1 Hot IoT Startup  
to Watch in 2017**

THE CHANNEL CO.  
**CRN**  
**The 10 Coolest Tech  
Startups of 2016**



## accessories

### 10 Internet of Things Companies to Watch

1. Qualcomm
2. Cisco
3. Intel
4. **FogHorn Systems**
5. Amazon Web Services
6. Microsoft
7. Everything
8. Google
9. Tesla
10. IBM



# Ascendancy of Edge Computing

## Return to the Edge and the End of Cloud Computing

SPEAKER

Peter Levine, Andreessen Horowitz



**NETWORKWORLD**  
FROM IDG

## Edge computing will blow away the cloud



BUSINESS INSIDER

ENTERPRISE

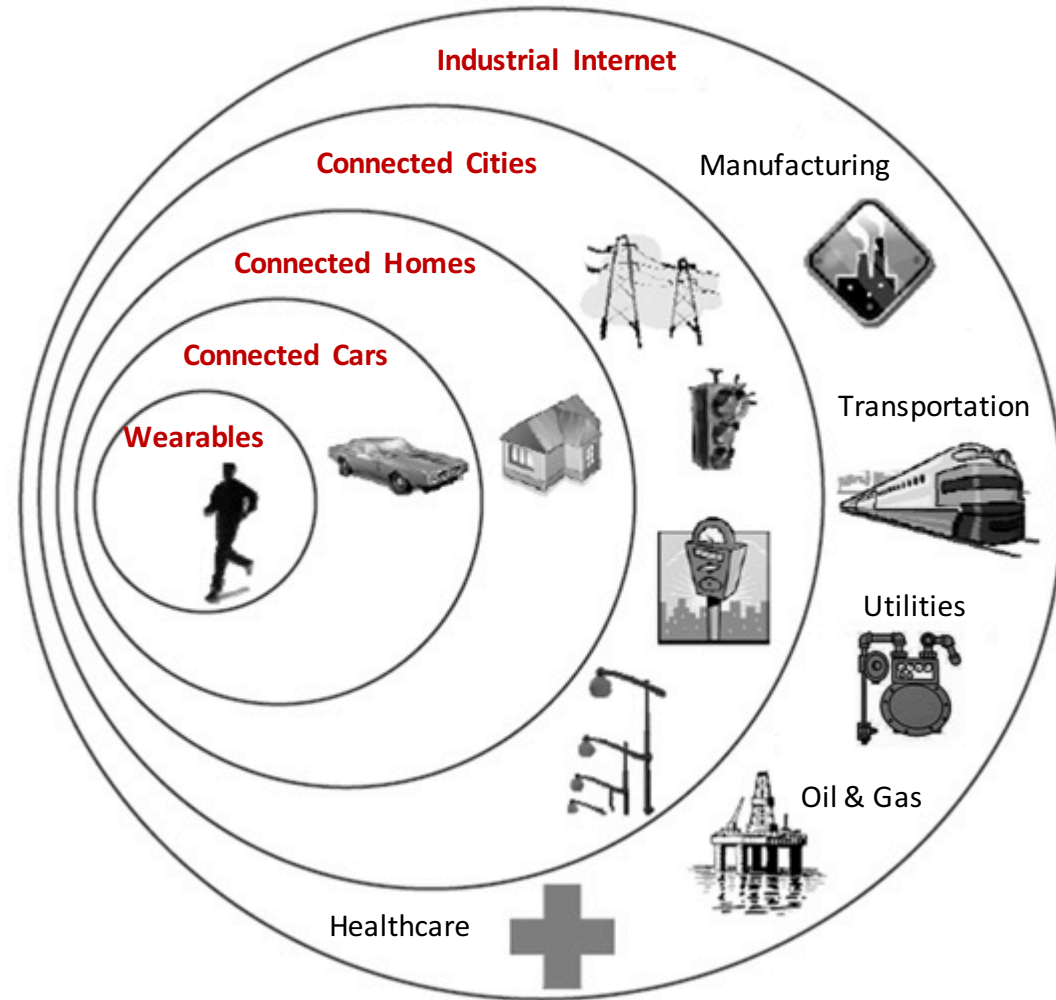
## The next multibillion-dollar tech market was quietly born this year, says A-list VC Peter Levine

a16z Summit  
NOVEMBER 14-17, 2016

# The Rise of the Internet of Things

*...IoT devices will grow to as many as 30 billion devices by 2020.*

McKinsey & Company. Image: Goldman Sachs.



# Industrial IoT Data Volume Overwhelming

**Edge intelligence will drive real value in Industrial IoT**

*Less than 1 percent of the data being generated by the 30,000 sensors on an offshore oil rig is currently used to make decisions.*

McKinsey

**Edge solutions are critical for IoT**

*Cloud models are not designed for the volume of data IoT generates.*

Cisco

**“Things” generate more data every day<sup>1</sup>**

- 1 PB Mining
- 480 TB Jet engine
- 24 TB Automated manufacturing
- 1 TB Large refinery
- 0.8 TB Large retail shop
- 0.5 TB US Smart meters



# Edge Advantage

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## Maximize insight by analyzing real-time asset data

- Streaming ML
- Clean diverse/noisy OT data for maximum insight
- Determine sensor health in real-time

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## Apply your best intelligence to the Edge

- Update models on-the-fly
- Deploy with confidence

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## Optimal Edge performance

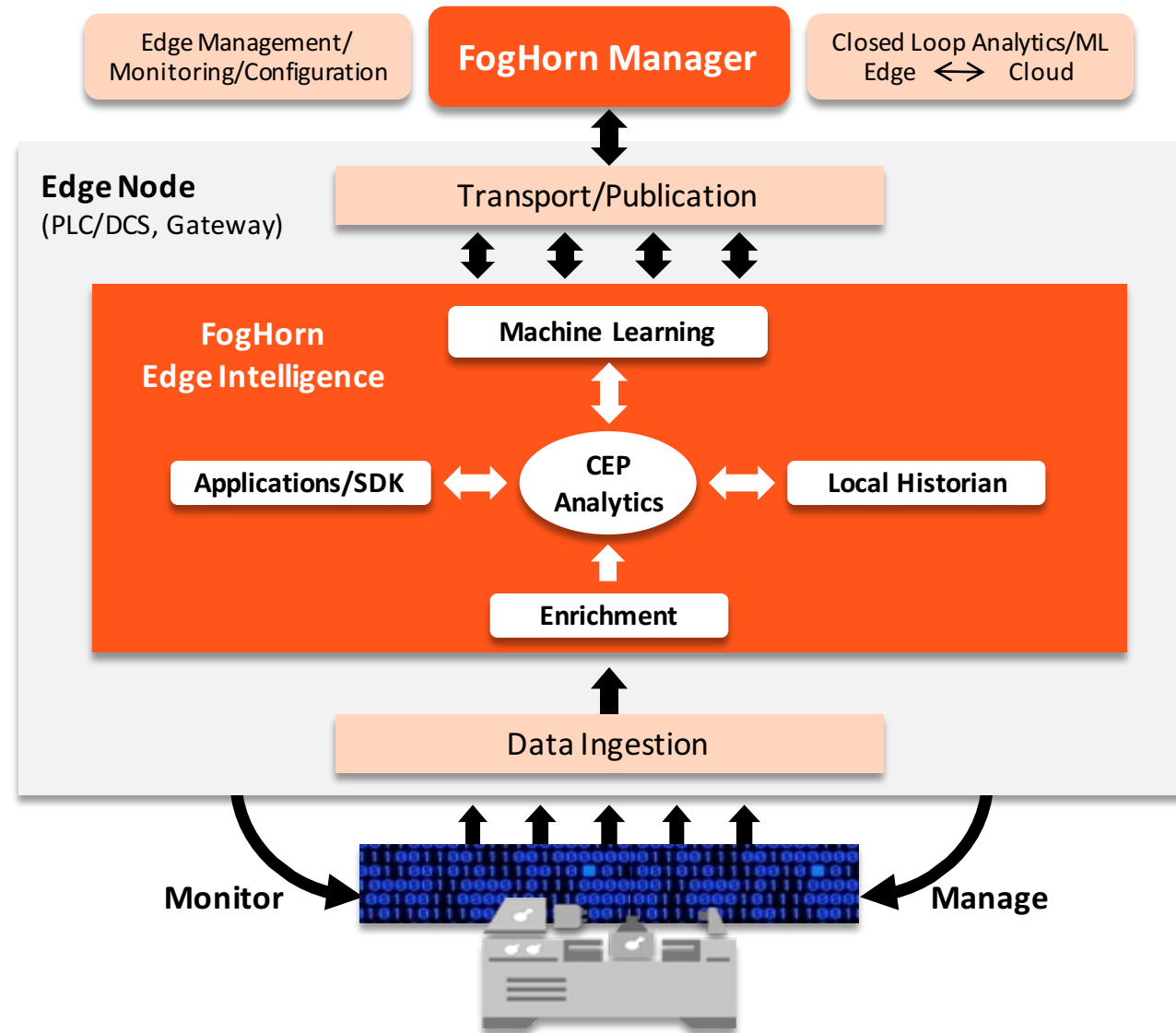
- Sub millisecond decisioning enables new applications
- Compact, commodity hardware/software foundation, No FPGA

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*Edge computing shifts processing from central servers or a cloud to the asset. This enables richer data, faster reactions, and lower bandwidth requirements.*

The FOG logo is positioned on the right side of the slide, within a large, stylized graphic of concentric circles in shades of orange and grey. The logo itself consists of the letters 'FOG' in a bold, black, sans-serif font, followed by a square icon containing a white stylized 'H' shape.

# FogHorn Edge Intelligence for Industrial IoT



## Key Customer Benefits

- Lowers bandwidth/hosting costs
- Triggers real-time insights
- Enables proactive use cases
- Maximizes security and privacy

## FogHorn Differentiators

- Tiny footprint
- OT-centric
- Cloud agnostic

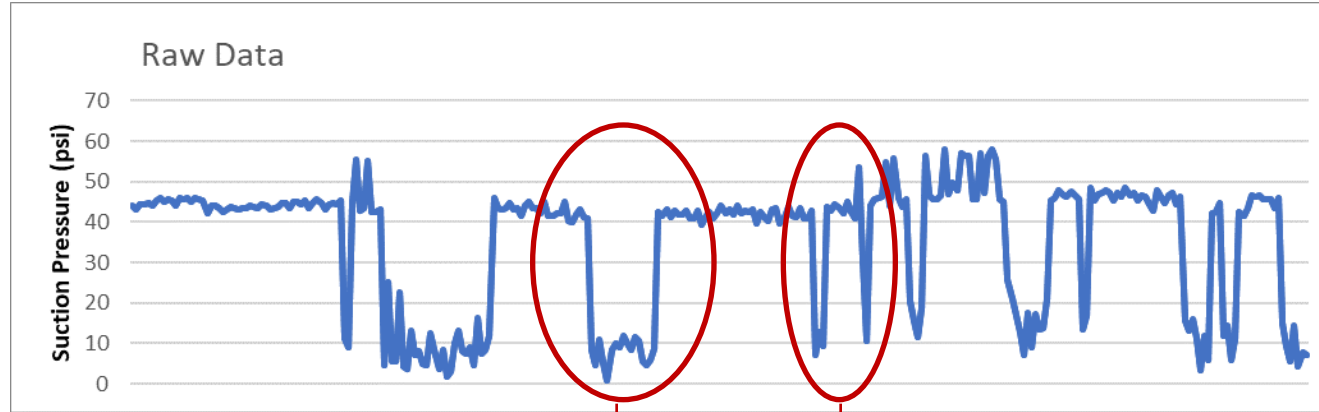
## Main Use Cases

- Condition Monitoring
- Predictive Maintenance
- Asset Performance Management
- Industrial Process Optimization



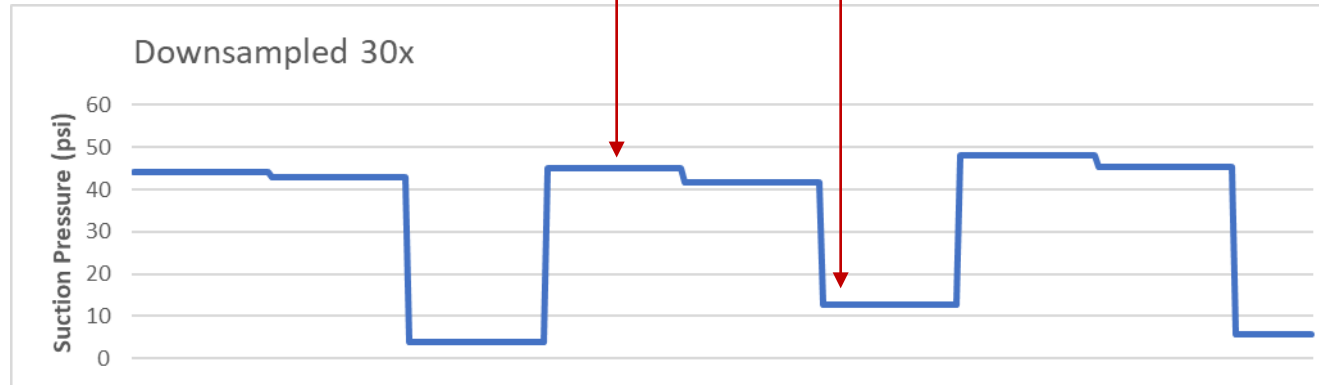
# Edge Processing Advantages for Analytics/ML

Edge (GB's)



*Control logic, streaming analytics and ML inferences achieve far higher fidelity on live data*

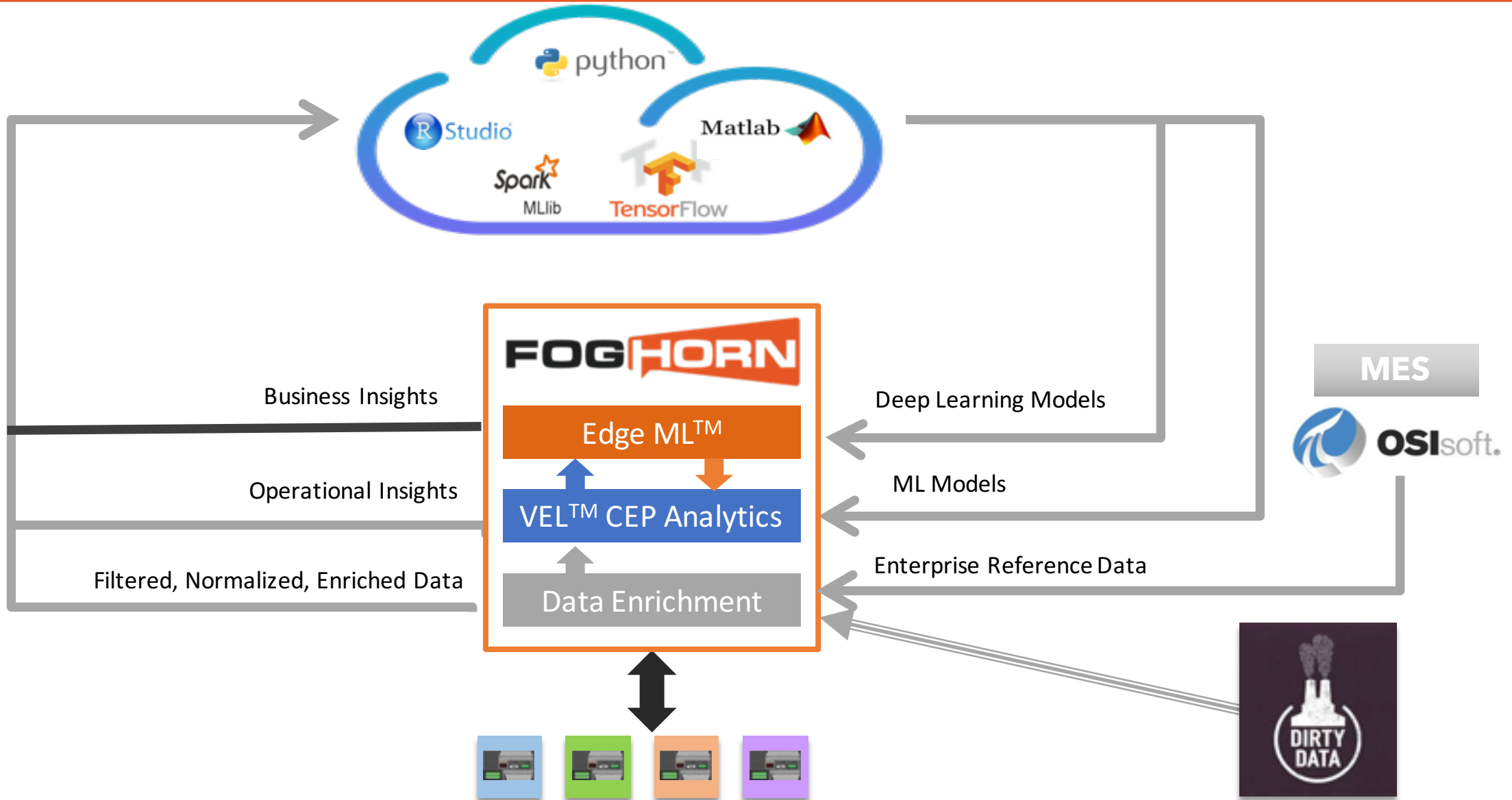
Cloud (MB's)



## Edge processing delivers:

- Higher quality, cleaner data
- Reduction in false positives
- Maximum insight
- Faster response
- Better inferences
- Fault tolerance

# Closed Loop Machine Learning



# FogHorn IIoT Partner Ecosystem

## Industrial Solution Providers



**Honeywell**

**YOKOGAWA** ◆



## Cloud Infrastructure and AI/ML Companies

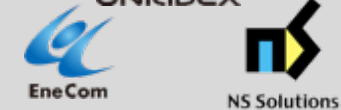


**FOGHORN**

## IIoT Consultants and SIs



**accenture**



## IIoT Gateway Suppliers



## IIoT Semiconductor Developers



# Industrial IoT Use Cases



Manufacturing APM and Process Intelligence



Drilling Equipment Predictive Maintenance



Pipeline Leak and Corrosion Detection



Compressor/Valve Predictive Analytics



Pump Condition Monitoring and Predictive Maintenance



Turbine Performance Monitoring and Optimization



Renewable Energy Output Forecasting



Wind Turbine Optimization and Predictive Maintenance



Mining Equipment Tracking and Asset Optimization



Locomotive Fuel Consumption and Remote Monitoring



Smart Cities and Smart Buildings



Intelligent Real-Time Health Monitoring

# Improving Capacitor Production Yield

## ANALYTICS/ML ON WINDING MACHINE DATA DETECT EARLY DEFECTS



### CHALLENGE



- Hard-to-detect failure conditions reducing yield and increasing scrap
- No real-time monitoring of large amounts of sensor data
- No OT-centric analytics for manufacturing team members

### FOGHORN SOLUTION



- FogHorn VEL™: Real-time analytics on winding machine sensor data
- EdgeML™: ML on normalized data streams for real time failure alerts
- Iterative refinement of VEL analytics and ML models to assist operators

### BENEFITS



Improve yield,  
reduce scrap



Deliver real-time  
analytics to OT staff



Smart, not scheduled,  
maintenance

# Automated Flare Stack Monitoring

## REAL TIME VIDEO ANALYTICS AND ROOT CAUSE CORRELATION ANALYSIS

### CHALLENGE



- Monitor large number of flare stacks
- Limited communications / compute resources
- Ensure compliance with environmental/regulatory requirements
- Reduce large spend on maintenance and compliance

### FOGHORN SOLUTION



- FogHorn installed into existing gateways (<1Gb)
- Real time audio / video analysis of flare feeds
- Convolutional neural networks (CNN) for deep learning
- Sensor fusion correlate flare state with compressor audio

### BENEFITS



Lower Opex and maintenance costs



Broad compliance monitoring



Improved safety

# Locomotive Operational Efficiency

## ON-BOARD ANALYTICS DRIVE CENTRALIZED OPERATIONAL OPTIMIZATION



### CHALLENGE



- Optimize fuel usage
- Detect sub-optimal operating conditions
- Reduce mobile networking costs of monitoring

### FOGHORN SOLUTION



- FogHorn installed into on-board hardened data collection systems
- RT analytics on idling & throttle data based on location, speed & time
- Proactive alerts sent to command centers for operational optimization
- Video only sent on abnormal conditions reducing cellular costs

### BENEFITS



Reduction in fuel and cellular costs



Optimize crew and train performance



Ensure safe operating conditions

# Optimizing Elevator Performance

50+ ML MODELS ON TINY CONTROLLERS DELIVER PREDICTIVE MAINTENANCE



## CHALLENGE



- Monitor 1.5M+ elevators / escalators deployed globally
- Limited communications / compute resources
- Mine sensor information for actionable insights
- Reduce inspection / repair fees of ~ \$2K/event

## FOGHORN SOLUTION



- FogHorn installed on existing motion sensor kits, <1 Gb footprint
- CEP time-aligns state and activity data in <20 lines of code
- 40+ ML models generate predictive maintenance alerts

## BENEFITS



Smart, not scheduled, maintenance



Reduce costly repair and servicing



New managed service revenue



# Wind Farm Output Forecasting

## REAL TIME TURBINE CONTROLS-DRIVEN MACHINE LEARNING FORECASTS

### CHALLENGE



- Monitor large volumes of windmills
- Limited communications / compute resources
- Accurately predict, report and meet 24 hour power generation goals

### FOGHORN SOLUTION



- FogHorn installed into existing gateways
- Models trained on 20+ attributes to predict power generation
- Real-time scoring on power generation with alerts for problems
- Enables technician tuning of settings or revised forecast

### BENEFITS



Alerts with 90 minutes lead time



Constantly updated power forecasts



Ensure government compliance



# Intelligence at the Edge for Industrial IoT

