This is not an ADB material. The views expressed in this document are the views of the author/s and/or their organizations and do not necessarily reflect the views or policies of the Asian Development Bank, or its Board of Governors, or the governments they represent. ADB does not guarantee the accuracy and/or completeness of the material's contents, and accepts no responsibility for any direct or indirect consequence of their use or reliance, whether wholly or partially. Please feel free to contact the authors directly should you have queries.



Next-generation KONEPS

18 October 2023

Byung_il, Kim

Al/Big data expert in SK holdings C&C



Introducing the Lecturer

Name: Byung_il, Kim

SK holdings C&C



AI & Big data expert $(2016.7 \sim)$

E-mail: byung_il.kim@sk.com

Careers:

- SK AI/Big data analysis instructor (2017.8 ~)
- Data analysis advisory member
 of Ministry of Agriculture Food and Rural Affairs(22.03 ~ 06)
- Next Generation KONEPS Project (2022.12 ~)



Introduction to KONEPS

II
Introduction to AI/Data
Analytics Project

||||

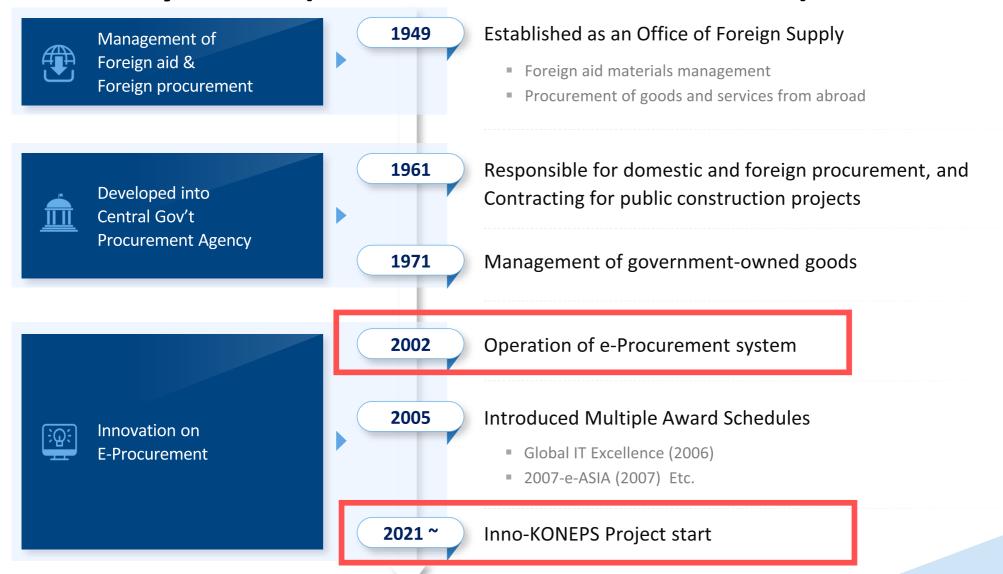
Data Analysis model & service





I. Introduction to KONEPS

1. History of PPS(Public Procurement Service)



I. Introduction to Next-generation KONEPS Project

2. KONEPS: Korea ON-line E-Procurement System

Launched in October 2002, annual transaction volume of 121.5 trillion won, 20% of the national fiscal expenditure

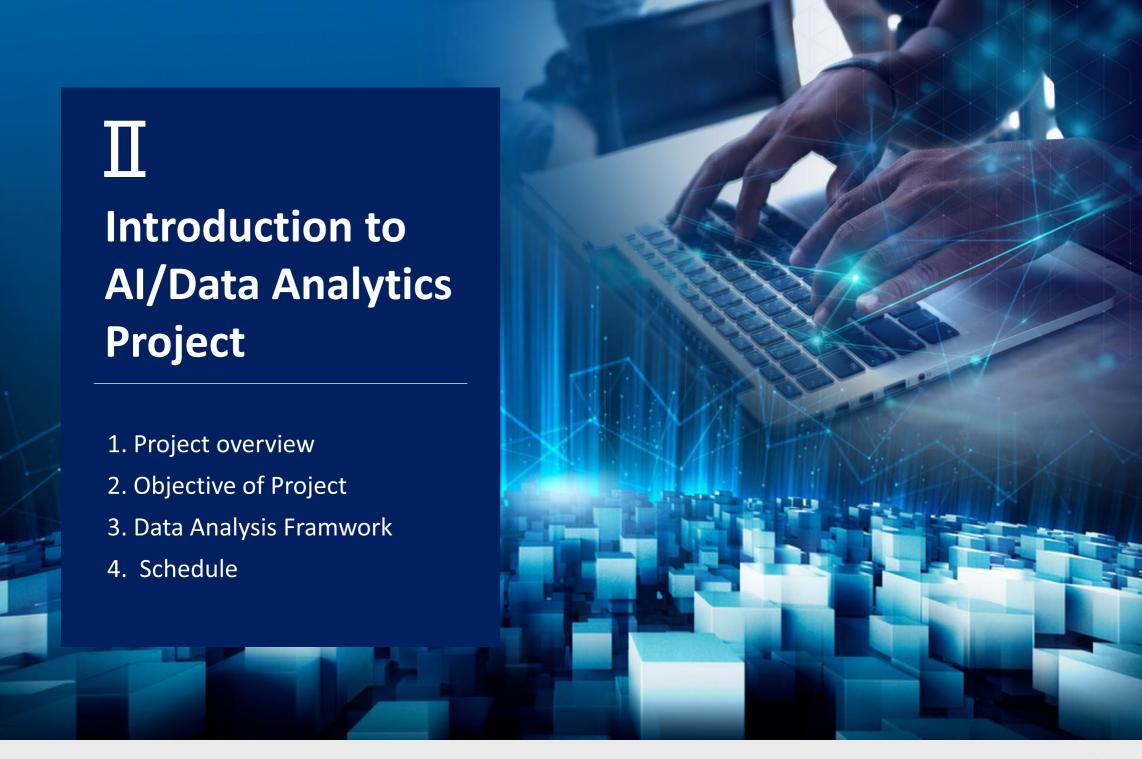
Pan-government Public Electronic Procurement System

- A single window for public procurement that electronically handles the entire procurement process
- Achieved costs savings of trillion won in annual procurement by converting procurement into electronic form
- Improved efficiency, transparency, reliability of the public procurement system in Korea



Electronic Government Procurement HUB

- Annual Transaction 121.5 trillion won as of 2022 (Tripled from the time of establishment)
- Used by 66,000 public institutions and 536,000 providers
- 420,000 electronic announcements,
 40 million bid participants, and 1.02 million electronic contracts.



1. Project overview

Implementation of next-generation KONEPS for Data-based national procurement platform service

Category	Description	
Project Name	The AI/Big Data Analysis project is a sub-project of the KONEPS project. * KONEPS: Next-generation Korea On-line E-procurement System	
Project Period	June 23, 2021 - June 2024 (36 months)	
Projectscope	 Discover analysis topic for business values & Pilot analysis Al/Big data analysis Implementing Analytics Applications building a complete data and analytics platform 	
Project Oprator	SK C&C Consortium (SK C&C, VAIV Company)	

2. Objectives of project

"Digital Platform Procurement service Made with Artificial Intelligence and Data

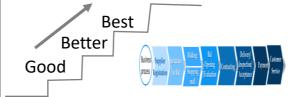
Establish an integrated O1 analysis platform project object Al/ Data-driven business support O2

Establish an integrated analysis platform

- to perform/manage overall analysis activities
- including data collection and preprocessing/modeling/deployment/ monitoring etc..

process improvement

 Supplier Registration, Invitation for Biding, Bidding process intelletc.



improve user convenience

- Customer service process support
- Identify key issues and trends through keyword analysis etc.

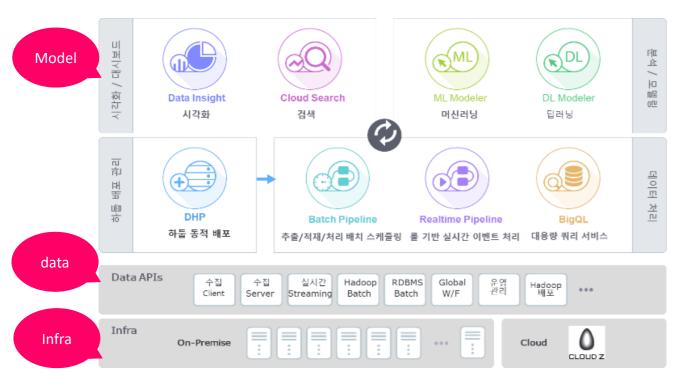


2. Objectives of this project

Building a AI/ Big Data Analysis Environment

Analysis Platform

Everything you need to analyze data in one place!



Key features

- 1 One-stop analysis Platform
 - it supports various data source connections, pre-processing, modeling, and serving.
 - Model monitoring and management
- 2 Data APIs
 - easy-to-connect
 - Various APIs
 - RDBMS, DW, Hadoop
 - snowflake etc
- 3 Dynamic infrastructure expansion
 - On-premise & Cloud-based infrastructure
 - multi-cloud support

2. Objectives of this project

Example of applying AI/Data analysis by business process



Pain point

- Difficulty identifying publicPurchase Order Volume
- Difficulty identifying appropriate bidding announcements
- Identify the right sourcing products
- Demand Forecast
- bid announcement recommendation
- Product Search Keywords Analysis

- Increased bidding congestion at closing time
- Difficult to grasp the product classification code when registering a product



- Bidding Congestion
- Product Recommendation
- product classification code recommendation

- Many questions about how to use the new system(KONEPS)
- Identifying complaints for a civil



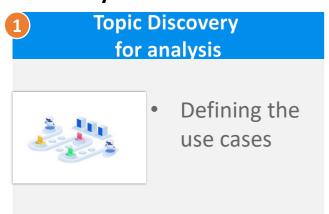
- Al chatbots for customer Service
- Keyword Analysis of Civil Complaints



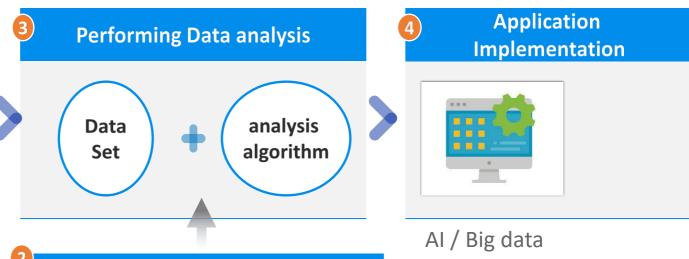


3. A Data Analysis Framework & Scope

A data analysis framework for better business decisions



How to use of AI / Big data analysis in business



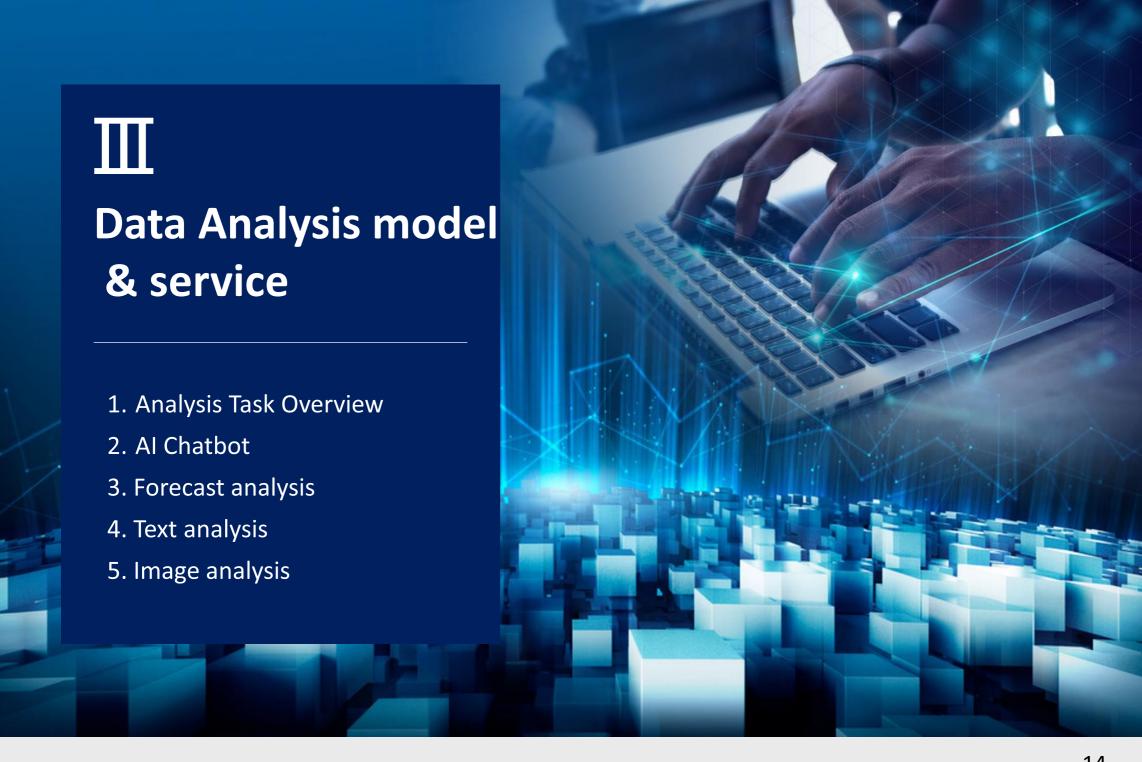
Analysis platform Data Analysis Software **DATA Store** (Auto ML, DL) Cloud based infrastructure

Everything you need for data analysis in one place! Application(solution)

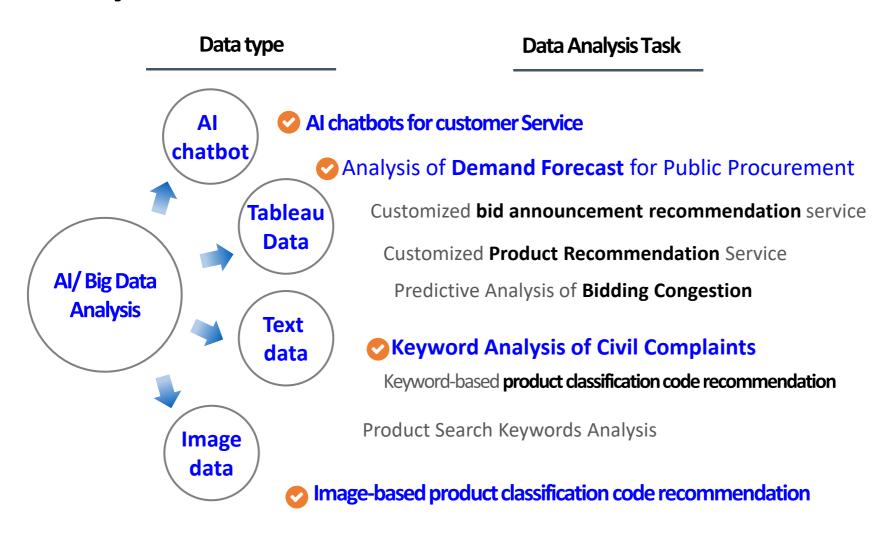
II. Introduction to AI/Big Data Project

4. Project Phase & Schedule

Project Phase	Time	Key Task
Requirement analysis	'21.07 ~ '21.09	Requirement analysis
	'21.09 ~ '21.11(3M)	Discovering analysis tasks, review the data statusInstalling the Analysis Platform
	'21.12 ~ '22.03(4M)	Pilot Analysis
	'22.04	Choose AI/Big Data Analysis Topics
설계 단계 구현 단계	′22.05 ~ ′23.05(12M)	3 Performing Data analysis tasks
	'23.06 ~ '23.07	TO-BE analysis data mapping by analysis task
	′23.08 ~	 Visualization Design by Analysis Task Implementing analytics applications



1. Analysis Task Overview



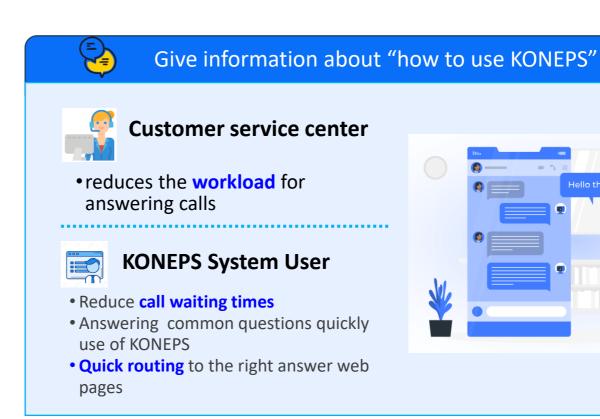
2. Al Chatbot

Al Chatbot: how to use the "KONEPS" system

Pain Point

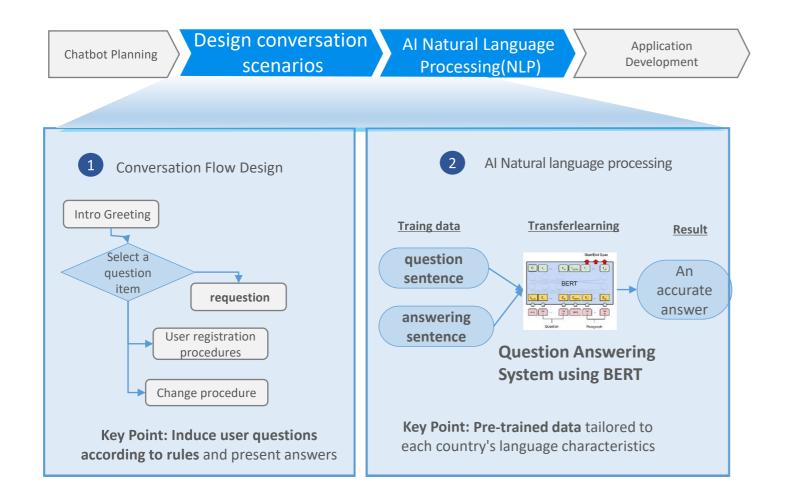


- Changes in New and improved KONEPS system
- Therefore, Increasing inquiries on how to use the system
- Increased call waiting time for KONEPS User



2. Al Chatbot

Scenario-Based AI chatbot Design to Enhance the User Experience



Key features

1 Convergence scenario and Albased chatbot

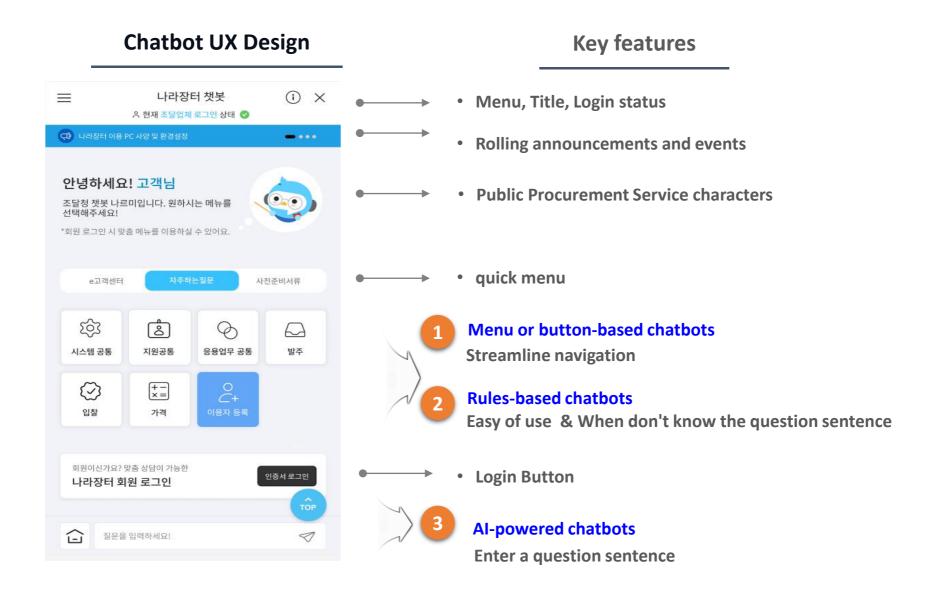
Scenarios(Rules-based) chatbots

Al-powered chatbots

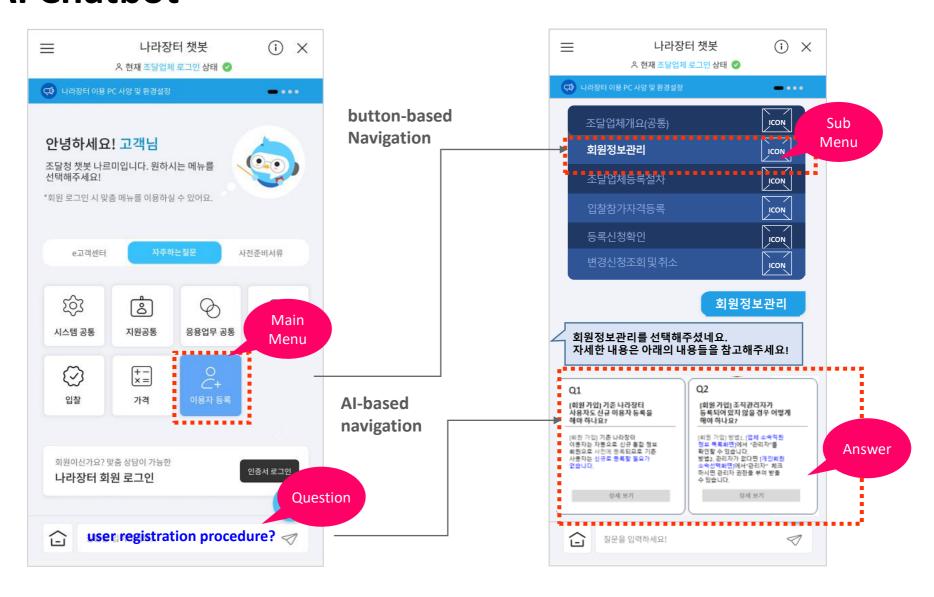
Menu or button-based chatbots

- 2 Designing user scenario-based Conversation models
 - Activity scenarios, information scenarios, interaction scenarios etc.
- Pre-trained Korean language data
 - Required for accurate questioning intentions and answers

2. Al Chatbot



2. Al Chatbot



3. Forecast analysis: Data-based planning support

Forecast of public purchases by region & items traded on KONEPS

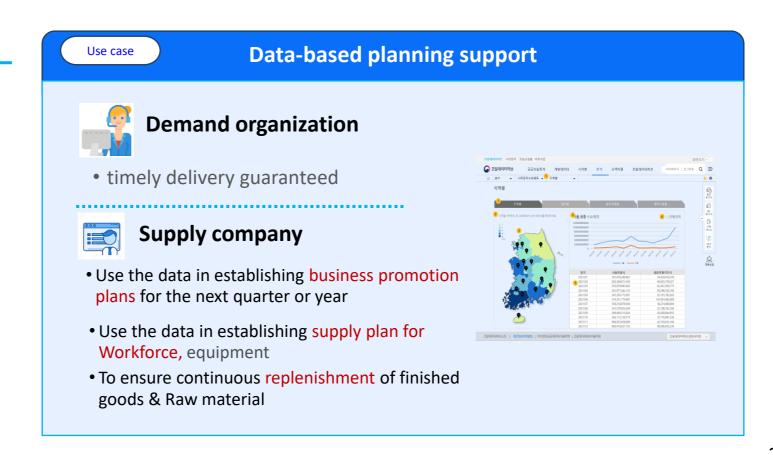
Pain Point



Supply company

Difficulty identifying public purchase order volume

- Difficulty in business promotion plans
- Difficulty in supply plans
- Workforce plans
- Raw material purchase plans



3. Forecast analysis: Data-based planning support

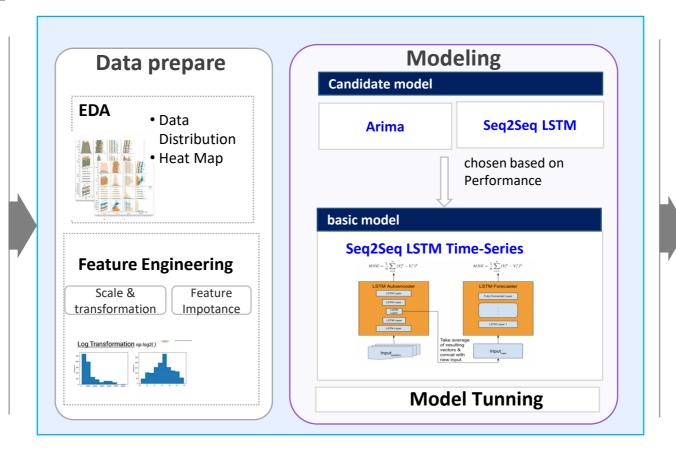
Analysis Process

Contract Data

Data Source

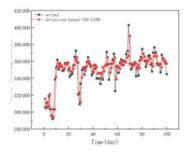
Product classification data

- Total 61 Data set
- Numerical data: 4
- Categorical data: 49
- Derived Variable: 8
- 18 input data with Feature importance analysis

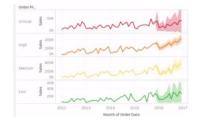


Result

 Monthly purchase amount forecast

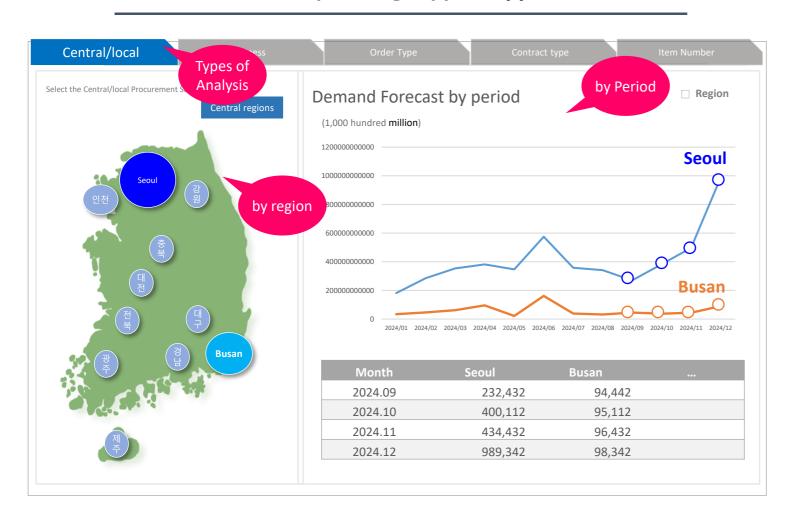


 Pattern recognition and classification



3. Forecast analysis: Data-based planning support

Data-based planning support Application



Key features

- 1 Selecting Statistics View
 - Selecting Statistics View by Business, Order type..
- 2 Demand Forecast by region
 - Forecast by Administrative Regions in Korea
 - Use to prepare Regional supplies
- 3 Demand Forecast by Period
 - The Graph show the statistical forecast by Seq2Seq LSTM model result
 - Weekly , Monthly forecast

4. Text analysis: Key word analysis

Sopping keyword & complaint keyword Analysis

Pain Point

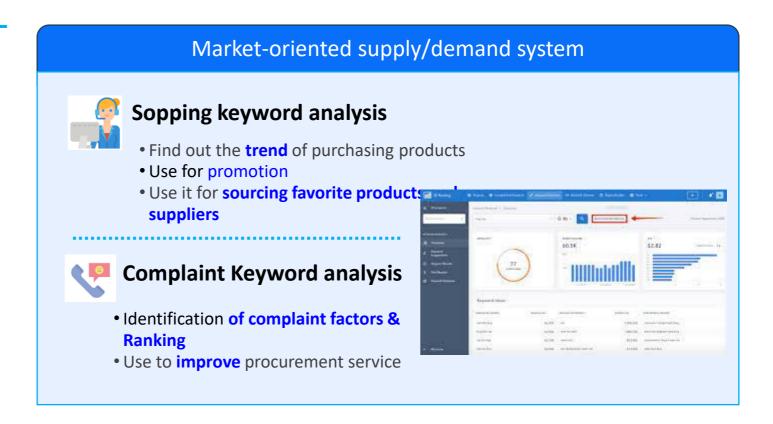


Supply company

 difficult to identify customer preferences product & trend for promotion



 Difficulty in comprehensively identifying complaints from various channels & identifying the type, trend, and frequency of complaints



4. Text analysis: Key word analysis

Shopping Mall Search Keyword analysis Application



Key features

- 1 key word analysis Frequency
- Analysis of Product Keywords with High Search Frequency in Shopping Malls
- 2 Utilize keyword analysis data
- Discover highly searched products and suppliers
- Recommendation of highsearching Demanding institutions to Suppliers

4. Text analysis: Key word analysis

Public Procurement Service complaint Keyword analysis Application 1

1

Key features

- 1 key word analysis sentiment
 - From <u>extracting keywords</u> or entities to classifying text by sentiment(Positive / Negative)
- 2 Utilize keyword analysis data
- Complaints concern inconveniences
- they are important data not only for procurement policy but also for decision-making to improve procurement service



5. Image analysis: product classification code recommendation

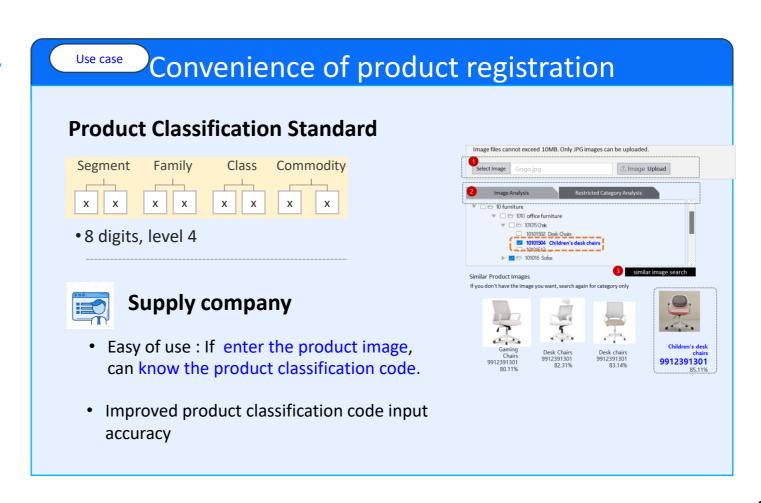
Pain Point



Supply company

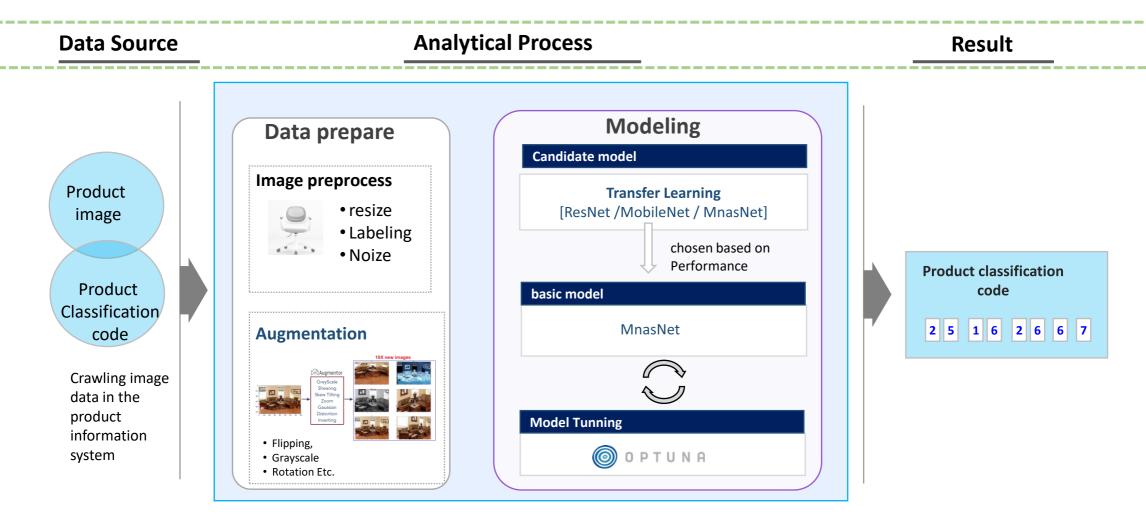
Difficulty identifying public purchase order volume

- Goods need to be preregistered in the product information system
 - for product contracts, shopping mall registration, etc
- Difficulty in know product classification code
- Workforce plans
- Raw material purchase plans



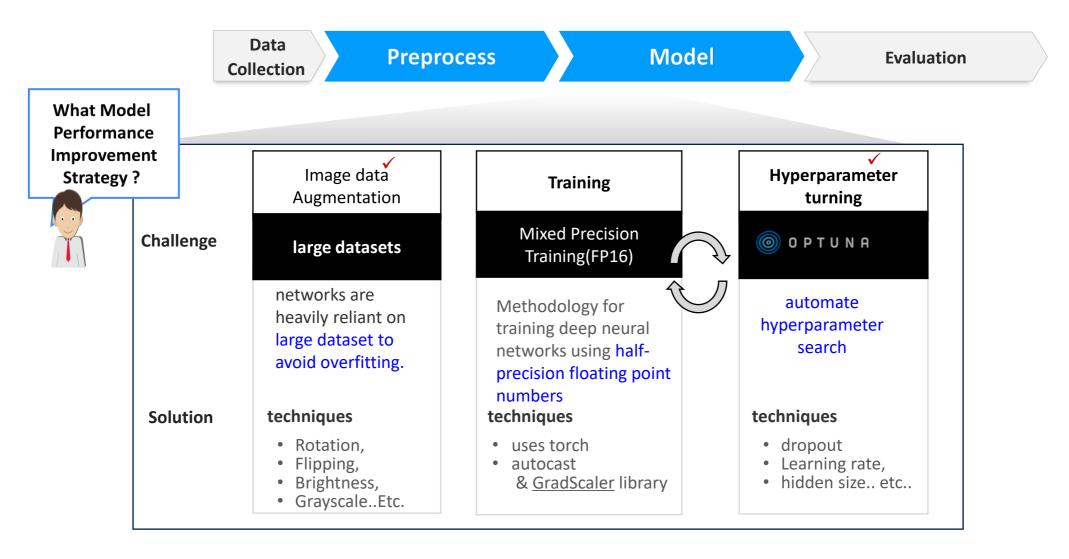


5. Image analysis: product classification code recommendation



5. Image analysis: product classification code recommendation

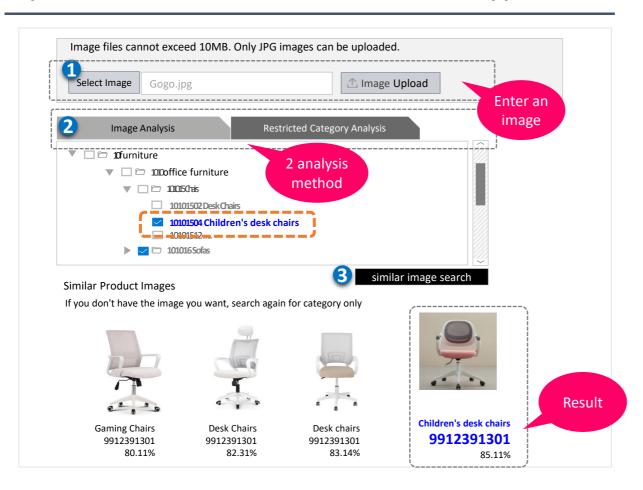
to increase the performance of accuracy, apply various techniques





5. Image analysis: product classification code recommendation

product classification code recommendation Application



Key features

- 1 Enter an image
 - Enter an image of an unknown product classification code
- **2** Choose Analysis Method
 - Image Analysis
 - simple image analysis
 - Restricted Category Analysis
 - After entering an image, the user selects a classification system
 - increase classification accuracy
- Product classification code analysis & results
 - Presenting product classification codes for images similar to input images

