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## **PANEL ON SYSTEMS/INTELLI**

# **TRENDS IN INDUSTRIAL AND CYBER SYSTEMS**

28<sup>TH</sup> JUNE, 2018 – INTELLI 2018

VENICE, ITALY



# TRENDS IN INDUSTRIAL AND CYBER SYSTEMS

- Moderator: João Reis
- Panelists
  - Dr. Petre Dini
    - IARIA, USA
  - Dr. Voicu Groza
    - School of Electrical Engineering and Computer Science (EECS), University of Ottawa, Canada
  - MSc. João Reis
    - Research Center for Systems & Technologies (SYSTEC), Faculty of Engineering University of Porto, Portugal

# TRENDS IN INDUSTRIAL AND CYBER SYSTEMS

- Petre Dini
  - Physical vs. digital protection
  - Dangers in IoT-based Industry 4.0
  - Case study: Spoofing detection
- Voicu Groza
  - Vulnerabilities of Industry 4.0 Development
- João Reis
  - Machine Learning in Manufacturing

# INDUSTRY 4.0

**1.0** | 1784 | based on mechanical production equipment driven by water and steam power 

**2.0** | 1870 | based on mass production enabled by the division of labor and the use of electrical energy 

**3.0** | 1969 | based on the use of electronics and IT to further automate production 

**4.0** | tomorrow | based on the use of cyber-physical systems 

## Technology

- Digital networking production facilities
- Fast pace of technological change and innovative technologies

## Customers

- Customised solutions
- Wide diversity of customers and markets
- New services

## People

- Training and qualifications
- Interaction between human beings and technology



# INDUSTRY 4.0

## What's so different about industry 4.0?

- It's not about replacing the existing assets, it's about mastering disruptive technologies

1st revolution  
Water/Steam



2nd revolution  
Electricity



3rd revolution  
Automation

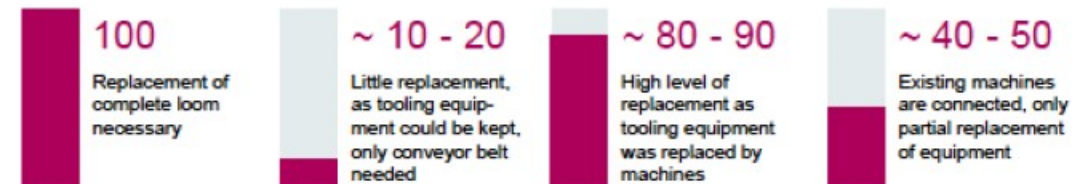


4th revolution  
Cyberphysical systems

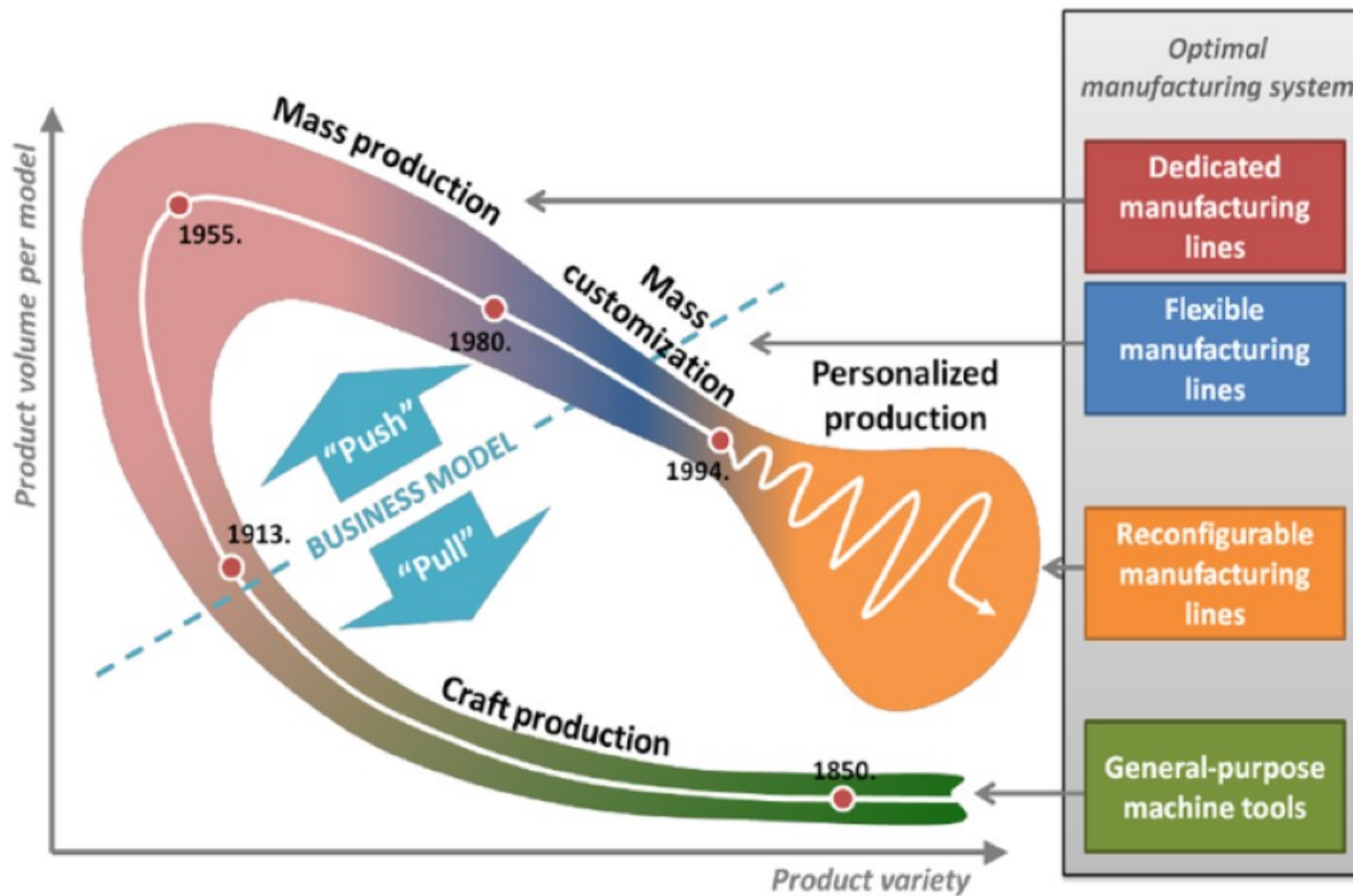


### Replacement of equipment

Percent of installed base



# FROM CRAFT PRODUCTION TO PERSONALISED CUSTOMISATION



## Trends

Customer specific production:

- Individualised products
- Mass production but individual design
- Small lot sizes, one piece flow

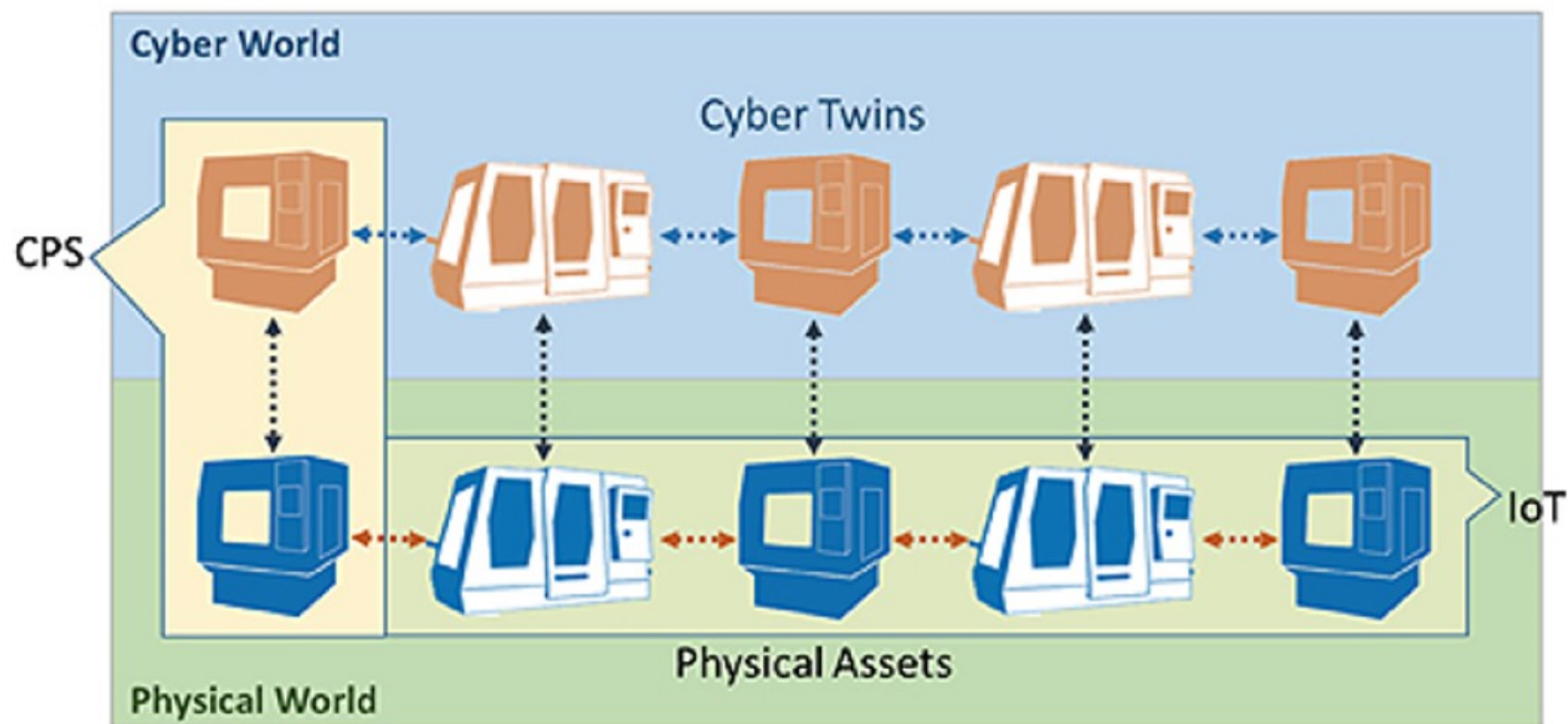
Sustainability:

- High efficiency and near-to-zero emission
- Reusability of machines and equipment
- Avoid waste

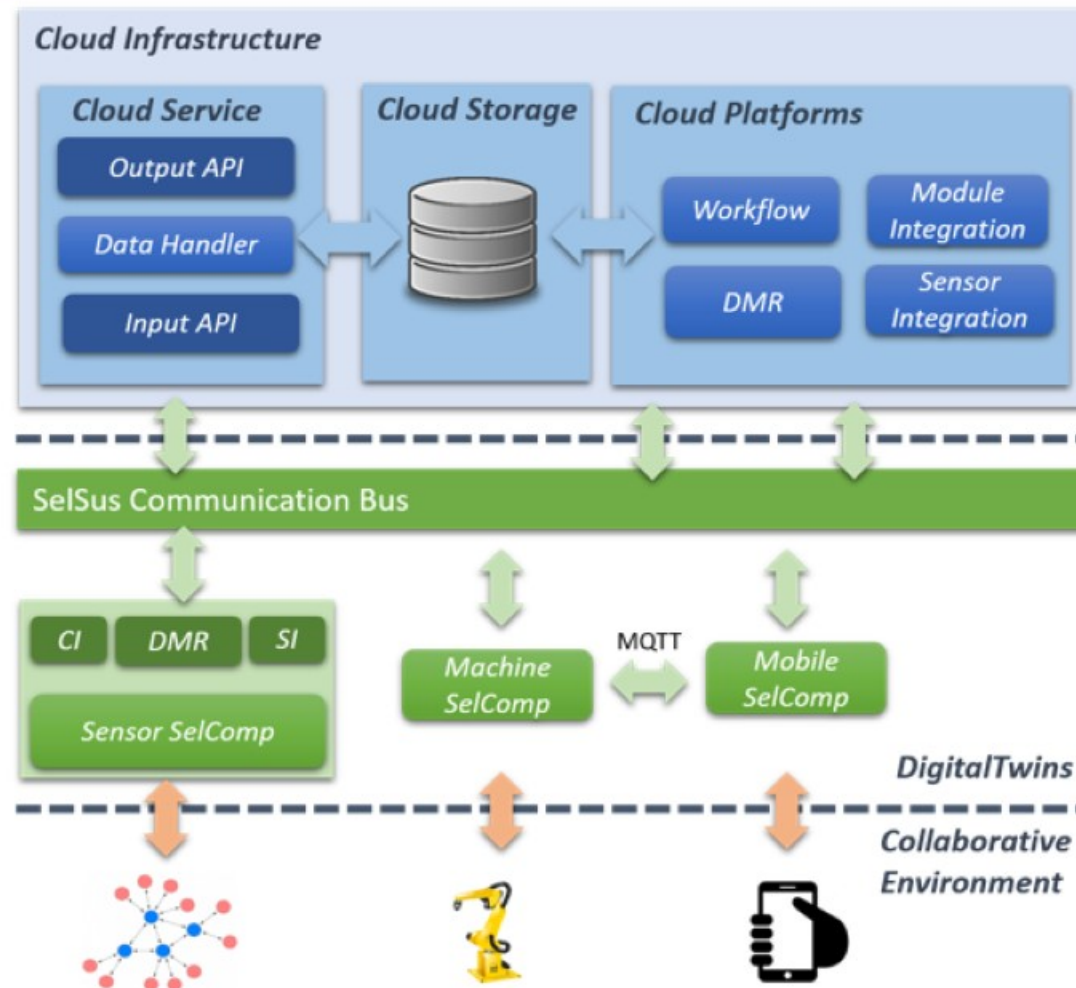
Digitisation and networking:

- Digital & virtual factory
- Integrated value chains
- Constant change

# CYBER-PHYSICAL SYSTEM



# CYBER-PHYSICAL SYSTEM





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## PANEL ON SYSTEMS/INTELLI

### MACHINE LEARNING IN INDUSTRY

28<sup>TH</sup> JUNE, 2018 – INTELLI 2018

VENICE, ITALY

**SYSTEC**

RESEARCH CENTER  
FOR SYSTEMS & TECHNOLOGIES

**U. PORTO**

**FEUP** FACULDADE DE ENGENHARIA  
UNIVERSIDADE DO PORTO

**JOAO REIS, GIL GONÇALVES**

RESEARCH CENTER FOR SYSTEMS & TECHNOLOGIES (SYSTEC)

FACULTY OF ENGINEERING UNIVERSITY OF PORTO

PORTUGAL

# MACHINE LEARNING IN INDUSTRY

- Do Machine Learning algorithms really work?
- Do we really know what is going on in the algorithms?
- It is really necessary a so large amount of data?
- Could these algorithms be transferred to industry?



# ALPHA GO

A DOCUMENTARY • SPRING 2017





# MACHINE LEARNING IN INDUSTRY

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  - Yes
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# MACHINE LEARNING IN INDUSTRY

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  - No
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KEITH RANKIN

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Intelligent Machines



## The Dark Secret at the Heart of AI

No one really knows how the most advanced algorithms do what they do. That could be a problem.

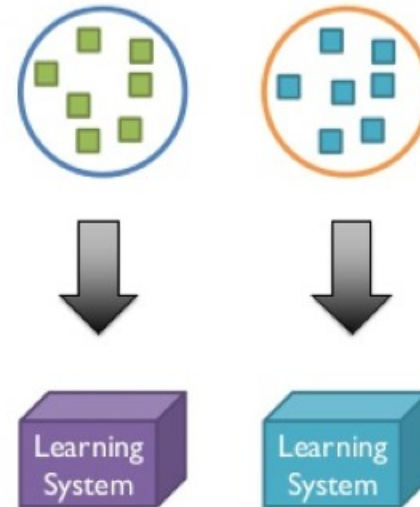
by Will Knight April 11, 2017

**L**ast year, a strange self-driving car was released onto the quiet roads of Monmouth County, New Jersey. The experimental vehicle, developed by researchers at the chip maker Nvidia, didn't look different from other autonomous cars, but it was unlike anything demonstrated by Google, Tesla, or General Motors, and it showed the rising power of artificial intelligence. The car didn't follow a

# MACHINE LEARNING IN INDUSTRY

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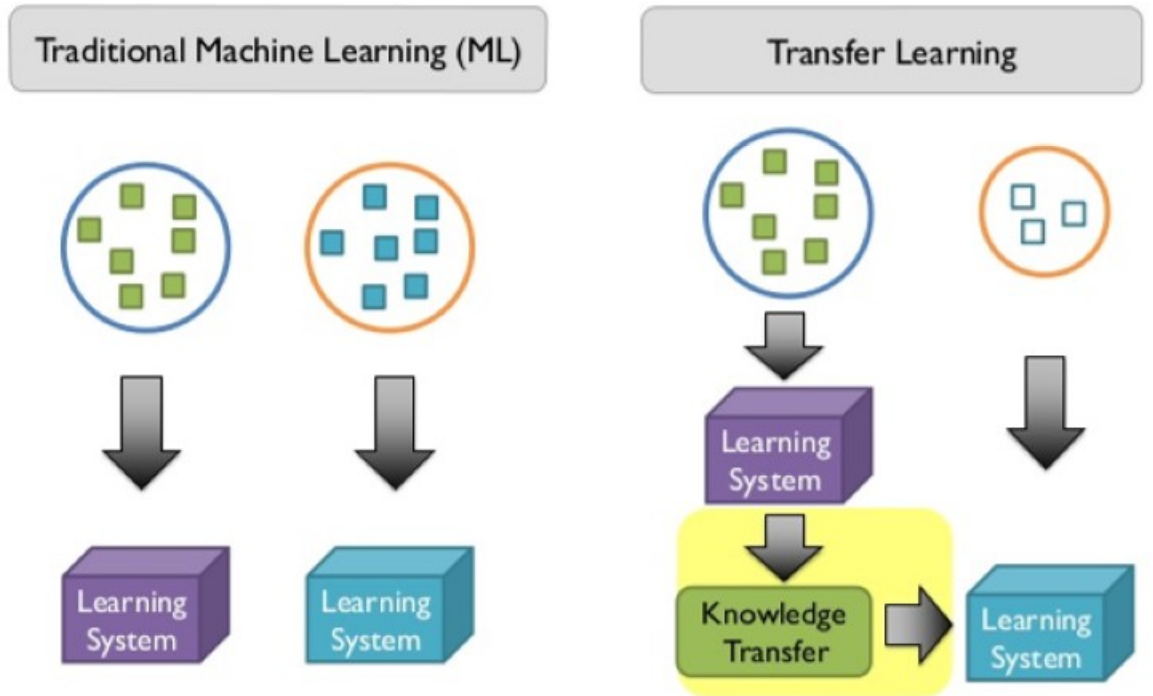
Traditional Machine Learning (ML)



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## Transfer Learning



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  - Yes and No
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## The Download

What's up in emerging technology



### DeepMind's latest AI transfers its learning to new tasks

By using insights from one job to help it do another, a successful new artificial intelligence hints at a more versatile future for machine learning.

**Backstory:** Most algorithms can be trained in only one domain, and can't use what's been learned for one task to perform another, new one. A big hope for AI is to have systems take insights from one setting and apply them

# MACHINE LEARNING IN INDUSTRY

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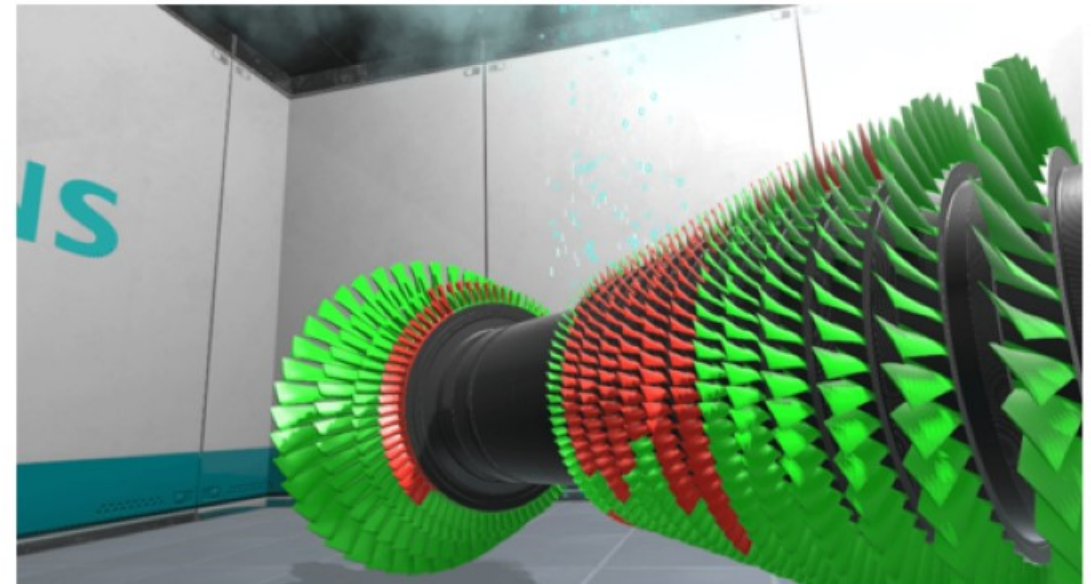
# MACHINE LEARNING IN INDUSTRY

- Siemens has been using neural networks to monitor its steel plants and improve efficiencies
- Investment around \$10 billions in US software companies
- Launched MindSphere (2016) - Cloud Platform with IBM's Watson Analytics
- Monitor, record, and analyze everything in manufacturing from design to delivery to find problems and solutions

*“Even after experts had done their best to optimize the turbine’s nitrous oxide emissions, our AI system was able to reduce emissions by an additional 10 to 15%.”*

Click2Make → Product-as-a-Service technology

# SIEMENS





# MACHINE LEARNING IN INDUSTRY

- In 2015 GE launched its Brilliant Manufacturing Suite for customers to track and process everything in the manufacturing process to find possible issues before they emerge and to detect inefficiencies.
- **Goal:** Link design, engineering, manufacturing, supply chain, distribution and services into one globally scalable using Predix, their industrial internet of things platform.
- GE spent around \$1 billion developing the system, and by 2020 GE expects Predix to process one million terabytes of data per day.
- Their first “Brilliant Factory” was built in 2015 in Pune, India with a \$200 million investment, leading to an improvement of equipment effectiveness at this facility by 18 percent.
- Wind generator factory in Vietnam increasing productivity 5%
- Jet engine factory in Muskegon had a 25% better on-time delivery rate. Decreased unplanned downtime by 10-20% by equipping machines with smart sensors to detect wear.



# MACHINE LEARNING IN INDUSTRY

- In 2015 Fanuc acquired a 6 percent stake in the AI startup Preferred Network for \$7.3 million to integrate deep learning to its robots.
- In early 2016 it announced a collaboration with Cisco and Rockwell Automation to develop and deploy FIELD (FANUC Intelligent Edge Link and Drive)
- Just a few months later Fanuc partnered with NVIDIA to use their AI chips for their “factories of the future.”

# FANUC





# MACHINE LEARNING IN INDUSTRY

- One use of AI they have been investing in is helping to improve human-robot collaboration.
- getting near robotic arms while they worked was a major health hazard requiring safety barriers between people and machines
- KUKA claims their LBR iiwa “*is the world’s first series-produced sensitive, and therefore HRC-compatible, robot.*”
- Its use of intelligent control technology and high-performance sensors means it can work right beside a human without the risk of accidentally crushing a person.
- BMW is using these Robotic Arms



**KUKA**





# Panel on **SYSTEMS/INTELLI**

## Trends in Industrial and Cyber Systems

**Built-in Protection**

**Petre Dini, IARIA, USA**

[petre@iaria.org](mailto:petre@iaria.org)

**Thursday, June 28th**

**June 24-28, 2018 - Venice, Italy**



# PHYSICAL/DIGITAL FACETS

- 1. Physical vs. Digital Protection**
- 2. Dangers in IoT-based Industry 4.0**
- 3. Case Study: Spoofing Detection**





# Physical vs. Digital Protection

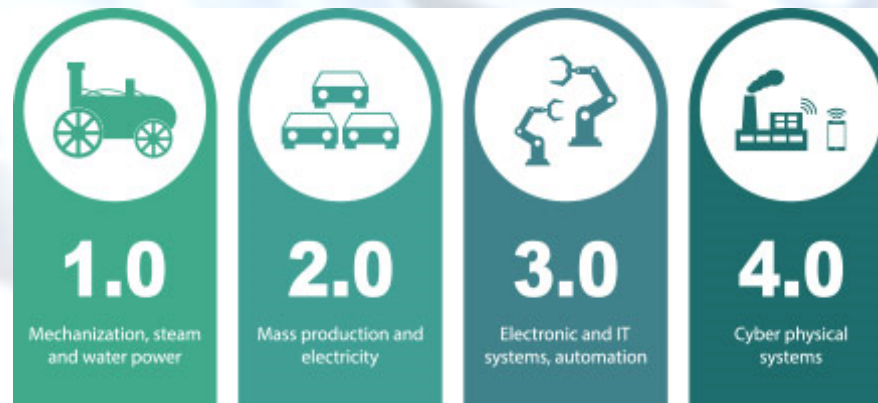
## Hammer, Bits, Wireless



1001(?)11000(??)10101111



## Internet of Things, Big/Huge Data, Industry 4.0, IloT (Industrial Internet of Things)





# Dangers in IoT-based Industry 4.0

## Techniques/Logistics

- Cloud/Distribution (**execution, storage, control**)
- Datacenter's **Location** (physically **protected/not-protected**)
- Obscurity/**unknown Location/Server** (of /storage/execution)

## IIOT

### Remote Access

- Good on TV channels
- Risky in Industrial systems

### Acting on

- **pre-settings**
- **current values**
- **implicit/hidden peer-interactions**

### Protection (*no smart / with small computation power*)

- **High speed/small communication window**
- **Setting (temporary) access roles**
- **Considering side effects**





# Case Study: Spoofing Detection

*IEEE Communications Magazine*  
May 2018, vol. 56, no. 5, pp. 66-71

Theme: **Spoofing | Safety and Security | Cloud/Fog Computing**

**Two many** connected devices

- **Low QoE** and **QoS** as **Limited Power/Storage**
- In Production: (i) **Peer-robots** can execute **computationally intensive** tasks (as **Fog nodes**), when robots are deployed in mobile applications
- In Cyber systems (e.g., **drones/unmanned aerial vehicles**): **GPS spoofing** is a major security attack (in this case, the Fog nodes execute tasks offloaded from users via wireless communication links)

**GPS spoofing** send **fake GPS data** to receivers, so it is an easy-to-launch attack

- case study: **Department of Home Security (USA)**; Mexican drug traffickers used **satellites signal deception technology** to attack Border Patrol UAV via **wrong GPS coordinates**



# Protecting Cyber/Industrial Systems

## Challenges: A LOT

### General Requirements

- Designing systems with the **(self)-Protection** as main requirement
- Building a **Response Strategy** to attacks
- **Minimize the exposition to Critical Risks**
- **Protect Embedded Systems (more difficult to discover a threat)**
- **Protect Vital Infrastructure**
- **Protect Monitoring, Control and Decision Systems**
- **Protect human-related service delivery systems (water, health, food, etc.)**



# Thanks

# Q&A



[WWW.IARIA.ORG](http://WWW.IARIA.ORG)





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Canada's university



The Seventh International Conference on Intelligent Systems and Applications

INTELLI 2018

June 24, 2018 to June 28, 2018 - Venice, Italy

# Panel on SYSTEMS / INTELLI Trends in Industrial and Cyber Systems Vulnerabilities of Industry 4.0 Development

Dr. Voicu Groza

School of Electrical Engineering and Computer Science

Université d'Ottawa | University of Ottawa



# Industry 4.0 ...

... promises major improvements in the industrial processes

- by connecting local and global networks for information exchange amongst smart machinery
- while integrating possibly all stages of the value chain.

# Devil's Advocate Questions

- Efficiency of the new applications
- Implementation's cost
- Impact on work: employees retraining
- Preparedness of organization's decision makers

# Industry 4.0 Challenges

Small and medium-sized enterprises (SMEs) concerns:  
high investment and conversion costs



To evaluate the application of Industry 4.0:

IoT gateways & I4.0 starter kits +

toolkit to retrofit I4.0 concerning 8 monitoring apps



Thanks



Q & A

More Q's ... than A's