

# EMBEDDED AI: THE INVISIBLE INTELLIGENCE REVOLUTIONIZING BUSINESS

## Abstract

Traditional AI and embedded AI are two distinct approaches that have emerged in the swiftly evolving Artificial Intelligence (AI) landscape. Although both utilize AI to enhance efficiency and innovation, their integration and implementation within business operations are fundamentally different. The objective of this viewpoint is to clarify the distinctive characteristics and advantages of embedded AI for management professionals and to demystify it.

## Understanding Traditional AI

Standalone systems that are intended to execute specific duties that necessitate human intelligence are referred to as traditional AI. These systems frequently necessitate substantial computational resources and are frequently centralized. They operate independently from other systems, digesting extensive datasets to generate insights or make decisions. Traditional AI has served as the foundation for numerous early AI initiatives, including predictive analytics, chatbots, and recommendation engines.

## The Emergence of Embedded AI

Conversely, embedded AI seamlessly incorporates artificial intelligence into existing products, services, or processes. It is analogous to incorporating a layer of intelligence into everyday business tools that operate quietly in the background, thereby improving functionality without disrupting the core purpose. The objective of embedded AI is not to develop novel AI systems but rather to enhance the intelligence of extant systems.

## Key Differences Between Embedded AI and Traditional AI

- **Integration:** Traditional AI systems are often siloed and require specialized infrastructure. In contrast, embedded AI is integrated directly as System on Chip (SoC) into devices locally, enabling a more fluid and intuitive interaction between humans and technology.
- **Accessibility:** Embedded AI is designed to be unobtrusive and user-friendly. It doesn't demand users to have deep technical knowledge. Management teams can leverage embedded AI without needing to understand the complexities of AI algorithms or data science.
- **Efficiency:** By integrating AI into existing systems, embedded AI reduces the need for additional resources and simplifies the technology stack. This leads to increased efficiency and lower costs, as there's no need for separate AI platforms.
- **Functioning:** Embedded AI is a module on a SoC design, enabling instant access to system memory making the initialization very fast, but because of limited size, the AI parameters are limited, thus making it more useful in time-critical scenarios with relatively less complex use cases. In contrast, traditional AI even on local systems is processed through external cards connected to the processor via PCIe lanes, fast but multiple times the latency compared to SoC, and for remote servers the network latency multi folds the delay in initialization, but because of huge available memory, very large AI models can be processed.

## Challenges of Embedded AI

Embedded AI, although transformative, is accompanied by its own set of challenges and limitations that management must be cognizant of to fully harness its potential. One of the primary obstacles in embedded AI is the delicate equilibrium between resource constraints and performance. Devices that are embedded frequently have restricted memory and power, which can limit the complexity of the AI models they can execute. Furthermore, the simultaneous maintenance of accuracy and real-time efficacy presents a substantial challenge. Additional significant factors include the following:

- **Security Risks:** Security is a paramount concern in embedded AI systems. With 67.7% of electronics professionals worried about the security implications, it's clear that robust measures are needed to protect against vulnerabilities.
- **Job Displacement:** The fear of job loss due to AI automation is significant, with 51.7% of respondents in the electronics sector concerned about being replaced by AI. This reflects a broader societal concern about the impact of automation on employment.
- **Ethical and Privacy Concerns:** Ensuring ethical use and addressing privacy worries are critical challenges. Embedded systems often operate with limited processing power and storage, which can constrain the capabilities of AI algorithms and raise ethical questions.
- **Resource Constraints:** Embedded AI must operate within the confines of the available hardware, which may have limited processing strength, memory, and storage capacity. This can limit the sophistication and performance of AI applications.
- **Real-Time Processing Demands:** Many embedded systems require real-time decision-making, which can be challenging for AI to achieve consistently, especially in complex or unpredictable environments.
- **Interoperability and Management:** Implementing and managing embedded AI involves dealing with model deployment, management, and ensuring interoperability across different systems and devices, which can be complex and resource-intensive.
- **Continuous Learning and Adaptation:** Machine learning models in embedded systems need to be fast and effective. The restricted resources available in embedded systems pose a challenge to the computational and storage demands required for continuous learning and adaptation.

## How Embedded AI is Revolutionizing Industry

Embedded AI is utilized in a variety of industries, including the automation of routine tasks in enterprise software and the improvement of user experiences in consumer electronics. For example, Adobe Photoshop's artificial intelligence capabilities, such as the "Magic Eraser," enable users to execute intricate modifying tasks effortlessly. In the same vein, Zoom enhances its core video conferencing service by employing AI for real-time transcription and meeting analytics.

## Use Cases of Embedded AI

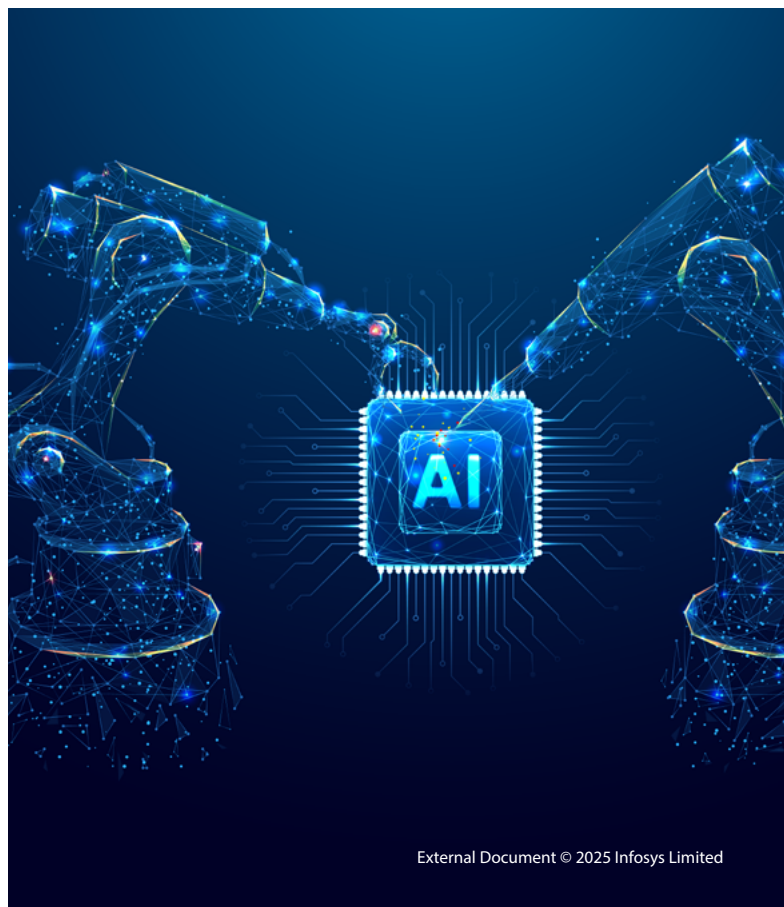
1. **Healthcare:** Wearables that monitor vitals and provide early warnings for health issues. Wearables like the Apple Watch and Fitbit use embedded AI to monitor heart rate and detect irregular patterns, potentially alerting users to health issues. Embedded AI will revolutionize healthcare by providing real-time diagnostics and personalized treatment plans. It will enable devices like wearables to monitor health vitals and predict medical events before they occur.
2. **Automotive:** Advanced Driver-Assistance Systems (ADAS) that improve vehicle safety. Tesla's Autopilot system uses embedded AI for features like auto-steering, lanekeeping, and traffic-aware cruise control. The automotive industry will see a surge in AI-powered features for ADAS and driverless vehicles. Embedded AI will play a crucial role in processing sensor data to make split-second decisions.
3. **Consumer Electronics:** Smart home devices that automate and personalize user experiences. Amazon Echo and Google Nest devices use embedded AI to understand voice commands and automate home tasks. Smart homes and cities will become more intuitive with embedded AI, leading to gadgets that understand and anticipate user needs, offering a seamless and personalized experience.
4. **Manufacturing:** AI in production lines that predict maintenance needs and optimize operations. Siemens uses embedded AI in its industrial automation products to predict maintenance needs and optimize operations. In manufacturing, embedded AI will optimize production lines, reduce waste, and improve safety by predicting equipment failures and scheduling maintenance.
5. **Finance:** Real-time fraud detection systems that secure financial transactions. Mastercard employs embedded AI for its Decision Intelligence technology, which analyzes transaction data in real-time to detect and prevent fraud. AI will enhance financial services by enabling fraud detection systems to analyze transaction patterns in real time and prevent fraudulent activities.

## 6. Virtual Reality (VR)

- **TRAINING AND SIMULATION:** Embedded AI is used in VR to create realistic training environments for industries like healthcare, aviation, and the military. For instance, surgeons can practice complex procedures in a VR setting powered by embedded AI, which provides real-time feedback and adapts to their actions.
- **GAMING:** In the gaming industry, embedded AI enhances the gaming experience by generating intelligent avatars and dynamic game scenarios that respond to player interactions.
- **DESIGN AND ENGINEERING:** VR combined with this technology allows engineers to simulate and test embedded systems in a virtual environment, ensuring reliability and safety before deployment.

## 7. Consumer Devices

- **SMARTPHONES:** Modern smartphones incorporate embedded AI for features like advanced photography, where AI algorithms improve image quality and offer features like scene detection and optimization.
- **SMART TVS:** Embedded AI in smart TVs enables content recommendation systems that learn user preferences and suggest relevant shows and movies.
- **WEARABLES:** Smartwatches and fitness trackers use embedded AI for health monitoring, sleep tracking, and providing personalized fitness recommendations.



8. **Embedded AI for Management:** Embedded AI offers several benefits that are particularly relevant for management professionals:

- **DECISION-MAKING:** Embedded AI can provide real-time insights and analytics, aiding managers in making informed decisions quickly.
- **PRODUCTIVITY:** By automating routine tasks, embedded AI frees up time for management to focus on strategic initiatives.
- **CUSTOMER EXPERIENCE:** Tools enhanced by artificial intelligence have the capability to provide tailored experiences for customers, resulting in heightened satisfaction and loyalty.
- **INNOVATION:** Embedded AI encourages continuous

improvement and innovation within existing products and services.

AI-enabled devices dominated Consumer Electronics Show (CES) 2024. A smart cat flap, home-patrolling robotics, AI-powered lights for gaming sessions, a smart pillow to address snoring, and an AI-powered avian feeder are among the AI devices that have been highlighted. Artificial intelligence was present in the devices shown, demonstrating a major trend towards AI integration. The Computex 2024 show featured many AI-enabled gadgets. More than 200 new technologies were announced, including AI, PC hardware, and gaming handhelds. AI chipsets featuring Neural Processing Units (NPUs) are used in laptops, gaming monitors, and more.



# Gaining a Competitive Edge for IT Firms

The opportunities for system integrators in Embedded AI:

## 1. Manufacturing

Using embedded AI for smart manufacturing and predictive maintenance, system integrators can boost manufacturing operations. Integration optimizes processes, reduces disruptions, and boosts efficiency, increasing productivity and cost savings. This reduces operational costs and boosts production efficiency, increasing profit margins and competitive pricing.

## 2. Healthcare

System integrators help healthcare providers implement embedded AI-powered medical devices and wearables. These advances in patient monitoring and diagnostics improve patient outcomes, personalized treatment plans, and healthcare delivery. Quality patient care increases demand, patients, and service fees.

## 3. Automotive

Embedded AI for autonomous vehicles and ADAS by system integrators could transform the automotive industry. Integration improves traffic management, accelerates autonomous driving technology development, and improves vehicle safety, giving clients a competitive edge. Premium pricing, market share, and new revenue streams from advanced vehicle technologies can be achieved with enhanced vehicle features.

## 4. Home Automation

System integrators can create smart home solutions that optimize energy consumption and learn user preferences using embedded AI. Smart systems improve clients' lives by making their homes safer, more efficient, and more comfortable. Therefore, real estate developers and homeowners are

interested in smart home solutions because they reduce utility bills, increase property values, and save energy.

## 5. Retail and Supply Chain

System integrator-facilitated embedded AI-driven inventory management, demand forecasting, and logistics optimization can improve retail and supply chain operations. These applications optimize inventory levels, waste reduction, and supply chain efficiency to improve customer satisfaction and cost savings. Inventory management and logistics improve sales, profitability, and cost while reducing stockouts and overstock.

## 6. Agriculture

Precision farming, automated harvesting, and crop monitoring are embedded AI solutions system integrators can implement for agriculture. These technologies optimize resource use, crop yields, and sustainable farming while improving profitability and environmental impact. Improved crop yields and resource efficiency boost farm revenues and lower operational costs.

## 7. Energy

System integrators can implement embedded AI-driven predictive maintenance, energy consumption optimization, and smart grids in energy. These solutions improve energy supply reliability, cost, and resource management. Optimizing energy consumption lowers operational costs, while energy supply reliability increases revenue and customers.

## 8. Security

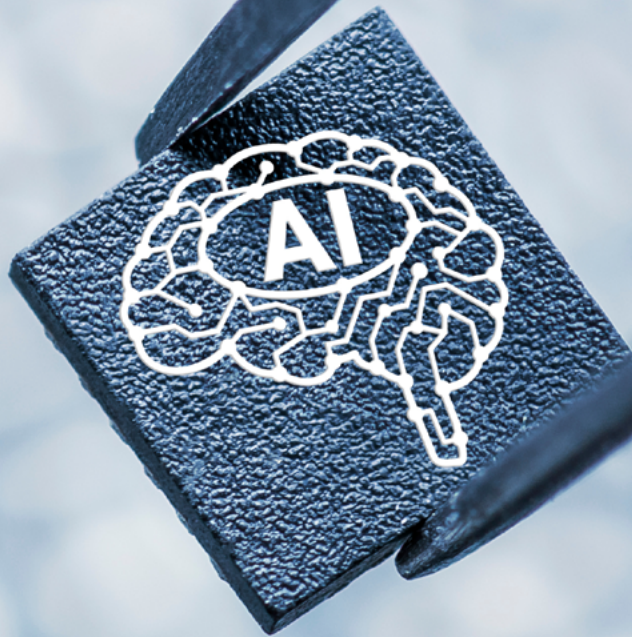
System integrators can improve security with embedded AI-powered surveillance, automated threat response, and anomaly detection. Through better security, real-time monitoring, and quick response to threats, this technology gives clients peace of mind. Security improves customer trust, reduces theft and damage losses, and lowers insurance premiums.



## Conclusion

The use of embedded AI offers a great chance for IT firms to stand out from the crowd and provide outstanding value to their customers. These businesses may create cutting-edge products that fit in with the current tech scene by emphasizing the distinct benefits of embedded AI. Because of this, they can provide services that are superior to generic AI. A subtle but significant shift in how companies use AI has occurred with the advent of embedded AI. The objective is not to supplant conventional AI but to augment it by incorporating intelligence into the processes and tools that are fundamental to day-to-day company operations. A new level of efficiency, innovation, and competitive advantage can be unlocked for management professionals by grasping and embracing embedded AI.





## References

- <https://www.forbes.com/sites/forbestechcouncil/2024/02/22/how-businesses-can-separate-ai-hype-from-practical-impact-and-value>
- <https://www.ibm.com/blog/the-path-to-embedded-sustainability/>
- <https://hai.stanford.edu/news/environmental-intelligence-applications-ai-climate-change-sustainability-and-environmental>
- <https://tema-project.eu/articles/artificial-intelligence-sustainability-what-role-ai-advancing-targets-sustainability>
- <https://energiesmagazine.com/article/collaborative-policy-initiatives-for-accelerating-ai-adoption-in-the-energy-industry/>
- <https://icgtsd.eai-conferences.org/2024/>
- <https://www.fraunhofer.de/en/press/research-news/2023/march-2023/embedded-systems-looking-ahead-to-the-future-with-ai-and-sustainability.html>
- <https://superchargelab.com/ai-for-sustainable-product-development-innovating-with-environmental-impact-in-mind/>
- <https://www.fraunhofer.de/content/dam/zv/en/press-media/2023/pr-01-embedded-systems-looking-ahead-to%20the-future-with-ai-and-sustainability.pdf>
- <https://www.qualcomm.com/news/onq/2024/04/a-guide-to-ai-tops-and-npu-performance-metrics>
- <https://www.edge-ai-vision.com/2024/06/a-guide-to-ai-tops-and-npu-performance-metrics/>
- <https://www.rinf.tech/the-rise-of-the-machines-integrating-ai-into-embedded-systems/>
- <https://www.embedded.com/tackling-edge-ai-challenges/>
- <https://typeset.io/papers/machine-learning-in-embedded-systems-limitations-solutions-1taz6tbl>
- <https://oneai.com/learn/learn-embedded-ai>
- <https://waverleysoftware.com/blog/embedded-ai-systems-guide/>
- <https://polygontechnology.io/embedded-ai-explained/>
- [https://www.insight.com/en\\_US/content-and-resources/glossary/s/solutions-integrator.html](https://www.insight.com/en_US/content-and-resources/glossary/s/solutions-integrator.html)

## Author Details



Syman Biswas is a Senior Associate Consultant working in iCETS. His main objective revolves around researching for trends and emerging technologies in industries like Aviation, Renewable Energy, Semiconductor, Supply chain, Media, etc. He is a technology enthusiast with a background in Mechanical Engineering and robotics, and likes to explore ever evolving space of technology and their real-world impact.

For more information, contact [askus@infosys.com](mailto:askus@infosys.com)



© 2025 Infosys Limited, Bengaluru, India. All Rights Reserved. Infosys believes the information in this document is accurate as of its publication date; such information is subject to change without notice. Infosys acknowledges the proprietary rights of other companies to the trademarks, product names and such other intellectual property rights mentioned in this document. Except as expressly permitted, neither this documentation nor any part of it may be reproduced, stored in a retrieval system, or transmitted in any form or by any means, electronic, mechanical, printing, photocopying, recording or otherwise, without the prior permission of Infosys Limited and/ or any named intellectual property rights holders under this document.