

WebSphere Delivers Dynamic e-business

New Foundation and Tools

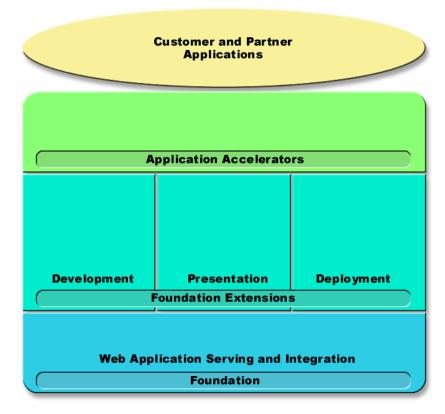
Pre-Packaged Business Infrastructure

WebSphere Delivers Dynamic e-business





WebSphere software platform

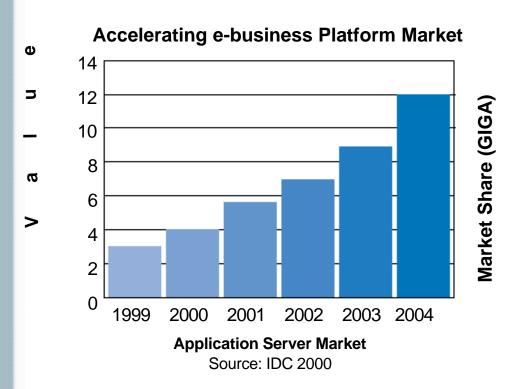


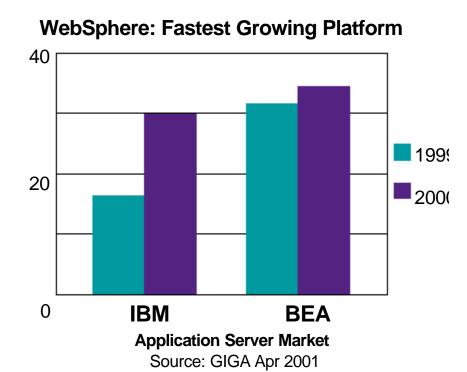
June 28, 2000

Key Integration Points

- Foundation WebSphere Application Server and Application Development Tools
- Presentation capabilities to maximize productivity
- Deployment capabilities to maximize web traffic performance

WebSphere Market Success





35,000 customers worldwide

9,000+ ISV application

7,000 certified professionals

Top Flight Customers

Nasdaq

Cigna

Siemens

Heineken

Boeing

Shell

Bank of Ireland

State Farm

J P Morgan

HSBC

IT Ergo

Barclays

US Mint

Farmers Insurance

UBS

MetLife

US Air Force

Southwest Airlines

Merrill Lynch

Chase Manhattan Bank

Bank of Montreal

Bank of Nova Scotia

AXA

UPS

Coca-Cola

Deutsche-Bahn

Borders

Kemper

Ford

Agricultural Bank of China

Post Office (EMEA-UK)

Nordea

American Express

Fortis

Marriott

First Union

BNP

Toys R Us

Bayer

Credit Suisse

Blue Cross Blue Shield SC

BASF

Aetna

Prudential

Nestle

Caterpillar

AT&T

Wal-Mart

Sears

GTE

Morgan Stanley

PaineWebber

Bristol-Myers Squibb

DaimlerChrysler

Kimberly Clark





Dynamic e-business

7intelligent transactions

Dynamic e-business

7integration

7infrastructure

Value Networks

Internal Integration

e-business Transactions

Web Publishing

Source: The McKenna Group, 7

Answering the Market

Effective

- Exploit the e-business opportunity
- React more quickly than competitors
- Attract and retain a loyal customer base
- Reach customers and employees anywhere, anytime

Fast

- Respond rapidly to change
- Reduce time to market
- Grow seamlessly

Efficient

- Drive for tighter integration to cut expense
- Maximize performance
- Reduce implementation costs

WebSphere

Answers

- Greatest business value
- Most platform agility and efficiency
- Best development tools on open standards



Platform for Dynamic e-business

Customer and Partner Applications

Application Accelerators

Development Presentation Deployment Integration

Foundation Extensions

e-business Foundation

May 30, 2001

- Incorporating Integration and Business Process Management
- Enhancing Foundation with Version 4.0
- Delivering pre-packaged business infrastructure
- Widest support for open standards -- leader in Web services



WebSphere 4.0

Realize greatest business value

- ► Twice the number of transactions for 20 percent less cost Deliver dynamic e-business
- ► First with Web Services technologies SOAP, WSDL, UDDI Easily adapt to changing market conditions with WebSphere flexibility and scaleability
- Support for the most operating environments S/390 to PC Leverage your existing applications with:
 - Broadest range of complementary middleware
 - Widest availability of partner solutions.

Establish the most productive developer environment through a full range of integrated AD tools

Greatest number of certified developers





Pre-Packaged e-business Infrastructure

Three New Offerings enable you to...

Accelerate exploitation of dynamic e-business for competitive advantage

- Single installation, single source for complete solution
- Implement in days, not months: 30-40 % cycle time reduction results

Rely on integrated technology based on solid foundation

- Reach across the enterprise from host systems to cell phones 35 platforms
- Process integration inside and outside company boundaries open standards,
 Web services

Realize great return on investment

- Cost and performance leader
- ► IBM integrated solution costs less than multi-vendor competition

Delivering Dynamic e-business

Ability to Execute with the WebSphere Software **Platform**

> Ability to Execute with point product technology,

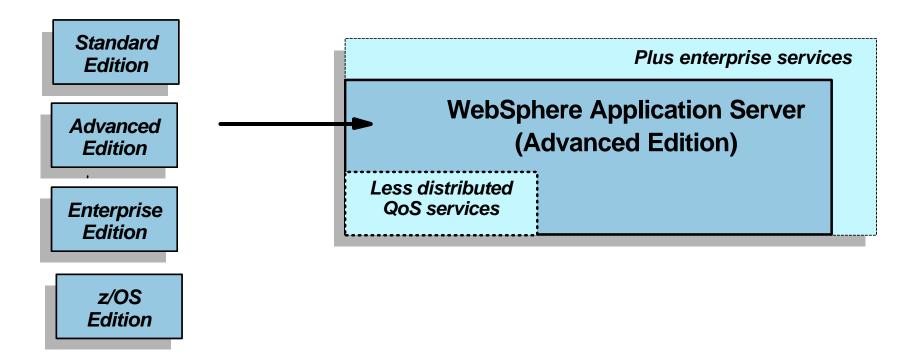
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New Foundation and Tools

- WebSphere Application Server Version 4.0
- WebSphere Studio Version 4.0
- VisualAge for Java Version 4.0
- WebSphere Studio Workbench



WebSphere Application Server 4.0



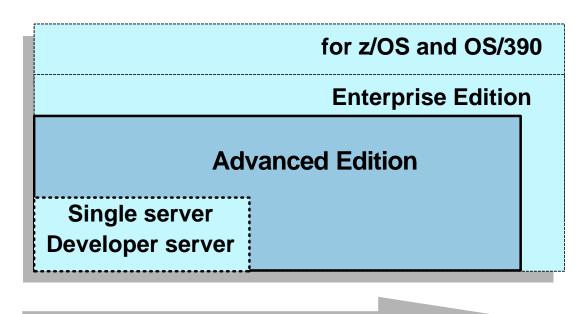
- A single Web services-enabled J2EE technology base is the core of V4
- Different configurations add or subtract services to the core to meet the needs of different groups of customers





Version 4.0 Configurations

Qualities of Service

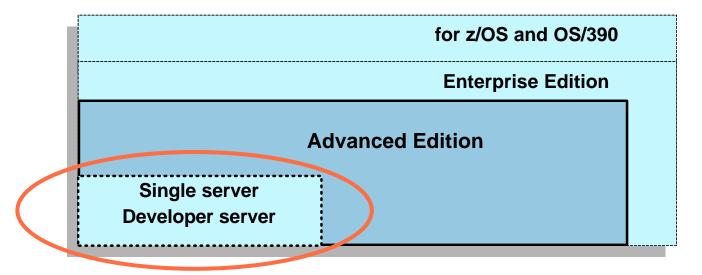


Programming Model Function

- Increased customer flexibility, easier growth
- Faster time to market of configurations for niche needs
- First step to dynamic electronic licensing, configuration



New Single Server Configuration



- Same Web services, J2EE runtime
- Browser-based administration without clustering, workload management
- Very rapid deployment; fewer pre-reqs, small footprint
- For stand-alone department and small and medium business applications
- Free development-only license for Linux and Windows



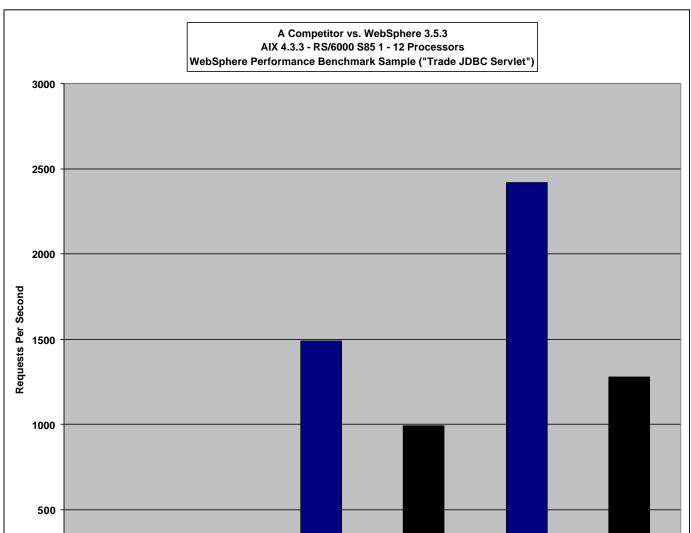
New Feature Highlights

- Full Web services (SOAP4J, UDDI4J, WSDL, XML4J)
- Java 2 Connectivity and expanded database support with Merant 5.0 JDBC
- Performance enhancements including dynamic reload of EJBs, dynamic caching (muti-tier), JNDI caching
- Globalization service
 - ► Intelligently adjust to each client locale for time zone, currency, language sorting rules
- Business Rule Beans
 - ► Create parameters to enable updates without coding when business practices changes





Performance and Scalability



"IBM's WebSphere Application Server...was by far the fastest and most scalable server on the scenario test. At its peak, it maintained 4,000 virtual users at 177 pages per second."

WebSphere Application Server 4.0 Packaging

Configuration Options

- ✓ WebSphere Application Server Version 4.0
 - Advanced Edition
 - ✓ Development only license
 - **✓** Enterprise Edition
 - Advanced Edition
 - ✓ Enterprise services
 - √ TX Series
 - √ Z/OS and OS/390
 - ✓ WebSphere Technology for Developers preview technologies
 - Windows
 - ✓ Linux
 - ✓ Solaris
 - **✓ HP-UX**
 - ✓ AIX
 - √ OS/390
 - AS/400

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- √ 4/30/01 for Z/OS and OS/390
- √ 6/30/01 Advanced Edition
- √ 9/30/01 Enterprise Edition

Pricing

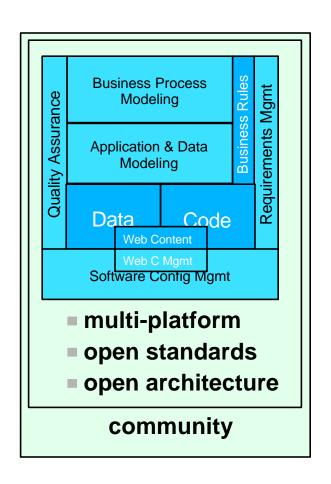
- √\$35,000/CPU for Enterprise Edition and Z/OS
- √ \$12,000/CPU Advanced Edition
- √ \$8,000/CPU Advance Single Server Edition
- ✓ No charge for Development Server





WebSphere Application Development

- A comprehensive integrated development environment
 - ► full application development life cycle
 - ► leverage complementary third-party tools
 - ▶ tight integration with WebSphere servers and extensions
- A programming model
 - ► open, industry standards
 - high developer productivity through automation
 - ▶ rapid support for new technologies (e.g., Web services)
- A developer community
 - Education and training
 - ► WebSphere 2001
 - WebSphere Developer Domain





Application Development Portfolio



Full life cycle support for role based development



WebSphere Home Page Builder



Web Site Builder

Page Layout & Content Rich Media HTML/ XML/Java Scripting Web Services Assembly WebSphere Studio



Web App Builder

Dynamic Web Pages
Database Access
Web Services Dev.
JSPs/Servlets

VisualAge for Java



Application Programmer

Business logic J2EE / XML Web Services Complete IDE VisualAge for Java



Enterprise Application Integrator

Process flow JCX Connectors

iRAD / Rules-based Development:

Versata Business Automation



i-Series / z-Series Optimization:

VisualAge Enterprise Suite



Middleware Specific: Commerce, B2B, MQ, etc.

Life Cycle: Reqmts, Modeling, Test, Content Mgt/Version control





Key Enhancements

- WebSphere Studio Version 4.0
 - New Web Services Wizards allows developers to easily develop, describe and publish web services.
 - ► New Support for JSP 1.1 and Servlet 2.2
 - ► Improved support for pervasive devices. Now WebSphere Studio V4.0 includes WebSphere Everyplace Suite SDK.
- VisualAge for Java Version 4.0
 - ► Enhanced EJB Export SmartGuide supports WebSphere V3.5 and V4.0
 - Code and deploy to EJB 1.0 and EBJ 1.1
 - ► Code and deployment wizards for EJB 1.0
 - ► Enhanced EAB SmartGuide generates JCX 1.0 compliant code
 - ► WTE supports Servlet 2.2, JSP 1.1, EJB 1.0
 - ► AD environment using JDK 1.2.2, deploying to JDK 1.2.2 or JDK 1.3
 - Improved Java2 stability and performance
- Beta for WebSphere Studio Application Developer
 - ► Next generation VA for Java





Application Development 4.0 Packaging

Configuration Options

- ✓ VisualAge for Java Professional Edition
- ✓ VisualAge for Java Enterprise Edition
- ✓ WebSphere Studio Professional Edition
 - includes VisualAge for Java PE
- ✓ WebSphere Studio Advanced Edition

Platforms

- **✓** Development:
 - → WindowsNT
- **✓** Deployment:
 - → All WebSphere Server Platforms

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Pricing

- ✓ VA for Java PE: \$149
- √ VA for Java EE: \$2999
- ✓ WS Studio PE: \$599
- ✓ WS Studio AE: \$1999

WebSphere Studio Workbench

- Open Tool <u>Development Kitwa Tooling</u>
 - ► A tool for building and integrating application development tools
 - Simple -- plug and play
 - ► ISVs can integrate tool portfolios with IBM
 - ► A new, integrated application development community based on industry standards

 Plant of APIs / Extension Points
 - Far greater re-use of tooling components -- reduced development cycles and speed to market
 - ► Reduced training costs

- Editing Frameworks
- Builders, Markers, Help
- Extensibility framework

Renository



Workbench Partners

Rules based development

▶ Versata

Connectors

- Extricity
- ▶ Neon

Development tools

- **►** Instantiations
- Macromedia

- Enables partners to integrate their own tool portfolios
- Low cost
- Industry community gaining momentum

Business Process Modeling

► Holosofx

Requirement Management

RationalSuite Analyst Studio

Application and Data Modeling

RationalSuite Developer Studio

Web Content Management

Interwoven SiteExpress

Software Configuration Management

- Rational ClearCase / ClearQuest
- Merant PVCS
- Serena ChangeMan

Quality Assurance / Performance

- RationalSuite Test Studio
- ► Sitraka

Business Process Integration

CommerceQuest

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Pre-Packaged Business Infrastructure

- WebSphere Business Integrator Version 2.1
- WebSphere User Experience for Multiplatforms Version 1.1
- WebSphere Everyplace Access for Multiplatforms Version 1.1





Pre-packaged Business Infrastructure

WebSphere Business Integrator Version 2.1

Business process automation, management, and optimization upheld by industry dominating enterprise application integration

- deliver frictionless process integration inside and outside the company boundaries leveraging existing organizational resources including applications, people and best practices
- model and automate business processes across the supply chain
- react dynamically to business changes with an open, standards-based offering built on industry-leading middleware

WebSphere User Experience Version 1.1 WebSphere Everyplace Access Version 1.1

First in the industry to provide a unique customer experience, extended to the wireless Internet, measurable to 24X7 availability

- attract and retain customers employing a personalized portal
- dynamically respond to web trends and analysis gathered across your entire web infrastructure
- reach customers and employees anyplace, anytime, with consistency across access points including the capability to translate text to speech
- improve customer satisfaction with measurable reliability and customizable quality of service



WebSphere Business Integrator





IBM WebSphere Business Integrator Challenges

"Up to \$4.4 Billion was lost in e-commerce revenues in 1999 due to inadequate infrastructure that led to poor site and service performance."

—Source: Zona Research







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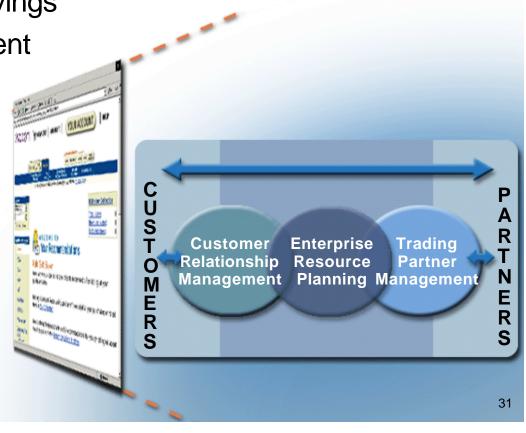




IBM WebSphere Business Integrator The solution

- Single infrastructure
- Enables agility
- Significant enterprisewide savings
- Complete system management
- Manage and improve service levels

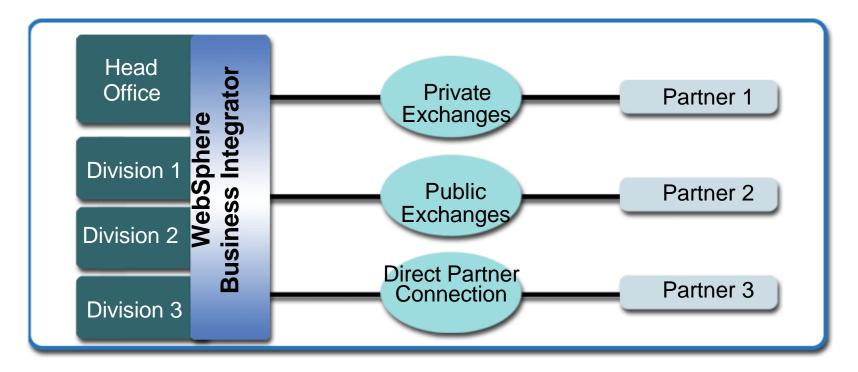
In an e-business world, processes are not isolated to individual applications... they span your enterprise... and beyond.







IBM WebSphere Business Integrator Scenario



- Single infrastructure
- Intercompany process management
- Significant enterprisewide savings





IBM WebSphere Business Integrator The proof

■ AT&T

- ► Shortened customer response time from 60 days to 5 days
- ► Increased quality and customer service
- Improved process visibility and management

■ First Union

- ► Reduced cycle time 30-40%
- Implementation time was 10-days for production pilot
 - "IBM's Business Process Management bridges the gap between the business and IT" Scott Fleming

Aetna Insurance

- Business Agility: Envision new offerings and rapidly deploy them
- ► Business Visibility : High-lighted business anomalies previously unseen
 - "It took two weeks to build the prototype process model, designed by business users and implemented independently by the IT department" Bob Miano



WebSphere Business Integrator Packaging

Offering Capabilities

- Messaging middleware and business integration
- Integration adapters
- One-to-many connectivity model, plus transformation, intelligent routing and information flow modeling
- ✓ Workflow management
- Access Management
- Personalization
- ✓ Integrated application development workbench
- Automated Business-to-business integration
- ✓ Electronic Data Interchange
- Application Serving

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Pricing

- √\$45,000/cu Enterprise Deployment
- √\$25,000/cu Entry Configurations
- ✓\$15,000/cu Development



WebSphere User Experience



IBM WebSphere User Experience Challenges

- Standards for user experiences are rising
- Competitors are just a click away
- Need to attract, engage and retain customers

 Need to provide user experience at a reasonable cost

> They don't know who I am They don't know what I like They can't make recommendations

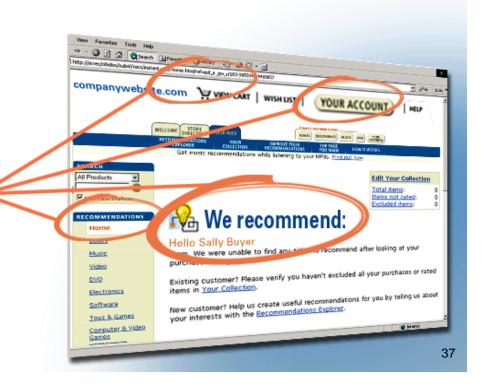




IBM WebSphere User Experience The solution

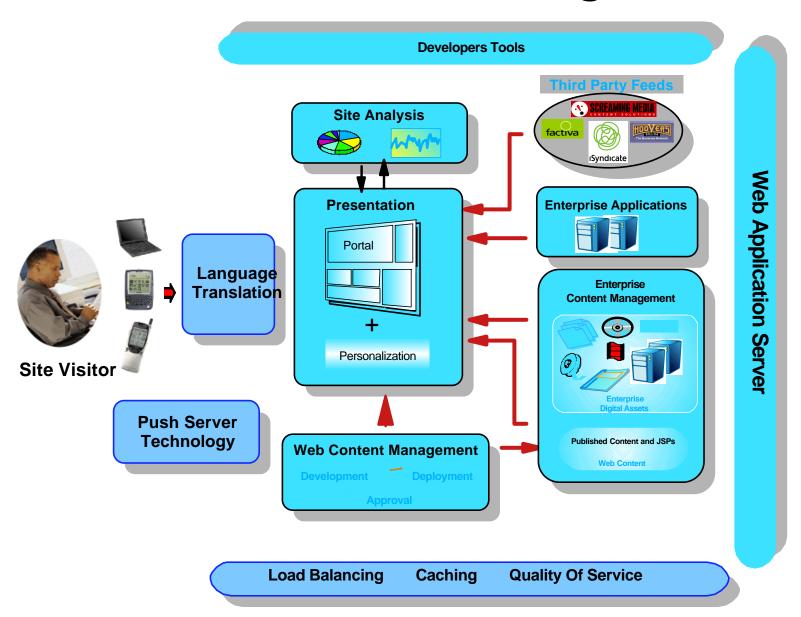
- Deliver a world-class user experience
- Increase customer loyalty through personalization
- Flexible and scalable for rapid e-business growth
- Leverage existing investments
- Improve productivity, satisfaction and profitability

Customization
Personalization
Recommendations
Portalization and syndicated content
High quality content





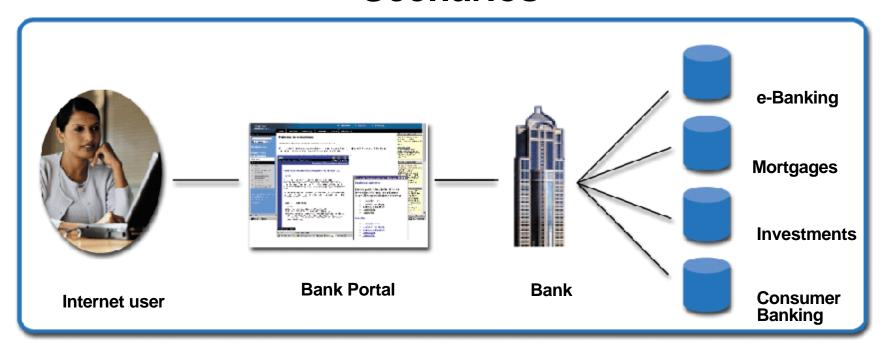
How it all comes together







IBM WebSphere User Experience Scenarios



- Differentiate yourself
- Continuous improvement
- Increase customer loyalty





IBM WebSphere User Experience The proof

We are excited about IBM's two new WebSphere offerings WebSphere Everyplace Access and WebSphere User Experience. They will greatly enhance our ability to deliver the robust, next-generation e-business systems required by our customers.

—Joe Lindsay, Chief Technology Officer, eBuilt

WebSphere User Experience Packaging

Offering Components

- √ WS Personalization (4 cpu licenses)
- ✓ WS Site Analyzer (1 cpu license)
- ✓ WS App Server, Adv. (4 cpu licenses)
- ✓ WS Studio (1 developer license)
- ✓ Interwoven TeamXpress (1 cpu license)
- **✓ IBM Content Mgmt (1 cpu license)**
- ✓ WS Portal Server (4 cpu licenses)
- ✓ Integration scenarios and sample code

Availability

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Price

✓ \$261,000 (across 4 cpu license)

Competitive Price Comparison

- √ \$500K SW
- + Integration Services



Language Support

- ✓ Personalization, Site Analyzer, App Server, IBM Content Manager
 - English, French, Spanish, Italian, German, Japanese, Chinese (Simp and Trad), Korean, Brazilian Portuguese
- ✓ Portal Server, Interwoven TeamXpress
 - English
- **✓ IBM Content Manager supports 13** other languages

Platforms

- ✓ AIX
- √ NT/Windows 2000
- ✓ Solaris
- ✓ some products have additional platform support including Linux

Optional Components

- ✓ WS Translation Server
- ✓ Push Technology
- ✓ WS Edge Server
- √ 1 Year Supportline

WebSphere Everyplace Access





IBM WebSphere Everyplace Access Challenges

- Demand for anytime, anywhere access to your e-business
- Desire to protect existing Web investments and infrastructures
- Complexity of dealing with new technology







IBM WebSphere Everyplace Access The solution

- Easy access to your e-business from any contact point
- Lower development costs and decreased time to market
- Consistent e-business experience through multiple channels
- A scalable, integrated, standards-based solution





IBM WebSphere Everyplace Access How it works



Tools to design, develop and deploy applications

Dynamic content adaptation and streamlined delivery

VoiceXML browser, speech recognition and text-to-speech engine

Application Server

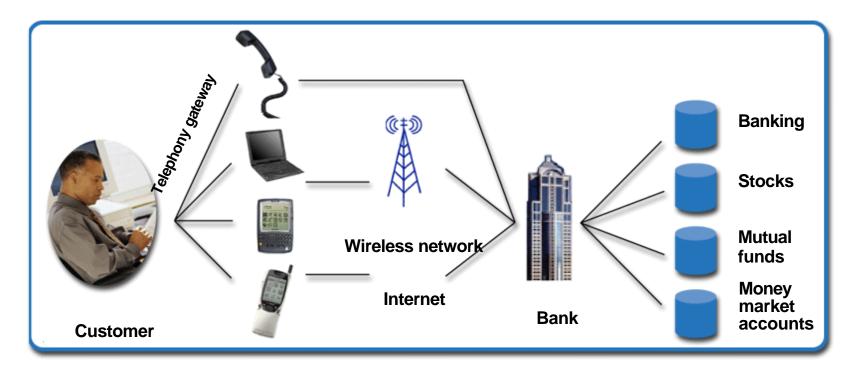
WML, HDML, markup languages

HTML +annotation

VoiceXML



IBM WebSphere Everyplace Access Scenarios



- Connect from home
- Do your banking during a meeting
- Use voice recognition to access an account from your car



IBM WebSphere Everyplace Access The proof

Tom.com

- Time to market first voice portal in mainland China
- Extended reach Users can get information on weather, travel, news, entertainment, finance using voice interaction

"This voice portal platform enabled us to deploy a speech system with high accuracy which our users enjoy using and which we can easily scale as its popularity grows."

Lei Lei Wang, General Manager, TOM Voice

Kaifeng Securities

WAPHead! is helping Kaifeng Securities bring mobile stock trading to China, with WebSphere technology

"We are confident that within five years, we will generate an estimated annual profit of RMB 18 million (US\$2.25 million) through Net transactions, compared to RMB 16 million (US\$2 million) from direct sales."

Mr. Hu Yanru, general manager, Kaifeng Securities.

VoiceRite

"WebSphere Everyplace Access provides an exciting tool for our company to provide solutions for the reuse of existing Web content for the next generation of voice response technology."

Joshua Schrager, Chief Executive Officer, VoiceRite





WebSphere Everyplace Access Packagin

Offering Components

- ✓ WebSphere Transcoding Publisher Version 3.5
- ✓ WebSphere Voice Server Version 1.5
- ✓ WebSphere Application Server, Advanced Edition, Version 3.5
- ✓ WebSphere Studio, Advanced Edition, Version 3.5
- √ VisualAge for Java, Enterprise Edition, Version 3.5

Availability

✓ 5/31/01

Price

4 \$49,500

Competitive Price Comparison

- **✓** \$75,000
- + Integration Services



NLS*

✓ English, French, Spanish, Italian, German, Japanese, Chinese (Simp and Trad), Korean, Brazilian Portuguese

*Voice Server speech technology supports only U.S. and U.K English, French and German

Platforms

- AIX
- ✓ NT/Windows 2000
- ✓ Solaris
- ✓ Linux

*Voice Server supports NT and AIX but runs on a separate machine

Optional

- ✓ WebSphere Edge Server
- ✓ WebSphere Translation Server
- ✓ 1 Year SupportLine





Only WebSphere supports the full range of standards that deliver dynamic e-business

• All of the products and pre-packaged offerings deliver support for Web services and IBM is leading the industry in the vision and commitment to dynamic e-business.

Only WebSphere is delivering the performance for cost and market leadership in application serving

WebSphere Application Server Version 4.0 will keep WebSphere breaking away from competitors as it leaps ahead in performance and other key measures.

Only WebSphere is delivering pre-packaged infrastructure to the market to help customers solve problems and create opportunities faster and better

WebSphere Business Integrator, WebSphere User Experience, and WebSphere Everyplace Access are first-of-kind proof points on innovatio and delivery of customer value.

Delivering dynamic e-business today

WebSphere

The Fastest Way to e-business