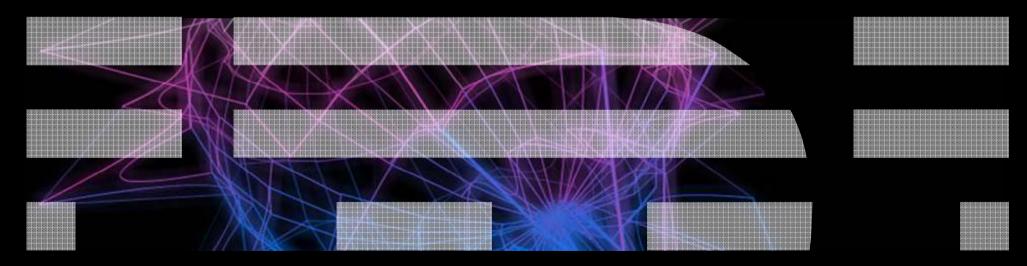


Accelerating Business Value with Smarter Systems

Optimized Software, Hardware and Services



IBMSmarterSystemsTour2010



The world is getting smarter More instrumented, interconnected, intelligent



Smart traffic systems



Intelligent oil field technologies



Smart food systems



Smart healthcare



Smart energy grids



Smart retail



Think about the workloads that enable intelligent traffic systems ...



Electronic Toll Collection

Transaction processing systems linked to bank accounts and credit cards

Traffic Flow Prediction

Weather, Local News, Major Analytic workload system looking Events and etc for patterns real-time and historicalntegrate processes and data people

Smarter Planet solutions have diverse workloads



Different workloads have different requirements

TRANSACTION PROCESSING AND DATABASE



- High scalability
- High availability
- Moderate to high I/O bandwidth

BUSINESS INTELLIGENCE AND ANALYTICS



- Faster query performance
- High I/O bandwidth
- Deep compression for warehouse databases

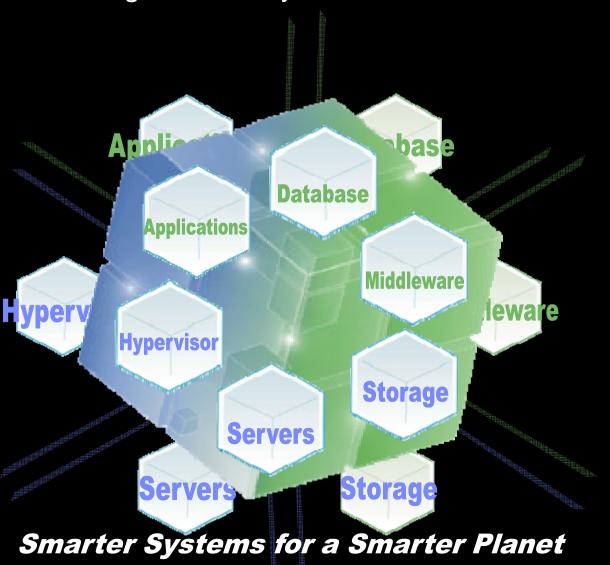
BUSINESS PROCESS MANAGEMENT



- Moderate to high volume processing
- Low to moderate I/O bandwidth
- Tools for diverse business users



Introducing Smarter Systems for a Smarter Planet



Benefits:

- Faster Time to Value
- Greater Agility & Management
- Embodies Deep Client Experience
- Better Performance, Lower Cost



IBM offers smarter systems for specific workloads



Smarter systems for Transaction Processing and Database workloads Flexibility
Performance
Integrity



Smarter systems for Business Intelligence and Analytics workloads

Discover insights
Predict outcomes
Act faster



Smarter systems for Business Process Management workloads High performance Process integrity Ensure compliance



Smarter systems for transaction processing and database workloads

Examples of optimization:

- DB2 and Websphere Application Server automatically leverage POWER7 processing threads
- Unique DB2 pureScale clustering design





IBM pureScale
Application System



WebSphere Application Server optimizations for POWER7 Better performance





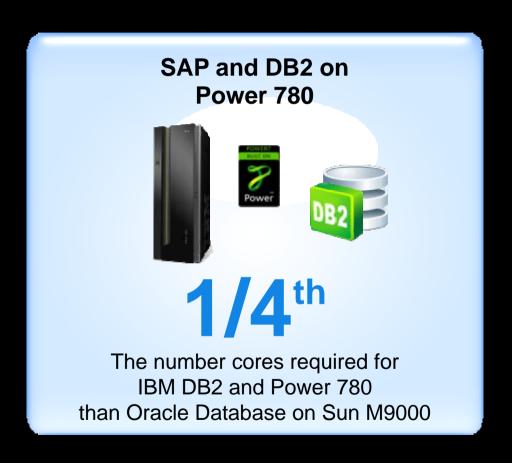
3920
Transactions/sec

6.8x
More work

570Transactions/sec



DB2 optimizations reduce infrastructure requirements



SAP Sales and Distribution ERP 6.0 EHP4 2-Tier performance 45,000 37,000 40,000 32,000 35,000 30,000 SD SD Users⁽¹⁾ 25,000 Users⁽²⁾ 20,000 64 cores 256 cores POWER7 SPARC64 15,000 VII 10,000 5,000

Results as of 4/02/2010

Oracle Database on Sun M9000

IBM DB2 on

Power 780



Transparently scalable and continuously available

IBM pureScale Application System

Scale Up, Scale Out, Scale Within

IBM Power 770

drives up to 90% server utilization with virtualization, lowers energy consumption 70-90%

DB2 pureScale

offers superior performance and scale-out efficiency

WebSphere Application Server

on Power provides 6.8x better performance than a competitive application server on Sun T5140





SBI Sumishin Net Bank



Business Challenges:

- New entrant into internet banking market
- Provide full range of services
- Get ahead of their competition

Benefits:

- New banking platform, optimized for web-based transaction processing
- Shorter development time
- Solution architecture reduced implementation risks substantially



Smarter systems for business intelligence and analytics

Examples of optimization:

- DB2, IBM Information Server and Cognos leverage underlying platform capabilities
 - Better query performance
- DB2 advanced compression
 - Optimized storage





IBM Smart
Analytics System



IBM Smart Analytics System What smart organizations want and need for faster results

<u>EVERYTHING</u> you need for Business Analytics – not *just* a data warehouse appliance...

- ✓ Analytics Software
- ✓ Powerful Data Warehouse
- ✓ Hardware & Services



Transforming information into business insight

3X Faster - Workload optimized analytics

50% less floor space

World record performance



German travel and leisure organization



Business Challenges:

- Staying ahead of fast changing market
- Maintaining profitable offerings
- Deliver consolidated, near real-time insight

Benefits:

- Better alignment of capacity and demand
- Shorter product cycles
- Increased flexibility and lower costs using one-stop decision support



Smarter systems for **business process management** workloads

Examples of optimization:

Tools optimized for business users

 BPM leverages POWER7 hardware capabilities for better performance and scale







BPM tools optimized for business users Less effort, time and risk compared to Oracle's developer-only tools

- 1. Model Driven, code-free BPMS platform
- 2. Extend rule authoring to business users

- 3. Define event patterns and correlations
- 4. Unite content, process and people with Advanced Case Management





Also, free cloud-based tools for business users Get started quickly with an easy on-ramp to BPM Oracle doesn't offer!



BPM optimizations on POWER7 Optimize costs with WebSphere process server on POWER7

- Up to 50% improved performance on POWER7*
- Over 5x increased scaling on POWER7*
- Optimized for virtualized environments enabling higher hardware utilization



^{*}Performance based on POWER6 over POWER7



IBM BPM Suite

Achieve growth and agility through process discovery, interactions and optimization

Take control of your processes to fuel new growth, optimize costs and drive *Greater Business Agility*

- ✓ WebSphere Lombardi Edition
- ✓ WebSphere ILOG Business Rule Management Systems
- ✓ WebSphere Business Events
- ✓ WebSphere Process Server & FileNet BPM





Ball State University



Business Challenges:

- Maintaining single view of a student
- Graduates not receiving diplomas
- Lack of data integrity across the campus

Benefits:

- Improved user satisfaction by reducing registration processing times
- Reduce new application development from months to days
- Higher quality of service to their students



Organizations are challenged to optimize their data center resources and deliver greater system utilization

41%

of data center managers claim their data centers will max out their energy capacity within one to two years¹

80% of digital data is now unstructured² and requires greater effort to transform it into usable intelligence

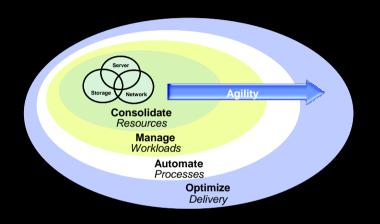
Up to 85%

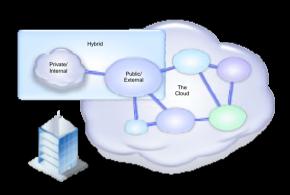
of computing capacity is idle in distributed data centers³

- Improve Service
- Reduce Cost
- Manage Risk



Building a *smarter business infrastructure* requires looking at IT delivery from the business perspective, leveraging:







Virtualization with Integrated Service Management Flexible Delivery Models

Workload Optimized Systems

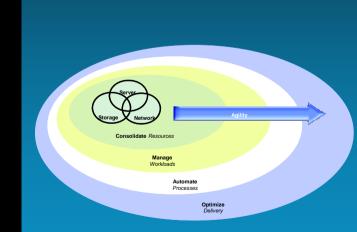


Smarter business infrastructure enables smarter planet solutions Virtualization with Integrated Service Management

Examples of optimization:

- Consolidation reduces costs
- Integrated management & automated processes improve productivity
- Aligning IT with business imperatives optimizes delivery

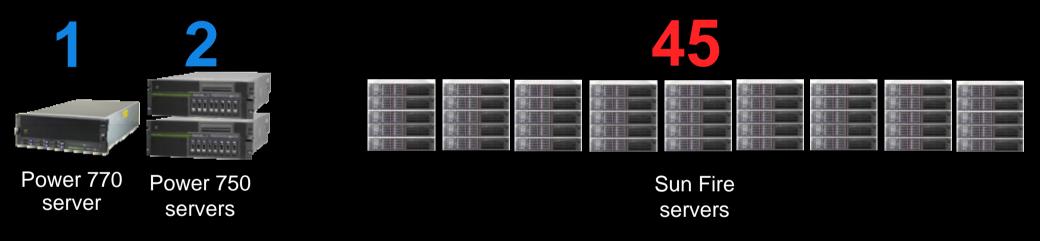
- Server Virtualization: Up to 30-70% savings
- Storage Virtualization: Up to \$10M savings per year
- Application Virtualization: Up to 98% reduction in unplanned outages





How many servers are needed to run these workloads? POWER7 enables large scale virtualization

Run 45 online banking workloads, each driving 745 transactions per second



10100100101001 IBM WebSphere Application Server

10100100101001

10100100101001

10100100101001 101001001001



Systems to match your consolidation and virtualization needs

System z



- Extreme consolidation for extreme cost savings of over 70%
- Gold standard reliability, dynamic scalability and extensive virtualization functions for superior service & support

Power Systems



- More performance per core than any other system in the industry
- Drive over 90% utilization and dynamically scale per demand

System x



- Pre-loaded with VMware virtualization solution
- 78% more virtual machines for same VMware cost

System Storage



- Virtualize existing storage and increase utilization by up to 30%
- Reduce TCO up to 66% by deploying automated, virtualized storage



Simply put, IBM is making systems smarter



TRANSACTION
PROCESSING AND
DATABASE
WORKLOADS

pureScale Application System





BUSINESS
INTELLIGENCE
AND ANALYTICS
WORKLOADS

Smart Analytics System





BUSINESS PROCESS MANAGEMENT WORKLOADS

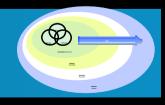
BPM Suite





LEVERAGE
CONSOLIDATION &
VIRTUALIZATION

Virtualization with Integrated Service Management





IBM has a proven track record of optimizing systems and data centers

1950s...1960s

TPF: Airline Reservation System

IMS & s/360: Transaction & Database

System

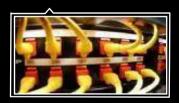


1990s

IMS, CICS, and DB2 Parallel Sysplex:

High-scale Application and Data Serving





1970s...1980s

System 38 and AS/400:

Integrated Application and Data Serving

DB2 & S/370: Online Transaction Processing



IBM Smart Analytics System

High-scale Business Intelligence and Relational / XML Data Warehousing

DB2 pureScale on PowerHA:

High-Scale Database Management

WebSphere Edge Server:

High-scale Web Application Serving

Datapower:

XML & Web services appliance



Take action now!

- Learn more about how the <u>IBM Migration Factory</u> can help make your move to IBM Systems efficient and successful
- Do your own complimentary consolidation assessment using the <u>IBM Systems Consolidation Evaluation Tool</u>
- Contact your IBM seller or business partner for a complimentary IBM Systems Makeover Analysis to help you get started
- <u>The Server Makeover Analysis</u> (including for SAP or Oracle Environments)



200

Customers have moved critical workloads to IBM systems from Oracle/Sun, HP and others in 1Q2010 alone

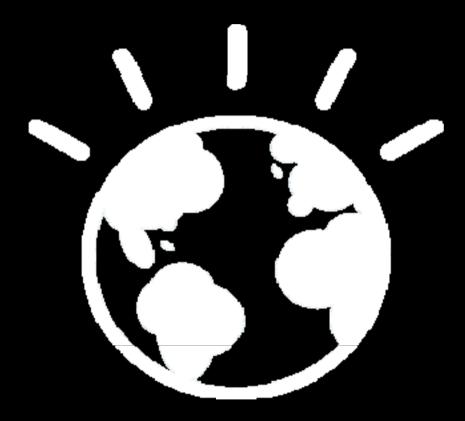
2,700

Customers have switched to IBM in the last 4 years



Thank You!

ibm.com/smartersystems



Simply put, IBM is making systems smarter.