

Positioning Your Enterprise for Cloud, Analytics and Mobile Computing

The mainframe and mobile computing: A perfect match



Competitive Project Office

Sessions in this track

- 1. Positioning your enterprise for cloud, analytics and mobile computing Break (15 minutes)
- 2. The mainframe and mobile computing: A perfect match Break (15 minutes)
- 3. Scoring fast and winning big with analytics on z Systems *Lunch (60 minutes)*
- 4. Implementing hybrid clouds with z Systems Break (15 minutes)
- 5. Easy and agile development and administration for cloud, analytics and mobile computing *Break (15 minutes)*
- 6. Building the business case for cloud, analytics and mobile computing

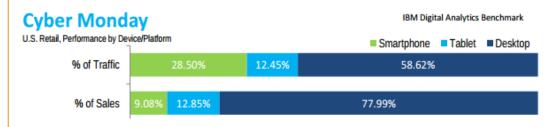


Use of mobile devices for business is *soaring* – evidenced by recent Cyber Monday sales

Department Stores Cyber Monday

	Cyber Monday	Cyber Monday
Transaction Metrics	2014	2014 vs. 2013
Items per Order	3.25	2.20%
Average Order Value	\$146.07	-9.74%
Conversion Rate	5.05%	3.48%
New Visitor Conversion Rate	3.91%	3.17%
Shopping Cart Sessions	16.41%	0.86%
Shopping Cart Conversion Rate	30.51%	3.95%
Shopping Cart Abandonment Rate	69.49%	-1.64%

2013: "Mobile Shopping Soars: Mobile traffic grew to 31.7% of all online traffic, increasing by 45% over 2012. Mobile sales were also strong, exceeding 17% of total online sales, an increase of 55.4% year-over -year."**

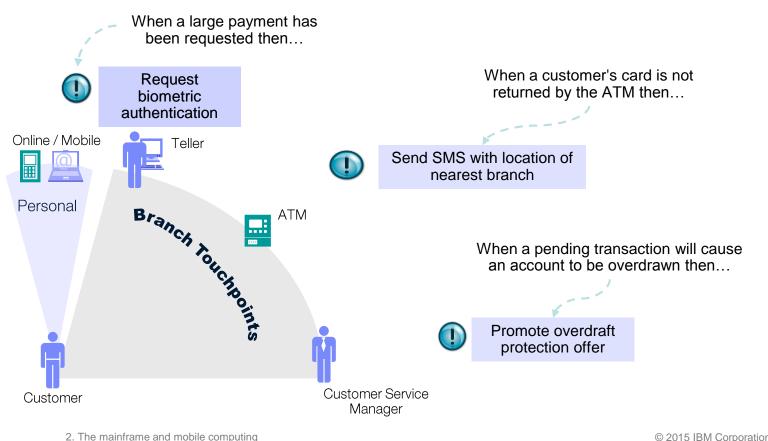


2014: "Cyber Monday Becomes Mobile Monday: Cyber Monday mobile traffic accounted for 41.2% of all online traffic, up 30.1% over 2013. Mobile sales were also strong, reaching 22% of total Cyber Monday online sales, an increase of 27.6% year-over-year."*



^{*} http://www-01.ibm.com/software/marketing-solutions/benchmark-reports/benchmark-2014-cyber-monday.pdf
** http://www-01.ibm.com/software/marketing-solutions/benchmark-reports/benchmark-2013-cyber-monday.pdf
Order value down by almost 10% in 2014 but overall sales up from more orders

Mobile is changing the way customers interact yielding far more possibilities for business



A mobile strategy is critically important to business today

Web/Desktop

http://www

- Enables premium customer service
- Broadens market reach
- Increases revenue
- Increases operational efficiency Client/Server





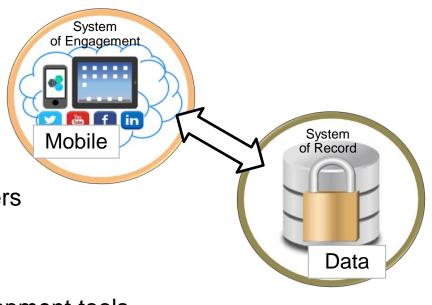
The mobile revolution is putting new demands on business and IT infrastructure

Systems of Record must handle:

- Huge increases in system load
- Inconsistent, unpredictable peaks
- New security and privacy requirements

Systems of Engagement must handle:

- Agile and social connection to mobile users
- Interface to a vast array of device types
- Very frequent revisions of apps
- Easy-to-use, standards-based app development tools



IBM MobileFirst embodies a superior System of Engagement for mobile computing on z Systems

IBM MobileFirst –

A foundation for exceptional mobile experiences with z Systems

2. The mainframe and mobile computing

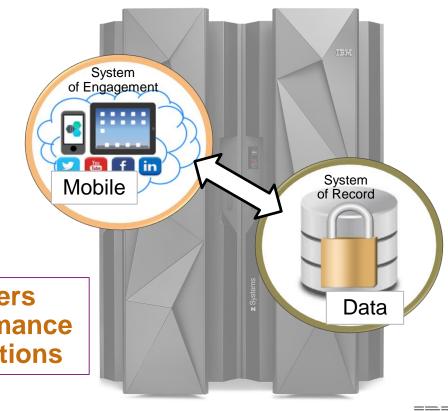
Highest performance

Complete integration

Ultimate security

Low cost

z Systems delivers unmatched performance for mobile applications



z Systems delivers the capacity and performance to securely and reliably support all transactions

- Support for huge transaction rates
 - A single IMS Fast Path has been benchmarked at over 100,000 TPS, sustained*
- Perfect workload management
 - z/OS Workload Manager insures that high priority jobs meet their service levels
- Massive scalability
 - Parallel sysplex and data sharing provide clustering and load balancing
- Capacity on demand
 - Add physical processors as needed to handle unexpected peaks
- Unparalleled qualities of service
 - Least amount of downtime of any commercially available server; built-in redundancy for highest availability



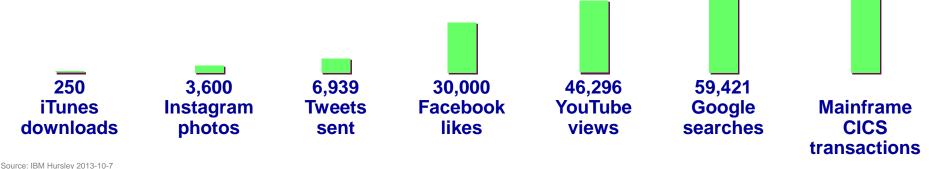
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^{*} http://www-01.ibm.com/software/data/ims/benchmark.htm

Internet giants *wish* they had the traffic volu handled by z Systems

Let's get some perspective

Every second, every day:



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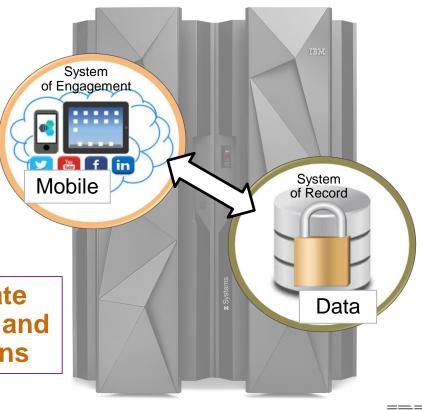
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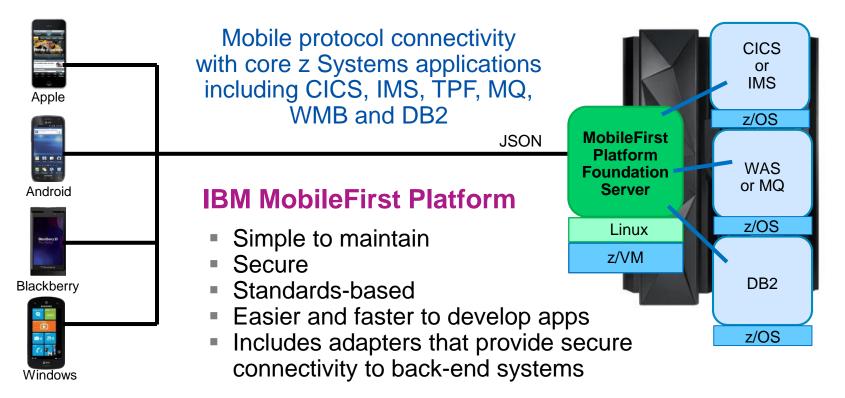
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Mobile apps integrate seamlessly with data and business applications



MobileFirst, running on Linux on z, provides centralized connectivity to z/OS applications



JSON stands for JavaScript Object Notation

Business applications can be mobile-enabled using MobileFirst and JSON Web Services

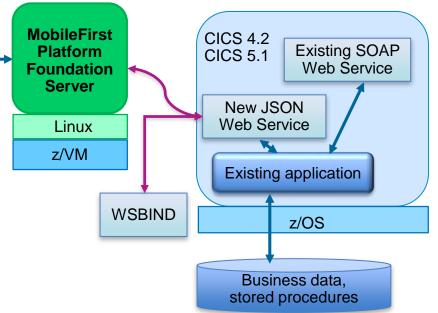
JSON

Expose an existing CICS application as a JSON-callable service:



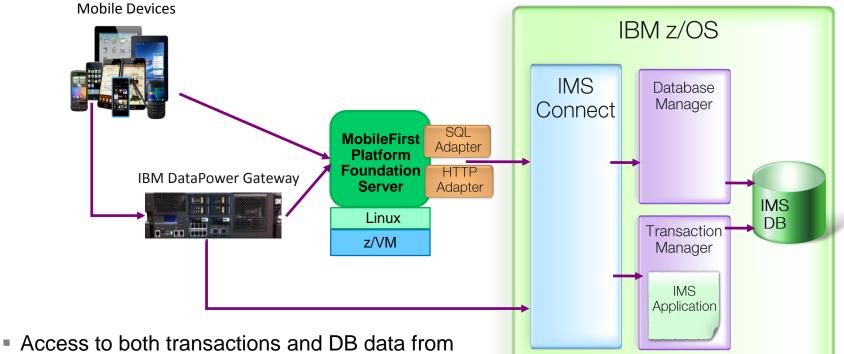
- Use stored procedure to generate a JSON schema corresponding to the language structure of the existing CICS application.
- CICS Pipeline processing converts the request into the correct format
- WSBIND maps CICS format data to JSON

Existing SOAP/Web Services interface remains unaffected by the introduction of new mobile based clients





IMS is easily accessed by mobile devices



 Access to both transactions and DB data from MobileFirst Platform Foundation Adapters and from DataPower Gateway



IMS goes mobile at FNB (South Africa)

...in South Africa, more people have *cellphones* and *smart mobile devices* than **bank accounts**. FNB wanted to launch a reliable, secure and highly responsive mobile channel...

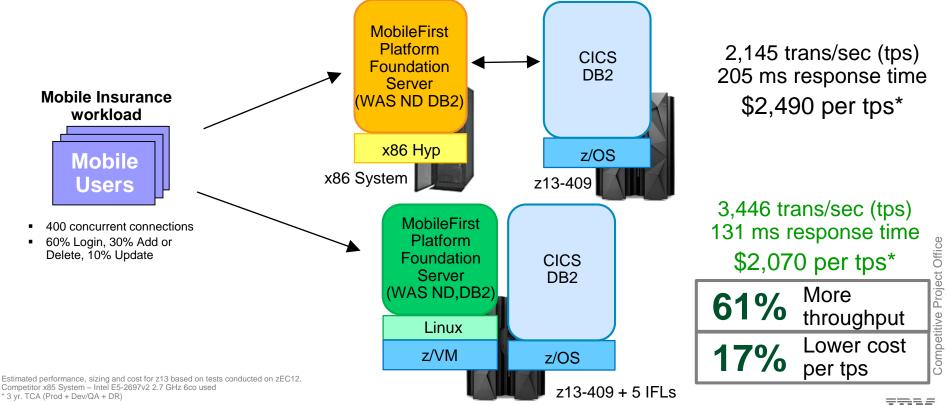
- FNB is committed to IMS it's strategic to their business
- Solution:
 - Implemented IMS Connect and SOAP Web Services around core z/OS IMS applications
- Benefit:
 - IMS workload grew by 920M transactions a month
 - Customer-initiated transactions workload including mobile
 - has doubled every year for 6 years

"Innovation and technology are core to FNB business strategy. We achieved our goals with IMS as our core strategic transactional system providing both transactional and batch workload support, capability to scale in both transactional and database volumes, cloud-like concepts, and 24x7 service capability."

- Jay Prag, FNB of South Africa

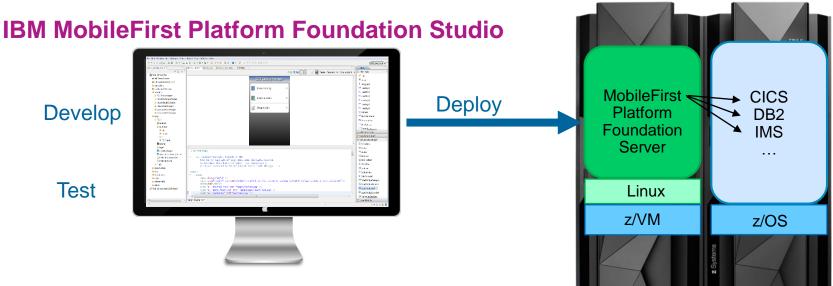


Co-locating MobileFirst Server on z Systems yields more throughput and lower cost per workload





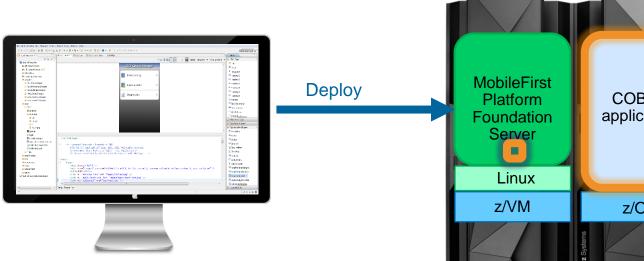
Easily and quickly extend mainframe-based business applications to mobile users



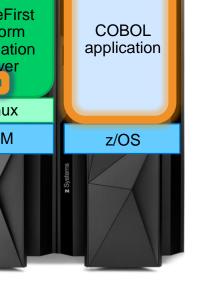
- MobileFirst Platform Foundation Studio includes tools for mobile application development, with programming models and web support
- Fully integrated into the RDz Eclipse-based platform



DEMO: Use MobileFirst Platform Studio to mobile-enable a COBOL application

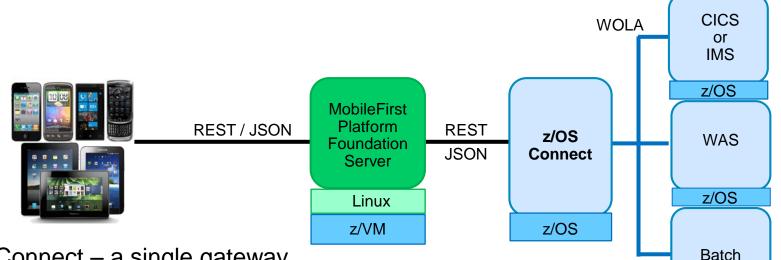


- 1. Enable COBOL applications as a Web service with RDz
- 2. Develop a mobile app front end using MobileFirst Platform Foundation Studio (in RDz)
- 3. Deploy it to the MobileFirst Platform Foundation Server
- 4. Test with the Mobile Browser Simulator





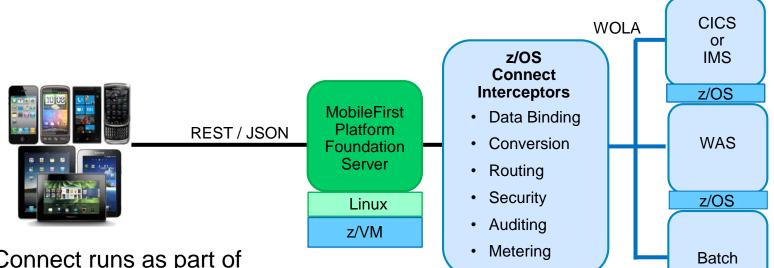
Business applications also connect to MobileFirst through a centralized brokerage service



- z/OS Connect a single gateway for mobile connectivity – provides protocol conversion
- Ships with WebSphere on z/OS, CICS and IMS at no additional charge
- Integrated into z/OS services (e.g., WLM, SMF, etc.)

z/OS

Interceptors enhance and protect access to business applications



z/OS

- z/OS Connect runs as part of WebSphere Liberty Profile – a fast, lightweight, composable server runtime
- Low cost option Java-based, runs on zIIPs
- Also includes additional logging, security and metering services, plus an API

z/OS

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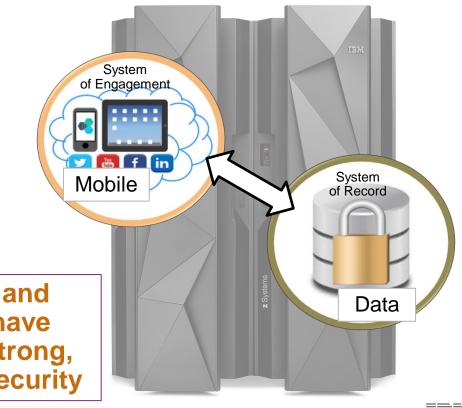
Highest performance

Complete integration

Ultimate security

Low cost

MobileFirst and z Systems have end-to-end, strong, coordinated security



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Failure to secure Mobile apps can cost millions and damage business credibility

Mobile malware grew

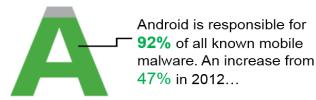
614%

from March 2012 to March 2013

155% 😪 📢 in 2011

\$

73% of all malware exploit holes in mobile payments by sending fraudulent premium SMS messages, each generating around **\$10** USD in immediate profit



...a significant threat given more than

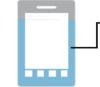
1 BILLION

Android-based smart phones are estimated to be shipped in 2017*



2. The mainframe and mobile computing

There are more than **500** third-party app stores containing malicious apps



77% of Android threats could be largely eliminated today if all Android devices had the latest OS. Currently only **4%** do



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A comprehensive security stack protects the device, content, app and transaction

The IBM MobileFirst security stack

- IBM provides best of breed security layering on top of IBM enterprise hardware and software security
- iOS and Android 5 are examples of a secure mobile OS when not jail-broken or rooted

MobileFirst Platform Foundation	<u>Protects</u> Device, App, Content
ISAM for Mobile	App, Transaction
AppScan	Арр
ARXAN	Арр
Trusteer	App, Transaction
MobileFirst Protect MaaS360	Device, App, Content
Device Ecosystem	Device, App, Content

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App-, user- and data-level end-to-end encryption

SSO, session mgt., access policies, HOTP, RSA SecureID

White box app code scanning, black box server

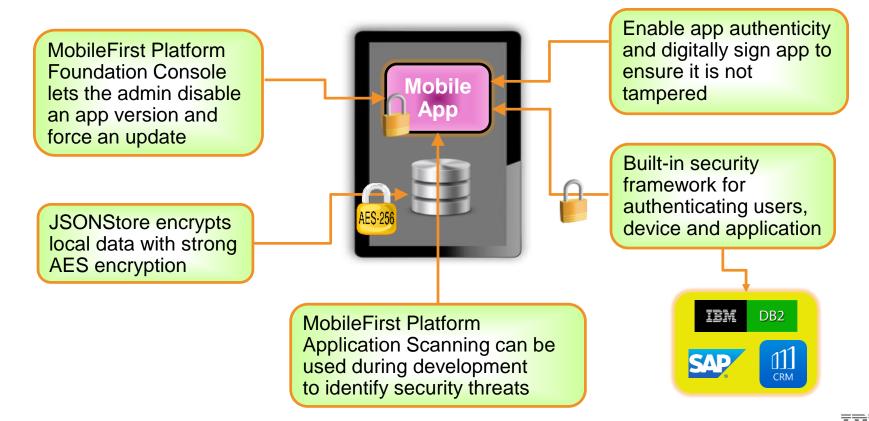
Tamper protection, self-repair. app flow obfuscation

Malware protection, fraud prevention, end jailbreak/root detection, anomaly and real-time fraud detection EMM, app security, management, containment, enterprise gateway

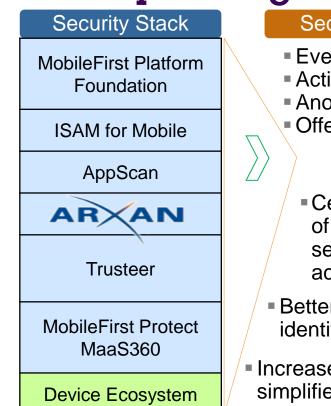
Device and OS security



Use the MobileFirst Platform Foundation to address enterprise security requirements



QRadar adds actionable and comprehensive security intelligence across the entire data center



Security Intelligence

Event correlation
Activity baselining
Anomaly detection
Offense identification

QRadar

- Centralized view of all network security incidents, activities and trends
- Better real-time threat identification, prioritization
- Increased accuracy, simplified compliance reporting





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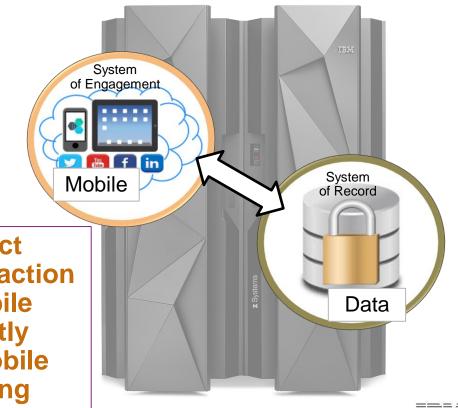
Highest performance

Complete integration

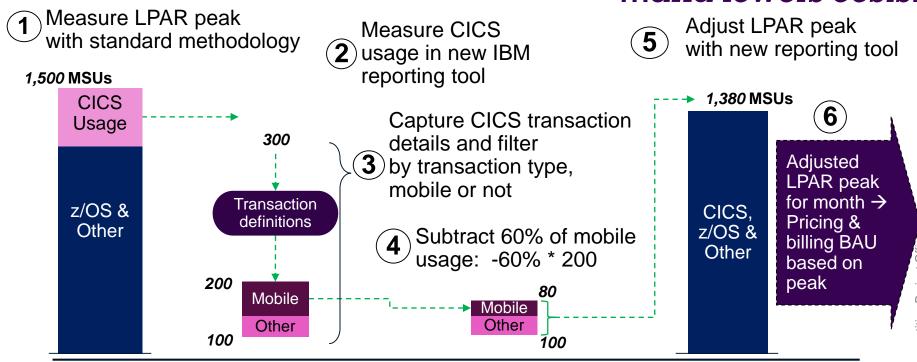
Ultimate security

Low cost

The cost impact of increased transaction rates from mobile activity is greatly reduced with Mobile Workload Pricing

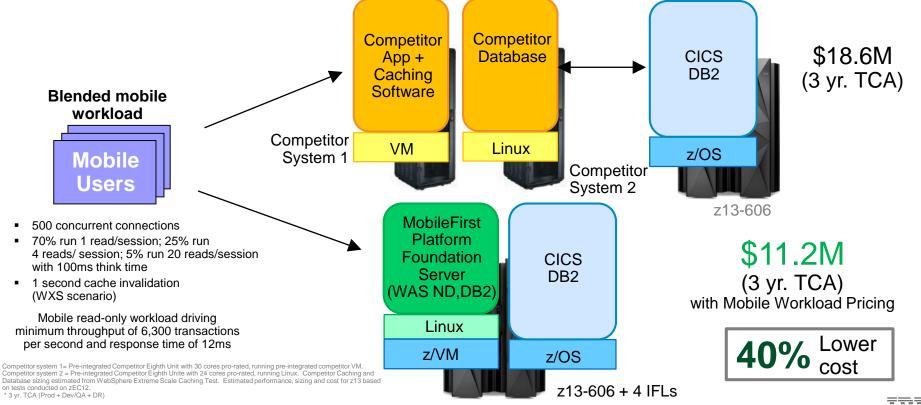


Mobile Workload Pricing helps alleviate spikes caused by increased mobile usage... ...and lowers costs!



* Figures are for illustrative purposes only. Tracking process and records will vary by customer

Co-locating data and transactions with mobile front-end is more cost-effective than offloading



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zl3 provides the capacity, security and reliability to meet the challenges of mobile computing



Increased performance and capacity Improves ability to handle workload spikes

SMT technology

Improves response time and throughput of transactional workloads

10 TB Memory & Faster I/O

Means faster transaction response times

Increase in # of LPARs Balances growth, improves TCO Faster Crypto 2x improvement in cryptography

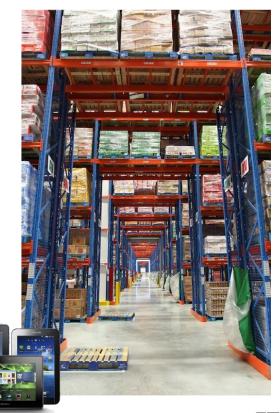


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Tesco transforms warehouse management with IBM MobileFirst Platform and z Systems

- Tesco world's second largest retailer
- Runs a CICS-based warehouse management application
- Installed IBM MobileFirst on z Systems to enable mobile access for warehouse
- Custom-designed mobile app for Android and iOS, with re-usable adapters for integration
- **ROI in less than 1 month**

Up to \$2M savings per year



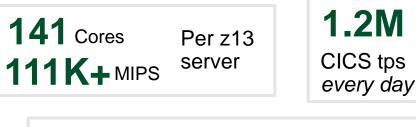
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17% Lower cost per tps when MobileFirst runs on Linux on z



