

Welcome, Service Providers for e-business.....

Tuesday, June 6

Introducing IBM's Service Provider Solution Series for e-business



Today's Speakers:

Terry Thomas

Vice President, NetGeneration ISP/ASP Partner Programs

Sue McKinney

Director, eSP Offerings

Hina Shah

Solution Lead, Service Provider Business Segment

Mostafa Elbagoury

Solution Executive, Telecom Sector



Today's Webcast Call-in Information:

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415-217-0050

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Terry Thomas



Vice President, NetGeneration ISP/ASP Business Partner Marketing





Agenda

Service Provider Solution Series for e-business

e-business Start Now --Web Self-Service Solutions

NetVIA e-Contact Center





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Solution Lead, Service Provider Business Segment

Mostafa Elbagoury

Solution Executive, Telecom Sector



From Our Audience:

Where are you located?

- United States:
- Canada:
- Latin America:
- Europe:
- Asia:



From Our Audience:

What is your business model?

- ISP:
- ASP:
- Hosting Provider:
- ISV:
- Portal, Exchange, Hub:



Sue McKinney



Director, eSP Offerings





Service Provider Solution Series for e-business

Sue McKinney
Director, eSP Offerings
Sue McKinney/Somers/IBM@IBMUS



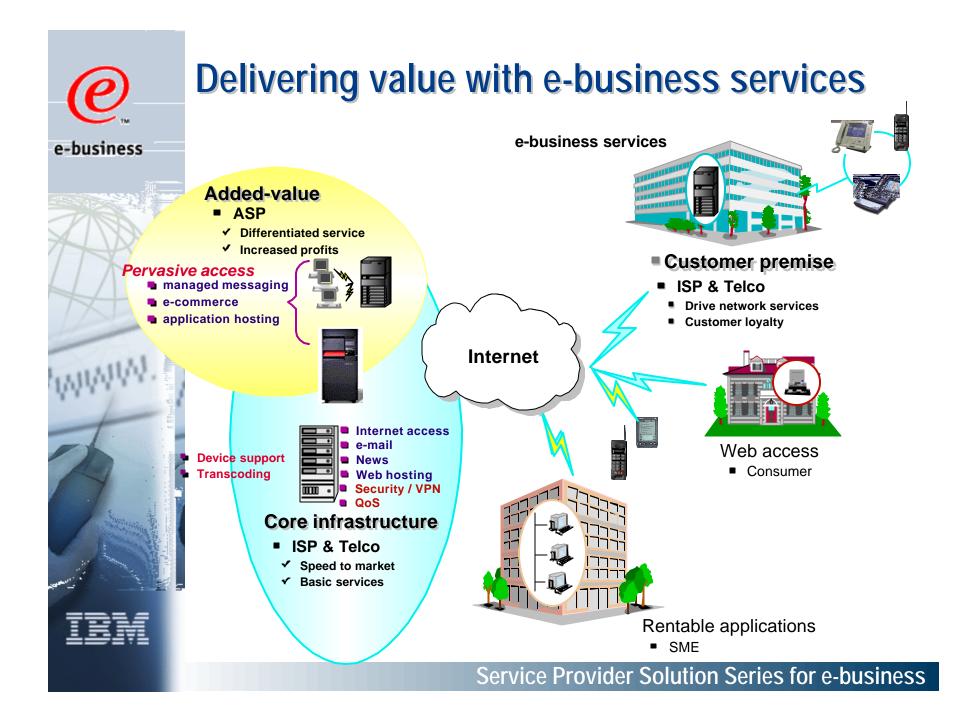
Mission and Strategy

Serve as catalyst to IBM brands for NetGen requirements and offerings

Package IBM technology into Service Provider offerings to reduce sales cycle

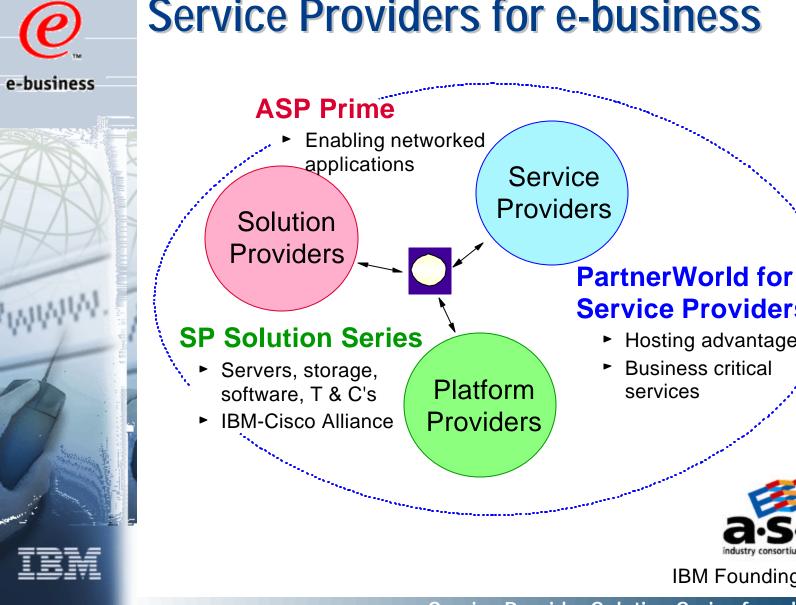
Partner with ISVs to extend IBM portfolio and capture mindshare

Enable new channels to broaden IBM coverage of NetGen market





Service Providers for e-business



Service Providers

- Hosting advantage
- **Business** critical



IBM Founding Member



Introducing... Service Provider Solution Series for e-business

SP Solution Series -- Value

SP Solution Series -- Core

SP Solution Series -- Premise



Service Provider Solution Series

SP Solution Series

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Premise

Description:

 Solutions designed to drive network services revenue for Service Providers and help them build e-business bonds with their customers

Web CRM	Web Commerce	e-Contact Center
Web Self-Service Start Now	Web Commerce Suite Start Now	Cintech NetVIA





Service Provider Solution Series

SP Solution Series -- Core

Description

 Solutions designed to efficiently deploy basic Internet services and improve Internet service delivery

ISP L	inux Solution	CC&B	Web	Mail	Database	News/Chat
Suite	Open Source	Cistron	Apache	Sendmail	planned	INN IRCd
-	Fee Ware	tbd	WebSphere	tbd	DB2	tbd

Advanced Hosting

Web
Netfinity A100 Web Server
Chili!Soft ASP

Security

Firewall

Checkpoint





Service Provider Solution Series

SP Solution Series -- Value

Description

 Solutions designed to help Service Providers deliver differentiated offerings and increase their revenue and profits

Managed Messaging	Application Services
InterMail KX	Citrix enablement



Rack optimized servers for Service Providers

Designed to meet the packaging requirements for SP data centers

- High-density, small footprint
- Low cost implementations of Internet services

Netfinity

- 4000R (Intimidator) 1U Server March performance refresh
- Additional models coming
 - ✓ Performance, capacity, redundancy
 - Optimized for web serving Windows and Linux

RS/6000

- Model B50 (Pizzazz) with Exp Plus storage
- Additional models coming
 - Performance, capacity, redundancy
 - Optimized for web application and data serving AIX
 - ✓ Designed for telecom network applications NEBS





Service Provider Solution Series for e-business

Solution Details

SP Solution Series -- Value

SP Solution Series -- Core

SP Solution Series -- Premise



From Our Audience:

Which of these service offerings are most important to your business growth?

- Core Infrastructure:
- Added Value Services:
- Customer Premise Solutions:





Hina Shah



Solution Lead, Service Provider Business Segment



On-site offerings:

IBM e-business Start Now Program, Web Self-Service Solutions

Web Self Service Solutions and Customer

Relationship Management



Overview



Service Providers and Business Partners Wants & Needs

Service Providers

- ► Higher margin service offerings
 - combine access with equipment / application
 - optionally take profit on equipment (if chooses to be a reseller)
 - optionally perform on-site services
- Long term revenue stream
- Easier customer to cross and upsell
- Increased customer loyalty
- Offer competitive differentiation

Distributors and VARs

- Sell Hardware and Software
- Services revenue
- Cross and upsell opportunity (product and services)





A Service Provider Opportunity

Service Providers partner with IBM to provide SMB solutions and to drive access bandwidth

- Service Provider does not want to become an equipment reseller or perform on-site services
 - Service Provider partners with an IBM VAD/VAR for fulfillment
 - ► The Service Provider can either front end the transaction (be the sole customer contact) and have the VAD/VAR be a sub, or just take the initial order and pass to the VAD/VAR for follow-up ordering/installation
- Service Provider wants to become an equipment reseller and/or perform on-site work
 - Can partner them with a VAD
 - Can take order and fulfill through IBM Direct
 - ► IBM IGS can perform the services



What is Web Self Service?

 "A web self-service application allows the customer, employee, business partner, or supplier to access information, ask questions, get answers, make decisions, and take action without human contact"

Forrester: 'The Self Service Imperative"





Web Self Service Examples

Customer/Supplier

- Order placement/status
- Delivery status
- Review billing status
- Profile record updates
- Managing inventory

Employee

- Personnel Management
- Employee profile mgt.
- Recruiting
- Computer based training
- Employee benefits





- Customer Control
- Customer Responsiveness
- Customer Retention



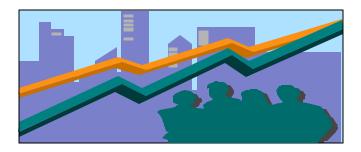
"When customer retention rates increase by just 5%, profits increase by 25-125%" The Bain Group



The Web Self Service Market

Market Views

- 142 million web users growing to 500M
 - ✓ IDC
- Global CRM Market Opportunity for SMB Segment
 - ► 2000 \$5B
 - ► 2001 \$6B
 - ► 2002 \$8B
- Web to legacy integration will expand at 75% from \$1.6B in 1997 to \$14.7B in 2002
 - ✓ Information Week





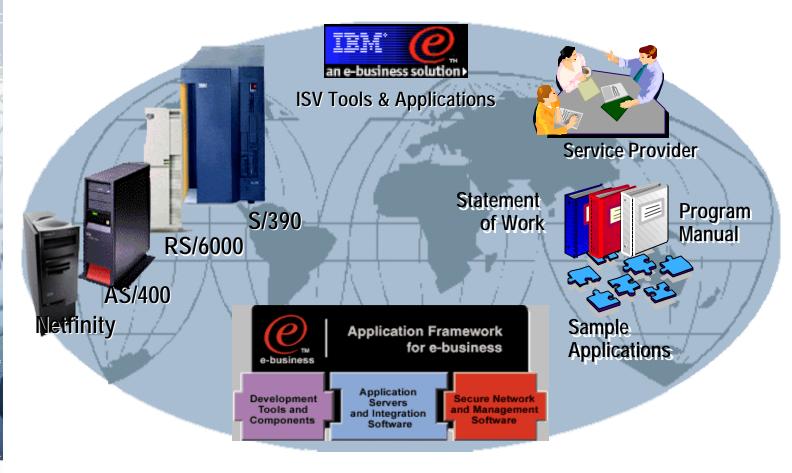
From Our Audience:

Are you interested in offering solutions enabled to run on customer premises?

- Yes
- No
- Have not seen a requirement from my customers



The IBM e-business Start Now Program

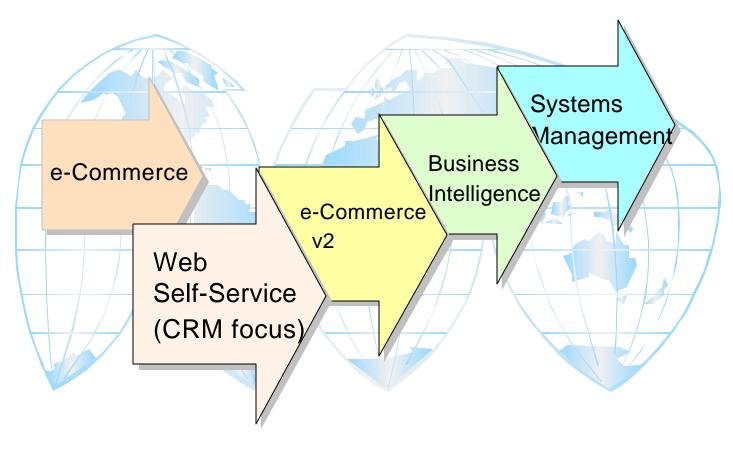


...for Small and Medium Businesses



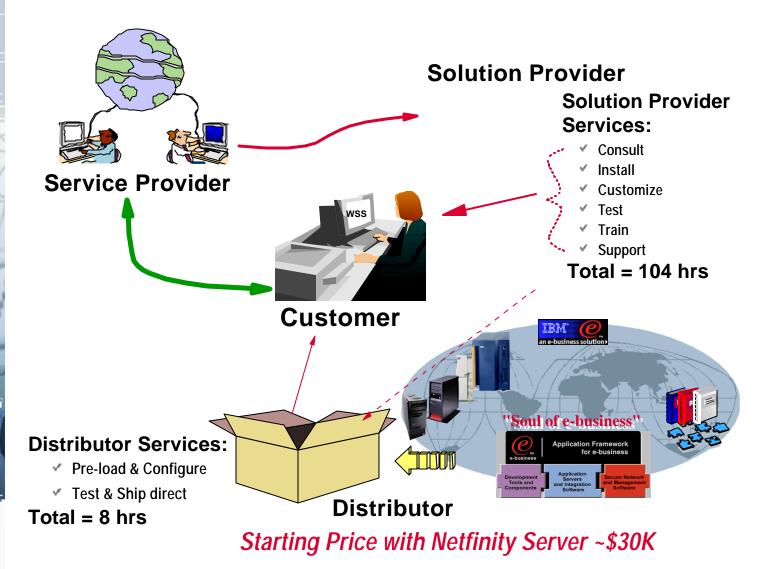


Planned e-business Start Now Offerings



e-business

How it works





Value Chain



Service Provider

Drive bandwidth, up/cross-sell existing customers, reduce churn, penetrate vertical markets

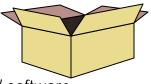
Solution Provider

Solution services revenue

New channel for Service Providers

Customer

Single tested solution, one call, one source for a "connected solution". IBM support. IBM Business Partner expertise.



Distributor

- ✓ Hardware / software
- ✓ Integration services



Tested solutions, single point of contact for support, marketing/advertising of brand awareness, offerings tailored to small and medium customer requirements



Web Self Service Solution Options

IBM Hardware



Netfinity 5000, Model 8659



RS/6000 43P Model 140

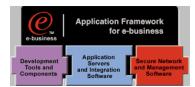


AS/400e 170, feature 2291

IBM Suites for

e-business

IBM Software



IBM Suites for e-business

- WebSphere Standard Edition
- Domino
- DB2 UDB
- SecureWay Directory
- Communication Server
- Tivoli Agents
- IBM Suites e-business demo application tools

ISV Tools



Drumbeat 2000 JSP by Macromedia

- Drumbeat Quickstart Self-Study Guide
 Drumbeat Starting Points
 - CRM/WSS oriented sample code





Web Self Service Solution Options (Continued)

IBM Tools

- Program Manual
 - How-to-Guide
- Sample "Statement of Work"



- Total minimum Value = 104 hrs:
 - Consult
 - Build Solution
 - Install, Configure, Test, and Maintain

Total Customer Value

Starts at ~ \$30,000 USD (NT)







What does IBM provide?

Solution definition for all IBM platforms

Minimum specification to build e-business solutions

Sales & Technical Training

- IBM Certified e-business Solution Advisor, Designer
- Start Now Technical training (configuration and install)
 - Seminars
 - Web-based education
- Traditional product training and certification

Start Now Demand Generation

 Start Now participates in IBM corporate and brand campaigns (TV, Print, Direct Mail, Web, etc. varies by campaign & solution)



Current Status of Start Now Web Self Service

- North America
 - ► IBM Business Partners -- 88
- Europe
 - ► Participation in the following countries:
 - Germany
 - Spain
 - UK
 - France
 - Italy
 - Austria

Asia Pacific

- Participation in the following countries -- English version: :
 - Singapore, Korea, Australia

Feedback from Business Parnters

"Start Now is the most successful demand generation program in the channel we've ever seen from IBM"



Next Steps

For More Information on the Program and How you can get started, visit:

http://www.ibm.com/partnerworld/startnow

http://www.ibm.com/solutions/netgeneration



From Our Audience:

Is this an offering that your customers would be interested in?

- Yes
- No
- Not Sure
- Offering an alternative solution to Customer



Mostafa Elbagoury



Solution Executive, Telecom Sector

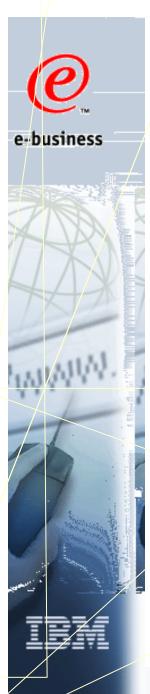


*Net*VIA

e-Contact Center

Virtual Interactions... Anywhere. Anytime. Anyway

Mostafa Elbagoury - IBM Telecom Sector Webcast Module - June 2000







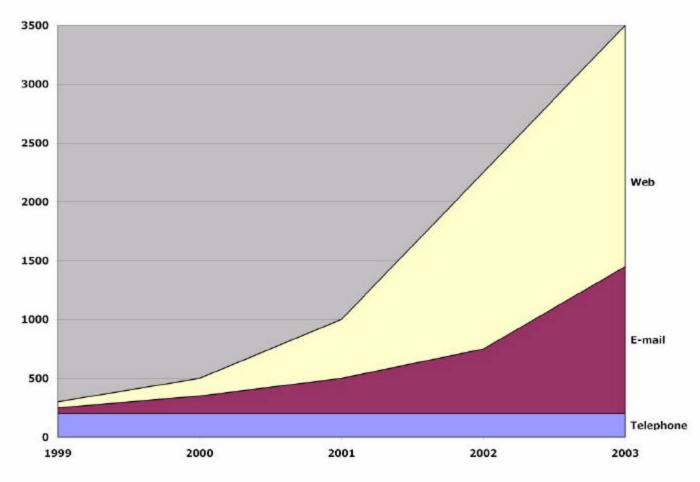
From Our Audience:

Question: How do most customers prefer to reach you?

- Telephone
- e-mail
- Fax
- Internet
- Mail



e-Contact Center Growth





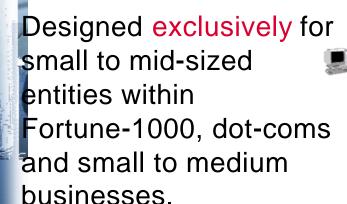




Positioning NetVIA

e-business

NetVIA is an e-contact center solution that connects resources across an enterprise to form a virtual community to communicate with customers, colleagues or business partners in a uniform, integrated manner via phone, e-mail or web.





Service Provider Solution Series for e-business

Headquarters

e-contact center

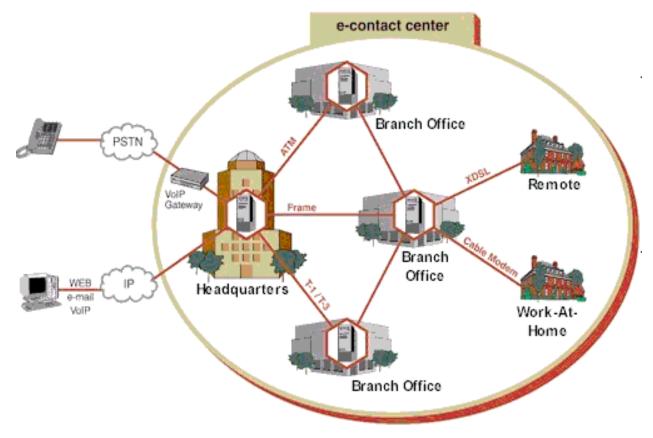
Branch Office

Branch Office

Remote



Virtual e-Contact Center





Target Market: Small - to Midsize Entities

Enterprise / Large Business

- Multi-sites, branch offices, departments, remote sites
- Fortune 1000 / global
- WANs / LANs

Medium Business

- Multi-sites, branch offices
- LANs (some WANs)

Campus / Single Site / LAN

Campus environments, single sites

Cross-industry



Market Needs

Unified Multi-channel communications

- Voice contact is dominant
- e-mail and web interactions explosive growth

Leverage existing infrastructure - voice & data

- Flexibility
 - Remote workers
 - Virtual teams
 - Standard, open architecture and platform

Scalable

- 2 users to 100s of users
- Migrate to multi-contact types

Remote technical support

Ease of use - consistent interface for voice and web contacts



Application

Multi-media e-contact center

- Unifies voice, email, and web contacts
- Unifies management information

IP-based

- Resides on data network
- Switch technology/vendor/transport indifferent
- Open standards; H.323 v2

Location neutral

- Creates a "virtual community" comprised of local and remote resources
- Customer Premise or Dedicated, Managed Service



End-to-End Offering

Software

NetVIA e-contact center application

Hardware

- IBM's Netfinity Server platform
- Connects to Cisco VoIP gateways

Services & Support

IBM Global Services – data networking implementation and integration

Service Providers

- Consulting services
- Transport, connectivity, data, and telephony



NetVIA e-contact center applications

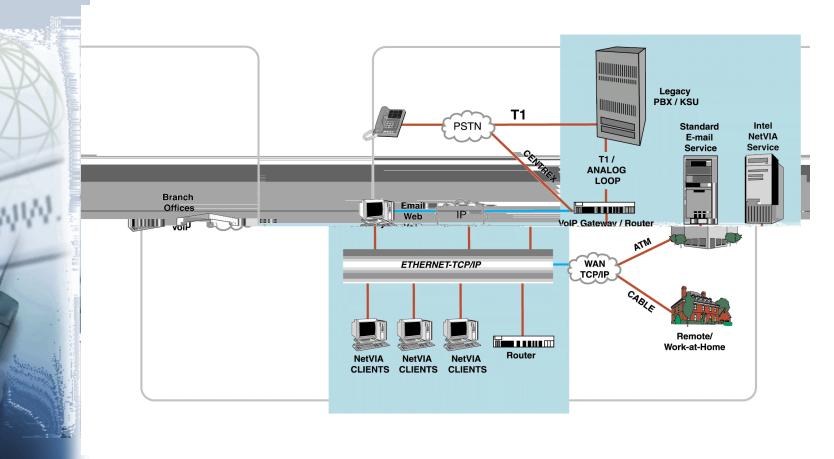
Industry

- Distribution
- Education
- Financial/banking
- Government
- Healthcare
- Insurance
- Manufacturing
- Retail/remote shopping
- Travel services
- Utilities

- Applications
 - ✓ Sales / Order Processing
 - ✓ Customer Care
 - **✓** Dispatch
 - **✓** Help Desk
 - ✓ Information
 - **✓** Registration
 - **✓** Reservations
 - **✓** Appointments



Standard Configuration







Netfinity - Features

Versatile 1 or 2-way Intel CPU server that sets the standard for e-business

Price/performance leader for growing businesses or departments

Growth into superior power and reliability of an enterprise-class server

Clustered with a suite of services to provide 99.9% availability

Service Provider Solution Series for e-business



NetVIA - Voice Features

PSTN calls from ANY telephony platform PSTN "trunking" thru PBX to gateway PSTN "trunking" directly into gateway Call Distribution

- Announcements and automated attendant
- Caller-directed based on customer-entered digits
- Skills-based routing
- Customer-profile routing

Intuitive, table-driven routing schedules



NetVIA Value Propositions

2000 contact center opportunity - 60K seats

Cumulative opportunity over 5 years - 900K seats

Service Provider opportunity \$46M in 2000

- Assuming 5% market share 3K seats
- \$16 M revenue (HW, SW, Services)
- \$30 M annual telecom access revenue
 - ✓ (local, internet and toll free communications costs)

Value for SMB Customer

- \$250 K to \$500 K annual cost savings
- Improved customer satisfaction



Value Proposition: Service Providers

End-to-end offering

Components and services packaged with transport and connectivity

Extends customer relationships

Expanded portfolio of offerings

Expands geographic coverage

Service global enterprises

Drives traffic on the network

Voice and data

Drives broadband usage

VPN, T1/T3, frame relay, ATM, xDSL and cable modems



NetVIA information resources

Cintech Website

www.cintech-cti.com/NetVIA

IBM website

- www.ibm.com/solutions/netgeneration
- www.ibm.com/PartnerWorld/StartNow

Contact: Mostafa Elbagoury

- **905-316-4995**
- 416-458-5781 (mobile)
- e-mail: melbagou@ca.ibm.com



For Further Information and Feedback:

Visit the IBM Service Provider for e-business web

site at: www.ibm.com/software/spebusiness

Then "Select a geography"

North America:

E-mail: isp@us.ibm.com

Call Partner Services at 1-800-426-1822

Europe:

E-mail: dominic_moore@uk.ibm.com

Call: 44 208 818 4149

Asia:

E-mail: bpservices@lotus.com

Latin America:

E-mail: isp@us.ibm.com

Service Provider Solutions:

www.ibm.com/solutions/netgeneration

As of 6/4/00 21:00



Thank You