

The Core Principles of Information Integration & Governance





What is Information Integration and Governance?





Better information integration & governance improves business results



Understanding Data

A major bank located 300,000 previously lost customers, gaining ability to up sell and accelerate revenue generation



Improve Data Quality

Best practices in data quality can boost revenue by 66%



Manage Data Lifecycle

Computer systems company reclaims \$350,000 of disk and improves performance by more than 40% through archiving



Protect Data and Comply

Monitoring database activity protects data, enables compliance and successful audits while providing 239% ROI



... But most organizations continue to struggle

Increasing Complexity



1 trillion
Connected
devices in the
world

Declining Quality



\$8.2 million
Annual loss

by average organization due to poor data quality

Protecting Privacy



\$204
Cost per
compromised
record

Ensuring Compliance



\$29.8 billion
U.S spending on
governance, risk
and compliance



...Making information integration and governance no longer an option

"By 2013, 25% of the companies in highly regulated industries will create and staff positions in accounting, human resources, compliance and audit and law that deal explicitly with the management of information via technology."

"[A]n [information management] strategy should incorporate lifecycle information governance practices [to ensure] consistent execution of ... business optimization, agility, and transformation [initiatives]." "If you are going to protect your company's most valuable asset—your data—you will begin to view data security as a component of a more comprehensive information governance strategy."

– Gartner, Inc. "Organizing for Information Governance" Debra Logan, November 2009

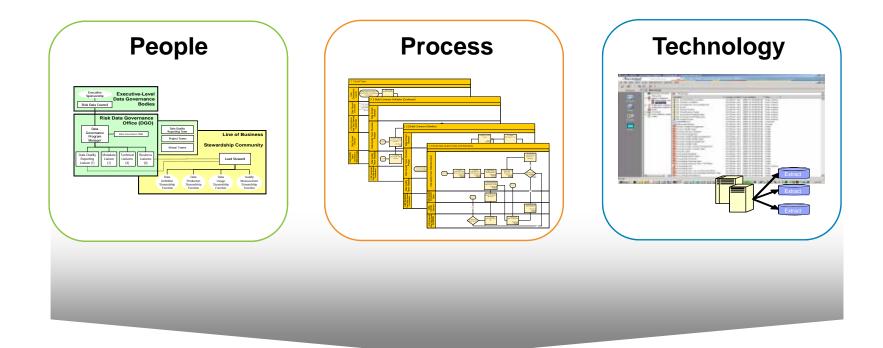
 Forrester Research, Inc.
 "Refresh Your Information Management Strategy to Deliver Business Results" Rob Karel & James G. Kobielus, August 2009 Hurwitz & Associates "Why you need an information governance strategy for 2010" Marcia Kaufman, December 2009





Proactively leverage information to unlock value and manage risk

Creating the need for better Information Integration and Governance



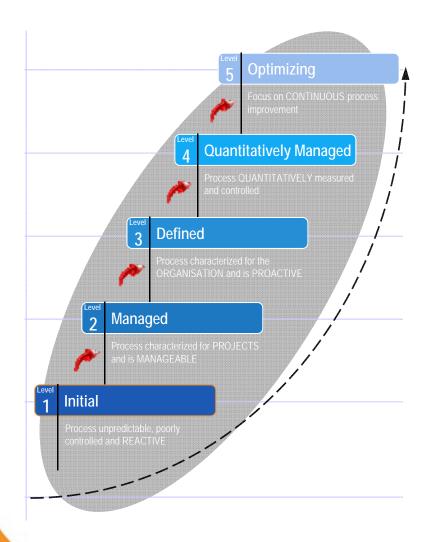
Ensure information is understood and consistently defined.

Increase the use and trust of information as an enterprise asset.

Protect information, reduce risk and comply.



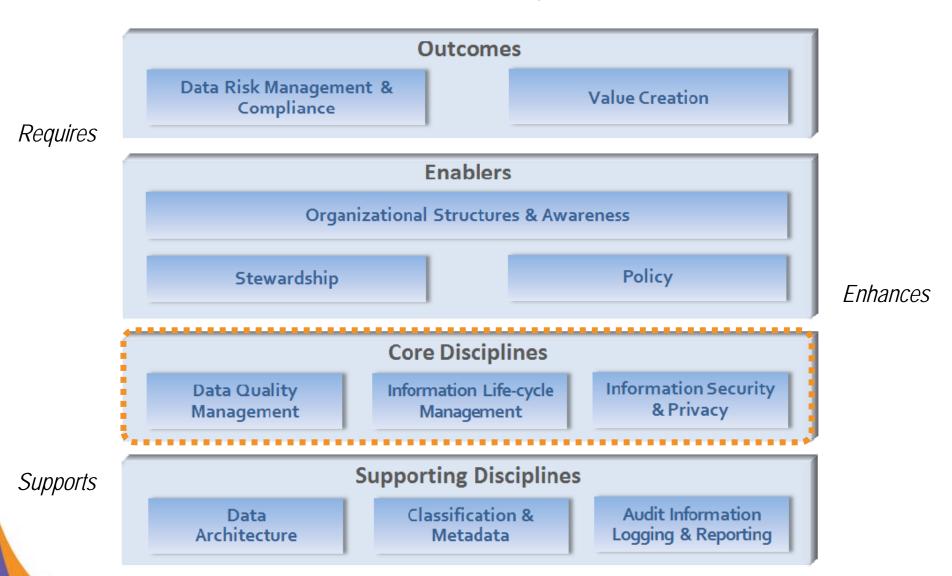
IBM's history of thought leadership in Information Governance



- Established Information Governance Council over five years ago
- Developed Maturity Model for Information Governance leveraged by over 250 customers
- Community now exceeds 750 members
- www.infogovcommunity.com



Information Governance Council Maturity Model





Proactively unlock value while managing risk in your next project

Do you fully understand your information landscape?



Do your users trust your information?



Do you have a strategy to contain cost as data volumes grow?



How prepared are you to address legal and regulatory obligations?



Do you have a 360° view of protecting information?







We want semantic consistency

... To align business and IT

Created on Many Eyes @ IBM

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We want information we can trust

\$8.2M

\$250K

1,300





Average annual losses¹

Mail order fraud

NPSA data quality incidents²

^{1. &}lt;a href="http://searchdatamanagement.techtarget.com/news/1365965/Poor-data-quality-costing-companies-millions-of-dollars-annually">http://searchdatamanagement.techtarget.com/news/1365965/Poor-data-quality-costing-companies-millions-of-dollars-annually

^{2.} http://www.ic.nhs.uk/webfiles/Services/in%20development/dataquality/The%20Impacts%20of%20Poor%20Data%20Quality.pdf



Requirements to manage the quality of data

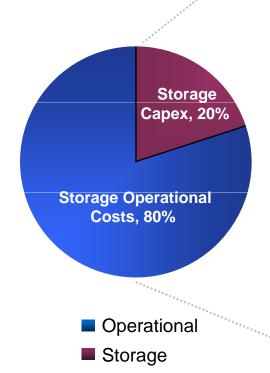
Information Governance Core Disciplines Quality Management		
Understand	Develop	Cleanse &
& Define	& Test	Manage Continuously
InfoSphere Discovery	InfoSphere Data Architect	InfoSphere QualityStage
InfoSphere Business	InfoSphere Optim Test Data	InfoSphere Information
Glossary	Management Solution	Analyzer
InfoSphere	InfoSphere	InfoSphere
MDM	MDM	MDM
InfoSphere Data	InfoSphere Optim Test Data	InfoSphere
Architect	Management Solution	QualityStage

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We want to manage information more efficiently

- Optimize efficiency of data management systems
- Remove unnecessary data from production environments
- Quickly and more cost effectively provide the right information for development and testing
- Continuously monitor, manage and improve performance

Industry Average Fully
Burdened IT Infrastructure
Cost Percentages to
support data growth



Industry Averages		
Туре	Industry Average	
Disk Storage + Tape	20%	
Hardware: Networking (cables, routers, etc)	15%	
Software (for storage)	17%	
Infrastructure: Telcom	10%	
Infrastructure: Power	5%	
Infrastructure: Floor Space	3%	
Staffing (for storage)	30%	
Total	100%	

... To reduce cost and risk



We want to comply with regulatory and legal obligations

Legal *Matters*



Enable Rigorous
eDiscovery to Mitigate
Legal Risk and Reduce
Litigation Costs

IT Systems



Help CIO Preserve IT
Budget by Managing
Information Based
on Value

Records Laws or Regulations



Enable Global Initiatives with Retention for All Information

Key Stakeholder Value

Stakeholder Alignment

Key

Reduce costs and risks

Improve legal hold process

Enable rigorous eDiscovery

Reduce storage costs

Govern information assets

Optimize archiving, classification

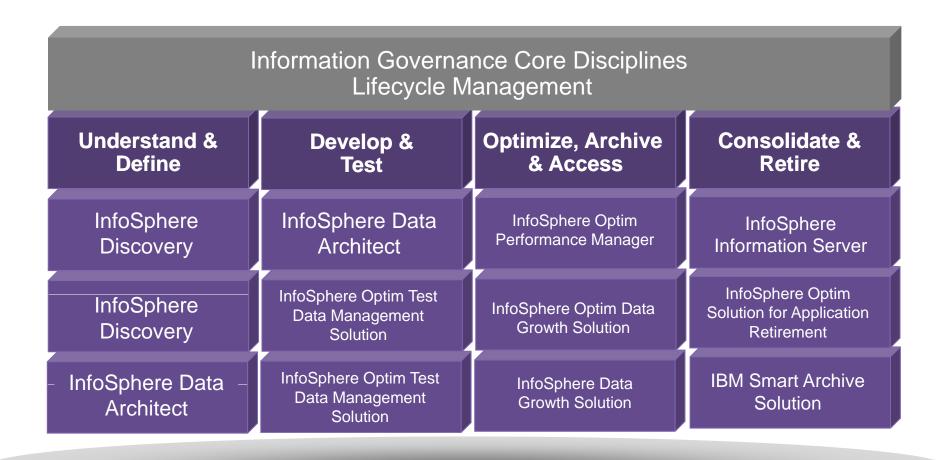
Manage records and non-records

Improve and enforce retention

Enable defensible disposition



Requirements to manage information throughout its lifecycle



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We want information that is secure and protected



... To reduce risk and improve compliance





Protecting information security and privacy is not an option

42%

of all cases involved third-party mistakes and flubs ... magnitude of breach events ranged from about 5,000 to 101,000 lost or stolen customer records

Fifth Annual U.S. Cost of Data Breach Study", Ponemon Institute, Jan 2010

73%

of security professionals anticipate the volume of database security attacks will continue to increase

Enterprise Strategy Group, Databases at Risk, September 2009

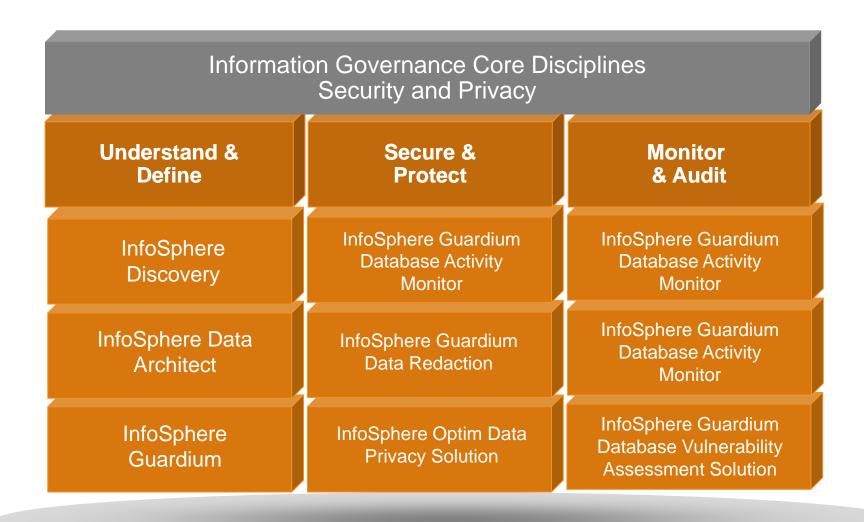
Over 82%

of firms surveyed have had more than one data breach in the past year involving loss or theft of 1,000+ records with personal information; cost of a data breach increased to \$204 per compromised customer record

2009 Annual Study: Cost of a Data Breach, Ponemon Institute LLC., January 2010



Requirements to secure and protect data privacy





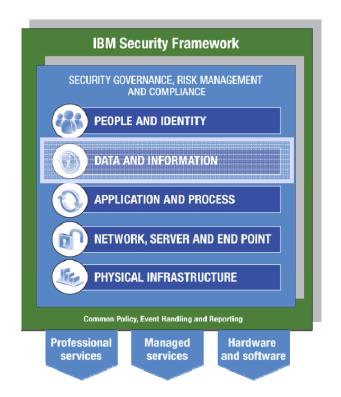
The IBM security strategy:

Make security, by design, an enabler of innovative change

IBM as a <u>trusted partner</u>, delivering secure products and services

- 15,000 researchers, developers and SMEs on security initiatives
 - Data Security Steering Committee
 - Security Architecture Board
 - Secure Engineering Framework
- 3,000+ security & risk management patents
- 200+ security customer references and 50+ published case studies
- 40+ years of proven success securing the zSeries environment
- Managing more than 7 Billion security events per day for clients

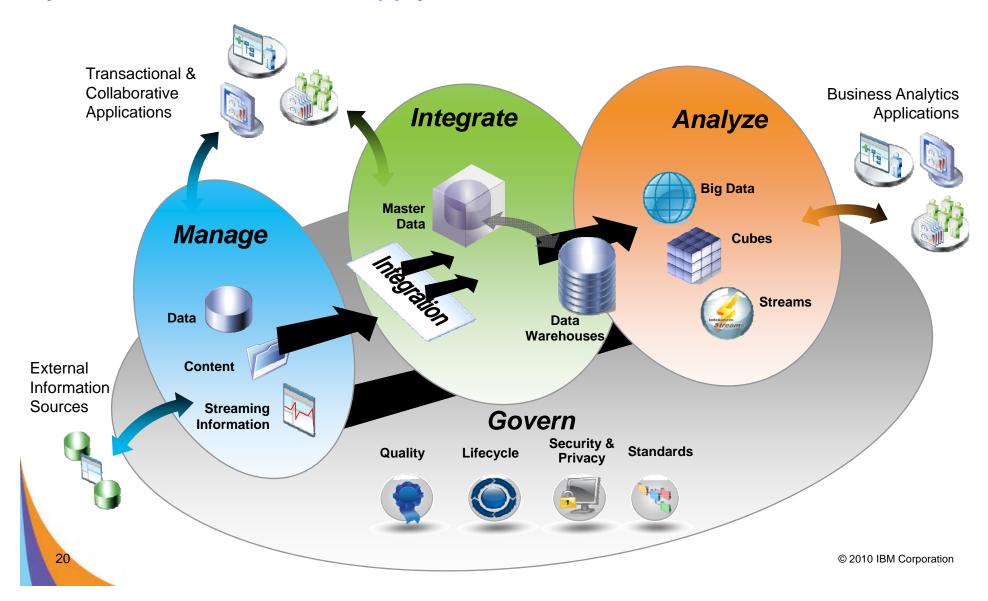
IBM as a <u>trusted security</u> <u>vendor</u>, providing key solutions across all security domains







Delivering trusted information for smarter business decisions across your entire information supply chain





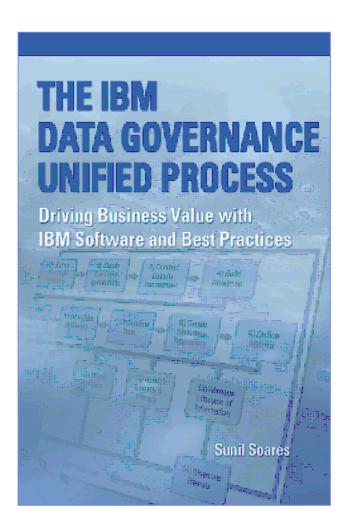
Information Governance is key to proactively driving results

- 1 Understand your information and its landscape
- 2 Provide high quality information for all uses
- 3 Reduce time and cost of managing information
- 4 Comply with regulatory and legal obligations
- 5 Protect security and privacy while reducing risk



What can you do next ...

- Start small with a project, don't try to do it all at once
 - Free workshops and assessments
 - Best of breed solutions to help you succeed
- Join a movement:
 - www.infogovcommunity.com
 - Benchmark your organization online
 - Work with others on the Maturity Model
- Read the book
- Visit our web page:
 - <u>ibm.com/informationgovernance</u>





Thank you



Delivering Trusted Information for Smarter Business Decisions