

The IBM Enterprise Linux Server

An ideal platform for optimized workload deployment



Enterprise2013

Trademarks

The following are trademarks of the International Business Machines Corporation in the United States and/or other countries.

IBM*	DB2*	Genelco*	Maximo*	Rational*	WebSphere*
IBM (logo)*	DB2 Connect	HiperSockets	MQSeries*	Smarter Cities	zEnterprise
BuildForge*	Domino*	Informix*	Performance Toolkit for VM	SPSS*	z/VM*
ClearCase*	FICON*	InfoSphere	Proventia*	System z*	
Cognos*	FileNet*	Lotus*	Quickr	Tivoli*	

* Registered trademarks of IBM Corporation

The following are trademarks or registered trademarks of other companies.

Adobe, the Adobe logo, PostScript, and the PostScript logo are either registered trademarks or trademarks of Adobe Systems Incorporated in the United States, and/or other countries.

IT Infrastructure Library is a registered trademark of the Central Computer and Telecommunications Agency which is now part of the Office of Government Commerce.

Intel, Intel logo, Intel Inside, Intel Inside logo, Intel Centrino, Intel Centrino logo, Celeron, Intel Xeon, Intel SpeedStep, Itanium, and Pentium are trademarks or registered trademarks of Intel Corporation or its subsidiaries in the United States and other countries.

Linux is a registered trademark of Linus Torvalds in the United States, other countries, or both.

Microsoft, Windows, Windows NT, and the Windows logo are trademarks of Microsoft Corporation in the United States, other countries, or both.

Windows Server and the Windows logo are trademarks of the Microsoft group of countries.

ITIL is a registered trademark, and a registered community trademark of the Office of Government Commerce, and is registered in the U.S. Patent and Trademark Office.

UNIX is a registered trademark of The Open Group in the United States and other countries.

Java and all Java based trademarks and logos are trademarks or registered trademarks of Oracle and/or its affiliates.

Cell Broadband Engine is a trademark of Sony Computer Entertainment, Inc. in the United States, other countries, or both and is used under license therefrom.

Linear Tape-Open, LTO, the LTO Logo, Ultrium, and the Ultrium logo are trademarks of HP, IBM Corp. and Quantum in the U.S. and other countries.

* Other product and service names might be trademarks of IBM or other companies.

Notes:

Performance is in Internal Throughput Rate (ITR) ratio based on measurements and projections using standard IBM benchmarks in a controlled environment. The actual throughput that any user will experience will vary depending upon considerations such as the amount of multiprogramming in the user's job stream, the I/O configuration, the storage configuration, and the workload processed. Therefore, no assurance can be given that an individual user will achieve throughput improvements equivalent to the performance ratios stated here.

IBM hardware products are manufactured from new parts, or new and serviceable used parts. Regardless, our warranty terms apply.

All customer examples cited or described in this presentation are presented as illustrations of the manner in which some customers have used IBM products and the results they may have achieved. Actual environmental costs and performance characteristics will vary depending on individual customer configurations and conditions.

This publication was produced in the United States. IBM may not offer the products, services or features discussed in this document in other countries, and the information may be subject to change without notice. Consult your local IBM business contact for information on the product or services available in your area.

All statements regarding IBM's future direction and intent are subject to change or withdrawal without notice, and represent goals and objectives only.

Information about non-IBM products is obtained from the manufacturers of those products or their published announcements. IBM has not tested those products and cannot confirm the performance, compatibility, or any other claims related to non-IBM products. Questions on the capabilities of non-IBM products should be addressed to the suppliers of those products.

Prices subject to change without notice. Contact your IBM representative or Business Partner for the most current pricing in your geography.

This information provides only general descriptions of the types and portions of workloads that are eligible for execution on Specialty Engines (e.g. zIIPs, zAAPs, and IFLs) ("SEs"). IBM authorizes customers to use IBM SE only to execute the processing of Eligible Workloads of specific Programs expressly authorized by IBM as specified in the "Authorized Use Table for IBM Machines" provided at www.ibm.com/systems/support/machine_warranties/machine_code/aut.html ("AUT"). No other workload processing is authorized for execution on an SE. IBM offers SE at a lower price than General Processors/Central Processors because customers are authorized to use SEs only to process certain types and/or amounts of workloads as specified by IBM in the AUT.



What is a Enterprise Linux Server (ELS)*

alias

- **Large highly-scalable enterprise class server** running Linux
- Linux on System z server
- Solution Edition for Linux on System z
- zEnterprise and Linux on System z
- Linux on a highly virtualized server based on System z architecture
- Linux on the mainframe

zEnterprise EC12



zEnterprise zBC12

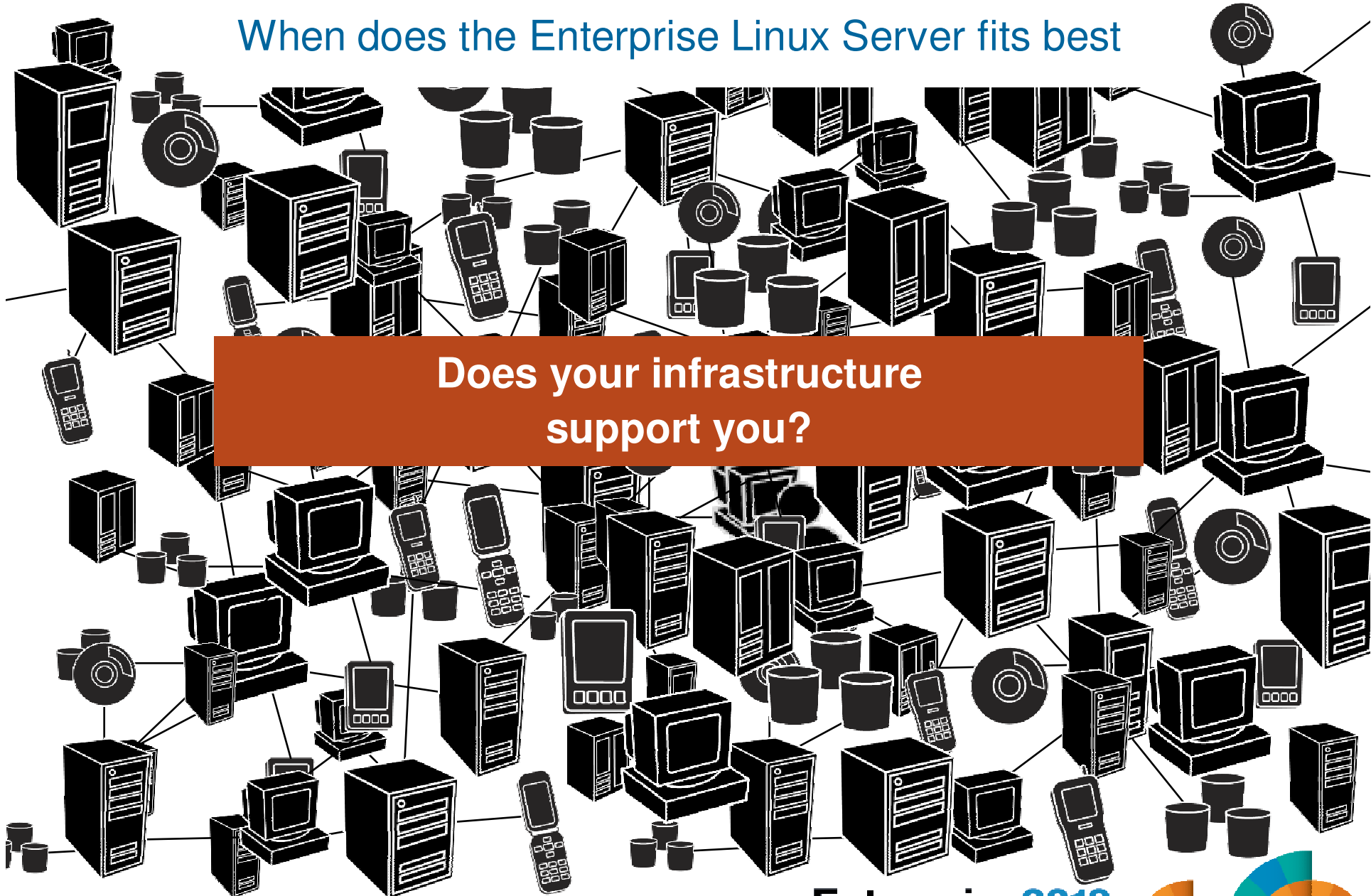


*) Originally ELS was a pre-configured IBM System z10 BC including z/VM
© 2013 IBM Corporation



When does the Enterprise Linux Server fits best

Does your infrastructure support you?



Solving top IT challenges is a key imperative *What will you do differently?*

IDC

"The largest threat that many companies and organizations now face is not ... a virus...

The new enemy is sprawl.

The vastness of infrastructures now in place represents a danger in and of itself.¹

Robert Frances Group

"IT executives want to transform their operations from spending 70-80% of their budgets on operations."²

¹ <http://idc.cema.com/eng/events/49631-idc-it-security-and-datacenter-transformation-roadshow-2013>

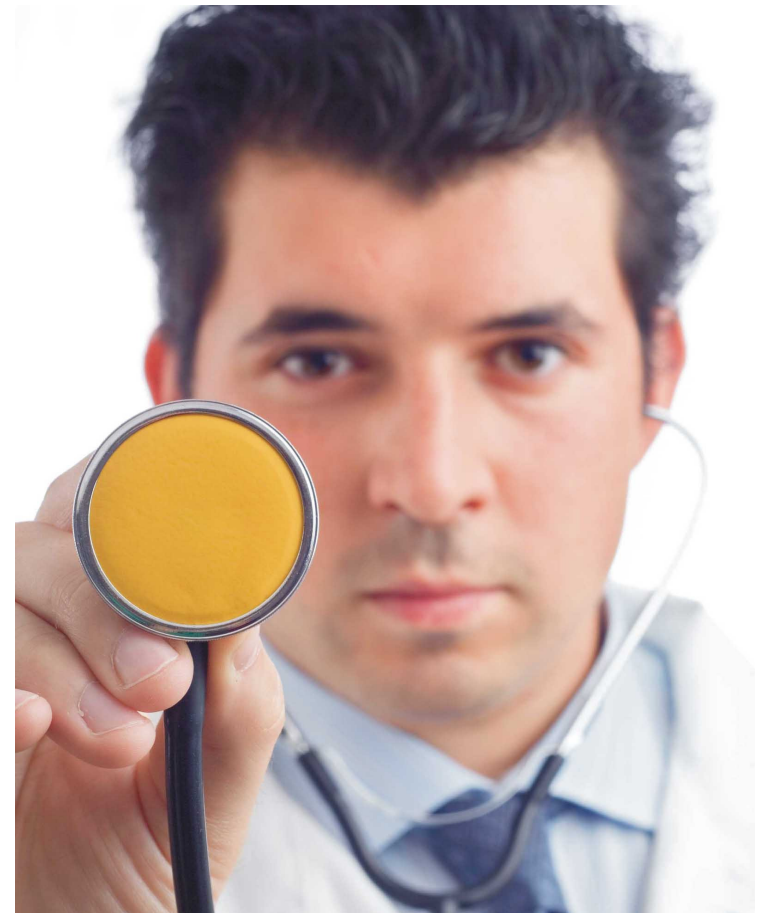
² Robert Frances Group, "Data Center Optimization Planning – Dashboard Metrics," December 2012



Key drivers of sprawl and cost of maintaining your infrastructure


- **Rising software costs**
- **Operational inefficiency**
- **Growing energy and space requirements**
- **Recovery from unplanned disruption**
- **Security threats**

What can you do differently?



The Game Changer for Enterprise Linux

New: Enterprise Linux Server – based on IBM zEnterprise® BC12 (zBC12)

Facts		Values
Deploy up to 40 virtual servers per core	Linux Server Solution including hardware, hypervisor and maintenance	As low as \$1.00/day per virtual server ¹
Up to 520 virtual servers in a single ELS footprint		Save up to 55% on TCO over 5 years ²
Secure isolation of logical partitions with highest level of security certification		More than 3,000 Linux ISVs apps supported
Support for Red Hat, SUSE and OpenStack® Cloud		Still starting as low as \$75K USD ³

¹ IBM calculations of zEnterprise limits across maximum zBC12 configuration. Results may vary. 3-Year cost for hardware, hardware maintenance, and zVM.

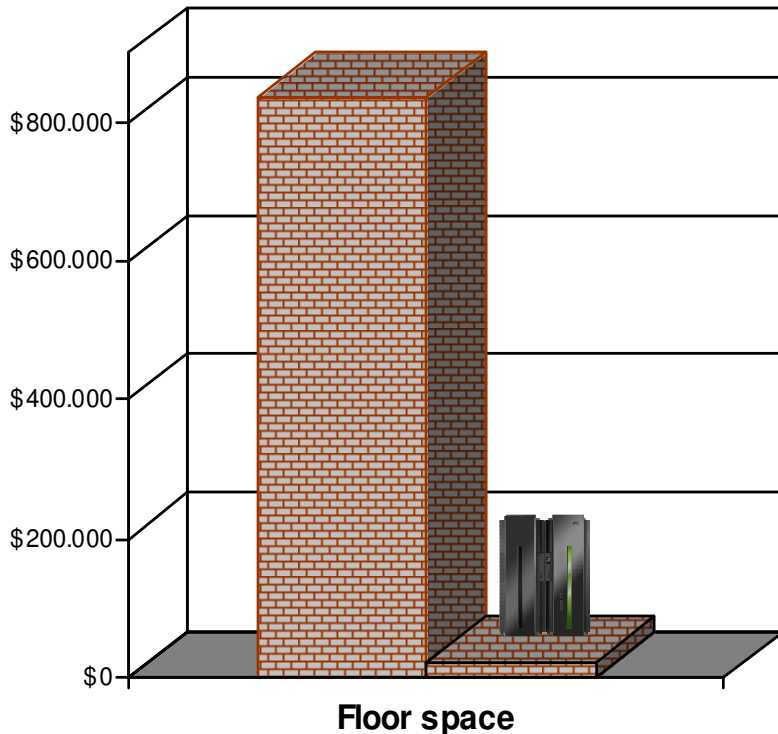
² Based on preliminary measurements and projections comparing Oracle DB on x86 2 chip 8 core 2.13GHz blades vs. zBC12 and ELS solution edition pricing. Subject to change and results may vary based on numerous factors.

³ Based on US market and will vary by country.

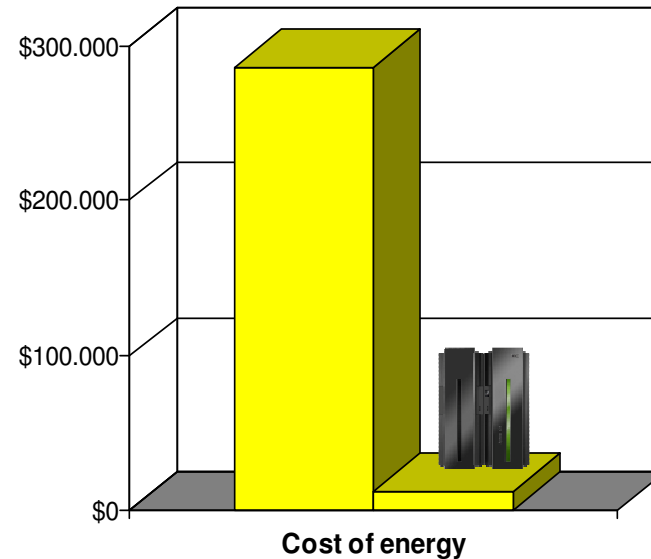
© 2013 IBM Corporation



Insurance Company Reduced Energy Requirements 95% by Consolidating 292 Servers to a z10



OEM Server environmentals are derived from IDEAS International.



Annual cost calculation

- Floor space cost calculated with a rate of \$29 per square foot per month
- Energy cost calculated with a rate of \$0.12 per Kilowatt

Prices are in USD. Prices may vary in other countries.
Data is based on real client opportunity and on internal standardized costing tools and methodologies.
Client results will vary by types of workloads, technology level of consolidated servers, utilization factor, and other implementation requirements. Savings will vary by client.



Why should you evaluate the Enterprise Linux Server

An Enterprise Linux Server provides

- **Single server simplicity**
- **Efficiency at scale - high flexibility, scalability and resource utilization**
- **High server capacity with up to 13 cores running at 4.2 GHz**
- **Non-disruptive growth within one physical server**
- **Ultimate security**
- **Economics**



What is Different about an Enterprise Linux Server (ELS)

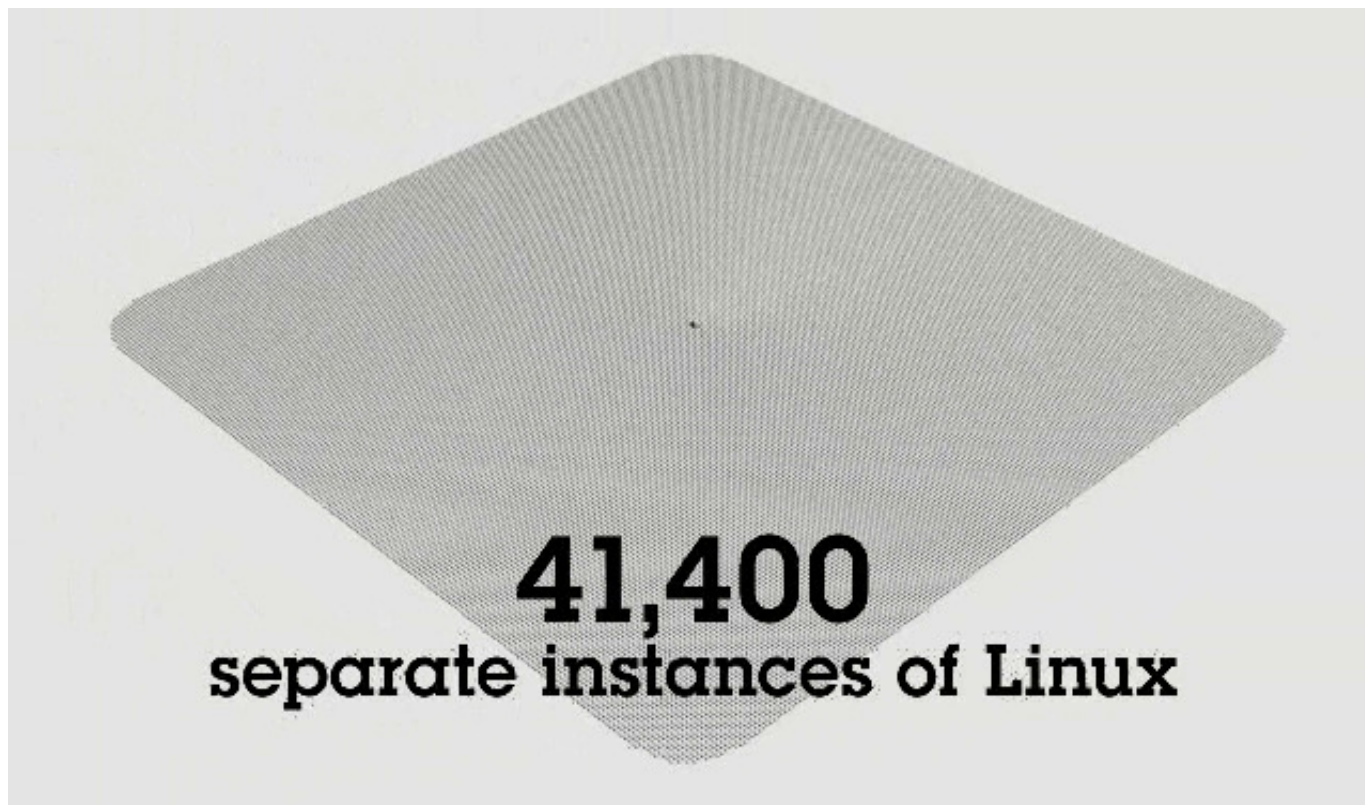
- **Economics: Maximizing Resource Utilization**
- **Hypervisor tightly integrated with hardware**
- **Shared everything infrastructure through hardware, allows for maximum utilization of resources**
- **Designed to support diverse mixed workloads – not just more of the same**
- **Handles peak workload utilization of 100% without service level degradation**

Extreme Virtualization and Consolidation!



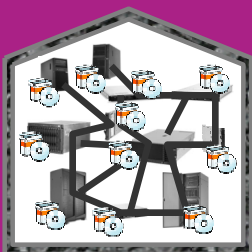
IBM Virtualization on System z, with Linux on System z

-Scalable to thousands of Linux guests



Consolidation allows for enomous saving in Software Costs

44% expect software budgets to increase over the next 18 to 24 months.¹



Nationwide Insurance
"By moving workload from thousands of distributed processors to a very small number of powerful mainframe processors, we have made enormous savings in software licensing costs."

Pay less, use a few very good utilized software licenses instead.



Brian Callaghan,
 Associate Vice President of
 middleware and emerging
 technologies at Nationwide



When is an Oracle Consolidation paying out

- starting with 2 Server (RAC) installation

- Real customer situation
- For an Installation of Oracle (RAC) starting with 2 servers
 - Servers with 6 Cores - $2 \times 6 = 12$ Cores
 - Oracle Enterprise Licenses
 - RAC Feature
- Replacement with z114 - much cheaper and effective
 - workload could be handled with 2 IFLs

- General Price reduction over 3 years:
 - almost one million Euro savings





Confronto spesa triennale Oracle Enterprise Edition

ORACLE®

Su x86:

- 1° Anno: € 814.656,65
- 2° Anno: € 146.904,60
- 3° Anno: € 146.904,60



Totale Triennale
€ 1.108.465,85

ORACLE®

Su System Z114 IFL:

- 1° Anno: € 135.776,10
- 2° Anno: € 24.484,10
- 3° Anno: € 24.484,10



Totale Triennale
€ 184.744,3

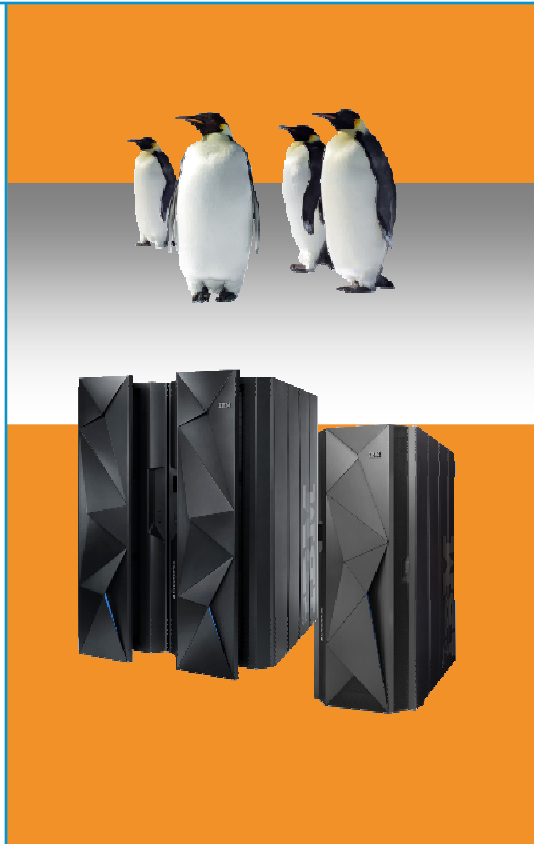
Risparmio **ORACLE®** su System Z114

- € 923.721,55



IT Optimization with IBM Enterprise Linux Server *Infrastructure consolidation and virtualization*

- ✓ **Operational and management reduction**
- ✓ **Software acquisition and licensing cost reduction**
- ✓ **Maximizing utilization**
- ✓ **Network reduction**
- ✓ **Collocation of data and applications**
- ✓ **Floor-space and energy reduction**
- ✓ **Disaster recovery cost reduction**
- ✓ **Improving security**



Baldor Electric

“One of the great things about System z is its ability to reduce costs.

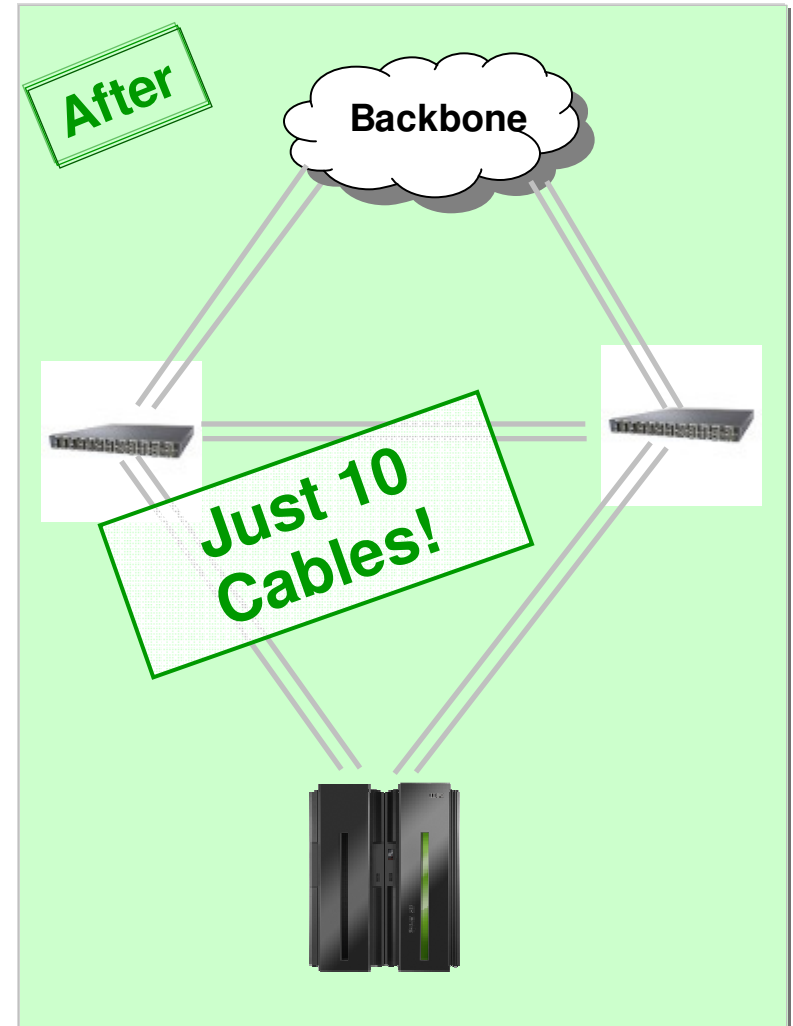
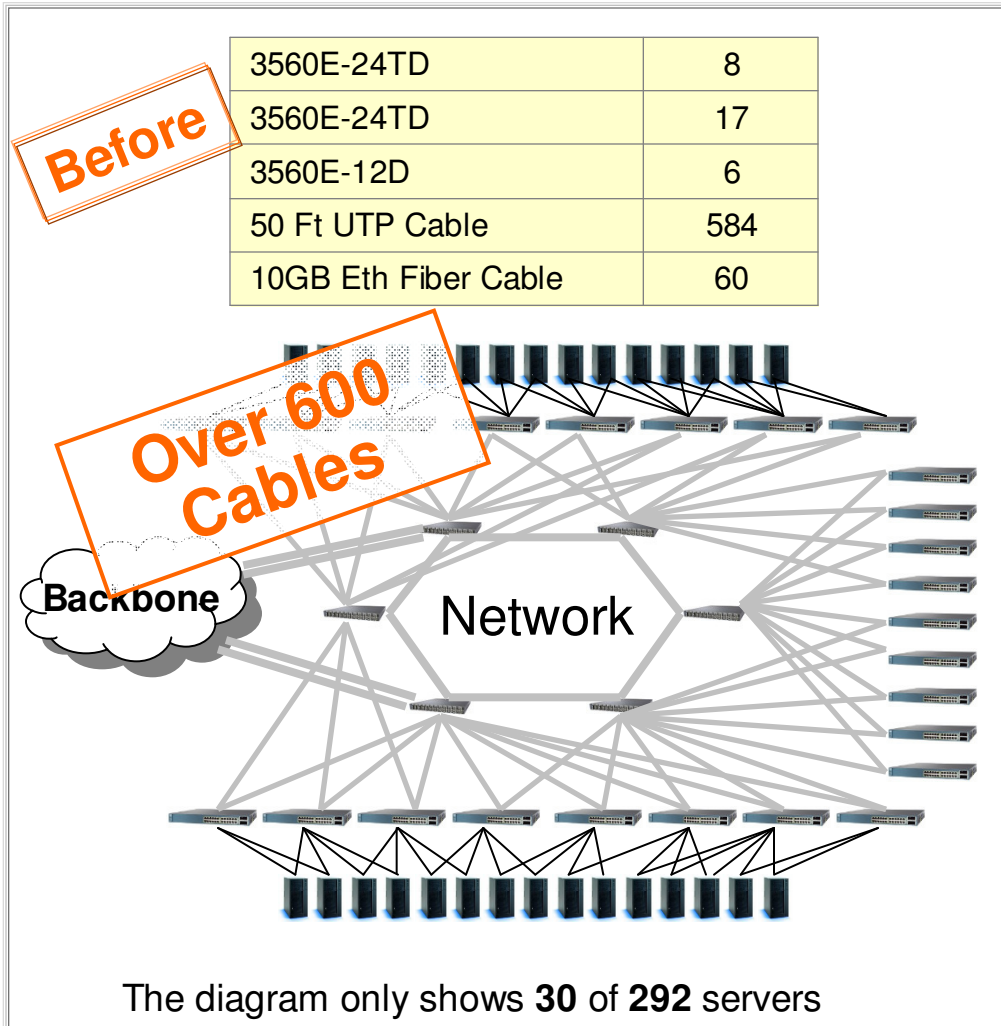
All of our Linux environments run on IFLs, which again deliver a very considerable cost saving.”

Mark Shackelford,
Vice President of Information
Services, Baldor Electric

Run a really large number of workloads in parallel in an highly efficient and economical way.



Insurance Company Consolidated 292 Servers to an ELS



New accounts to IBM Enterprise Linux Server to benefit from Operational Efficiency

90% of virtual machines are only running at **25%** utilization.¹

66% of federal managers see achieving operational efficiency as the most pressing ... issue ...in 2013.²

Virtualization – from simple multitasking to logical partitions to complete simulation of virtual hardware and operating environments.

Algar Telecom

“We have completely transformed our infrastructure ...

*We estimate that our **operational efficiency** has **increased** by at least **30%** as a result.”*

Rogério Okada,
IT Manager,
Algar Telecom



¹ according to Gartner survey, http://www.computerworld.com.au/article/417420/gartner_shares_nine_it_infrastructure_cost_saving_tips

² according to survey conducted by Excellence in Government



Solving environmental—energy and space—problems

Energy consumption per server is growing by **9%** per year globally.¹



Reduce the equipment footprint and maximize its efficiency.

Sicoob

“... we are spending 400% less on power than if we had a distributed environment instead, avoiding around R\$ 3 million [USD 1.5 million] of electricity costs each year.”

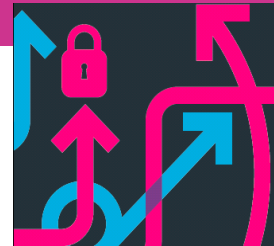
Ricardo Antonio,
CIO at Sicoob

¹ according to IDC, <http://www.datacenterknowledge.com/archives/2013/06/06/the-importance-of-energy-optimization-within-the-modern-data-center>, Jun 2013



Enforce security and reduce security administration

Malicious or criminal attacks are the most costly, at an average of **\$157** per compromised record.¹



87% of research participants recognized the IBM Systems z as their most available, scalable, and secure platform.²



EFIS EDI Finance Service AG

Running the Linux operating system on IBM Enterprise Linux Server has provided a **highly secure environment, greatly improving business resiliency.**

This is a key selling point, as the finance industry has very high demands for data security and integrity.

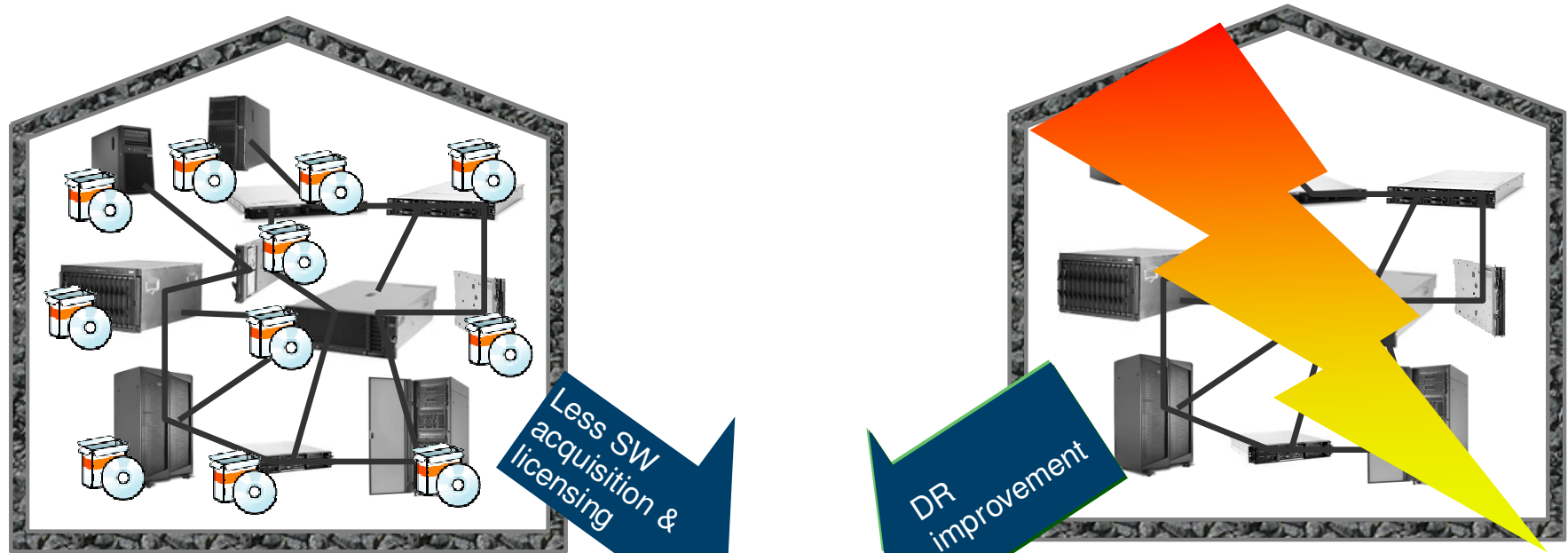
¹ 2013 Cost of a Data Breach: Global Analysis, Ponemon Institute and Symantec, June 2013

² Forrester: Secure The Enterprise With Confidence Using A Mainframe Infrastructure, March 2013



What is Different about an Enterprise Linux Server (ELS)

Examples: Software Costs and Disaster Recovery



Less SW acquisition & licensing

DR improvement



Linux software is often priced by the number of processor cores.
On ELS, one processor is equivalent to one core!



Coordinated near-continuous availability and DR solution for Linux workloads



Meet stringent IT service delivery requirements

53% of clients never recoup the losses incurred by a disaster.¹



Use automated failover and rapid recovery of business-critical applications and data – including Linux[®] environment.

ZIVIT (Zentrum für Informationsverarbeitung und Informationstechnik)

„IBM provided a superior business continuity solution [with System z] that helps us efficiently protect and manage our infrastructure to meet customer availability demands.“

Manager system management IBM System z server, ZIVIT
(Center for Information Processing and Information Technology of the German Government)



High Availability scenario as Active/Passive with System z

- **Active / Passive Deployment.**

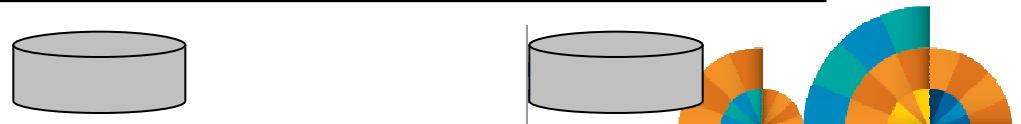
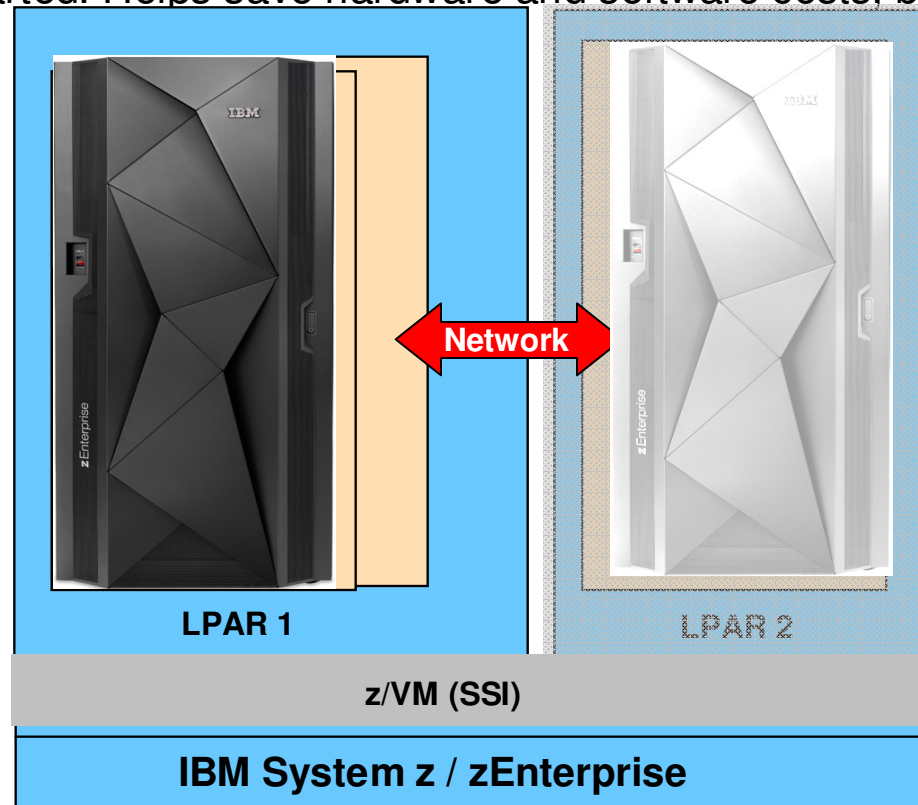
- Workload normally contained at Site 1, standby server capability at Site 2
- Primary and secondary disk configurations active at both sites.
- During fail over, Capacity Upgrade on Demand (CUoD) adds resources to operational site, and standby servers are started. Helps save hardware and software costs, but requires higher recovery time.

- **Hot / Cold scenario**

- Workload is not split.
- Each site is configured to handle all operations
- Cold environment needs longer to get active – often used in DR

- **Hot / Warm scenario**

- Workload is not split
- Each site is configured to handle all operations
- Warm environment is idling.



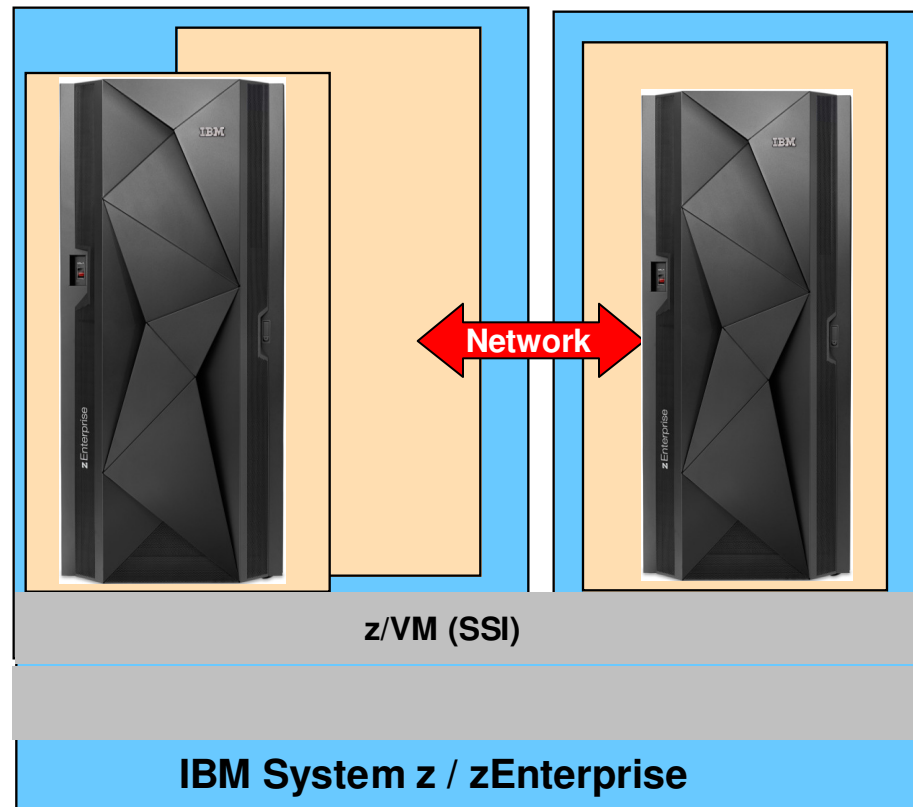
High Availability with an active/active environment on System z

▪ Active / Active Deployment -Expendable work.

- Workload is normally split between 2 or more sites
- Each site is (over) configured to be able to instantly cover the workload if needed.
- During normal operation, excess capacity at each site is consumed by lower priority, work like development or test activities
- In a failover situation, low priority work is stopped to free up resources for the production site's incoming work.

▪Capacity Upgrade on Demand (Active / Active)

- Workload is normally split between sites.
- Each site is configured with capacity to handle normal operations
- Special setup with Capacity Upgrade on Demand (CUoD).
- In a failover situation, additional CPUs are enabled at the operational site.



IBM Enterprise Linux Server is open for all solutions *Capitalize from transformative technologies*

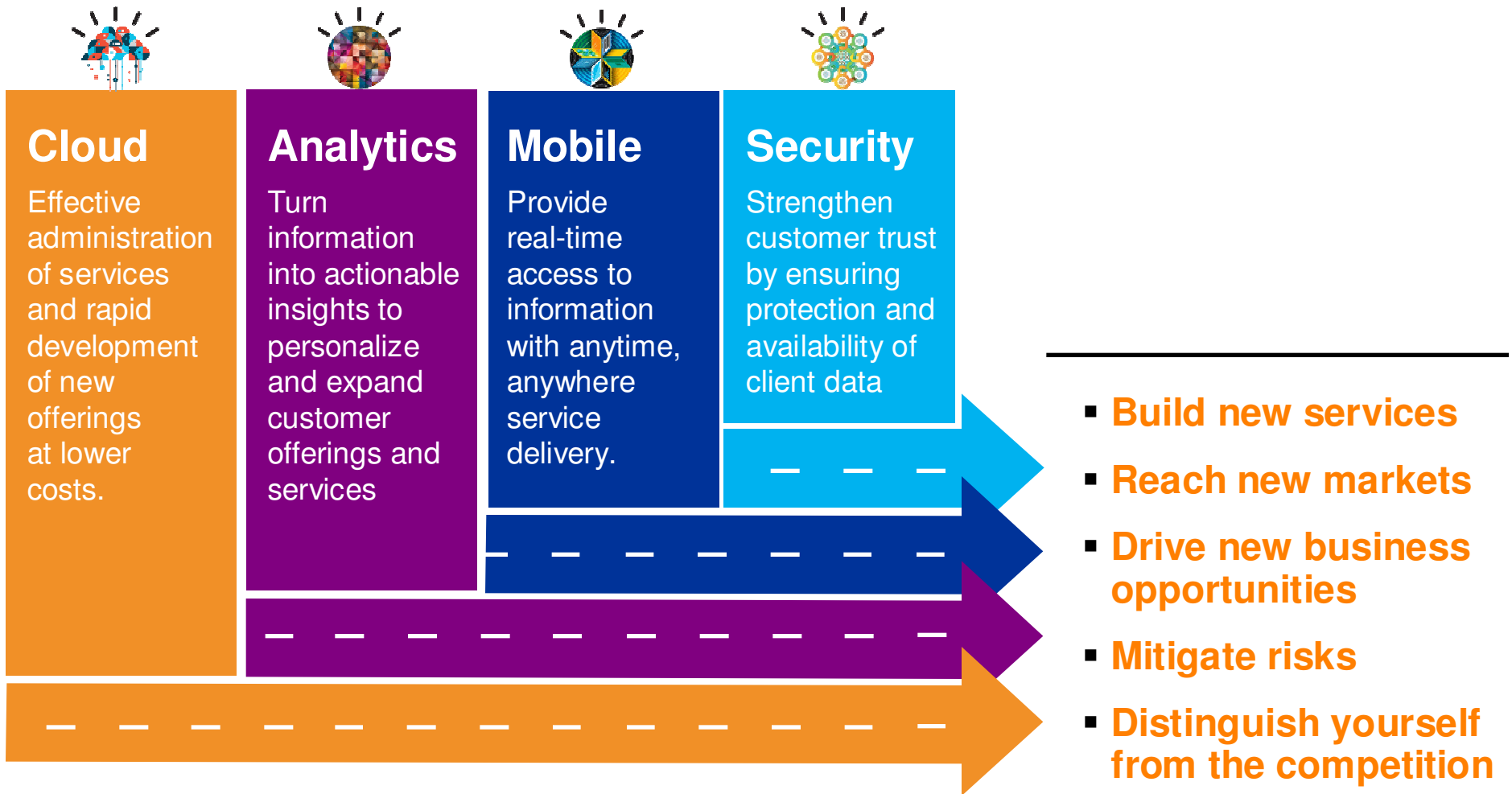
- Data services
- Business applications
- Mobile applications
- Security & Infrastructure services
- Email & collaboration services
- Business Process Management
- Enterprise Content Management
- Development & test
- Industry Solutions
- **All managed in a Cloud**



**Enterprise Linux Server – the efficient and economic infrastructure
for consolidation and new Linux workload deployments**

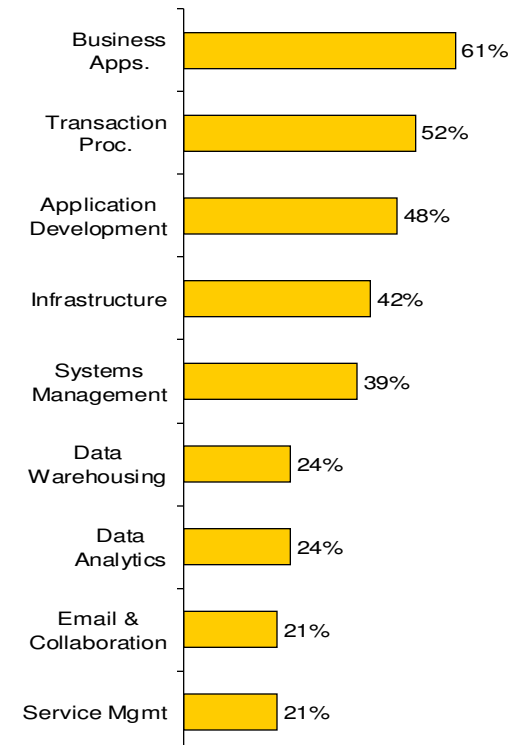


Enterprises are seeking to capitalize on transformative technologies to improve the customer experience



Recommended workloads for an Enterprise Linux Server

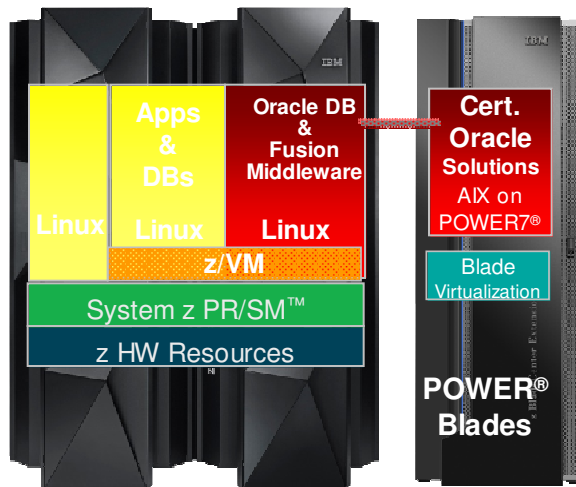
- **Business applications:** WebSphere Application Server, WebSphere Process Server, WebSphere Commerce, ...
- **Data services:** Cognos®, SPSS®, DB2®, InfoSphere™, Informix®, Oracle Database, Builders WebFOCUS, ...
- **Development & test:** e.g. of WebSphere®/Java applications – Rational® Asset Manager, Build Forge®, ClearCase®, Quality Manager
- **Email & collaboration:** Lotus® Domino®, Lotus Collaboration (Sametime, Connections, Quickr™, Forms) WebSphere Portal, ...
- **Enterprise Content Management:** FileNet® Content Manager, Content Manager, Content Manager On Demand
- **Business Process Management:** Business Process Manager, WebSphere Business Monitor, FileNet Business Process Manager, WebSphere Operational Decision Management, ...
- **Infrastructure services:** WebSphere MQSeries®, WebSphere Message Broker, WebSphere Enterprise Service Bus, DB2 Connect™, FTP, NFS, DNS, Firewall, Proxy, ...
- **Cloud management:** Infrastructure (IaaS), Platform (PaaS), Software (SaaS), Business Process as a Service – Integrated Service Management for System z, Maximo® Asset Management, ...



Source: IBM Market Intelligence Mar2012
Percentage of survey respondents



Deploy Oracle Software to the “Best Fit” Technology



Oracle software deployments (incl. consolidations) with an Enterprise Linux Server (ELS) provides an excellent price performance.

- From an Oracle licensing perspective 1 ELS core = 1 core from distributed server
- Less operational efforts
- High levels of security and availability

Business Connexion – South Africa

- ICT services to the financial sector, government, ... and more
- Approximately 50 virtual Linux servers; flexible environment for hosted services; high performance for Oracle databases
- Enabled competitive pricing for client services

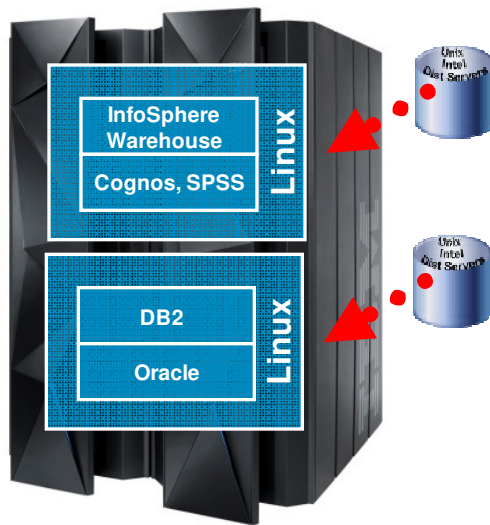
Sparda Datenverarbeitung eG – Germany

- IT provider for approximately 4.2 million customers
- Runs a number of very large Oracle databases, where the virtual Linux server requires 30 GB memory and ~350 GB storage
- Experienced >99% availability, which proves the Linux reputation



Business Intelligence and Predictive Analytics

IBM Cognos BI and SPSS



Integrated Stack creates compelling value for the Business Users

- Makes Predictive Analytics accessible to the Business User
- Cognos node: Outcome of Predictive Analytics accessed through Cognos reports, KPI, Dashboards

Integrated stack creates compelling value for IT

- Predictive Analytics, BI, DW on highly scalable, secure and available IBM Enterprise Linux Server
- Low cost, easy to manage

Integrated technology stack maximizes performance, regulatory compliance and lowers costs

- No need to move data to a different platform
- No need to manage a different platform



Much more Workloads which Benefits from zEC12

Reliable and Scalable Business Collaboration

Lotus Domino



Lotus Sametime

Lotus Quickr

Lotus Connections

Gruppo API – Italy

The migration of Lotus Domino, the corporate email system, worked extremely well. Over a two week period, 1,200 user email boxes were moved to System z without interruption of service to users.

IBM Enterprise Content Management Solutions

IBM ECM includes one of more of approx. 40 different software products such as **FileNet** and **IBM Content Manager**

Large Healthcare Insurer – USA

FileNet and Content Manager OnDemand are used with DB2, InfoSphere and Cognos to support the business processes for the Integrated Health Management initiatives.

IBM Maximo Asset Management

Maximo Asset Mgmt. unifies comprehensive asset life cycle and maintenance management on a single platform.

City and County of Honolulu – USA

With Maximo Asset Mgmt. software, the city deployed a new work order system that combined citizen-provided data and data from the city's geographic information system to schedule repairs.



New Solutions available for the Enterprise Linux Server

<p>IBM Health Plan Integration Hub</p>	<p>The IBM Health Plan Integration Hub is strategic code and policy management platform that can carry a Health Plan through all the stages of the ICD-10 transformation and beyond: basic code translation, augment with knowledge of policy and business goals, validate to ensure cost neutrality, leverage the ICD-10 granularity to refine service, and keep pace for the next set of codes.</p>
<p>IBM Intelligent Operations Center for Smarter Cities™</p>	<p>Smarter Operations – across departments and agencies. It leverages information with real-time visibility of key data to drive better decisions, anticipates performance to identify, manage and mitigate incidents that impact operations and coordinates resources and processes to respond to situations rapidly and effectively.</p>
<p>IBM Smarter Analytics: Anti-Fraud, Waste and Abuse Solution</p>	<p>Detect suspicious transactions prior to payment, minimize loss from overpayments, and recommend method of intervention.</p>
<p>IBM Smarter Analytic Signature Solution: Anti-Fraud, Waste and Abuse</p>	<p>Detect suspicious transactions prior to payment, minimize loss from overpayments, and recommend method of intervention. It dramatically reduce costs from fraud and abuse, and the more efficient use of investigative resources reduces costs and increases rate of return.</p>
<p>IBM Genelco® Insurance Administration Solution (IBM GIAS)</p>	<p>Rapidly deploy new policy offerings while improving customer responsiveness. It helps to improve policy servicing and customer responsiveness, accelerate responsiveness to industry and customer change, and to streamline operations through elimination of manual, batch, multi-touch and error prone handling.</p>



ISV Ecosystem



- Over 240 new or upgraded Linux applications in 1H2012
- More than 3,000 total Linux applications



Find ISV software available for the Enterprise Linux Server:

<http://www.ibm.com/partnerworld/gsd/homepage.do>

<http://www.ibm.com/systems/z/solutions/isv/linuxproduct.html>

© 2013 IBM Corporation

ZSP03248-USEN08

Enterprise2013



Summary: Why an Enterprise Linux Server (ELS)?

Why ELS hardware?

- Designed to run mixed workloads at very high utilization
- Highest degrees of efficiency, availability, workload management and security
- Cost efficient use of floor space, power, cooling
- Designed and implemented for zero downtime
- Mature and tested operational procedures to cope with exceptions
- Skilled and experienced staffs
- Comprehensive automation
- No single points of failure

Why ELS virtualization?

- IBM's most mature and robust hypervisor
- Tightly integrated with ELS hardware support
- Provides deployment / consolidation of many virtual Linux instances in a single hardware logical partition
- Enhanced management functions for virtual images
- Larger workloads with more scalability
- Grow virtual server workloads without linearly growing energy costs

Why run virtual Linux servers on an ELS?

- Share CPU, memory, network and security hardware resources
- Server deployment / consolidation saves power, space and management costs
- Rapid and agile provisioning and de-provisioning of Linux servers
- Linux can transparently take advantage of ELS hardware
- Virtualization provides high performance communication between guest virtual machines and across LPARs
- Linux instances can automatically benefit from the disaster recovery solutions that are in place
- Potential for dramatic software cost savings - software is licensed at distributed rates



Questions?



Wilhelm Mild
IBM IT Architect



IBM Deutschland Research
& Development GmbH
Schönaicher Strasse 220
71032 Böblingen, Germany

Office: +49 (0)7031-16-3796
mildw@de.ibm.com

