

This presentation will discuss a number of ways that System z and DB2 for z/OS are improving the business value delivery, while reducing the total cost of ownership. This presentation has a focus on DB2 9 for z/OS.

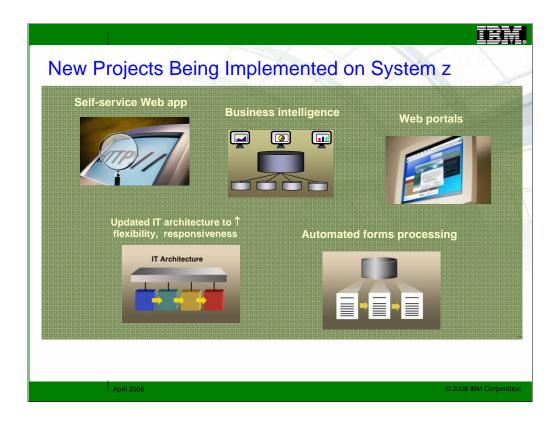
The value proposition for this combination is not the same as some other platforms, and some people do not understand. This presentation and papers will help you explain the business value and what we have done for you lately.

Part of the business value is in the robust scalability and performance. The recent improvements in System z10 help. DB2 9 reduces CPU time to improve the value delivery and to reduce costs at the same time. Reducing CPU can reduce both hardware and software costs. Improved resilience is another value delivery, with a number of aspects from resilience in high availability and continuous operations though robust security.



Today we are going to discuss new projects that customers are putting on System z, and the resulting benefits they are achieving. We'll start by examining application driven projects, then proceed to information driven projects. From there we will discuss the requisite supporting infrastructure that exists which helps enable the benefits to be achieved. This includes application development and delivery as well as enterprise IT management.

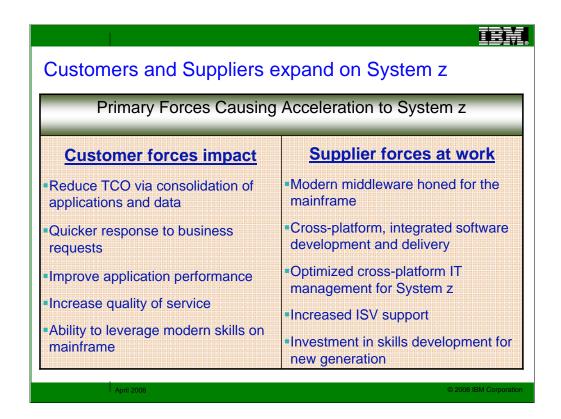
Next, we'll discuss some of the changes in DB2 for z/OS that use the System z platform more effectively. DB2 9 for z/OS adds more value and subtracts more cost through synergy with System z.



Customers are currently implementing many new, modern projects on System z. Here are just a few examples. There are customer forces and supplier forces at work providing the impetus.

The customer forces are to reduce TCO via consolidation of applications and data, to provide quicker response to business requests, to improve application performance, to increase quality of service and to have the ability to leverage modern skills on mainframe.

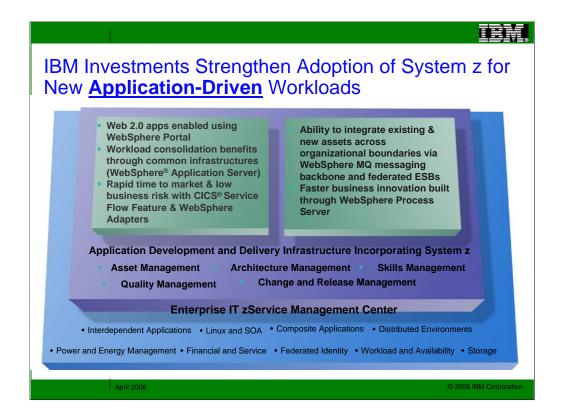
The supplier forces are to deliver modern middleware honed for the mainframe (not just ported there), to have a cross-platform, integrated software development and delivery, to improve optimized cross-platform IT management for System z, with increased support from a broad set of vendors and to invest in skills development for new generation.



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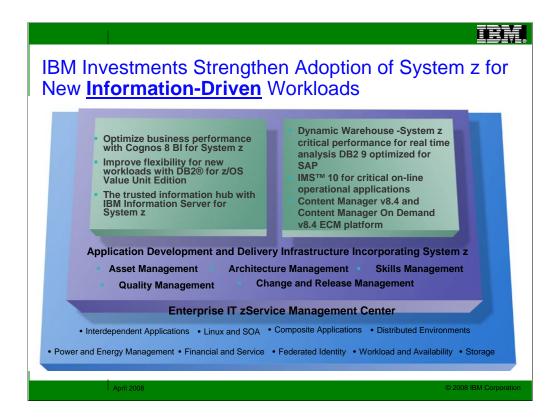


Web 2.0 Goes to Work is a major new initiative aimed at helping businesses gain competitive advantage by leveraging <u>Web 2.0</u> technologies and economic models and unlocking the value inherent in community. Software Group is launching this IBM-wide effort at the <u>Enterprise 2.0</u> event in Boston, Massachusetts, where we'll point to our many Web 2.0-based offerings and long-standing leadership in open Internet standards to position IBM as the preeminent provider in this critical space.

WebSphere Application Server delivers the secure, scalable, resilient application infrastructure you need for a Service Oriented Architecture.

# http://www.ibm.com/software/webservers/appserv/was/

**CICS**® **Service Flow Feature** is a business service integration adapter for CICS applications. It enables integration developers to create CICS business services by composing a sequence of CICS application interactions. These can be integrated in Service-Oriented Architectures (SOA) or business process collaborations. CICS Service Flow delivers a graphical integrated development environment for composing the CICS application interactions, a generation facility for creating a runtime application, and a run-time component that exploits CICS interfaces to support the service flow.



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Drive more business through existing business apps by expanding the user base Make the applications accessible from other sources: Web, mobile phones, other applications, other companies

Reduce cost of doing business leveraging the skills and assets already in place Production ready results for less than the cost of rewriting the existing systems Established operational resiliency and governance

Proven qualities of service

Handle growing workload volumes through improved efficiencies

Streamline the human/application interface: fewer but more complete interactions, eliminate manual steps and cross application handovers Streamline the application/database interface: fewer but more complete interactions

Reduction of complexity and maintenance costs through common messaging, data and procedure integration, leveraging existing assets for maximum reuse Deliver on new business opportunities faster and more effectively

Innovatively recombine existing application functions to create a new business service

Dynamically deploy new business services

Leverage in place investments

Accelerated application development, testing and deployment of new revenuegenerating applications

# When System z is the SOA Hub

- Integration
  - Handle complex transactions and roll back
  - Monitor end-to-end transactions in complex configurations
  - Allocate resources according to business goals
  - Single point of control across the enterprise
  - Meet security and regulatory requirements
- Business services reuse by more applications
- Add new services and capacity no disruption
- Performance improvements achieved when co-locating with z/OS® data





For a successful SOA implementation, you need an ESB that: • Provides connectivity to all your existing environments.

- Helps ensure quality of service to support your service-level commitments.
- Handles complex transactions across multiple resource types and rolls back distributed transactions when problems occur.
- Supports effective end-to-end monitoring and measurements. • Meets security and regulatory requirements.

When considering the ability of your ESB to fulfill these requirements, you might quickly realize that the choice of the deployment platform can affect the degree to which these requirements are met. For example, mainframes were traditionally designed to run multiple, heterogeneous workloads simultaneously and to handle unpredictability, which is increasing in the SOA environment.

So, what questions should you ask yourself when making the ESB deployment decision to help avoid having an overly complex infrastructure that consumes your resources and holds your business back? Consider your requirements in the areas of integration with your current core mainframe assets, business criticality of your new services, including your System z applications exposed as services. Consider your performance requirements and future growth opportunities and needs.

• Where do your critical workloads and data reside today? • What is the value of your existing System z investment?

- How can you make the most of your existing infrastructure and skills?
- Where do these applications reside? •What are your requirements for monitoring and managing these complex transactions, including resource allocation and security?
- What kind of integration with other applications do you require?
- How complex are the business transactions that the ESB will be handling?

IBM System z virtualization - optimizing for integration

Consistent, extremely high resource utilization

•Massive scale consolidation and simplification Workload management for business agility and flexibility

Benefits for the ESB: Resource allocation according to business goals Single point of control across the enterprise Workload isolation and security **Business criticality** Questions to consider regarding critical service capabilities include:

- What are your most-critical services? How will the ESB downtime affect your ability to run these services, and ultimately, your business results?
- What are your service-level commitments and requirements for availability, reliability, scalability and disaster recovery? What about security?

Handling business critical workloads on System z: Up to 99.999% availability in a Parallel Sysplex® environment to avoid planned and Change management and rolling maintenance reduces planned outages

- •Geographically Dispersed Parallel Sysplex™ (GDPS®) enables recovery of whole systems across vast distances in split second time
- •Component level recovery for both hardware and software Automated recovery response to failures including restart and isolation, as appropriate •Dynamic workload balancing across systems and logical partitions for 24x7 operations

Performance: To evaluate the effect on performance, consider these questions:

- Where does most of your data reside?
- What are the execution benefits of co-locating your ESB and existing System z resources?
- Do you know how the running and performance characteristics will be affected by distributing the data and business logic?

Performance on System z: Co-locating your ESB with z/OS data could achieve huge application-performance improvement. Customer PoC example: Average CPU time reduced by over 77% Number of bytes of data transferred across the net reduced by 99%

- Growth: To address growth requirements, you should ask yourself the following questions: • What are your future growth requirements? Speed of adding new capacity? Tolerable levels of disruption to the end user?
- How well does each of the platforms you are considering support these requirements?
- How do the usage levels of different platforms compare and what are the cost implications?

Growth on System z Pay for what you use with Capacity on Demand Add capacity and applications quickly and automatically Avoid people costs growth in proportion to the ESB growth

•Using the System z platform as an ESB can enable you to: • Create more value from your most precious investments — System z assets, applications, data and skills • Achieve total cost of ownership (TCO) savings • Deliver non-disruptive growth and low incremental cost

Match your IT infrastructure to your business requirements



Over the last several years, IBM has conducted several studies and interviews with CEOs and CFOs to identify their top-of-mind issues. The CEOs identified and recognized the importance of information in the global economy where information is the underlying asset that enables key strategic initiatives.

In a global organization, consistent information has to flow across systems and borders.

To understand risk, an organization needs complete information for accurate risk measurement across system silos.

To comply with a multitude of regulations, an organization needs an understanding of what information exists across the enterprise, as well as tools and processes for accessing it, retaining and disposing of it - all in a managed, streamlined fashion.

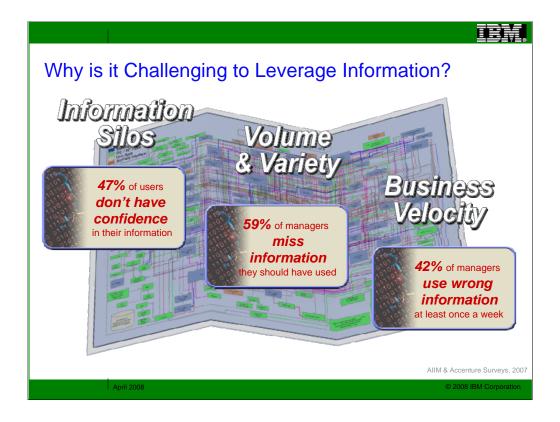
A company's relationship with its customers is largely defined by transactions over time. Effective analysis and easy access to that information paves the way to anticipating a client's next purchase or improving service rendered, leading to customer loyalty.

And the list of challenges goes on... In fact, a majority of CEOs know there is a problem here that needs to be addressed.

[Click] So managing information the way we have in the past has become less effective. The individual point projects and supporting applications that companies have implemented over the past 30 years have created silos of information – providing fragmented views of the business. If information is available, it's often inconsistent, incomplete or inaccurate. If the information isn't available in a timely fashion, it's likely inaccurate by the time a worker does receive it. Or, the information was really developed for some other purpose and is out of context with the need at hand...

The result is an environment full of inefficiencies. Employees are spending too much of their time searching for information.

[Click] Today industry leaders find themselves stuck between intensifying consumer, competitive and regulatory pressures on the one hand, and information management systems that are simply ill equipped to address these challenges on the other. Organizations need to develop an information infrastructure that can fast track their information – one that enables them to leverage information as a strategic asset for business innovation. Those organizations that leverage information effectively can create five times more value than those that don't.

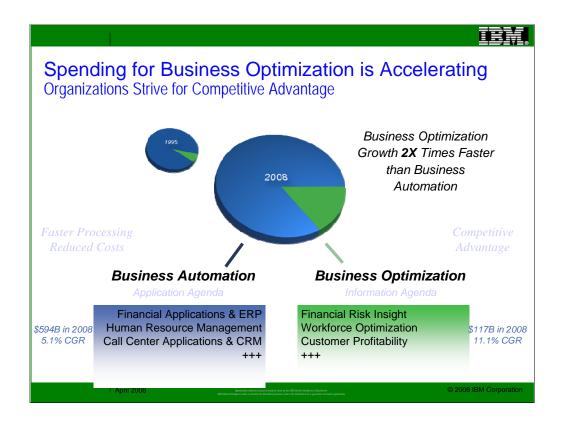


Customers need to establish trusted, accurate information from data and content silos.

Customers need ability to leverage this information more effectively and generate the insights required to better serve customers, transform their business processes and make better decisions, faster – in other words, to optimize their business.

Unfortunately, information continues to be a challenge for most organizations.

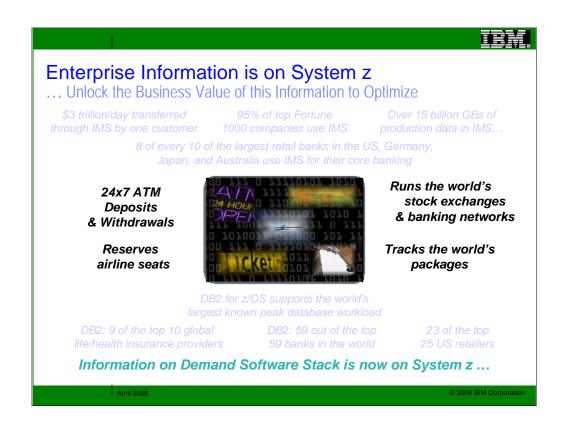
- •47% of users don't have confidence in their information\*
- •59% of managers miss Information they should have used\*
- •42% of managers use wrong information at least once a week\*



- •Over the past 10 years, technology spending on transactional work was more than six times greater than spending on tacit work (work related to more complex interactions requiring a higher level of judgment)\*
- •Tacit work now accounts for 70 percent of all new jobs, and has grown to now represent more than 40 percent of total employment, and is even higher in some industries, such as financial services\*
- •Competitive advantage is harder to sustain when based solely on gains in productivity and cost efficiency in transaction work\*
- •For these reasons, after 20 years focused on automation to run the business, investing in an application agenda to reduce costs and drive faster processing times, companies have now accelerated their focus on optimization to drive innovation and competitive advantage, which will be driven through an information agenda

# **Gartner Comment**

- •Optimization goes beyond extensions to operational applications to enabling managerial and planning processes
- •Ability to incorporate BI directly into process enables greater pervasiveness than tying into a single application.



Economics of virtualization and consolidation drive simplified information infrastructure

Enables increased focus on business processes

Reduces systems and information related costs

Enhances growth with higher levels of business flexibility and responsiveness

Integrated Information Processors (zIIPs) integrate information and transaction processing across the enterprise

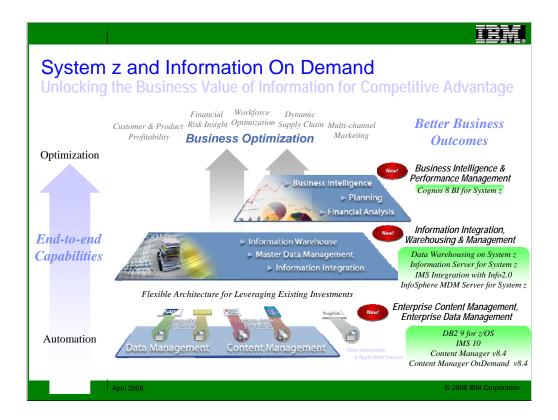
Frees up processing on central processors and reduces overall processing costs for ERP, data warehousing, and systems management workloads

Tightly integrated environment optimizes XML and SOA data serving for new information intense workloads

High performance processing of DB2 9 pureXML through z/OS XML System Services

Faster XML parsing with zIIP and zAAP support increases TCO benefits Optimized communications information workloads between virtual environments

HiperSockets<sup>™</sup> virtual network technology reduces access time to critical information across virtual environments

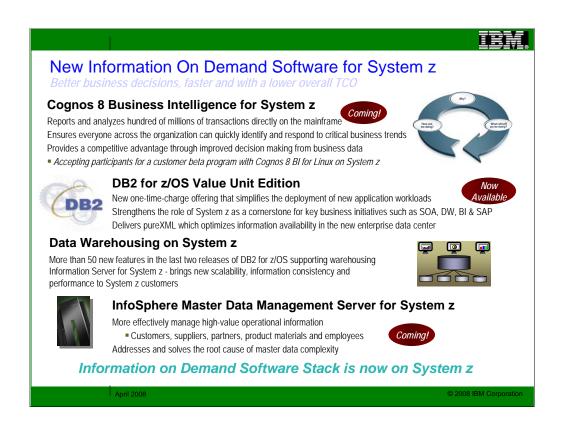


We believe that there are 3 key things that organizations require to unlock the business value of information for competitive advantage...and this is what Information On Demand is focused on.

- 1) Organizations need the ability to manage data and content over its lifecycle, as part of the individual processes and applications across the enterprise...this requires data and content management capabilities to support your different processes and applications.
- 2) Organizations then need to establish accurate, trusted information across these different processes and applications for a single view of the truth...a single view of customers, of products, of revenue, etc...and they need a "flexible" architecture that can leverage all of their existing investments...accurate, trusted information is established through information integration, data warehousing and master data management.
- 3) These first two components have really been our IOD story up until recently...with the acquisition of Cognos, we are now providing our customers with the ability to leverage that trusted information to better understand how their business is performing, and begin optimizing performance across the enterprise...and this is accomplished through business intelligence and performance management

These are the three main components required by organizations to unlock the business value of their information, but the ultimate object our clients have is to drive better business outcomes. And that's what we are focused on with all of these components...helping our clients improve customer and product profitability, provide increased financial risk insight for better business decisions, optimize the workforce and control labor costs, enable more dynamic supply chain management, and support multi-channel, event driven marketing initiatives.

IBM provides the most complete, end-to-end capabilities for Information On Demand, with every component focused on helping customers optimize their business.



Cognos 8 BI for System z (IOD) IBM's Cognos 8 BI for System z will help IT departments who have operational data on mainframes respond much faster to company requirements for business intelligence reporting and analytics. They will be able to significant reduce the window between when the data is collected and when it is analyzed. This will help IT help lower overall management costs and complexity by leveraging one single platform to unlock the business value of information to provide a competitive advantage. Further, companies benefit by putting their most sensitive intelligence information on the most secure platform.

**DB2 Value Unit Edition,** IBM is also announcing the immediate availability of DB2 for z/OS Value Unit Edition which provides a new one-time-charge offering that simplifies the deployment of new application workloads. This new version is available for both DB2 9 for z/OS and DB2 for z/OS Version 8. This offering further strengthens the role of System z as a cornerstone for key business initiatives such as SOA, Data Warehousing, Business Intelligence and packaged applications such as SAP.

**Data Warehousing on System z** DB2 for z/OS have delivered more than 50 new features in the last two releases in support of customer requirements for data warehousing.

IBM also recently announced IBM Information Server to provide new capabilities for System z customers to profile, cleanse, and transform information from mainframe and distributed data without added z/OS operational costs. This helps companies ensure they have a single version of the truth as a hub for their critical corporate information and business intelligence. The implementation of this on System z is important because of the efficiencies in performance provided by close technical proximity to core System z data (enabling more timely information for decision making); the reliability and scalability of the platform help ensure that growth and change can be managed effectively; and the reduced risk of having that "single version of the truth" on the most secure platform.

### InfoSphere Master Data Management Server for System z,

IBM will be bringing new Master Data Management (MDM) capabilities to System z with the availability of IBM InfoSphere Master Data Management Server for System z. This solution works in conjunction with operational and data warehousing sources to help provide companies with a foundation of high-value information about customers, suppliers, partners, product, materials and employees. It enables customers to manage how data is created, accessed, managed and analyzed. This extends the value of having a single version of the truth at the database/data warehouse level, to the rules about how the data is interpreted, thereby expediting decision making and reducing the cost of having to reconcile (if possible) contradictory information being used for crucial corporate decisions. General availability is planned for the second half of 2008.

More so than ever before, customers will be able to leverage System z to deliver Information On Demand for better business decisions that optimize their opportunities with a lower overall TCO.



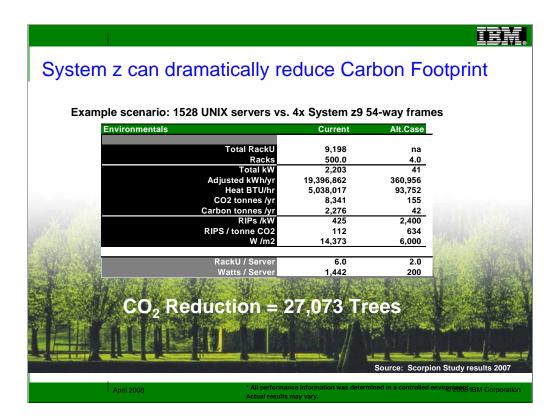
The DB2 for z/OS Value Unit Edition (VUE) is a new option for DB2 one time charge pricing. This Only for Net New Workload in new and existing DB2 for z/OS customers with qualified workloads on z/OS.

Net new workloads limited to commercial packaged applications, data warehouses, and WebSphere applications running in a partition, machine, or sysplex using zNALC for z/OS

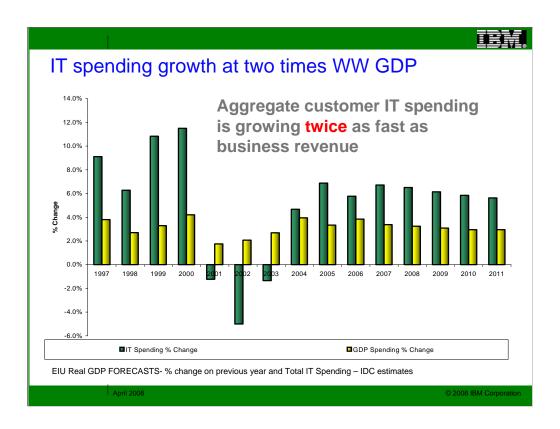
# **Customer Value:**

- •Customers can now add new applications to System z without increasing their existing monthly license charge stack cost.
- •Purchase DB2 up front along with new applications (capital vs expense).
- Control z/OS stack costs (pay only for what you use)
- •It is possible to have single version charging for a longer period. VUE strengthens the System z role as a cornerstone for new applications such as SOA, data warehousing, operational BI, ERP, and WebSphere. See the Feb. 26, 2008 announcement for more.

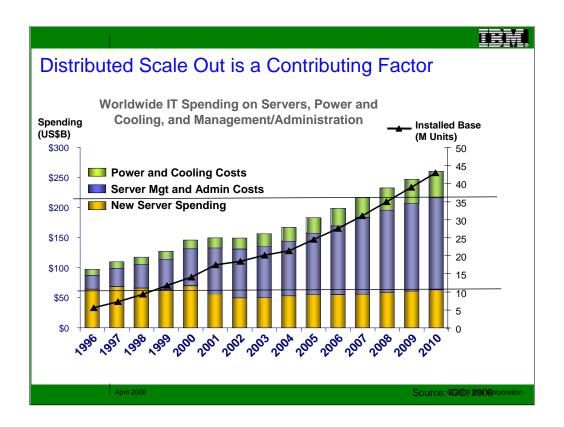
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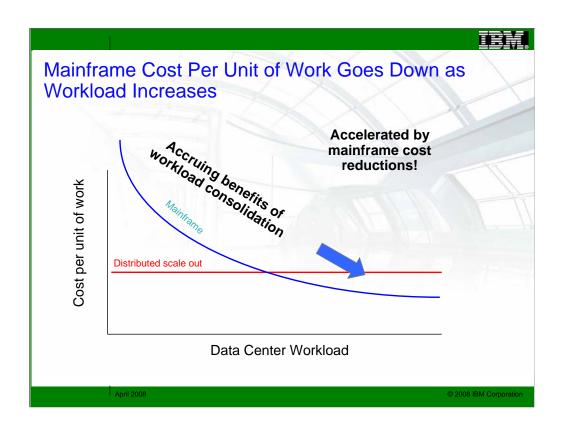
This chart shows the  $CO_2$  reduction effect, the Environmental effect, of consolidating 1,528 Unix servers onto 4 z9 EC 54-way mainframes.



IT Spending around the world is growing at a about twice the pace of the WorldWide cumulative Gross Domestic Product. This is not what businesses want to see. Simply put, you want your Revenue to grow faster than your Costs if you are to grow Profit. That's the end to which all businesses endeavor.



The scale out of distributed computing is a significant contributing factor to the growth in IT spending. New server spending has remained fairly constant. But as servers grow, so have the costs related to server management and administration, as well as, the power and cooling costs.



As you can see, this is a contrast to the value proposition of mainframes. On the distributed machines, the cost per unit of work scales linearly as the workload grows... Whereas on the mainframe, the more you do, the cheaper it becomes per unit of work. If the decision makers truly look at the Total Cost Of Ownership (not just acquisition), this is a simple choice. The System z platform is the one to grow your business on.



# DB2 9 for z/OS Lowering TCO

- Maximum value for dollar investment
  - -Hardware pricing
    - -CPU saving specialty engines (zIIP, zAAP..)
    - -Compression of disk space (data, index)



- -Reduction for tiers
- -Parallel Sysplex aggregation
- -z990, z9, z10 technology dividend
  - -10% reduction in charge units for each step
- -zNALC, Value Unit Edition, Subcapacity pricing
- CPU + Memory + I/O and disk + Software + Energy and floor space
   + People = Improved Total Cost of Ownership (TCO)



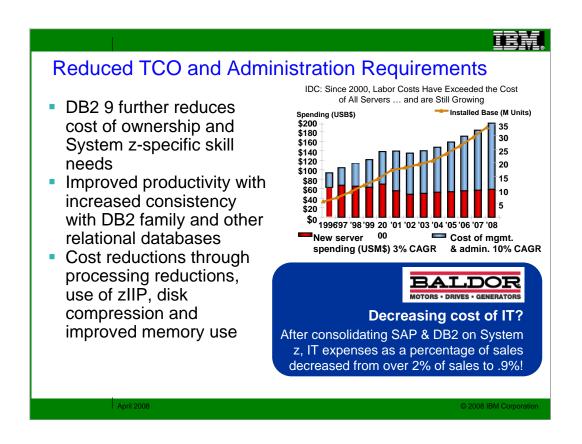
© 2008 IBM Corporation

What are we doing to help you hang on to your money? Cost and value are the bottom line. Total cost of ownership or TCO is a frequent conversation with executives and managers. Each of the resources has a cost, and the most costly one for customers is people costs. As the cost of computing continues to decline and the cost for people continues to rise, the future will be dominated by people costs. Many of the important changes in DB2 are to improve people productivity. Processing costs are often the most visible charges. Some customers charge almost all costs back by processing. Processing costs continue to be reduced for general purpose processing, as CPU power increases. zIIP and zAAP specialty engines reduce the cost of processing power further. The traditional cost has been expressed in thousands of dollars per MIPS, and that figure would be roughly \$140 for specialty engines today. The latest change was the z10 zIIP, with the same cost as earlier specialty engines and roughly 50% more processing power.

Software costs are higher than hardware costs for most customers, generally in a range of three to ten times higher. This is the reason that specialty engines are so attractive, as the software running on them does not incur software charges. Unit software costs continue to decline in many ways. Software charges have many options, but some of the basic tenets are consistent for most. System z software is charged for the processing capacity of the machine, taking into account multiprocessor effects, rather than using a linear scale. Larger amounts of processing power reduce the unit cost by more than 90%. The z990, z9 and z10 generations have each reduced the charging units by 10% over the prior generation. Changing from z900 to z10 processors would reduce the software charge units by about 28% for the same processing power. Additional options for reducing software charges include parallel sysplex charging, subcapacity pricing, zNALC pricing, and the new Value Unit Edition. I/O costs include the disk space and the transfer to the processor. Both costs are addressed by the work to use System z effectively. Compression for data uses z/Architecture instructions to be efficient, with a solid track record since 1993 and improved performance in the latest generations. Index compression in DB2 9 adds to the savings.

The key for pricing is the value. DB2 for z/OS delivers a very high quality of service. The service is shared, so that administration time is reduced. The amounts of processing, memory, disk and people can be reduced by effective sharing, delivering the best value for the money.

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Improvements in total cost of ownership are very broad for DB2 9. Performance improvements include ways to reduce CPU times, reducing hardware and software costs. Both software and hardware can be reduced by using zIIP processors. DB2 9 has a new category for use of zIIP – in remote native SQL procedures and in expanded ability to run in parallel.

Improved productivity is a larger cost reduction for many customers. Productivity changes help with application life cycles and with database administration. DB2 9 reduces the need to have skills and knowledge specific to System z. Applications from other platforms and other DBMS can be ported to DB2 more easily. These changes also improve DB2 family consistency.



**IBM continues to invest in skills for the IBM mainframe, IMS and DB2** In IBM we're focusing on making IMS and the IBM mainframe environment easier to understand, use, and manage. We continue to invest heavily to build platform skills both internally and externally.

One initiative focuses on providing training and education for customer "In-house" skills, via classes, workshops, and educational materials accessible through a new education web portal. Another initiative is the Roadshows and Workshops for building understanding of mainframe value, helping customers make design decision, or leveraging core technologies, such as GDPS and the Sysplex for greater value.

We set a goal of bringing 20,000 mainframe trained resources into the marketplace by 2010, and we've made

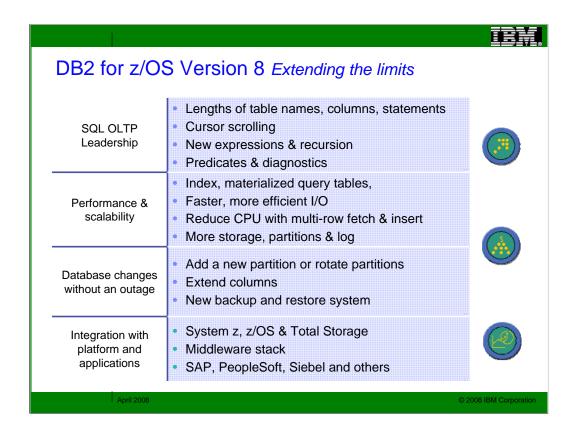
We set a goal of bringing 20,000 mainframe trained resources into the marketplace by 2010, and we've made significant advancement toward that goal. One indicator is the exponential growth in IBM Academic Initiative for zSeries, up from 20 in 2004 to over 150 colleges and universities today

In addition to building skills, we are simplifying z/OS interfaces, so skills requirements to manage the environment are reduced. Tasks are being automated, eliminated, or streamlined from operations to problem determination to configuration.

Additional Info: Today we provide a comprehensive set of customer education programs available world wide and in a variety of formats, accessible through the portal. Our goal is to evolve the portal with new materials which leverage university courses and internal IBM education, new learning tools and classes with roadmaps and classifications (beginner, advanced etc) to enable greater learning. As it evolves, our customers will have access to an array of deliverables, some of which IBM uses internally, accessible from one place, there to address requirements by skill level and job assignment.

Inside IBM, we implemented multi-year technical skills vitality initiatives, with investment in the millions, focused on bringing in new talent and enhancing IBM skills through education and mentor programs. These skills will directly help customers. We also launched our zSeries Sales Certification in December 2004, and had over 300 certified partners and IBMers in the first 60 days. We will announce a technical certification shortly. Via certifications, our customers we can be assured of qualified and quality skills both inside of IBM and our partner value net.

We have added 10 new/updated courses and more by end of the year, and are making great progress in emerging markets, such as, China touching students via 7 key schools. Other programs which aid in this growth are the Summer Faculty Seminar to educate teachers about mainframes, the addition of mainframes hubs to provide system access at no charge to faculty and students, the University Ambassadors program to establish IBM relationships with faculty and administrators, and a Student/New Hire Network to get students interested in mainframes, amongst others. This is a phased implementation enabling our new generation of IT professionals with simplified z/OS management. Many tasks will be automated, eliminated, or streamlined from operations to problem determination to configuration. Also included is an easy to use and learn z/OS management portal and z/OS "basics" information designed for new users. And of course this is integrated IBM Tivoli and other systems management products. All of these changes came as the result of a true community effort - design teams from z/OS, IBM middleware and system management product, as well as more than 40 z/OS customers.



Version 8 is the twelfth and largest ever release of DB2 for z/OS. It brings new synergy with the System z hardware and uses the z/OS 64-bit virtual addressing capabilities. V8 improves data support, application development, and query function enhancements for e-business. It also builds on the traditional System z and DB2 characteristics of availability, exceptional scalability, and performance for the enterprise database management system of choice. V8 has been re-engineered for e-business on demand, with many fundamental changes in architecture and structure. Key improvements enhance scalability, application porting, security, architecture, and continuous availability. Management for very large databases is made much easier, while 64-bit virtual storage support makes management simpler and improves scalability and availability. This new version breaks through many old limitations in the definition of DB2 objects, including SQL improvements, online schema evolution, longer names for tables and columns, longer SQL statements, enhanced Java and Unicode support, enhanced utilities, more log data sets, more partitions for the many this avantion part transfer to the set of the set of

DB2 for z/OS Version 8 is exciting for them. It is a very important milestone. Version 8 includes dozens of changes in SQL, improving family consistency in many cases, playing leapfrog in others, pushing DB2 SQL beyond current boundaries for enhanced application portability, open standards. Longer names for tables and columns mean that customers can use more meaningful names, matching standards. Longer SQL statements help with SQL that is generated or used in an SQL procedure. Here are some: multi-row INSERT, FETCH & UPDATE, GET DIAGNOSTICS, INSERT within SELECT, IDENTITY Column enhancements, SEQUENCES, CURRENT PACKAGE PATH, Dynamic Scrollable Cursors, Common Table Expressions, Scalar Fullselect, Materialized Query Tables, Unicode SQL, XML Publishing and much more. These changes improve our customer productivity, consistency across the DB2 family and ability to port applications. If you want to design or write applications for the entire DB2 family, then use the IBM DB2 Universal Database SQL Reference for Cross-Platform Development. Many barriers that limit our customers are removed: using 64 bit memory, providing consistent table and column name lengths, allowing 2 megabyte SQL statements, 4096 partitions, and three to ten times the log space. Customers encountered many limitations over the past 20 years, and lifting the limits required extensive reengineering for some. Other limits allow improved scalability and availability, such as tripling the active log size and ten times the archive logs. Allowing sixteen times the number of partitions allows a table to use one partition per day for eleven years.

Key performance enhancements deliver better family consistency and run many times faster. Being able to make database changes without an outage, such as adding a partition, is a breakthrough for availability. Alter your table and go, no need to drop and redefine. Online schema evolution is more resilient. The most important change for many customers is the ability to use ALTER in many places instead of needing to drop and redefine. We call this online schema evolution, and it can reduce outages by hours or days for a major database structure change. Database administrators can add a partition to an existing partitioned table space or rotate the partitions. Other changes in online schema evolution allow better partitioning and improved disk access, avoiding random access with more effective database designs. Many enhancements improve our integration with System z, z/OS and with

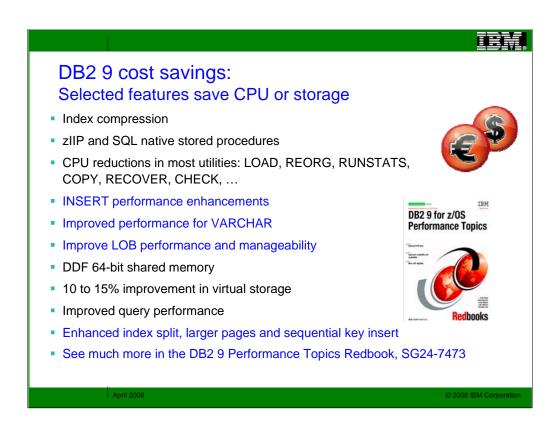
key vendor applications like PeopleSoft, SAP and Siebel.

DB2 9 for z/	OS Addressing Corporate Data Goals	IBM.
SOA Enablement	<ul><li>pureXML</li><li>Optimistic locking for WebSphere</li><li>LOB performance, usability</li></ul>	
Dynamic Warehousing	<ul> <li>Many SQL improvements: built-in OLAP expressions, merge, truncate, procedures</li> <li>Dynamic index ANDing</li> <li>Histogram statistics</li> <li>Optimization Service Center</li> </ul>	
Simplification, Reduced TCO	<ul> <li>Index compression</li> <li>Partition By Growth tables</li> <li>Cloned tables, Not logged table space</li> <li>Volume based backup / recovery</li> </ul>	
Workload Consolidation	<ul> <li>More online schema changes</li> <li>Online REBUILD INDEX</li> <li>Trusted context and ROLEs</li> <li>Parallel Sysplex clustering improvements</li> </ul>	
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One of the key initiatives of V8 was online schema evolution, and that theme is expanding and changing to be data definition on demand. These are key improvements for resilience. One of the important changes is to be able to replace one table quickly with another. Another is to be able to rename a column or an index. A new type of table space combines the attributes of segmented and partitioned, without a partitioning key. Rebuild index can be run with much less disruption. Online table space reorganization for a few partitions is improved a lot, removing the BUILD2 phase for all types of secondary indexes. Table space and index logging can be altered. Changing DB2 early code does not require an IPL.

Many other improvements help with performance, with scalability and with availability. Index on an expression can be combined with caseless comparisons to improve text search. Improved insert rates can result from improved latching of the log data. Significant reductions in CPU usage are provided with new utilities.

Today's complex applications include both transactions and reporting, so performing both well is imperative. The key improvements for reporting are optimization enhancements to improve query and reporting performance and ease of use. More queries can be expressed in SQL with new SQL enhancements. Improved data is provided for the optimizer, with improved algorithms. Improved CPU and elapsed times can be achieved with the FETCH FIRST clause specified on a subquery. The INTERSECT and EXCEPT clauses make SQL easier to write.



Index compression can save around half of the disk space used for indexes. This is especially helpful in a data warehousing environment. Utility CPU time reductions:

10% to 20% in Copy, Recover table space / index\*

5% to 30% in Load\*, Reorg\*, Rebuild Index\*

20% to 60% in Check Index\*

35% in Load Partition\*

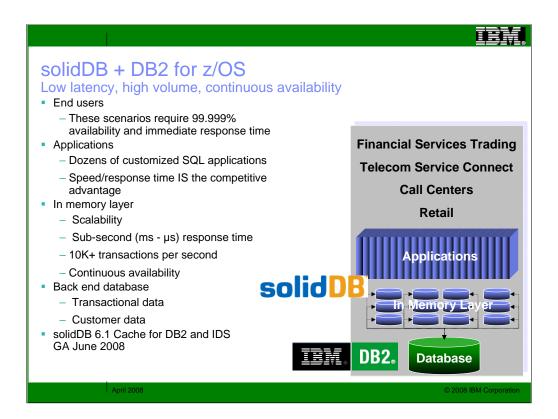
30% to 40% in Runstats Index\*

40% to 50% in Reorg Index\*

70% in Load Replace Partition with dummy input

\* Indicates that the savings are in the index processing.

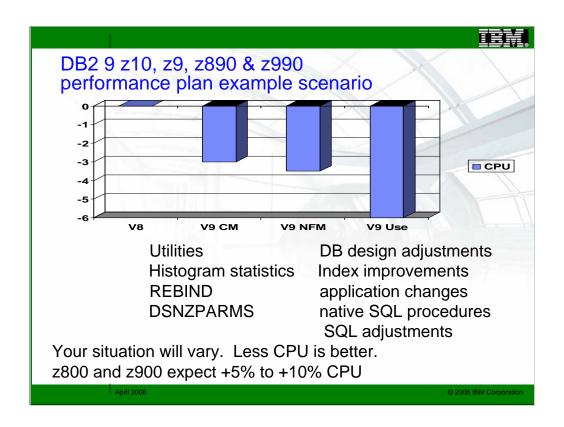
See much more in DB2 9 Performance Topics redbook, SG24-7473



6/3/08: Today at 3:00am ET we are announcing release 6.1 of the solidDB product family. Specifically solidDB 6.1, solidDB 6.1 Cache for IDS and solidDB 6.1 Cache for DB2 will be formally introduced to the market, with expected general availability on June 24th 2008.

Our product pages are now on IBM.com

http://www.ibm.com/software/data/soliddb/ and a solidDB's banner is on the Information Management page.



If you have a z9, z990 or z890, this is expected to be a common shape for a DB2 9 performance plan, starting with zero for the V8 baseline. When you first move to DB2 9, total DB2 CPU time generally decreases from 0% to 5% for z9, z890 and z990 customers, shown here as a first step -3%. Utility CPU reductions help immediately. Some work will be about the same (+/-3%). Start with reorgs and collect improved histogram statistics when useful. The DB2 9 CM performance plan REBINDs the primary packages and adjusts DSNZPARMs. The REBINDs provide most of the improved access paths. On z800 or z900 the initial CPU expectation is +5 to +10% regression, more if there are many columns, so making adjustments is more important.

In moving to NFM, some additional DSNZPARMS are adjusted and all plans and packages are rebound. The DB2 9 use line takes wider advantage of DB2 9 performance improvements. Database designs start taking advantage of new indexing options, such as compression, index on expression and larger pages. After making the design changes, REORG the data and REORG or REBUILD the indexes, get the improved statistics and REBIND. Native SQL procedures, added use of zIIP, and improved SQL continue the improvements in this phase.

Scenario: Customer mix of DB2 CPU time is 30% in utilities, 70% in SQL access. With 10% improvement for the utilities, we get a -3% net, assuming that SQL is the same as before. With optimization improvements, another -½% improvement shows up in DB2 9 NFM. Then as design adjustments, reorgs and rebinds are performed, we get improvements from varchar improvements, native SQL procedures and improved SQL, another -3%.



Traditional warehousing focused on query and reporting to understand what happened, and evolved to enable OLAP and data mining to understand the why those things happened and recommend future action.

Dynamic warehousing is a new approach to address the primary business challenges that organizations face today, which requires the ability to deliver the right information to the right people at the right time to more effectively leverage information and enable more effective business decisions. It's about information on demand to optimize real-time processes. I think of dynamic warehousing as the business intelligence analog of Service Oriented Architecture (SOA). Dynamic Warehousing includes four key abilities:

- 1. Support for real-time access to aggregated, cleansed information, which can be delivered in the context of the activities and processes being performed;
- 2. Embedded analytics that can be leveraged as part of a business process;
- 3. The ability to incorporate knowledge from unstructured information; and
- 4. A complete set of integrated capabilities that extend beyond the warehouse to enable Information on Demand

The distinction between data warehousing and online transaction processing is blurring. Data warehousing and analytic applications are accessing operational or near-real-time data. Transactions have become more complex to provide better interaction and productivity for people. Dynamic warehousing has capabilities and strengths on all IBM platforms. The traditional mainframe strengths for consistency with operational data, high security, and continuous availability match well with dynamic warehousing. Why would you have a warehouse on DB2? That's where the data resides.



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- •DB2 inherits all the quality of service characteristics of its zSeries host, augments them and add new ones through a tight integration with the underlying hardware and z/OS operating system and its own leading edge database technology features.
- •For the typical and frequently executed database functions special zSeries hardware assist capabilities are exploited resulting in superior performance, reliability, availability and serviceability

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The latest System z9 processor improvements for DB2 are the zIIP and the new Business Class and Enterprise Class processors. DB2 V9 remote native SQL procedures are enabled for zIIP processing. V9 adds IPv6, SSL and decimal float and BIGINT data types, with enhancements for Parallel Sysplex, backup and restore, added security and encryption, more Unicode with collation, and uses the WLM in new ways. Channel enhancements (MIDAW) and improved DS8000 performance were included with the System z9 announcements. DB2 uses the latest improvements in hardware and operating system to provide better performance, improved value, more resilience and better function.

DB2 benefits from large real memory, faster processors, specialty engines, and better hardware compression. DB2 uses Parallel Access Volume and Multiple Allegiance features of the IBM DS8000 and Enterprise Storage Server™. FlashCopy® can be used for DB2 backup and restore. DB2 makes unique use of the z/Architecture™ instruction set, and recent instructions provide improvements in reliability, performance and availability. DB2 continues to deliver synergy with hardware data compression, FICON™ (fiber connector) channels, disk storage, advanced networking function, and Workload Manager (WLM).



zIIP can help to integrate data across the enterprise by optimizing resources and lowering the cost of ownership for eligible data and transaction processing workloads

**Centralized data serving**\_– First to exploit zIIP were workloads such as BI, ERP, and CRM applications running on distributed servers with remote connectivity to DB2<sup>®</sup> V8 **Network encryption**\_– zIIP becomes an IPSec encryption engine helpful in creating highly secure connections in an enterprise

**Serving XML data**\_– zIIP is enabled for XML parsing, first to exploit this is inserting and saving DB2 9 XML data over DRDA® . See this paper for more detail.

DB2 9 and z/OS System Services Synergy Update,

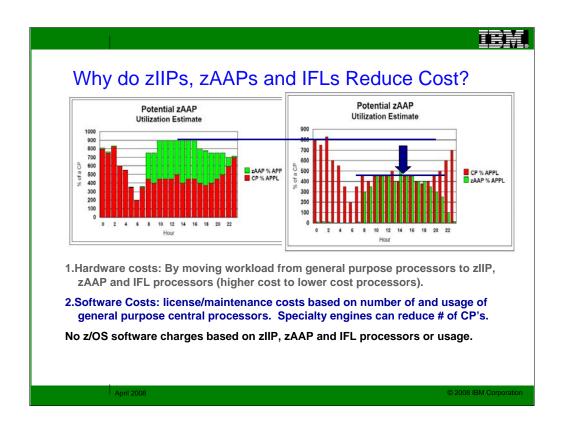
http://www.ibm.com/support/techdocs/atsmastr.nsf/WebIndex/WP101227

**Remote mirror** – zIIP becomes a data mirroring engine with zIIP assisted z/OS Global Mirror function (zGM, formerly XRC) helpful in reducing server utilization at recovery site (with z/OS V1.8 and above)

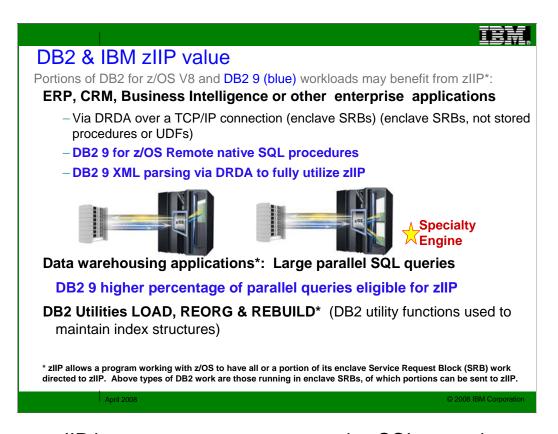
Exploiting of zIIPs by ISVs

zIIPs offer economics to help you

**PLUS** zIIP price is same for z10 EC as z9 EC and we offer no charge MES upgrades when moving to new technology



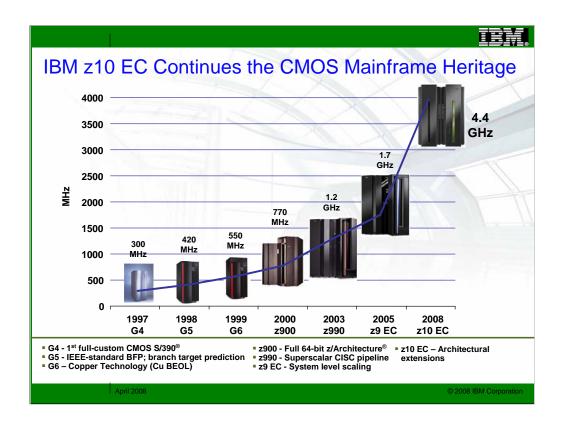
zIIPs and zAAPs do not add functional capabilities, but they do address hardware and software costs. In addition to being lower cost processors for the specialty purposes, they allow you to reduce the license and maintenance cost for software on z/OS, as there is no z/OS software charge for processing running on zIIP, zAAP or IFL processors.



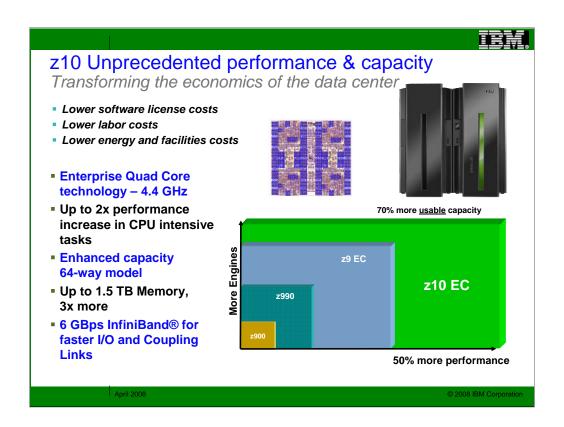
DB2 9 uses zIIP in two new ways, remote native SQL procedures and increased use of parallelism. See presentation F06 by Terry Purcell. The zIIP is designed so that a program can work with z/OS to have all or a portion of its enclave Service Request Block (SRB) work directed to the zIIP. The above types of DB2 V8 work are those executing in enclave SRBs, of which portions can be sent to the zIIP. Not all of this work will be run on zIIP. z/OS will direct the work between the general processor and the zIIP. The zIIP is designed so a software program can work with z/OS to dispatch workloads to the zIIP with no anticipated changes to the application – only changes in z/OS and DB2.

IBM DB2 for z/OS version 8 was the first IBM software able to take advantage of the zIIP. Initially, the following workloads can benefit:

- SQL processing of DRDA network-connected applications over TCP/IP: These DRDA applications include ERP (e.g. SAP), CRM (Siebel), or business intelligence and are expected to provide the primary benefit to customers. Stored procedures and UDFs run under TCBs, so they are not generally eligible, except for the call, commit and result set processing. DB2 9 remote native SQL Procedure Language is eligible for zIIP processing. BI application query processing utilizing DB2 parallel query capabilities; and functions of specified DB2 utilities that perform index maintenance.
- •For more, see http://www.ibm.com/systems/z/ziip/



The design of the IBM System z10™ processor chip is the most extensive redesign in over 10 years, resulting in an increase in frequency from 1.7 GHz (z10 EC) to 4.4 GHz on the z10 EC. It is designed for secure data serving, yet also was enhanced to provide improvement enhances for CPU intensive workloads. The result is a platform that continues to improve upon all the mainframe strengths customers expect, yet opens a wider aperture of new applications that can all take advantage of System z10s extreme virtualization capabilities, and lowest TCO versus distributed platforms.



IBM's next-generation, 64-processor mainframe, which uses Quad-Core technology, is built from the start to be shared, offering greater performance over virtualized x86 servers to support hundreds to hundreds of millions of users.\*1

The z10 also supports a broad range of workloads. In addition to Linux, XML, Java, WebSphere and increased workloads from Service Oriented Architecture implementations, IBM is working with Sun Microsystems and Sine Nomine Associates to pilot the Open Solaris operating system on System z, demonstrating the openness and flexibility of the mainframe.

From a performance standpoint, the new z10 is designed to be up to 50% faster and offers up to 100% performance improvement for CPU intensive jobs compared to its predecessor, the z9, with up to 70% more capacity.\*2 <a href="http://www.ibm.com/systems/z/news/announcement/20080226">http://www.ibm.com/systems/z/news/announcement/20080226</a> annc.html

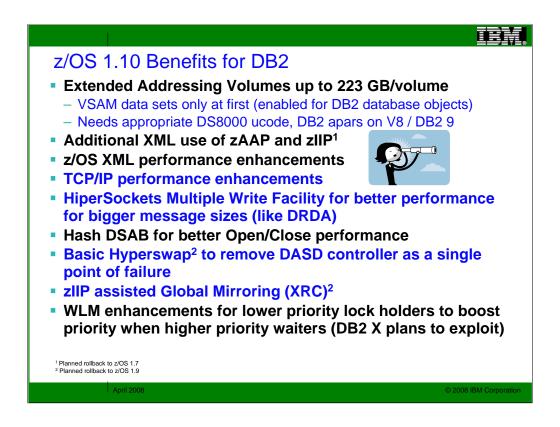
# IBM System z10 Benefits for DB2 Faster CPUs, more CPUs, more memory - 50% more n-way performance "on average" - 62% more uniprocessor performance - 70% more server capacity (54->64 CPUs) - Up to 64 CPUs, z/OS 1.9 needed for 64-way in a single LPAR - Up to 1.5 TB, z/OS 1.8 needed for >256G in a single LPAR Infiniband Coupling Facility links New OSA-Express3, 10 GbE for faster remote apps HiperDispatch Hardware Decimal Floating Point facility 1MB page size (DB2 X plans to exploit) 50+ instructions added to improve compiled code efficiency (DB2 X plans to use)

The new z10 has faster processors and more processors. One early measurement showed 40-50% throughput improvement or approximately 30% CPU time improvement with z10 compared to z9. Larger memory: DB2 users can potentially see higher throughput with more memory used for DB2 buffer pools, EDM pools or SORT pools. Improved IO: improvements in the catalog and allocation can make the large number of data sets much faster and easier to manage. Disk IO times and constraints can be reduced.

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Substantial improvements in XML parsing can result from use of the zIIP and zAAP specialty engines. The z10 zIIP and zAAP engines are much faster at no additional cost. The zIIP processors can be used for XRC processing.

**HiperDispatch:** Only available on z10 EC. Combination of z/OS software and firmware. Minimum z/OS R1.7 + IBM zIIP Web Deliverable Support for z/OS V1.7 to enable HiperDispatch. z10 EC Driver level 73G. Single HIPERDISPATCH=YES z/OS IEAOPTxx parameter dynamically activates HiperDispatch



The current maximum of the disk space is 64K cylinders per volume. z/OS 1.10 will lift the limit and support up to 256K cylinders (higher on the future release) with EAV based on DS8000.

APARs PK58291 and PK58292 provide EAV support in DB2.

	=		
Summary			
<ul> <li>Significant performance gains for</li> </ul>	IBM software running on System z		
<ul> <li>New software enhancements furth</li> </ul>	her benefit System z customers		
System z as an information hub	Processes and software lifecycle management tools		
End-to-end visibility, control and automation, technical support, security and financial management	Transaction-based workloads and SOA		
System z platform for new workloads helps clients attain			
Faster response to demands by business for change	Reduced dependency on specialized skill-sets		
Reduced cost of workloads, management, and risk associated with changing IT infrastructure	Better alignment of IT with business		
DB2 for z/OS improvements and cost savings			
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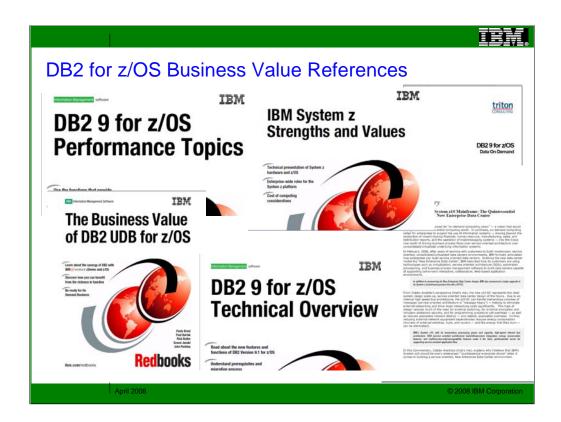
New software announcements further benefit System z customers

Utilizing System z as an information hub

Applying modern processes and software lifecycle management tools to the mainframe

Foundation for transaction-based workloads and SOA

End-to-end visibility, control and automation across the service management, technical support, operations, security and financial management



ftp://ftp.software.ibm.com/software/data/pubs/papers/DB2\_for\_zOS\_V9\_Business\_Value\_White \_Paper.pdf

http://www.ibm.com/software/os/systemz/newsletter/mainstreamed11\_uk.html

The Business Value of DB2 for z/OS, SG24-6763,

http://www.redbooks.ibm.com/abstracts/sg246763.html

DB2 9 for z/OS Technical Overview, SG24-7330, chapter 2 on System z synergy,

http://www.redbooks.ibm.com/abstracts/sg247330.html

DB2 9 for z/OS Performance Topics, SG24-7473, performance on z10,

http://www.redbooks.ibm.com/abstracts/sg247473.html

What DB2 Means to Business Value, Talk DB2 in business terms the suits can understand.

http://www.ibmdatabasemag.com/story/showArticle.jhtml?articleID=199201819

System z Strengths and Values, SG24-7333,

http://www.redbooks.ibm.com/abstracts/sg247333.html





This presentation will discuss a number of ways that System z and DB2 for z/OS are improving the business value delivery, while reducing the total cost of ownership. This presentation has a focus on DB2 9 for z/OS.

The value proposition for this combination is not the same as some other platforms, and some people do not understand. This presentation and papers will help you explain the business value and what we have done for you lately.

Part of the business value is in the robust scalability and performance. The recent improvements in System z10 help. DB2 9 reduces CPU time to improve the value delivery and to reduce costs at the same time. Reducing CPU can reduce both hardware and software costs. Improved resilience is another value delivery, with a number of aspects from resilience in high availability and continuous operations though robust security.