

System z Enables Solutions For A Smarter Planet

The Smarter Planet And System z

Something Meaningful Is Happening

"Every human being, company, organization, city, nation, natural system and man-made system is becoming **interconnected, instrumented and intelligent.** This is leading to new savings and efficiency—but perhaps as important, new possibilities for progress."



The world is getting smarter!

Consider How Our World Is Changing: Our World Is Becoming More...





- 1/3 of the world's population on Web by 2011
- 4B mobile subscribers globally at end of 2010
- 37K cyber attacks in the US in 2007 (158% increase since 2006)
- 15 petabytes of new information generated every day (8x more than the information in all U.S. libraries)
- 64B credit card transactions/year (up 35% YTY)
- New York Stock Exchange quote messages will be 400B/year by 2012 (up 900% from 2000)



- 30 billion embedded RFID tags by 2010
- 1/2 of all sensors in transportation, facilities and production equipment are smart sensors

Despite Progress – We Can Do Better

- US healthcare system losing > \$100B/year to fraud
- European retail sector wasted nearly €2B in 2006
- US Consumer Packaged Goods businesses lose \$40B/year due to supply chain inefficiencies
- \$11.5B/year of Indian produce is wasted
- 40% of insurance adjusters time wasted doing routine overhead functions
- For every 1,000 knowledge workers, \$5.7M/year worth of productivity is wasted reformatting information between applications

Growth Of IT Energy Usage In Data Centers Continues At An Alarming Rate

- Data centers have doubled in consumed power in the last five years.
 - At this rate, in 20 years (the average life of a data center) there will be 15 additional data centers for every one today
- Data centers consume 30-100 times energy/sq. ft. than typical office building. Many are close to power limits or running out of power. Why?
 - Vast infrastructure is needed to support microprocessors upon which computing is done. Consists of:
 - Power
 - Cooling
 - Floor Space

To Make Sense Of This New World, We Must Address Four Critical Questions

"New business and process demands"

to Work

I Need to Work Smart

How can we work smarter supported by flexible and dynamic processes modeled for the new way people buy, live and work?

> Smart Work

and it's in silos"

"Data is exploding

I Need Insight

How can we take advantage of the wealth of information available in real time from a multitude of sources to make more intelligent choices?

> New Intelligence

"My infrastructure is inflexible and costly"

I need to respond quickly

How do we create an infrastructure that drives down cost, is intelligent and secure, and is just as dynamic as today's business climate ?

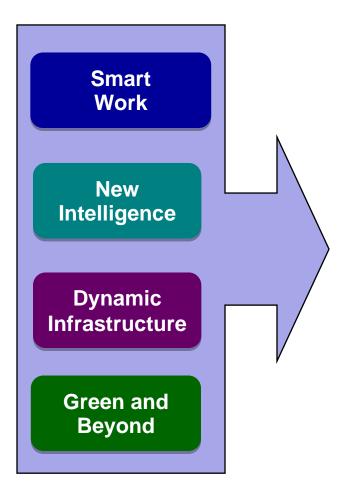
Dynamic Infrastructure "Our resources are limited"

I Need Efficiency

How do we drive greater efficiencies, compete more effectively, and respond more quickly by taking action now on energy, the environment, and sustainability?

> Green and Beyond

Today's Seminar Will Demonstrate Why IBM Software And System z Are The Smart Platform For The Smarter Planet



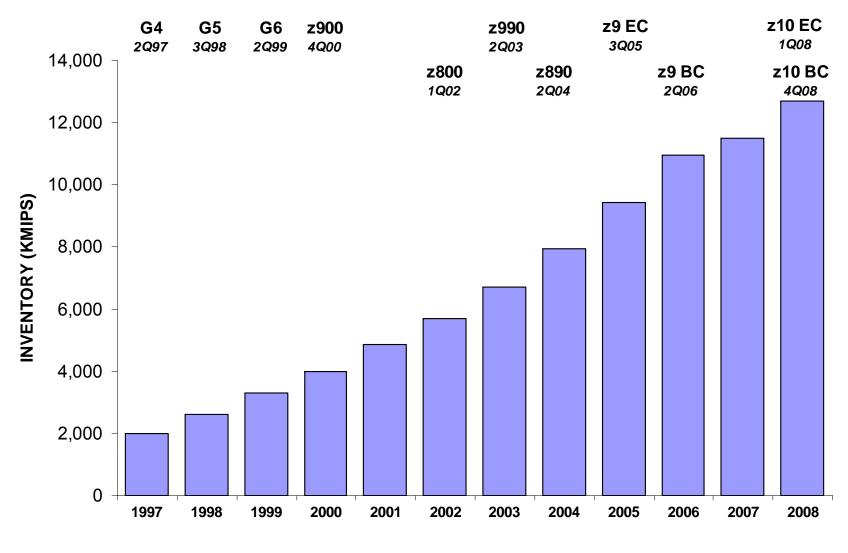
Innovation ...

State of the art software for smarter planet solutions

Efficiency ... Lowest total cost of ownership

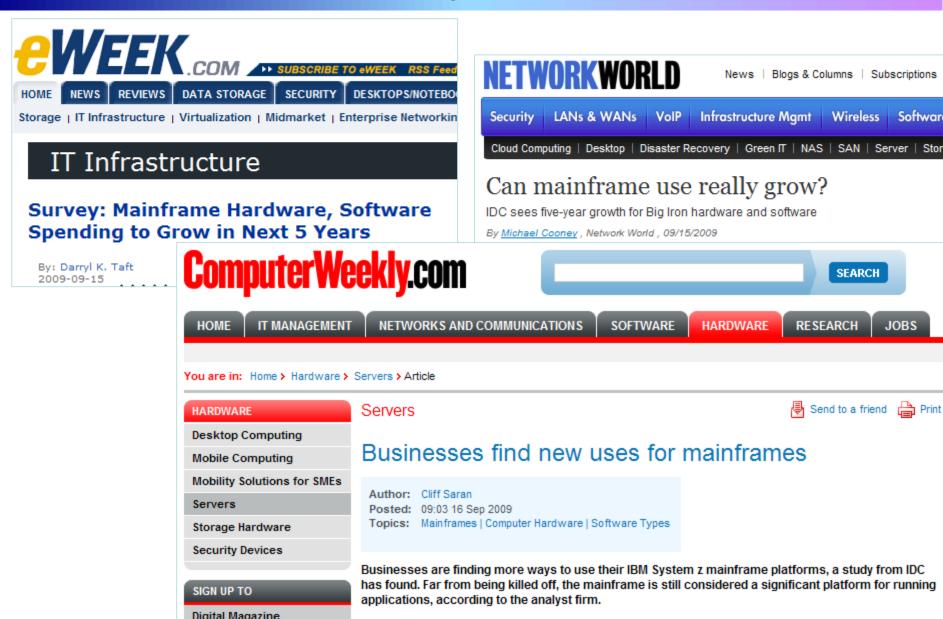
Performance ... Delivers unrivaled qualities of service

Solid Growth In Worldwide Mainframe Capacity



CAGR 1997-2008 = 18%

Enterprises Virtualize, Consolidate, and Find New Uses For System z



System z Solution Editions Bundle Hardware, Software, And Maintenance At The Best Price

- Integrated System z hardware, software and maintenance
 - 3-5 year "bottom line" price
- Focus: new System z workload opportunities
- Solution Editions usually include:
 - z10 HW (standalone footprint or capacity upgrade for isolated LPAR)
 - Prepaid HW maintenance
 - Comprehensive middleware stack (including S&S)
 - Services (as needed)
 - Storage (as needed)

Solution Editions: Data Warehousing Security WebSphere[®] Application Development SAP -ACI Cloud Computing Enterprise Linux NEW Chordiant

Introducing Service Oriented Finance

We are a traditional bank with branch offices throughout the country.

This has been a difficult year. Survival is our a top priority.

We need to cut costs!



Service Oriented Finance

Service Oriented Finance

We never got ahead of all the changes that were forced upon us.



Service Oriented Finance

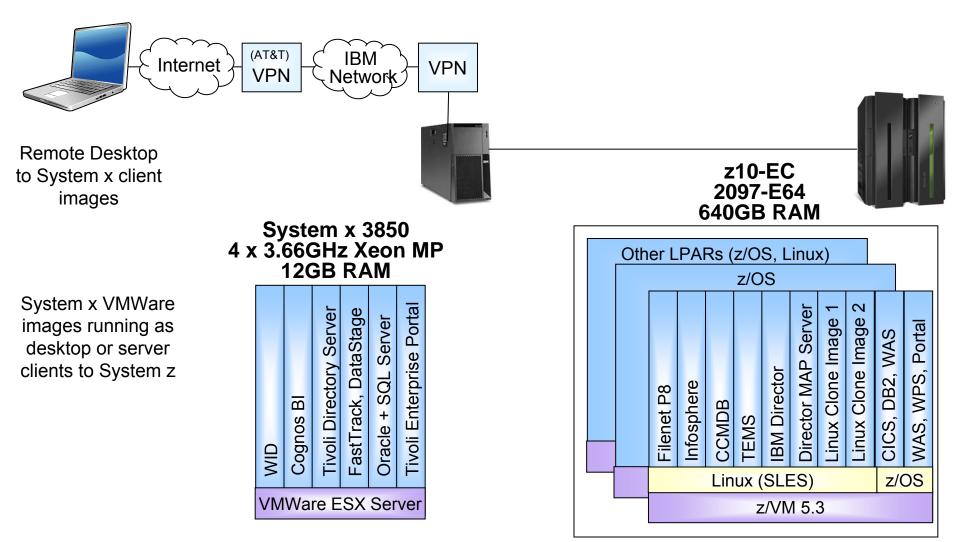
We had to cut staff.

So how can we make changes, while maintaining our current operations?



Service Oriented Finance CIO

DEMO: Architecture



Our Agenda Today

Agenda	
20 Minutes	The Smarter Planet and System z
40 Minutes	Smart Work on System z
20 Minutes	Break
40 Minutes	Making Smarter Business Decisions
40 Minutes	Dynamic Infrastructure With System z
20 Minutes	Break
40 Minutes	The Smart Platform
40 Minutes	The Rule of Three
60 Minutes	Lunch

