TechEd India 2014

Learn. Connect. Explore.





How Architecture and Design influence Cost Savings on Cloud

Bala Prasad Peddigari

Head – HiTech Technology Excellence Group and Innovation Management

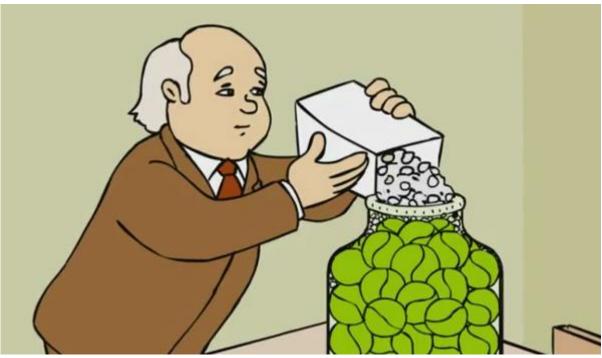
Bala.Peddigari@tcs.com



Before we Start

Remember the Professor and Jar Story of Life





http://www.dailymotion.com/video/xdzo8a_philosophy-professor-inspiring-stor_school





Key Take Aways

Point of View : Cloud and Saving Costs
Architecture Myths on Cloud
Cloud Architecture Principles
Cost Saving Patterns
Application Architecture Patterns
Data Design Patterns
Communication Patterns
Storage Patterns
Compute Patterns
Paths to Save Costs





Point of View: Cloud and Saving Costs

- 1. Cloud apps are the minority of total apps, but by 2014 they are expected to be a much larger percentage (as much as half)
- 2. Companies are embracing cloud apps **not just to cut IT costs**
- 3. Cloud apps have already **generated significant benefits**
- 4. Customer-facing functions get the <u>largest share of the cloud app budget</u>
- 5. Global industries that are biggest users of cloud apps are computer hardware, financial services, industrial manufacturing and telecom
- 6. In Latin American and Asia-Pacific, cloud apps are more prevalent and are generating greater benefits than in US and European companies
- 7. Yet many remain conservative about the cloud: few will put core apps in public clouds but most would put them in private clouds
- 8. Keys to capitalizing on the cloud: overcoming the fear of security breaches, and **quantifying and demonstrating returns early**
- 9. What companies look for in cloud vendors: **security at the top of the list; price at the bottom**







Architecture Myths on Cloud

- Data Security: A Cloud Provider cannot guarantee Security
- **Data Control**: My Organization will be locked into one vendor and lose control of its data, it if moves to the cloud
- Cost Savings: My company must move all its applications to a cloud service to be able to benefit fully from cloud computing
- **Private Cloud**: My company can get all the benefits of cloud computing with a 'Private cloud running on your own hardware
- **Job Security**: If my organization deploys Microsoft Online services my role as an Exchange Administrator goes away
- IT Role Changes: If my organization uses a public cloud service like Windows Azure my role becomes less technical.
- **Virtual Machine Cloud**: If I'm running applications or network services on Virtual machines, I'm already doing cloud computing
- Cloud Types: There is only one kind of "Cloud"
- Integration: Integration issues go away when applications are outsourced to the cloud
- Benefactors of the Cloud: Only a small business can gain any cost savings benefit out of cloud computing





Fundamental Principles



Measure everything, measure everything!

- Windows Azure Diagnostics
- Transparent ROI



Better Performance = Lower TCO

- Lower ongoing infrastructure costs
- Scalability of capacity
- Rapid deployment



Whenever possible:

- Cache
- Compress
- Batch

Principles leads to better user experience and application performance





Instrumentation is key to optimizing costs



Monitoring

Where is CPU time spent?

What % of CPU is used?



Diagnostics

What URLs are getting served?

What are the characteristics (caching, compression, etc)





Storage

What parts of your code are calling storage?

What partitions are they hitting?

Route all storage access through common code.

Verify storage patterns.





Cloud Architecture and Design Principles

- Design for failure and nothing fails
- Think Parallel
- Loose Coupling sets you free
- Design Applications for Elasticity and to leverage Load Balance capabilities
- Design for real-time
- Store it right and leave it there
- Build Security in every layer
- Clean up After yourself
- Above all Don't fear constraints



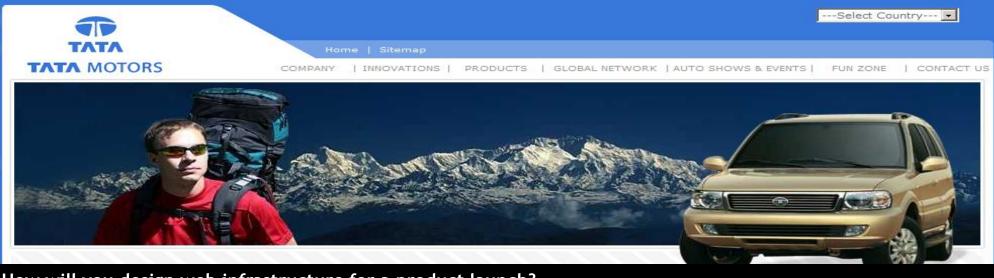


The "IT System Design" (1)





The "IT System Design" (2)



How will you design web infrastructure for a product launch?



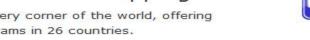
The "IT System Design" (3)





Where We Work Mapping

TWB reaches every corner of the world, offering programs in 26 countries.





Free Membership

As a TWB member, you become part of a global community that supports teachers through professional development and mentorship as well as have access to the latest educational innovations across the world.





Your contribution will help bridge the global education divide by empowering teachers to be leaders in their communities.



Make a Difference

We want you to take the initiative and use your passion, skills and experience to improve your community and the world. Find out how!

The "IT System Design" (4)



MITOPENCOURSEWARE

> 简体字 >Español >Português > 繁體字

> View translated courses

Home

Courses

Donate

About OCW

Contact Us

> Advanced Search

Get Started with OCW

- > VIEW ALL 1900 COURSES
- > Most Visited Courses
- > Audio/Video Courses
- > Translated Courses
- > New Courses

> Find Courses

- Architecture and Planning
- Engineering
- Health Sciences and Technology
- Humanities, Arts, and Social Sciences
- Management
- Science
- Other Programs

Home

Enter search keyword

Email this page

Unlocking Knowledge, **Empowering Minds**

Free lecture notes, exams and videos from MIT No registration required

"I found lecture notes. handouts and slides from presentations, and some problem sets. It helped me a lot."

Maria Karamitsou Student Greece

Read more

FEATURED COURSE





Your contribution helps us share MIT's course materials with the world. Learn more about giving to OCW.

DONATE NOW

What is the most cost effective solution for Virtual Classrooms or Web2.0 enabled education?

zon.com purchases can help support OCW. Learn

> Highlights for **High School**

Other Resources

- > Supplemental Resources
- > Archived Courses
- > MIT Curriculum Guide

Ocean Worlds

What do we know about the formation of planets? This course looks at the compositional and physical processes of planet formation based on observations from our own solar system and those we've glimpsed beyond the reaches of our Sun.

> Previous features

NEWSLETTER

> Sign up for monthly updates on courses and news

OCW is grateful for the support of:



> Become a corporate sponsor



RSS RSS Feeds

> Privacy and Terms of Use

> Site Map

> Cite OCW Content

Your use of the MIT OpenCourseWare site and course materials is subject to our Creative Commons License and other terms of use.



The "IT System Design" (5)



Scenario: Real Time Tracking as a Service

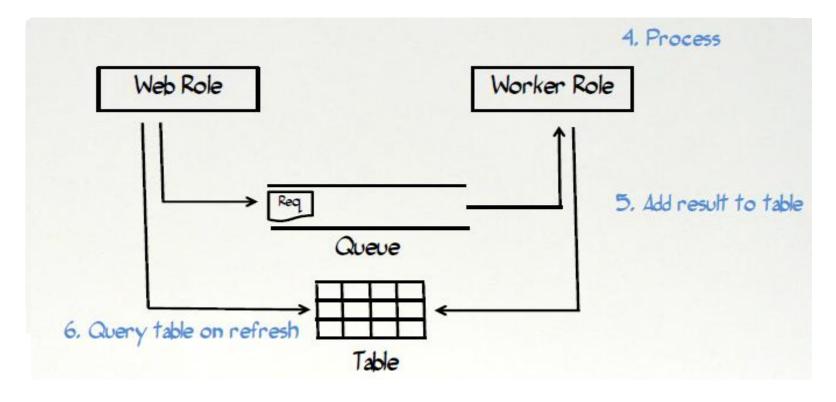
- Global Logistics Company started with a vision "Google of Tracking Data"
- USP "Aggregation of Position data from Various Providers and devices. Flexible to export to 3rd party systems
- Complexity: Integration of 3rd party systems (Billing, Fleet, GPS, Tracking) and Distributed Continental network

- Architecture Patterns
 - Scalability
 - Queue-Centric Workflow
 - Multi-site Deployment
 - Multi-tenancy
 - Auto-scaling
- Costs Reduced by 40% in 3months after deployment from 10K /month to 6K /month





Queue-Centric Workflow Pattern – Using Cloud for Scale



Key Take Aways

- Use Configuration to Scale
- Define strategy when to scale up/down in production
- Understand how to communicate between Web and worker role.





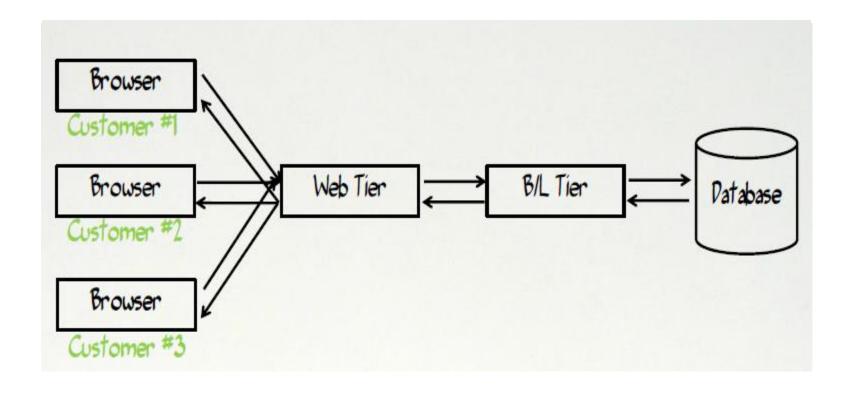
Scenario: Field Survey Application

- Oil and Gas Company
- Application to calculate the Oil fields viability before exploration.
- USP "Flexible installation and configurable models for different field survey needs
- Complexity: Design demanded to have simple licensing models with time based subscriptions

- Architecture Patterns
 - Eventual Consistency Pattern
 - Map Reduce Pattern
 - Database Sharding Pattern
 - Auto-Scaling Pattern
- Costs Reduced by 27% in 4 months after deployment from 12K /month to 9.24K /month



Multi-tenancy Pattern: Using Database Design for Scale



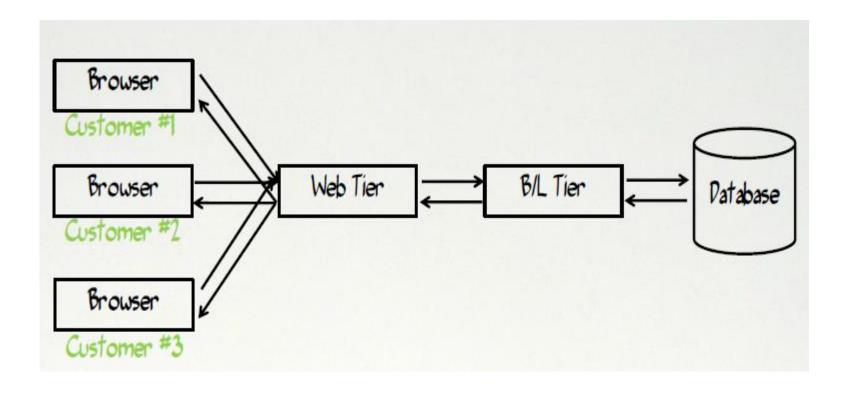
Key Take Aways

- Consider Multitenancy first, even if it is for one customer.
- Design should focus both data and UI
- Consider for identity management





Multi-tenancy Pattern: Using Database Design for Scale



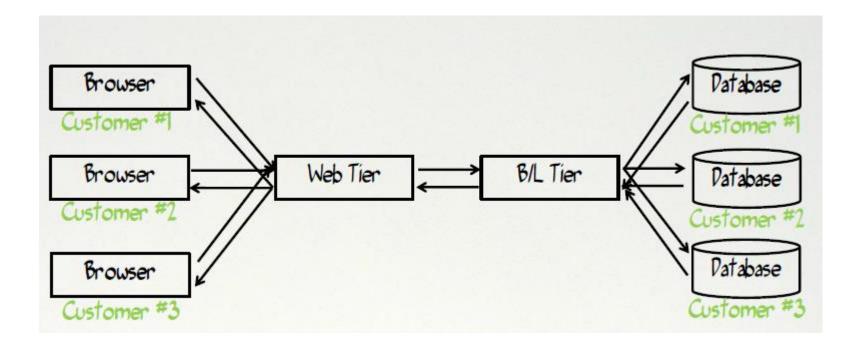
Fixed Schema

- Simple to define, easy to approach / upgrade
- No Customizations, restoring of tenant data.





Multi-tenancy Pattern: Using Database Design for Scale



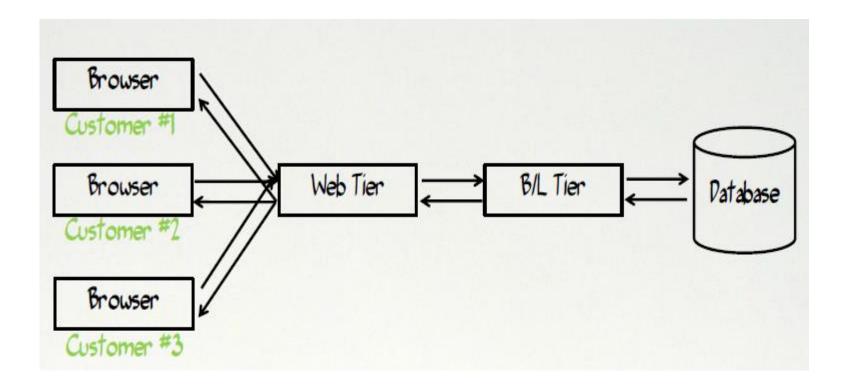
Each Customer has its own Schema

- Flexible and highly isolated. Tenant restore is high.
- Costly. Difficult to upgrade schemas





Multi-tenancy Pattern: Using Database Design for Scale



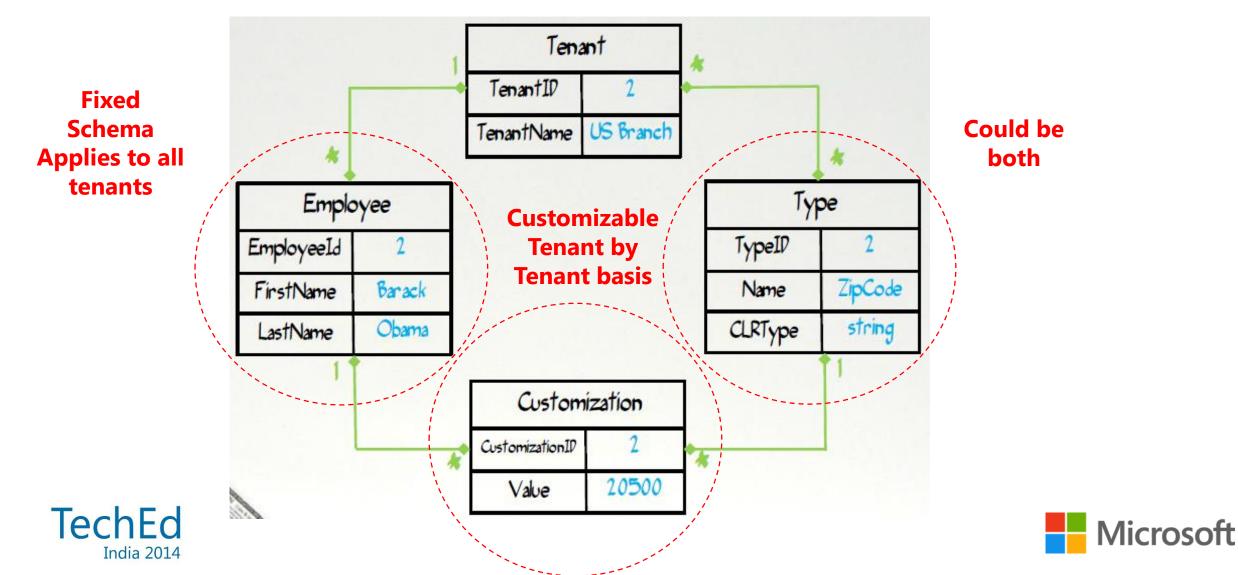
Fixed Schema with customizations

- Customers can add their own custom fields
- Tenant restore is difficult

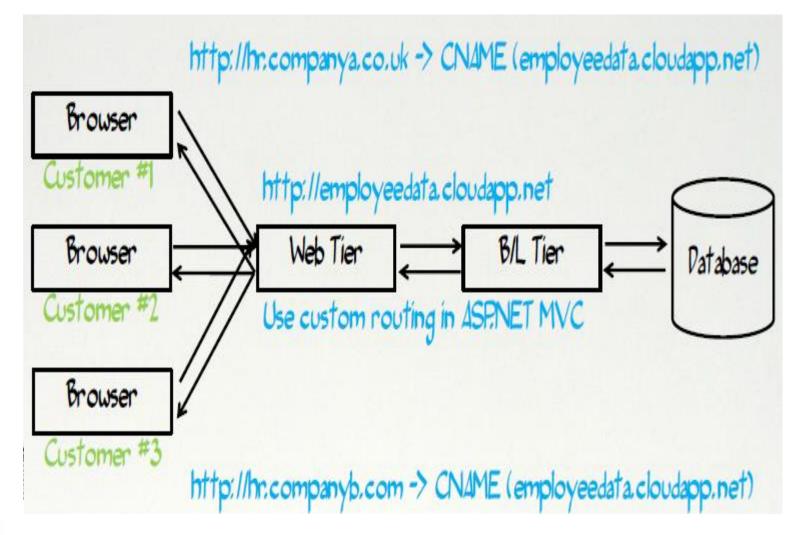




Schema Customizations



UI Customizations







Scenario: E-Commerce Solution

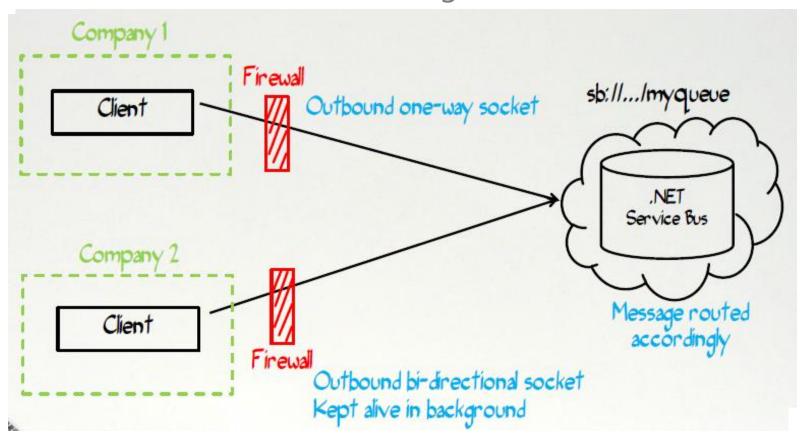
- Large Designer and Manufacturing company
- Goal: Attract GenX customers
- Technology: Open Source Stack
- Complexity: Manage 14 different brand sites on 14 different deployment platforms and as many creative agencies for the brands

- Architecture Patterns
 - Eventual Consistency Pattern
 - Map Reduce Pattern
 - Database Sharding Pattern
 - Auto-Scaling Pattern
- Costs Reduced by 30% in 8 months after deployment from 4.5K USD /month to 3K USD /month





Communication Patterns: Using the Cloud for "Communication"



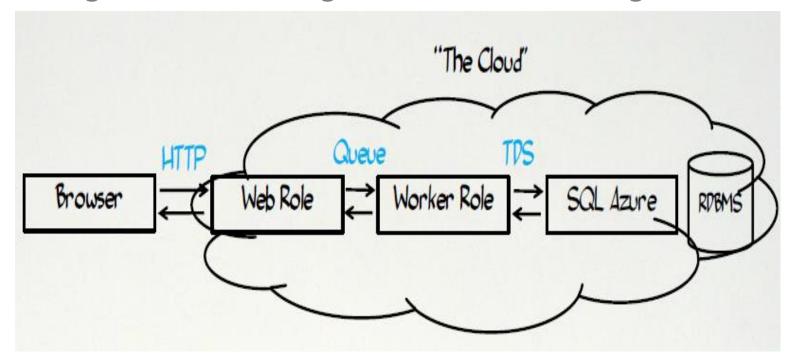
Key Take Aways

- Understand .Net Service Bus Traversal process
- Firewalls/ NATs can add additional trouble for non-http
- Pay attention when consuming azure queues via REST





Storage Patterns: Using the Cloud for "Storage"



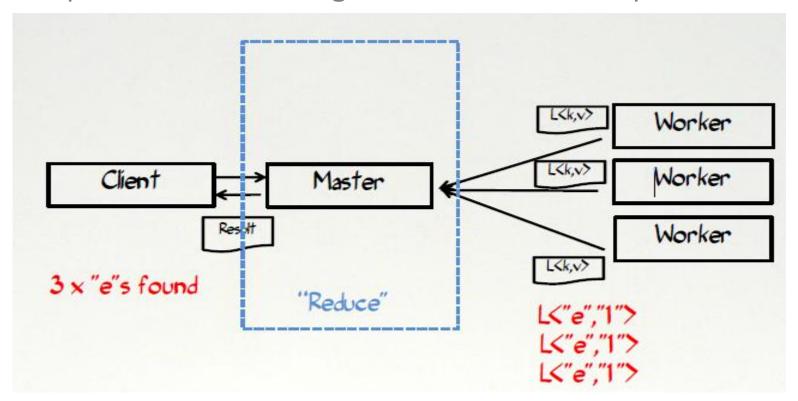
Key Take Aways

- Apply Code Near and Code Far Storage Patterns as per business need
- Pay attention to pricing model of storage on cloud
- Leverage Hybrid Cloud Storage to save costs (StorSimple)





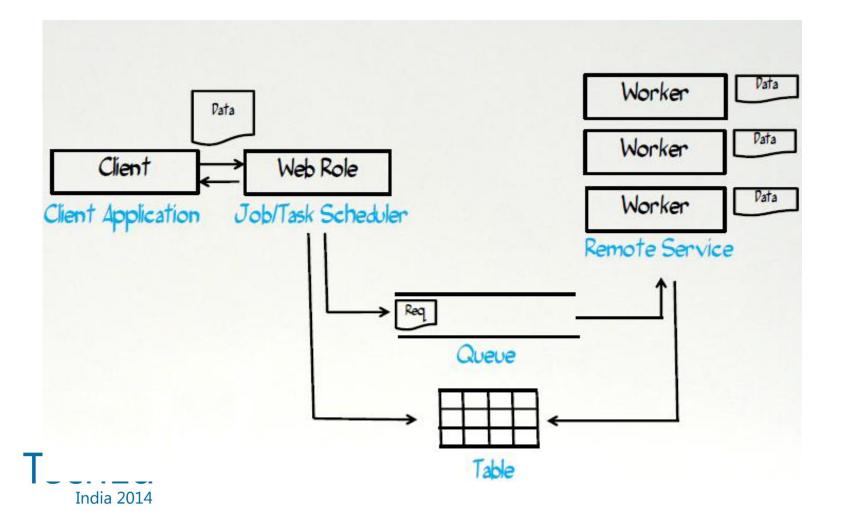
Compute Patterns: Using the Cloud for "Compute"







Compute Patterns: Using the Cloud for "Compute"



Key Take Aways

- Apply MapReduce for distributed computing using HDInsight
- Understand other standard frameworks



Key Cloud Architecture Patterns

- Scalability Pattern
- Queue-Centric Workflow Pattern
- Eventual Consistency Pattern
- Map Reduce
- Database Sharding
- Multi-tenancy
- Busy Signal
- Node Failure

- Multi-site Deployment Pattern
- CDN Pattern
- Valet Key
- Colocate
- Network Latency
- Auto-Scaling
- Horizontal Scaling Compute





Key Take Aways: Paths to Savings Cost

- Follow Cloud Fundamental and Architecture principles to save costs
- Focus on Architecture and Design to Save costs
- Understand pricing models to choose deployment wisely to optimize costs
- Monitor, Analyze, and Tune to manage costs
- Remember Weakest link in the Cloud is application (Hence Pay attention)





References

Related references for you to expand your knowledge on the subject

- Cloud Architecture Patterns: http://it-ebooks.info/book/947/
- Cloud Design Patterns: Prescriptive Architecture Guidance for Cloud Applications: http://msdn.microsoft.com/en-us/library/dn568099.aspx
- Cloud Cover: http://channel9.msdn.com/Shows/Cloud+Cover
- Microsoft Azure Pricing Models: http://azure.microsoft.com/en-us/pricing/details/virtual-machines/

TechNet technet.microsoft.com/en-in



Developer Network
msdn.microsoft.com/





Your Feedback is Important

Fill out evaluation of this session and help shape future events.

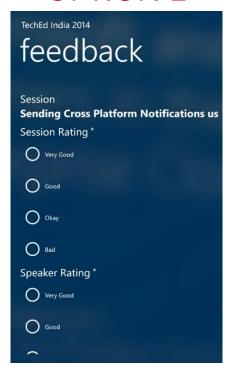


OPTION 1



Scan the QR code to evaluate this session on your mobile device.

OPTION 2



You can fill out evaluation of this session directly through the App



OPTION 3: Feedback stations outside the hall



Follow us online

Twitter: twitter.com/balasparks

Email: <u>Bala.Peddigari@tcs.com</u>











© 2014 Microsoft Corporation. All rights reserved. Microsoft, Windows, and other product names are or may be registered trademarks and/or trademarks in the U.S. and/or other countries. The information herein is for informational purposes only and represents the current view of Microsoft Corporation as of the date of this presentation. Because Microsoft must respond to changing market conditions, it should not be interpreted to be a commitment on the part of Microsoft, and Microsoft cannot guarantee the accuracy of any information provided after the date of this presentation. MICROSOFT MAKES NO WARRANTIES, EXPRESS, IMPLIED OR STATUTORY, AS TO THE INFORMATION IN THIS PRESENTATION.