Extending Your Mainframe for More Business Value

Extend Connectivity With a Mainframe Communications Backbone



Our payments business is a key source of revenue, but it is too costly to maintain the connections



Service Oriented Finance CIO

A Communications Backbone can solve this problem



IBM

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Providing Application-to-Application Connectivity Can Be Complicated

System Platforms



Programming Models

Asynchronous Synchronous Publish/ Messaging

Programming Languages







Transport Protocols

WebSphere Web Services

TCP/IP Multicast

SMTP

Standards & Message Formats

EDI-X.12 ACORD HIPAA

Error Recovery

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How to Provide Application-to-Application Connectivity

- Installed environments are very diverse
 - No single technology can provide the all of the required power and flexibility
- Use a combination of middleware technologies as needed
 - 1. Web Services

Standards-based, heterogeneous, Internet-based exchanges

2. Asynchronous Messaging

Adds reliability, assured delivery, application de-coupling

3. Mediation Broker

Adds services to transform and enrich information as it flows from one application to another

Implementations of these technologies is known as an

Enterprise Service Bus

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Web Services Provide Simple Point-to-Point Connectivity

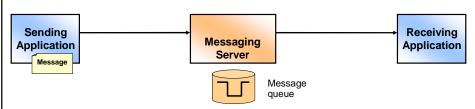


- Advantages
 - Almost every platform supported
 - Standards-based, works across the internet
- But there are considerations...
 - ▶ The requester and provider must be running at the same time
 - No infrastructure for managing overall web services
- Mainframe supports web services via WebSphere Application Server, CICS, and IMS SOAP Gateway

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Message Queues Provide Greater Flexibility with Asynchronous Messaging



- Sender and receiver do not need to run at same time
 - Put and get messages from queues
- Reliable, assured delivery
- Sender and receiver can process messages at different rates
- Message servers can be networked together
 - Messages automatically arrive at named destination queue
- Mainframe supports messaging via WebSphere MQ and WebSphere Application Server (JMS)

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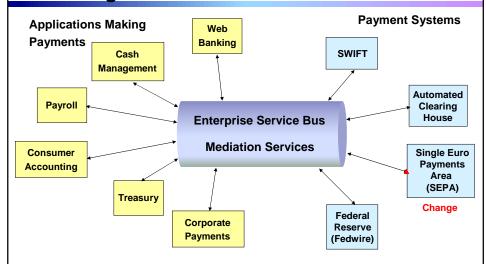
Connect Applications Point-to-Point with WebSphere MQ

- Connects to virtually everything
 - Over 80 platform configurations
 - Uses IBM Message Queuing Interface (MQI), Java Message Service (JMS), or SOAP/JMS
 - Bridges Web 2.0 AJAX client applications to the WebSphere MQ messaging backbone
- Very simple API (put/get) for all main programming languages: C++, C#, Visual Basic, .NET, COBOL, Java
- The de facto standard for asynchronous messaging
 - ▶ 42% of z/OS customers have WebSphere MQ
 - ▶ 90% of the Fortune 100 businesses have WebSphere MQ
 - ▶ 60% of the Fortune 500 businesses have WebSphere MQ
 - 66% of North American and European banks
 - ▶ Banking clients move transactions worth \$35 trillion/day
 - Government clients move 675+ million messages/day

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However, Point-to-Point Connectivity Can Be **Costly to Maintain Payment Systems Applications Making** Web **Payments** Banking **SWIFT** Cash Management Automated Payroll Clearing House Single Euro Consumer **Payments** Accounting Area (SEPA) Treasurv Change Federal Corporate Reserve **Payments** (Fedwire) Services are tightly coupled to one another One change requires many other changes 04 - Extend Connectivity With a Mainframe Communications Backbone v5.1

An Enterprise Service Bus Reduces Costs By Providing Centralized Mediation Services



- A change requires only one change in the ESB mediation services
- Services can be created and maintained independently

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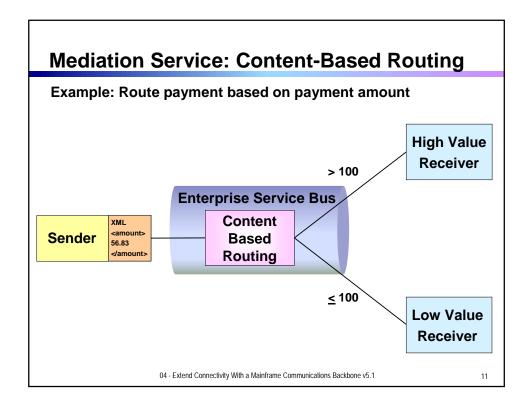
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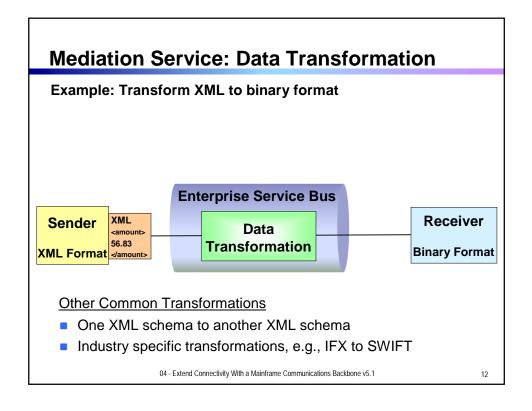
Case Study – Analysis Showed Benefit of Using WebSphere Message Broker for Enterprise Integration

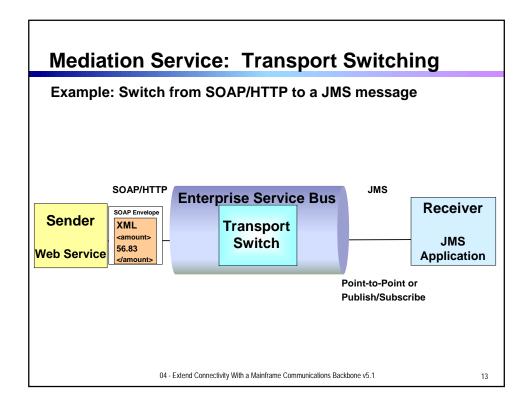
- The ESB on z/OS solution offered these benefits over the custom point-to-point connection option over the 5-year period:
 - ▶ 62% reduction in solution build cost
 - ▶ 73% reduction in on-going code maintenance of the integration solution
 - ▶ 42% reduction in infrastructure administration
- For an investment of \$2.5M in WebSphere software, the company would realize a benefit of \$165M over a 5-year period
 - Resulting in an ROI of 6,715%

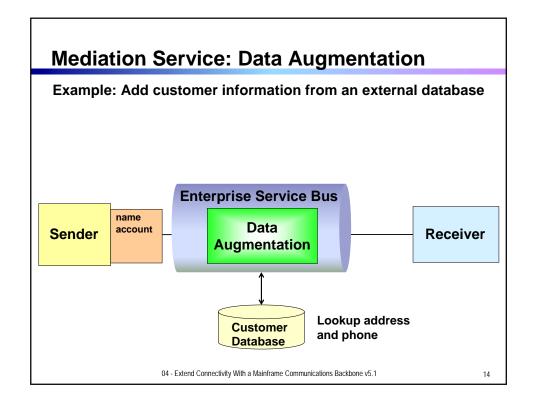
Source: High-level analysis for a large U.S. Health Insurance Company using IBM's Business Value Assessment (BVA) model, 2006

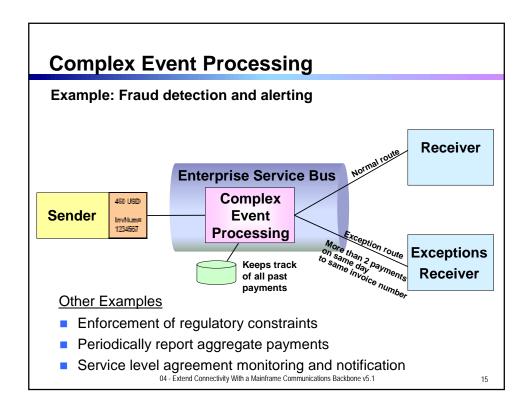
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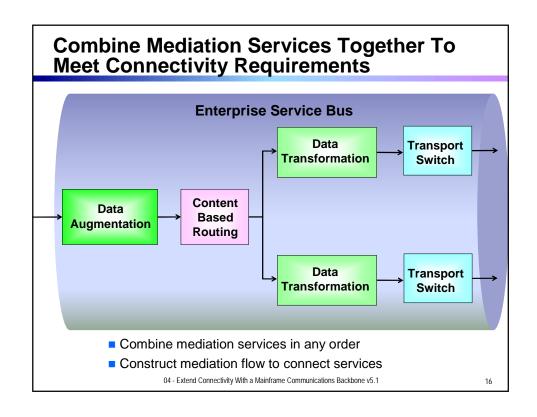


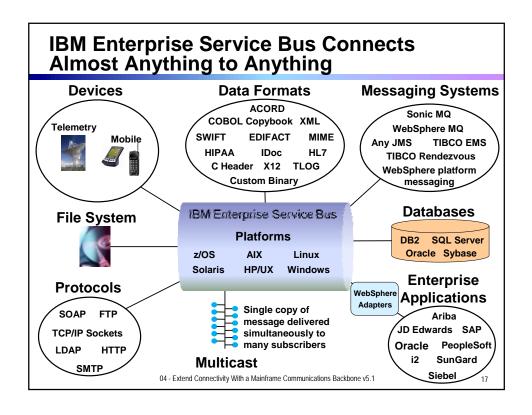


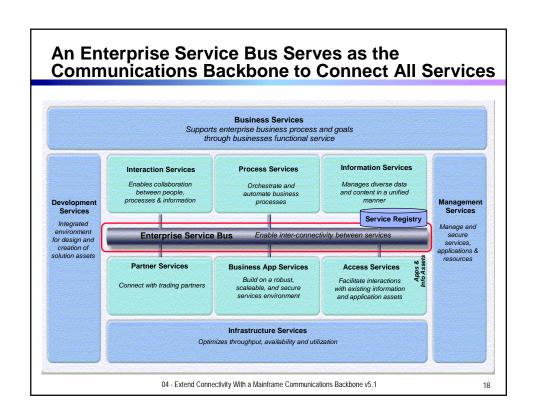


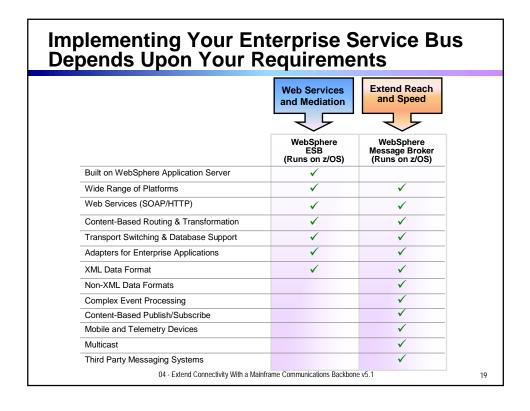


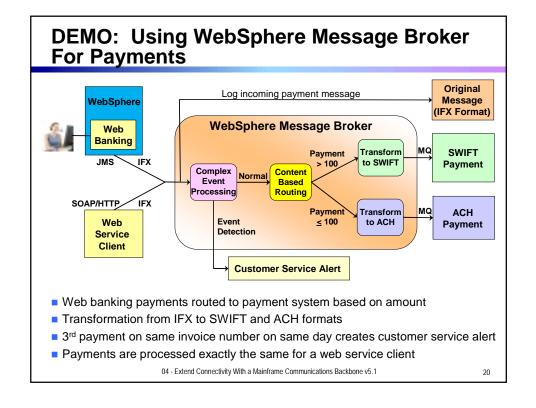


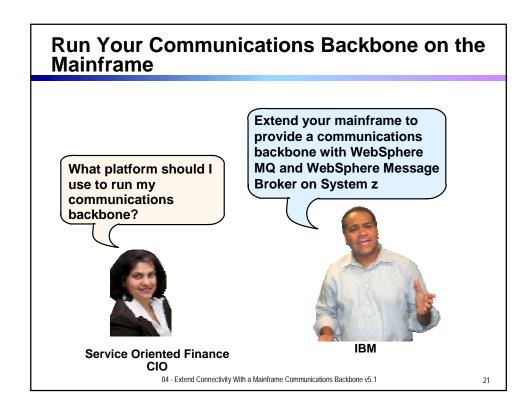


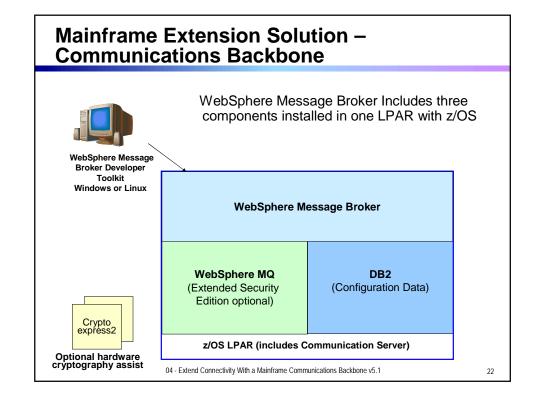








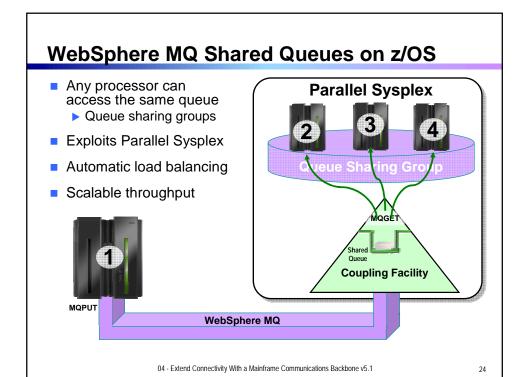


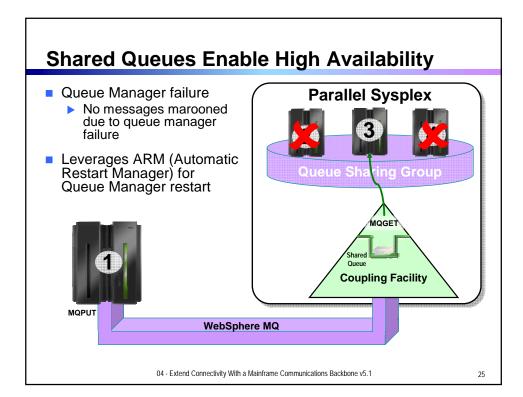


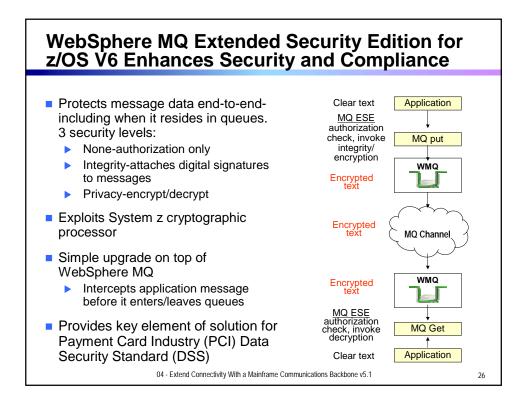
Communications Backbone Exploits z/OS Capabilities

- Exploits sysplex clustering to provide true 24X7 operations
 - ▶ WebSphere MQ takes advantage of Parallel Sysplex to enable MQ shared queues
- Leverage System z hardware advantages
 - ► Huge I/O bandwidth (z10 InfiniBand 6 GBps)
 - ▶ Hipersocket in-memory networking eliminates latency
 - Unmatched hardware reliability
 - Crypto Cards accelerate encryption
- RACF security
- Disaster recovery via GDPS
- Capacity upgrade on-demand for unexpected peaks

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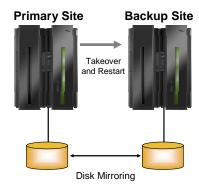






A Communications Backbone on System z Benefits From Systematic Disaster Recovery

- Leverages Geographically Dispersed Parallel Sysplex (GDPS) capabilities in case of a data center disaster
 - Capacity backup to support critical workloads
 - Disk mirroring avoids message loss
 - Automated scripts drive automatic failover



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Customer Example



Background:

- ▶ A prominent Spanish financial institution
- ▶ 900 bank branches
- ▶ Traditional System z client with a COBOL/CICS/DB2 environment

Challenge:

- Required to have Secure Web Internet File Transfer (SWIFT) integration with external partners
- Needed to expose CICS transactions as Web Services without any change in business logic

Solution: Websphere MQ and WebSphere Message Broker on z/OS

- ▶ Transformed CICS transactions into outbound SWIFT format messages
- ▶ Reformatted inbound SWIFT messages in order to be used by host applications
- ▶ Enriched the contents of transactions with access to external databases
- Stored audit information in a database for later queries
- ▶ Developed Web Services to expose CICS transactions using standard interface
- ▶ Implemented solution on a proven and reliable message mediation platform

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Summary

IBM's communication backbone solution provides the availability, scalability, and security I need



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