IBM System z Technology Summit



zEnterprise – The First System Of Systems

Virtualization & Consolidation On zEnterprise

Victor Leith

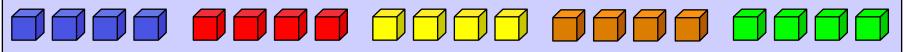
27th Jan 2011



A Deeper Look At Some Topics

- How was "fit for purpose" determined?
- Why was Linux on z/VM best for the heavy I/O workloads?
- Network simplification with zEnterprise
- Storage simplification with zEnterprise

Virtualization Concept



Virtual Resources

- Proxies for real resources: same interfaces/functions, different attributes.
- May be part of a physical resource or multiple physical resources.

Virtualization

- Creates virtual resources and "maps" them to real resources.
- Primarily accomplished with software and/or firmware.

Resources

- Components with architected interfaces/functions.
- May be centralized or distributed. Usually physical.
- Examples: memory, disk drives, networks, servers.



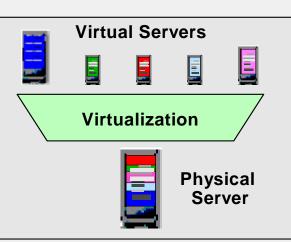
Separates presentation of resources to users from actual resources

Aggregates pools of resources for allocation to users as virtual resources

Server Virtualization Business Value

Roles:

- Consolidations
- Dynamic provisioning/hosting
- Workload management
- Workload isolation
- Software release migration
- Mixed production and test
- Mixed OS types/releases
- Reconfigurable clusters
- Low-cost backup servers



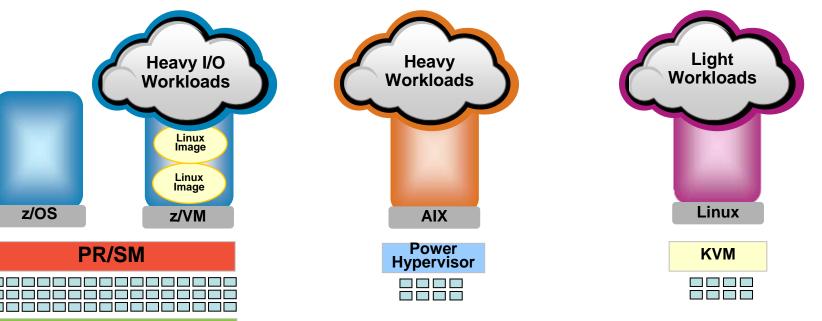
Benefits:

- Higher resource utilization
- Greater usage flexibility
- Improved workload QoS
- Higher availability / security
- Lower cost of availability
- Lower management costs
- Improved interoperability
- Legacy compatibility
- Investment protection

In the final analysis, the virtualization benefits take three forms:

- Reduced hardware costs
 - Higher physical resource utilization
 - Smaller footprints
- Improved flexibility and responsiveness
 - Virtual resources can be adjusted dynamically to meet new or changing needs and to optimize service level achievement
 - Virtualization is a key enabler of on demand operating environments
- Reduced management costs
 - Fewer physical servers to manage
 - Many common management tasks become much easier

zEnterprise Extends Cost Advantages To A Broader Range Of Workloads



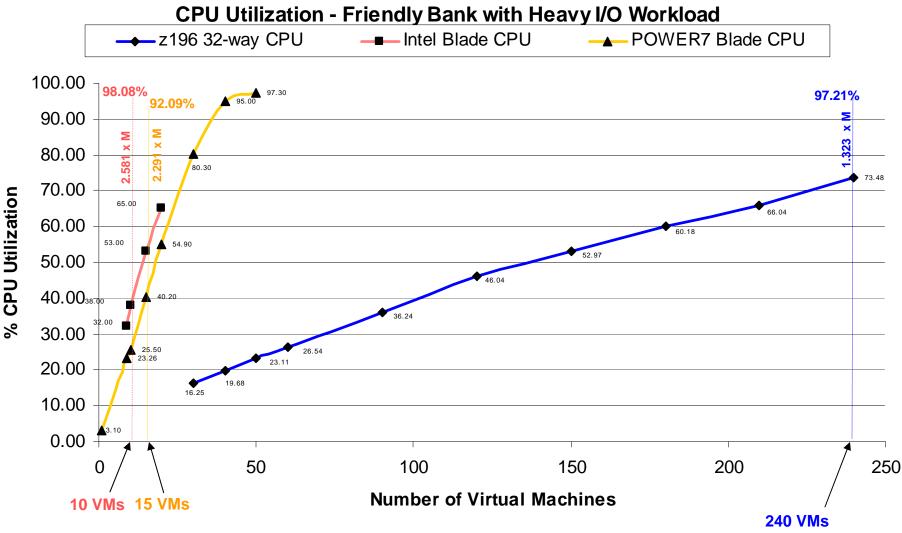


- Scale up to 96 cores in a frame (z/OS clusters with Sysplex)
- Dedicated I/O Subsystem with up to 336 I/O processors
- Superior qualities of service

- Scales to 8 cores per blade
- Larger number of fast processing threads
- Floating point accelerators

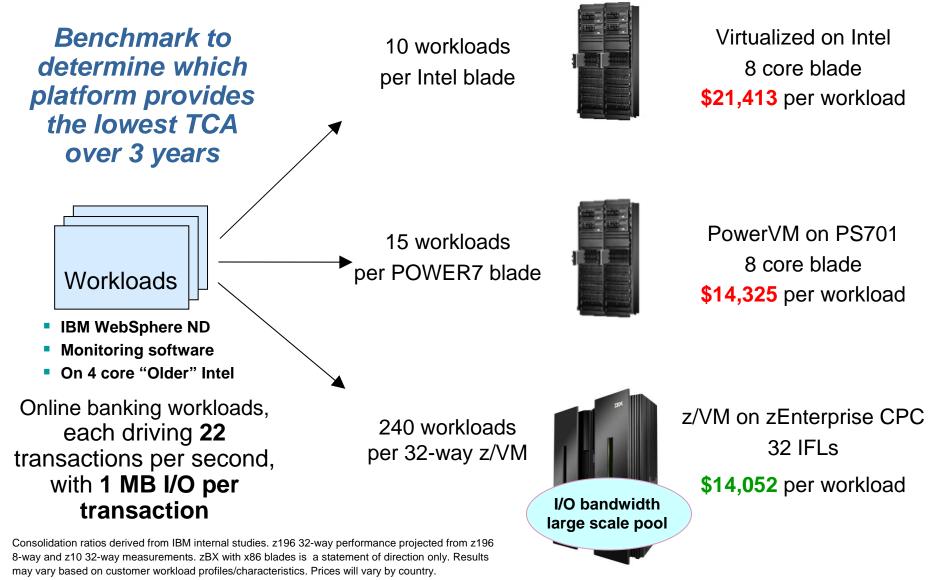
- Scales to 8-12 cores per blade
- Fast processing threads
- Commodity I/O
- Modest qualities of service

Consolidation Ratios For Distributed Workloads With Heavy I/O

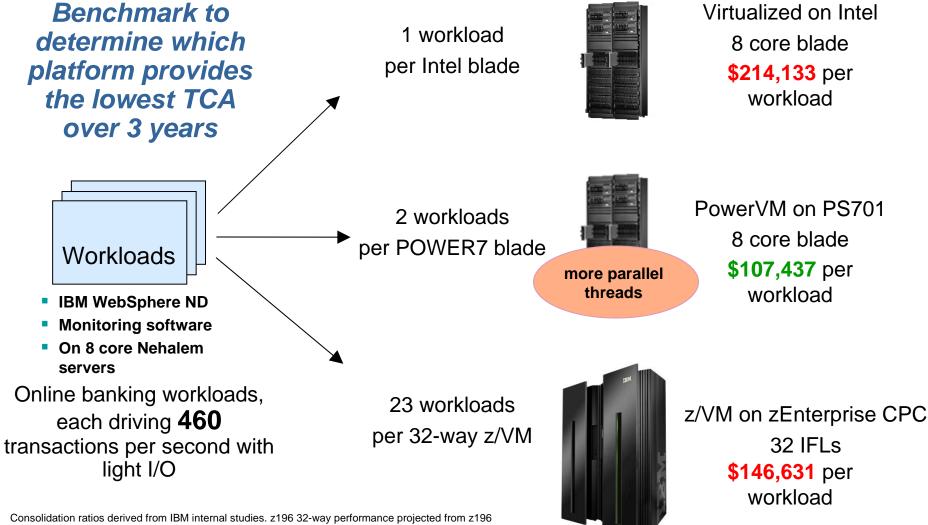


Consolidation ratios derived from IBM internal studies. z196 32-way performance projected from z196 8-way and z10 32-way measurements. zBX with x86 blades is a statement of direction only. Results may vary based on customer workload profiles/characteristics.

Deploying Workloads With Heavy I/O Requirements

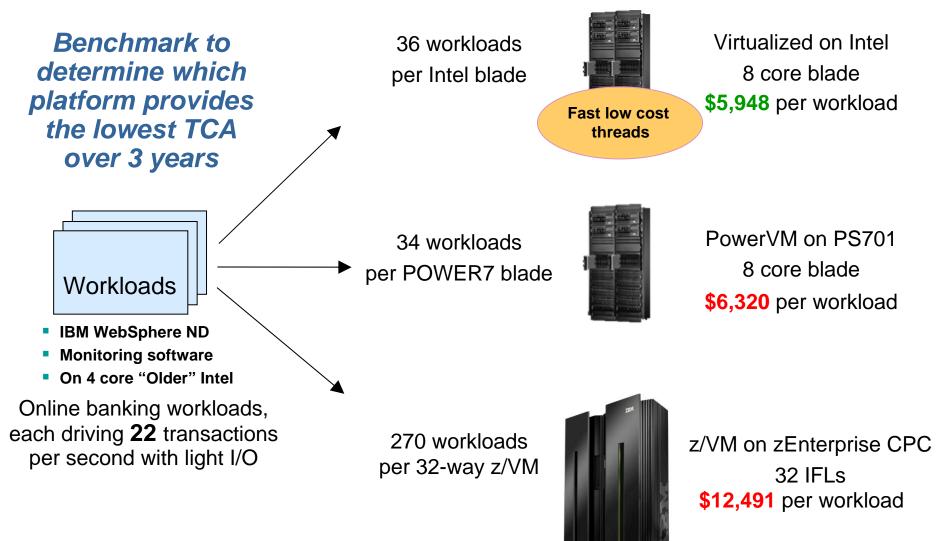


Deploying Heavy Workloads



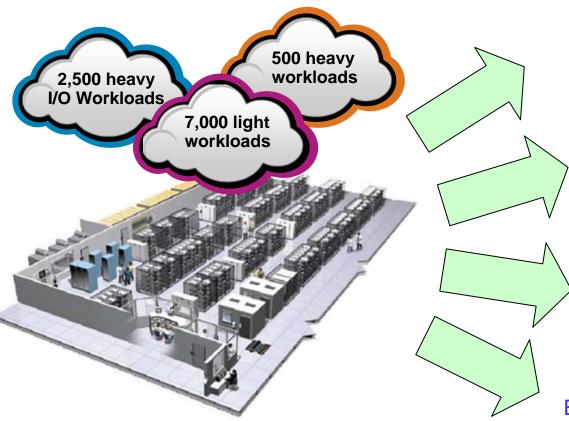
8-way and z10 32-way measurements. zBX with x86 blades is a statement of direction only. Results may vary based on customer workload profiles/characteristics. Prices will vary by country.

Deploying Light Workloads



Consolidation ratios derived from IBM internal studies. z196 32-way performance projected from z196 8-way and z10 32-way measurements. zBX with x86 blades is a statement of direction only. Results may vary based on customer workload profiles/characteristics. Prices will vary by country.

Options For Deploying Distributed Workloads – Best Fit Strategy On zEnterprise Produces Lowest Cost



Consolidation ratios derived from IBM internal studies. z196 32-way performance projected from z196 8-way and z10 32-way measurements. zBX with x86 blades is a statement of direction only. Results may vary based on customer workload profiles/characteristics. Prices will vary by country.

Deploy all distributed workloads on x blades \$202M

Deploy all distributed workloads on p blades

\$134M

Deploy all distributed workloads on Linux on System z \$196M

Best Fit deployment on zEnterprise (Linux on System z, x blade, p blade) \$130 M

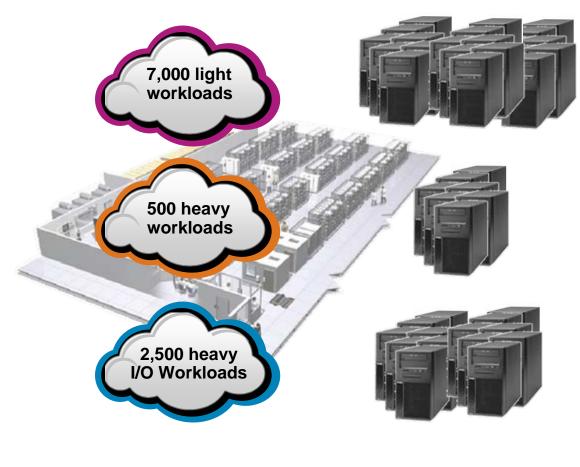






36% less

Large Data Center – What Did It Cost To Deploy 10,000 Workloads On Virtualized Intel Servers?



10,000 workloads

1,603 servers

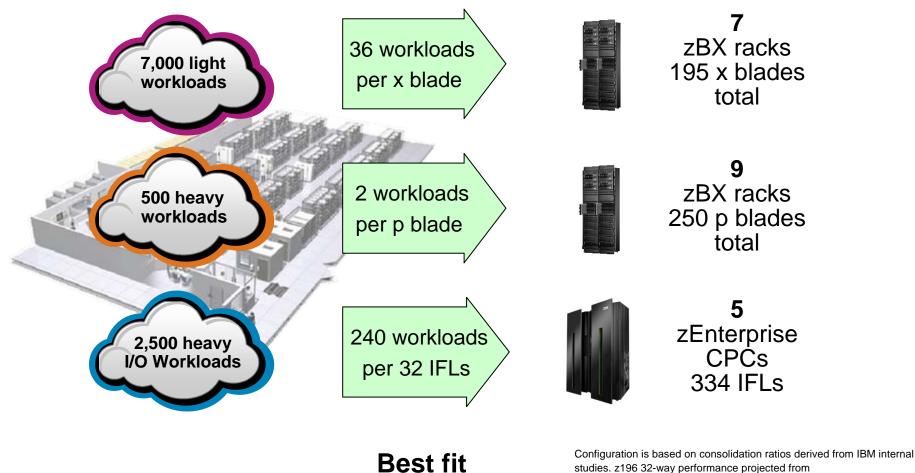
Deployed on 875 Intel Xeon Servers using VMware (8 cores each)

Deployed on 500 Intel Nehalem Servers (8 cores each, non-virtualized)

Deployed on 228 Intel Nehalem Servers using VMware (8 cores each)

IBM analysis of a customer scenario with 10,000 distributed workloads. Deployment configuration is based on consolidation ratios derived from IBM internal studies.

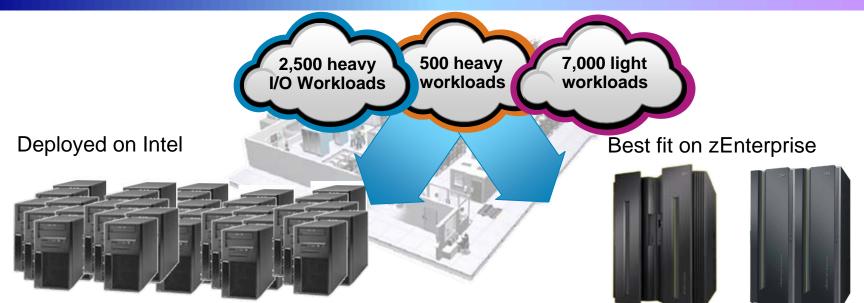
Large Data Center – What Does It Cost To Deploy 10,000 Workloads On zEnterprise?



z196 8-way and z10 32-way measurements. The zBX with x86 blades is a statement of direction only. Results may vary based on customer workload profiles/characteristics.

assignments

Compare Server Cost Of Acquisition



1,603 Intel Servers

21 Frames 445 blades 334 IFLs

\$314M TCA (3 years)

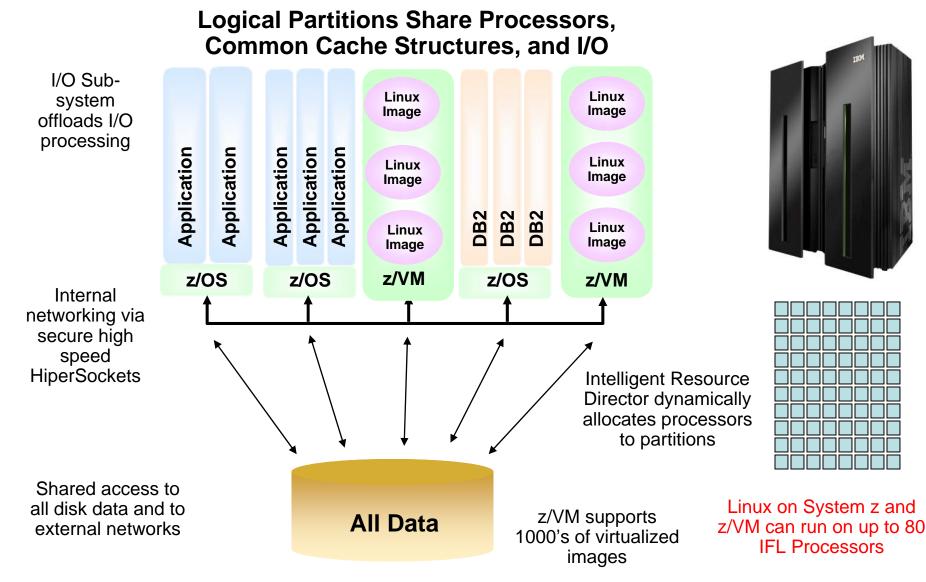
Server configurations are based on consolidation ratios derived from IBM internal studies. Prices are in US currency, prices will vary by country **\$130M** TCA (3 years)



Linux On z196 Achieves Lowest TCA For Heavy Processing And I/O Workloads

- Larger scale of shared processor pools (32 cores vs. 8 cores)
- Statistical benefit of sharing a larger pool of processors
- Software priced per core
- Cost benefit of Enterprise Linux Server Solution Edition pricing
- Dedicated I/O Sub-system offloads I/O processing
- Greater I/O bandwidth
- Virtualization of I/O processing resources
- Built-in storage virtualization and switching

z196 Is Designed For Large Scale Virtualization And Consolidation



z/VM On System z – Optimized For Large Scale Virtualization

Large scale virtualization yields pooling benefits

- Shared processor pool
- Lower headroom requirement to accommodate variations in workload demand
- On System z, up to 32 IFL processor cores can be supported by a single z/VM LPAR
 - Large scale virtualization platform can support hundreds of virtual machines
- zBX blades are limited to 8-12 cores (currently)

System z Solution Edition For Enterprise Linux And The Enterprise Linux Server

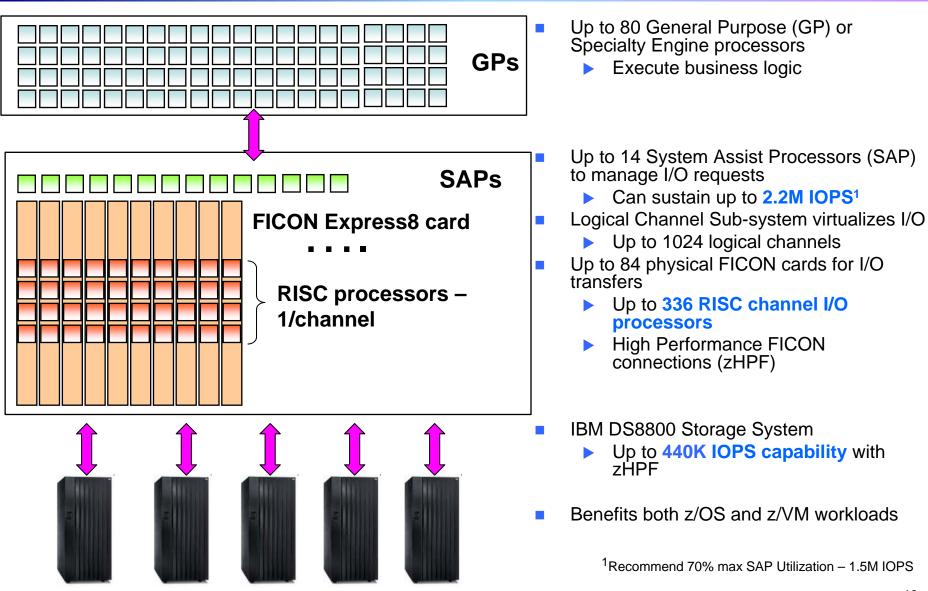
Transforming the economics of large scale integration at a special packaged price!

- System z Solution Edition for Enterprise Linux
 - Integrated Facility for Linux (IFL) processors, memory and z/VM added to an existing mainframe
 - Hardware and software maintenance for three or five years
 - Enterprise Linux Server
 - Standalone System zEnterprise server with IFLs, memory, I/O connectivity, and z/VM
 - Hardware and software maintenance for three or five years
- Linux on System z available from distribution partners
 - (Novell SUSE and Red Hat)

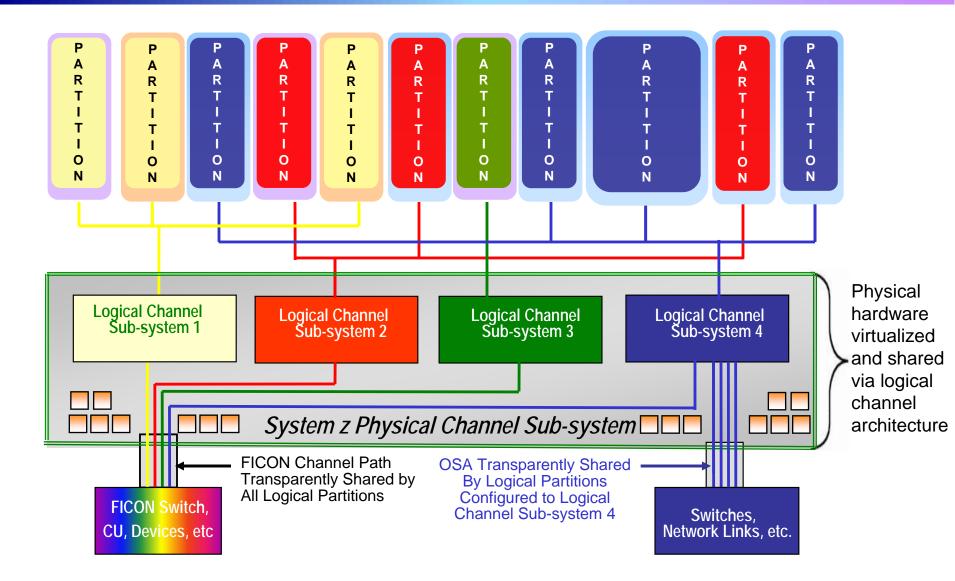




z196 - Optimized For High I/O Bandwidth

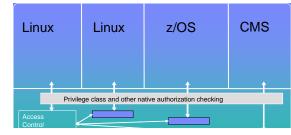


Physical I/O Adapters And Channels Are Virtualized And Shared By The Consolidated Workloads



z/VM Security For Virtualization

- Operates without interference/harm from guest virtual machines
- Virtual machines cannot circumvent system security features
- Protects virtual machines from each other
- Ensures that a user only has access to resources specifically permitted
- Tracks who is accessing all system resources
- LPAR certified Common Criteria EAL5
- z/VM certified at Common Criteria EAL4+
- HiperSockets for highly secure internal networking
- Access to System z Crypto features
 - CPACF, CryptoExpress3



Linux On System z Workloads Inherit System z Qualities Of Service

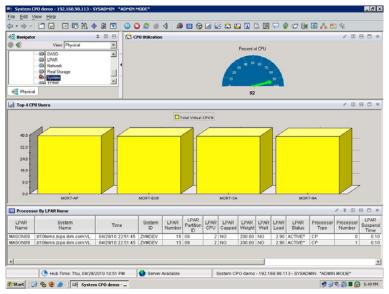
- Reliability, availability, serviceability characteristics of System z
- Site failover for disaster recovery
- Capacity on demand upgrades
- Add physical processors to Linux environment without disruption

DEMO: Dynamically Add New Processor To z/VM LPAR To Handle Increased Risk Analysis Workload

- 1. A customer has in-house Risk Analysis program running on Linux on System z
- Increased workload to all 4 Linux guests is causing z/VM LPAR utilization of 90%+
- Customer determines this is a long term trend - additional physical capacity needed
- 4. New capacity made available to LPAR as new Logical CPU, available for work
 - Without disruption in service

Note: Assumes available processors on installed books





VMware can't recognize and take advantage of additional physical processors without bringing down and rebooting the system

Key Functional Distinctions Of z/VM vs VMware ESX

Attribute	z/VM V6.1	VMware ESX 4.1
Real CPU sharing	Architecturally limitless; more than 60 VMs per CPU (workload dependent)	Up to 25 VMs per CPU (workload dependent)
Architectural maximum number of VMs	Thousands per copy of z/VM	320 per copy of VMware
Real capacity on demand	Yes, non-disruptively	No
In-memory support	Minidisk cache; Virtual Disks in Storage; DCSS (shared program executables)	Shared virtual memory pages (detected via background operation)
Virtual Machine (VM) scalability	Up to 64 CPUs, 1 TB of memory	Up to 8 CPUs, 255 GB of memory
Run multiple hypervisor copies per server	Yes; up to 60 copies of z/VM on one mainframe	No
Command and control, monitoring, automation infrastructure	Pervasive, robust, time-tested	Modest, yet easy to use
Resource over-commitment support (memory, CPU, network, I/O)	Extensive	Modest
Virtualization	z/VM can run as a guest of itself to multiple levels (z/VM on z/VM on z/VM on)	No

VMware ESX is trying to catch up with the unrivaled capabilities of z/VM

Linux on the mainframe

IBM first announced Linux software and services for the mainframe on 17 May 2000. At the 10th anniversary of this announcement, more than 70 of the top 100 worldwide mainframe customers were running Linux.

IBM's Approach To Virtualization Is Superior to VMware For Enterprise-wide Consolidation

VMware is a viable solution for Windows-based smaller scale projects, but:

- Has limitations on those attributes important to large-scale consolidations
- x86 platforms lack the sophisticated I/O subsystem needed to efficiently handle heavy I/O workloads
- Only supports one copy/physical server
- vCenter will only allow monitoring, reporting and provisioning of Virtual Machines on x86 physical servers

z/VM is the more scalable, flexible, resilient solution:

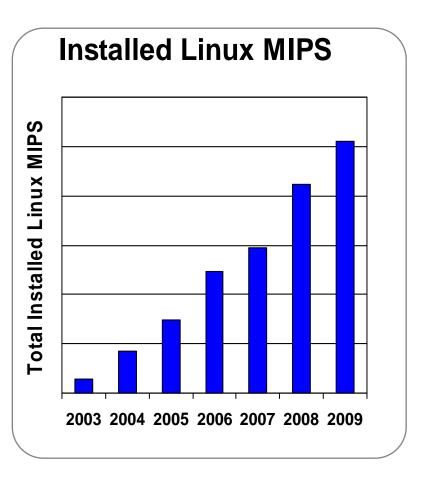
- Architecturally superior in terms of real CPU sharing, virtual machine scaling, ability to dynamically add real capacity
- A single physical server can run up to 60 copies of z/VM, enabling failover, workload isolation, and scalability without duplicating hardware
- z/VM consolidation on a single footprint makes systematic disaster recovery easier vs. multiple x86 servers
- With zEnterprise and Tivoli software, can manage an entire Data Center, involving multiple platforms, from one central hub
- zEnterprise with the Unified Resource Manager provides mainframe-like governance and qualities of service across workloads that extend beyond the boundaries of IBM System z to multiple platform environments

Client Adoption Drives Linux Success Installed Linux MIPS At 43% CAGR¹

The momentum continues:

Shipped IFL MIPS increased 65% from YE07 to YE09

- Linux is 16% of the System z customer install base (MIPS)
- 70% of the top 100 System z clients are running Linux on the mainframe
- >3,100 applications available for Linux on System z



¹Based on YE 2004 to YE 2009

Compare Network Cost Of Acquisition

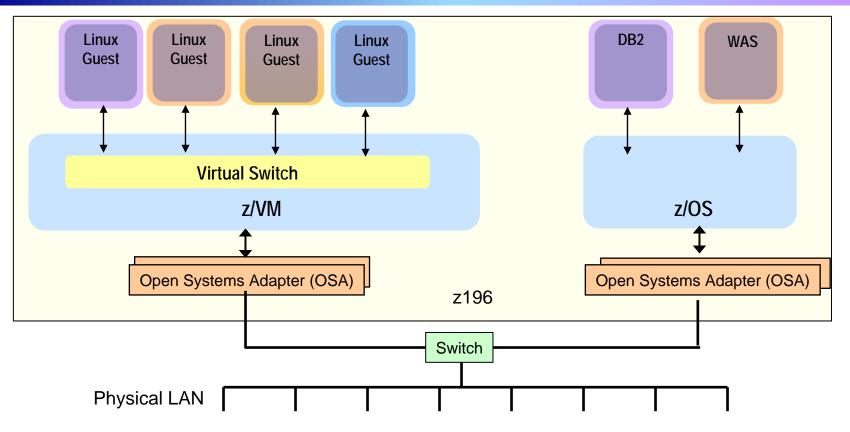
Additional network parts 313 switches 7,038 cables 6,412 adapters

13,763 total network parts **\$3.8M** TCA

Additional network parts 7 switches 142 cables 74 adapters 223 total network parts \$197K TCA 95% less

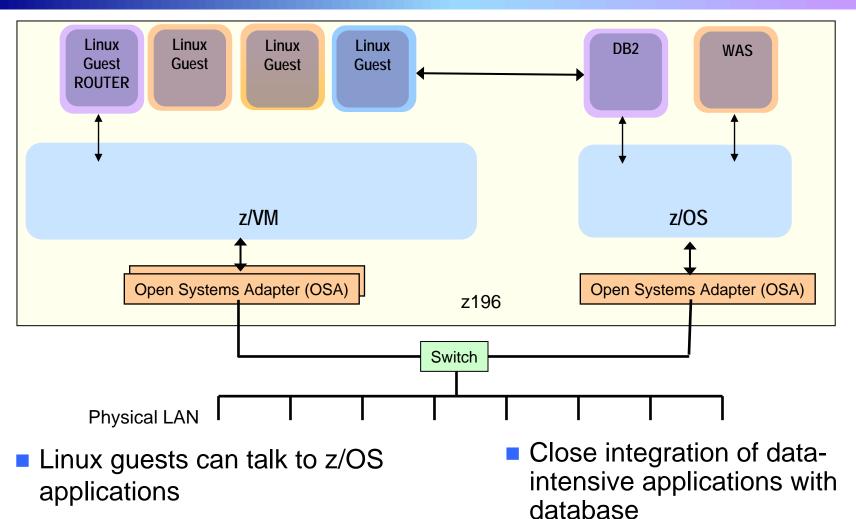
Network configuration is based on IBM internal studies. Prices are in US currency, prices will vary by country

System z Features Enable Network Simplification – z/VM Virtual Switch



- Linux guests can talk to each other via zVM virtual switch – memory speed
- Linux guests can talk to outside world via z/VM virtual switch connected to shared OSA adapter
- Attach up to 8 physical OSA ports - redundancy, balancing
- Dynamically add new physical OSA to support Linux workload growth

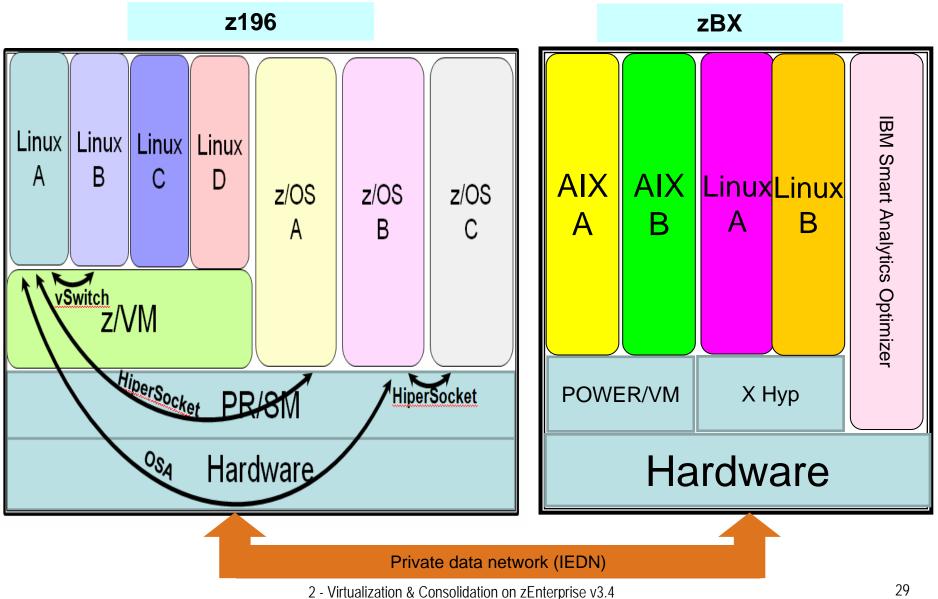
System z Features Enable Network Simplification – HiperSockets



Secure IP communication at memory speed

Reduces network management and physical assets

Network Simplification Extends To The zBX



Compare Storage Cost



7.7 PB embedded storage31% utilization1,603 points of admin

\$211M TCO (3 years) 240GB active storage required per workload (2.4PB total) **4.5 PB** provisioned storage53% utilization10 points of admin

\$108M TCO (3 years)



Storage configuration is based on IBM internal studies. Prices are in US currency, prices will vary by country

IBM System Storage – Optimized For Different Requirements



DS8700

- Mix of random and sequential I/O
- Highest availability and performance with High Performance FICON, large cache, and Easy Tier for SSDs



XIV

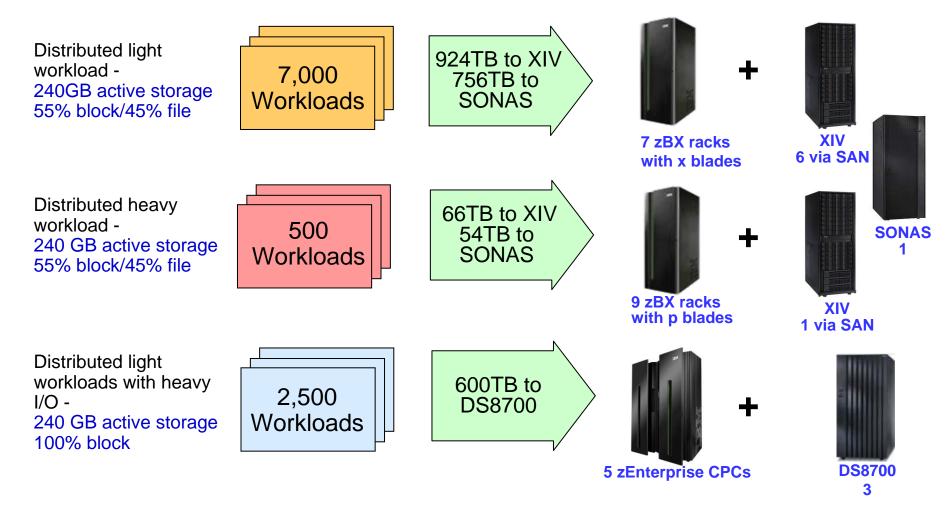
- Mostly random block I/O
- Ideal for distributed apps
- Exceptional ease of use and management productivity



SONAS

- Mostly sequential file server I/O
- Scalable network storage
- Ideal for consolidating distributed filers

Best Fit Storage

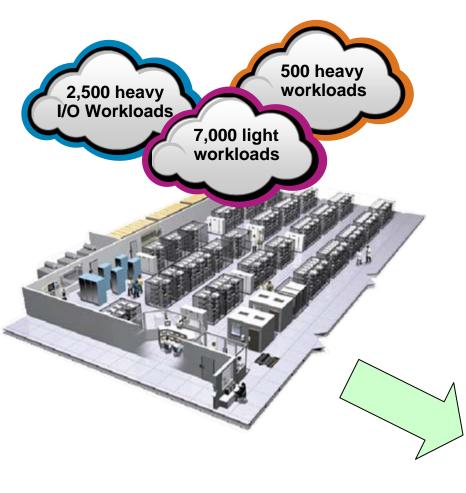


Storage configuration is based on IBM internal studies. Individual customer configuration will vary

Consolidation Also Reduces Storage Costs

Storage Costs in a 10,000 Workload Environment Higher hardware cost offset by \$35,000 significantly lower labor costs \$30,000 \$25,000 NAS Environ **Cost per Active TB** Block Environ \$20,000 NAS Labor 95 lower cost Block Labor \$15,000 ■ NAS TCA + Maint lower Block TCA + Maint labor costs SAN Fabric \$10,000 \$5,000 \$0 Embedded zEnterprise Storage

zEnterprise Is A Roadmap To The Data Center Of The Future



- Lower cost per unit of work for large scale workloads
- Revolutionary cost reductions for smaller scale workloads
- Data center simplification
- Improve quality of service
- No other platform can match!

Mainframe workloads + distributed workloads best fit for cost

