

Closing the Deal with Peak Infrastructure Performance

Michael Marks

Director – Service Provider Market Development

Concord Communications

400 Nickerson Road

Marlboro, MA 01752

www.concord.com



Agenda

- ■Infrastructure performance what is it?
- ■Uncomfortable questions everyone should ask
- ■A vision of better performance



Concord At-A-Glance

- ■Leader in integrated fault and performance management software across applications, systems, and networks
- History of strong performance
 - —Average compounded revenue growth rate of 33% per year since 1995
 - **—**\$88M in Revenue in 2001
 - —Profitable 4 Quarters in a row
- ■~500 worldwide employees, headquartered in Marlboro, MA, USA
- ■2800+ worldwide customers; 450+ are service providers
 - -23 out of 24 largest telcos in the world¹
 - -17 verticals in 41 countries
- ■Average 100+ new customers every quarter

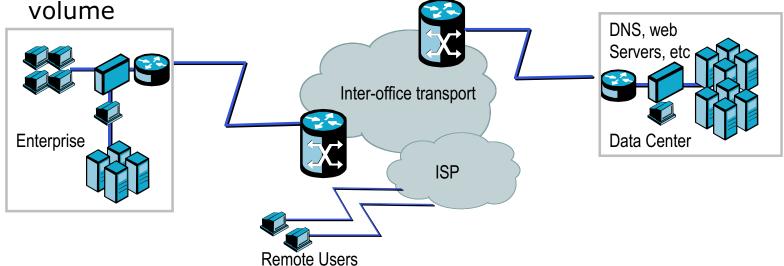


Infrastructure Performance – What is it?

Highly complex, heterogeneous, distributed deployment, not necessarily under your direct control

- System performance local and remote servers highly available, fast response
- Application performance used by internal staff and customers available, fast response

Network performance – underlying transport supports traffic





Peak Infrastructure Performance: Uncomfortable Questions

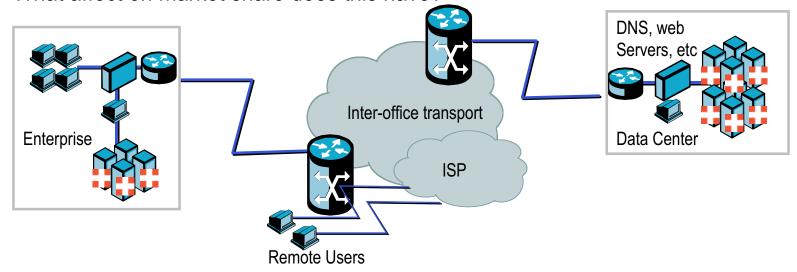
Do you feel lucky?





Peak System Performance

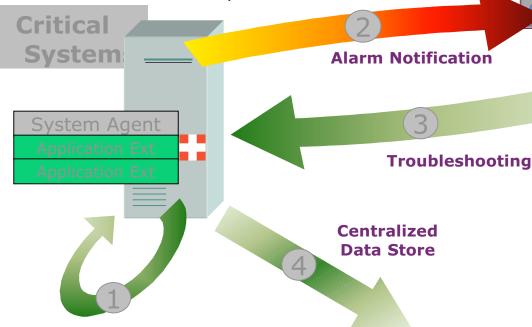
- How often are your systems unavailable planned or unplanned?
- What is your average duration of system unavailability?
- What is the revenue impact per hour of system unavailability?
- How many customers leave your website per week without making a transaction due to system unavailability?
- What is the average transaction size for web customers?
- What affect on market share does this have?





Self-Management

- Shift workload down to the host
- Detect hard faults
- Monitor performance thresholds



Self-healing

- Restart failed application processes and services
- Initiate local corrective action



A Vision of Better Performance – Automated System Management



- Maintain operations workflow
- Live status reporting
- Agent Configuration
- Granular history collection & reporting

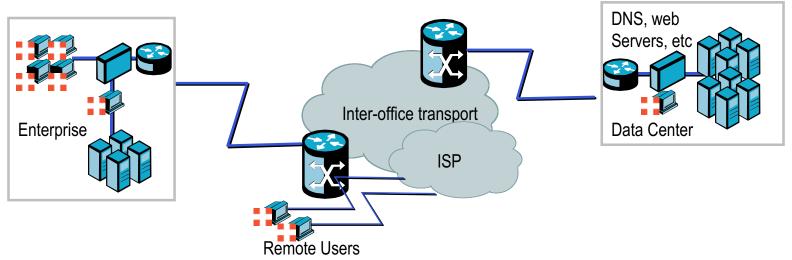
Performance Management

- Long term trending and analysis
- Dynamic baselining of system and application performance
- End to end management



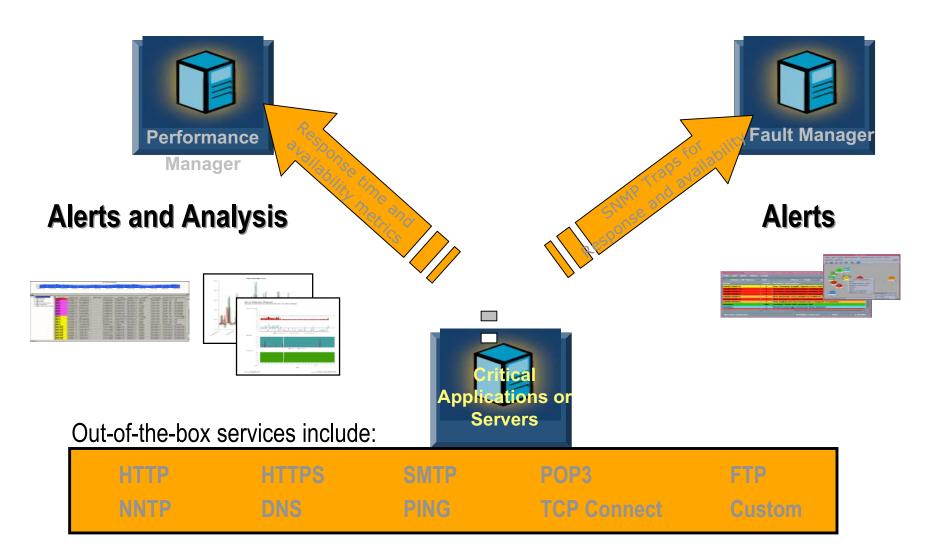
Peak Application Performance

- When applications are slow, what % reduction in transaction execution results?
- How many transactions is this? What is the average size of the transaction?
- Do you need to add labor to make up for the shortfall? At what salary?
- How many customers leave your website per week without making a transaction due to slow application response?
- What is the average transaction size for web customers?
- What affect on market share does this have?





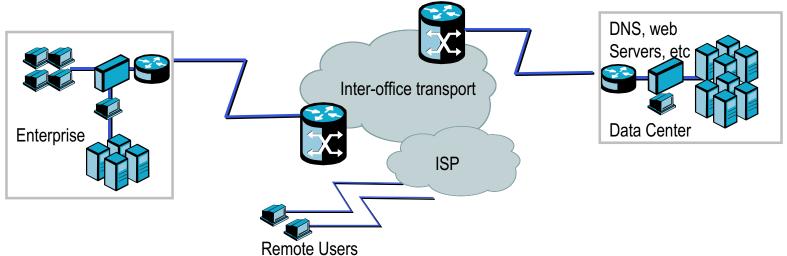
A Vision of Better Performance – Automated Active Response Testing





Peak Overall Performance

- Have you ever had to delay the launch of a new service while you added IT capacity to support it?
- How long was the delay? What the revenue impact per week of delay?
- How many different service assurance tools do you use today?
 - Separate network, systems, applications management?
 - How much time do you spend training operations staff on these tools?
 - How much time do you spend in vendor relations?
- How long does it take to implement a comprehensive management system?





Peak Infrastructure Performance – it's not just IT's issue

Title: CEO

Pain: Share price dropping

Reason 1: Eroding profit

Title: CFO

Pain: Eroding profits

Reason 1: Missing sales targets

Title: VP Sales

Pain: Missing sales targets

Reason 1: Server outage/slow down prevents order processing

Reason 2: Poor web response causes customer defections

Title: VP IT

Pain: Unreliable IT infrastructure causes financial hit

Reason 1: Server outage/slow down prevents order processing

Reason 2: Poor web response causes customer defections



Peak Infrastructure Performance: Uncomfortable Questions

Are you sure you cannot afford to spend money assuring peak infrastructure performance?

Do you feel lucky?

