

# Understanding CapEx & OpEx (Consumption-based)

## CapEx

- ✓ One-time, up-front expenditure for purchase
- ✓ Example - A new building



# Understanding CapEx & OpEx (Consumption-based)

## OpEx

- ✓ Spending money on services or products over time
- ✓ Example - leasing a company vehicle



# Understanding CapEx & OpEx (Consumption-based)

## Benefits of Consumption-based Model (OpEx)

- ✓ No upfront costs.
- ✓ No need to purchase and maintain costly infrastructure
- ✓ Ability to pay for more resources when they're needed.
- ✓ Ability to stop paying for resources, no longer needed.
- ✓ Easy to Plan and manage operating costs in advance.
- ✓ Run your infrastructure more efficiently.
- ✓ Easily scale Infra 