

# Problem Statement

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There is a scenario where thousands of trades are flowing into one store, assume any way of transmission of trades (could be receiving the trades via Kafka or MQ or...).

We need to create a one trade store, which stores the trade (any kind of database) in the following order:

Trade Id	Version	Counter-Party Id	Book-Id	Maturity Date	Created Date	Expired
T1	1	CP-1	B1	20/05/2020	today date	N
T2	2	CP-2	B1	20/05/2021	today date	N
T2	1	CP-1	B1	20/05/2021	14/03/2015	N
T3	3	CP-3	B2	20/05/2014	today date	Y

## Application to be created:

1. Producer
2. Consumer
3. Validation to be applied
4. Junit test Case to be written on Components
5. Architecture document

## 1. Solutions

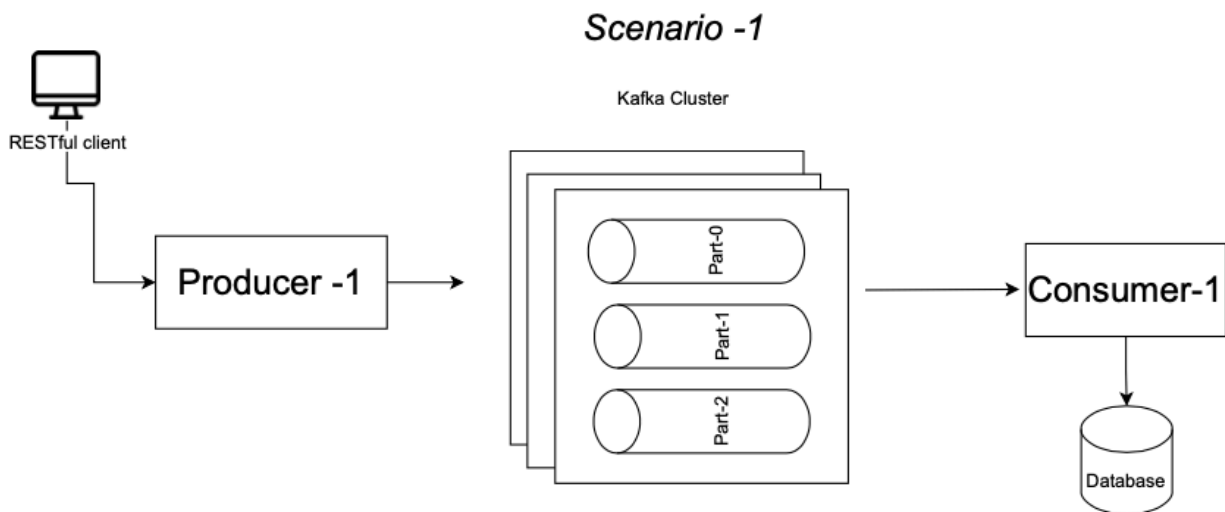
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- **Producer:** Spring Boot java application implemented. The application name is "producer"
- **Consumer:** Spring Boot java application implemented. The application name is "consumer"
- **Validation to be applied :** Transaction management has been made using "KafkaTransactionManager". AOP approach was applied for "Exception Handling" on the producer side, Specific Spring component name is "ControllerAdvice". Exception handling implemented in both side producer and consumer.
- **Junit test Case to be written on Components** Unit test methods have been developed under the test project in both projects.
- **Architecture document:** The architectural structure is presented in this document.

## 2. Scenario 1

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- We have one "producer" and one "consumer". They communicate using 3 Kafka Broker, 3 Partition



## 2.1 Implementation Details

### 2.1.1 Producer

Configuration: application.properties

```
server.port=8081
spring.kafka.producer.bootstrap-servers= localhost:9092, localhost:9093,
localhost:9094
spring.kafka.producer.key-serializer=
org.apache.kafka.common.serialization.StringSerializer
spring.kafka.producer.value-serializer=
org.springframework.kafka.support.serializer.JsonSerializer

trade.topic.name= trade-topic
trade.topic.partition.count= 3
# We will set different hashkey for different producer instances
trade.topic.producer.target.partition.hashkey= P1
```

### Spring RestController for RESTful api requests

```
@RestController
public class TradeController {

    private final Logger logger =
LoggerFactory.getLogger(TradeController.class);

    private TradeProducerService tradeService;
```

```

@Autowired
public TradeController(TradeProducerService tradeService) {
    this.tradeService = tradeService;
}

@PostMapping(path = "/post-trade")
public void sendTrade(@RequestParam("tradeId") String tradeId,
    @RequestParam("version") int version,
    @RequestParam("counterParty") String counterParty,
    @RequestParam("bookId") String bookId,
    @RequestParam("maturityDate")
    @DateTimeFormat(iso = DateTimeFormat.ISO.DATE) LocalDate maturityDate,
    @RequestParam("createdDate")
    @DateTimeFormat(iso = DateTimeFormat.ISO.DATE) LocalDate createdDate,
    @RequestParam("expiredFlag") String expiredFlag) {

    Trade trade = new Trade();
    trade.setTradeId(tradeId);
    trade.setVersion(version);
    trade.setCounterParty(counterParty);
    trade.setBookId(bookId);
    trade.setMaturityDate(maturityDate);
    trade.setCreatedDate(createdDate);
    trade.setExpiredFlag(expiredFlag);

    logger.info(String.format("RESTful request -> %s", trade));

    // Validation applied
    if (tradeService.isValid(trade)) {
        logger.info("Trade is VALID trade:" + trade.toString());
        this.tradeService.sendMessageWithCallBack(trade);
    } else {
        // look for TradeControllerAdvice
        logger.error("ERROR tradeid:" + trade.getTradeId()
            + " Store should not allow the trade which has less maturity date
then today date");
        throw new InvalidTradeException("ERROR tradeid:" + trade.getTradeId()
            + " Store should not allow the trade which has less maturity date
then today date");
    }
}
}

```

### Transactional Service layer: Asynchronous Kafka call

```

@Service
public class TradeProducerService {

```

```

    private static final Logger logger =
LoggerFactory.getLogger(TradeProducerService.class);

    @Value(value = "${trade.topic.name}")
    private String tradeTopicName;

    @Autowired
    private KafkaTemplate<String, Trade> kafkaTemplate;

    // Synchronize
    public void sendMessage(Trade trade) {
        this.kafkaTemplate.send(tradeTopicName, trade);
        logger.info(String.format("Trade sent -> %s", trade));
    }

    // Asynchronous
    @Transactional
    public void sendMessageWithCallBack(Trade trade) {
        ListenableFuture<SendResult<String, Trade>> future =
this.kafkaTemplate.send(tradeTopicName, trade);
        future.addCallback(new ListenableFutureCallback<SendResult<String, Trade>>
() {

            @Override
            public void onSuccess(SendResult<String, Trade> result) {
                logger.info("Kafka sent: " + trade + " with offset: " +
result.getRecordMetadata().offset());
            }

            @Override
            public void onFailure(Throwable ex) {
                logger.error("Kafka sent error: " + trade, ex);
            }
        });
    }

    public boolean isValid(Trade trade) {
        if (validateMaturityDate(trade)) {
            if (trade.getTradeId() != null) {
                return validateVersion(trade);
            } else {
                return true;
            }
        }
        return false;
    }

    private boolean validateVersion(Trade trade) {

```

```

// Version validation
if (trade.getVersion() > 0) {
    return true;
}
return false;
}

private boolean validateMaturityDate(Trade trade) {
    // Store should not allow the trade which has less maturity date then
    today date
    return trade.getMaturityDate().isBefore(LocalDate.now()) ? false : true;
}
}

```

## Producer Configuration with `KafkaTransactionManager`

```

@Configuration
public class KafkaProducerConfig {

    @Value(value = "${spring.kafka.producer.bootstrap-servers}")
    private String bootstrapAddress;

    @Bean
    public ProducerFactory<String, Trade> tradeProducerFactory() {
        Map<String, Object> configProps = new HashMap<>();
        configProps.put(ProducerConfig.BOOTSTRAP_SERVERS_CONFIG,
bootstrapAddress);
        configProps.put(ProducerConfig.KEY_SERIALIZER_CLASS_CONFIG,
StringSerializer.class);
        configProps.put(ProducerConfig.VALUE_SERIALIZER_CLASS_CONFIG,
JsonSerializer.class);

        DefaultKafkaProducerFactory<String, Trade> factory = new
DefaultKafkaProducerFactory<>(configProps);
        factory.transactionCapable();
        factory.setTransactionIdPrefix("tran-");

        return factory;
    }

    @Bean
    public KafkaTransactionManager<String, Trade>
transactionManager(ProducerFactory<String, Trade> producerFactory) {
        KafkaTransactionManager<String, Trade> manager = new
KafkaTransactionManager<String, Trade>(producerFactory);
        return manager;
    }

    @Bean

```

```

public KafkaTemplate<String, Trade> tradeKafkaTemplate() {
    return new KafkaTemplate<>(tradeProducerFactory());
}
}

```

## Exception handling with Spring AOP Advice

```

@ControllerAdvice
@RequestMapping(produces = "application/vnd.error+json")
public class TradeControllerAdvice extends ResponseEntityExceptionHandler {

    @ExceptionHandler(InvalidTradeException.class)
    public ResponseEntity<String> notFoundException(final InvalidTradeException
e) {
        return error(e, HttpStatus.NOT_ACCEPTABLE);
    }

    @ExceptionHandler(IllegalArgumentException.class)
    public ResponseEntity<String> assertionException(final
IllegalArgumentException e) {
        return error(e, HttpStatus.NOT_ACCEPTABLE);
    }

    private ResponseEntity<String> error(final Exception exception, final
HttpStatus httpStatus) {
        final String message =
Optional.of(exception.getMessage()).orElse(exception.getClass().getSimpleName(
));

        HttpHeaders responseHeaders = new HttpHeaders();
        responseHeaders.set("Error", message);

        return new ResponseEntity<String>(responseHeaders, httpStatus);
    }
}

```

### 2.1.2 Consumer

Configuration: application.properties

```

server.port=8082
spring.kafka.consumer.bootstrap-servers= localhost:9092, localhost:9093,
localhost:9094
# Every consumer group has a group coordinator. If a consumer stops sending
heartbeats, the coordinator will trigger a rebalance.
spring.kafka.consumer.group-id= trade-consumer-group
spring.kafka.consumer.auto-offset-reset= earliest

```

```

spring.kafka.consumer.key-deserializer=
org.apache.kafka.common.serialization.StringDeserializer
spring.kafka.consumer.value-deserializer=
org.springframework.kafka.support.serializer.JsonDeserializer
spring.kafka.consumer.properties.spring.json.trusted.packages=*

# Configuration for DLT (dead letter topic)
spring.kafka.producer.bootstrap-servers= localhost:9092, localhost:9093,
localhost:9094
spring.kafka.producer.key-serializer=
org.apache.kafka.common.serialization.StringSerializer
spring.kafka.producer.value-serializer=
org.springframework.kafka.support.serializer.JsonSerializer

trade.topic.name= trade-topic
trade.topic.name.dlt= trade-topic.dlt
trade.topic.name.dlt.group= trade-topic.dlt.group

spring.datasource.url=jdbc:postgresql://localhost:5432/postgres
spring.datasource.username=postgres
spring.datasource.password=123
spring.jpa.hibernate.ddl-auto=create-drop
spring.jpa.show-sql=true
spring.jpa.properties.hibernate.dialect=org.hibernate.dialect.PostgreSQLDialect
spring.jpa.properties.hibernate.format_sql=true

```

KafkaListener located in Service Layer, it consumes topic data, It has Consumer Group configuration as well.

We will send the failed message to another topic. We call this "trade-topic.dlt" dead letter topic.

```

@Service
@Transactional
public class TradeConsumerServiceImpl implements TradeConsumerService {

    private final Logger logger =
LoggerFactory.getLogger(TradeConsumerServiceImpl.class);

    public static final String HEADER_KEY_ORIGINAL_TOPIC = "ORIGINAL_TOPIC";
    public static final String HEADER_KEY_RETRY_COUNT = "RETRY_COUNT";

    private final TradeRepository tradeRepository;

    @Autowired
    public TradeConsumerServiceImpl(TradeRepository tradeRepository) {
        this.tradeRepository = tradeRepository;
    }

```

```

}

public void saveTrade(Trade trade) {
    tradeRepository.save(trade);
    logger.info(String.format("Trade inserted to databse -> %s", trade));
}

public Trade findById(Long id) {
    return tradeRepository.findById(id).get();
}

@Transactional(rollbackFor = InvalidTradeException.class)
@KafkaListener(topics = "${trade.topic.name}", groupId =
"${spring.kafka.consumer.group-id", containerFactory =
"kafkaListenerContainerFactory")
@Override
public void consume(Trade trade) throws InvalidTradeException {

    logger.info(String.format("Trade consume -> %s", trade));

    // Validation
    if (!isValid(trade)) {
        // KafkaConsumerConfig has custom ErrorHandler which is
        "TradeErrorHandler"
        // in case of InvalidTradeException
        // TradeErrorHandler will put it into "trade.topic.name.dlt"
        throw new InvalidTradeException("Store should not allow the trade which
has expiredFlag=Y");
    }

    try {

        // Save Trade
        this.saveTrade(trade);
        logger.info(String.format("Trade inserted -> %s", trade));

    } catch (Exception e) {
        logger.error(String.format("Trade insert error -> %s", trade) +
e.getMessage(), e);
        // KafkaConsumerConfig has custom ErrorHandler which is
        "TradeErrorHandler"
        // in case of InvalidTradeException
        // TradeErrorHandler will put it into "trade.topic.name.dlt"
        throw new InvalidTradeException(e.getMessage());
    }
}
}

```



```

    @KafkaListener(groupId = "${trade.topic.name.dlt.group}", topics =
"${trade.topic.name.dlt}", containerFactory = "kafkaListenerContainerFactory")
    @Override
    public void dltListen(ConsumerRecord<?, ?> consumerRecord) {

        // We consume invalid Trade
        // We can trigger here Roll-back operations
        logger.info("Received Invalid Trade from DLT: " + consumerRecord.value());

        Header originalTopic =
consumerRecord.headers().lastHeader(HEADER_KEY_ORIGINAL_TOPIC);

        if (originalTopic != null) {
            String originalTopicName = new String(originalTopic.value(),
StandardCharsets.UTF_8);
            logger.info("Received Invalid Trade original topic: " +
originalTopicName);
        }

        Header retryCount =
consumerRecord.headers().lastHeader(HEADER_KEY_RETRY_COUNT);

        if (retryCount != null) {
            String count = new String(retryCount.value(), StandardCharsets.UTF_8);
            logger.info("Received Invalid Trade Retry count: " + count);
        }

    }

    private boolean isValid(Trade trade) {

        // We can add here all validations

        if (trade.getExpiredFlag().equals("N")) {
            return true;
        }

        // Commented for test purpose
        // if (trade.getMaturityDate().isAfter(LocalDate.now())) {
        //     return true;
        // }

        return false;

    }
}

```

## Kafka Consumer Configuration

it has custom ErrorHandler: "TradeErrorHandler"

```
@EnableKafka
@Configuration
public class KafkaConsumerConfig {

    @Value(value = "${spring.kafka.consumer.bootstrap-servers}")
    private String bootstrapAddress;

    @Value(value = "${spring.kafka.consumer.group-id}")
    private String tradeGroupId;

    // Consumer-1

    public ConsumerFactory<String, Trade> consumerFactory() {
        Map<String, Object> props = new HashMap<>();
        props.put(ConsumerConfig.BOOTSTRAP_SERVERS_CONFIG, bootstrapAddress);
        props.put(ConsumerConfig.GROUP_ID_CONFIG, tradeGroupId);
        props.put(JsonDeserializer.TRUSTED_PACKAGES, "*");
        props.put(ConsumerConfig.MAX_POLL_RECORDS_CONFIG, 1);
        props.put(ConsumerConfig.ENABLE_AUTO_COMMIT_CONFIG, false);
        return new DefaultKafkaConsumerFactory<>(props, new StringDeserializer(),
new JsonDeserializer<>(Trade.class));
    }

    @Bean
    public ConcurrentKafkaListenerContainerFactory<String, Trade>
kafkaListenerContainerFactory(
        TradeErrorHandler tradeErrorHandler) {
        ConcurrentKafkaListenerContainerFactory<String, Trade> factory = new
ConcurrentKafkaListenerContainerFactory<>();
        factory.setConcurrency(2);
        factory.setConsumerFactory(consumerFactory());
        factory.setErrorHandler(tradeErrorHandler);
        return factory;
    }

    // Additional consumers will be added to below

    // Consumer-2

    // Consumer-3

}
```

## Custom Error Handler for RollBack scenario

```

@Service
public class TradeErrorHandler implements ErrorHandler {

    private static final Logger logger =
LoggerFactory.getLogger(KafkaConsumerConfig.class);

    public static final String HEADER_KEY_ORIGINAL_TOPIC = "ORIGINAL_TOPIC";
    public static final String HEADER_KEY_RETRY_COUNT = "RETRY_COUNT";

    @Value(value = "${trade.topic.name.dlt}")
    private String tradeTopicDltName;

    @Autowired
    private KafkaTemplate<String, String> kafkaTemplate;

    @Override
    public void handle(Exception thrownException, ConsumerRecord<?, ?> data) {

        if (thrownException instanceof ListenerExecutionFailedException
            && thrownException.getCause() instanceof InvalidTradeException) {

            ConsumerRecord<?, ?> cr = (ConsumerRecord<?, ?>) data;
            Trade trade = (Trade) cr.value();

            ProducerRecord<String, String> producerRecord = new ProducerRecord<>
(tradeTopicDltName, trade.toString());

            Header retryCount = cr.headers().lastHeader(HEADER_KEY_RETRY_COUNT);

            if (retryCount != null) {
                producerRecord.headers().add(retryCount);
            } else {
                producerRecord.headers().add(HEADER_KEY_RETRY_COUNT,
"0".getBytes(StandardCharsets.UTF_8));
            }

            producerRecord.headers().add(HEADER_KEY_ORIGINAL_TOPIC,
cr.topic().getBytes(StandardCharsets.UTF_8));

            // invalid trade sent to Kafka DLT topic
            this.kafkaTemplate.send(producerRecord);

            logger.info(String.format("## DLT Trade sent -> %s", trade));

        } else {
            ByteArrayOutputStream os = new ByteArrayOutputStream();
            PrintStream ps = new PrintStream(os);
            thrownException.printStackTrace(ps);
            try {

```

```

        String output = os.toString("UTF8");
        logger.error("==== Error processing message: =====" + "\n" +
thrownException.getMessage() + "\n"
            + output);
    } catch (UnsupportedEncodingException e) {
        e.printStackTrace();
    }
}

}

}

```

## 2.2 Scenario 1 - Setup and Run

### Requirements:

1. Docker
2. PostgreSQL Docker Container
3. Zookeeper
4. Kafka
5. Maven
6. Producer Java app
7. Consumer Java app

- 
1. Install "Docker" <https://docs.docker.com/get-docker/>
  2. Download "Postgresql" docker container with following terminal command

```
$ docker pull postgres
```

PostgreSQL configuration: Run following commands in Terminal

```

$ docker run --name postgres1 -p 5432:5432 -e POSTGRES_PASSWORD=123 -d
postgres

$ docker ps

$ docker exec -it postgres1 bash

$ su postgres

$ psql

$ DROP TABLE IF EXISTS trades;
$ CREATE TABLE Trade(id serial PRIMARY KEY, tradeId VARCHAR(255), version
integer, counterparty VARCHAR(255), bookid VARCHAR(255), maturityDate DATE,
createddate DATE, expiredFlag VARCHAR(255));

```

### 3. Zookeeper

Zookeeper located in Kafka folder, installation not required.

### 4. Kafka

Download <https://kafka.apache.org/downloads> Kafka and extract files, installation not required.

- Copy following files

```

tradingcorp/resources/kafka/server.properties
tradingcorp/resources/kafka/server-1.properties
tradingcorp/resources/kafka/server-2.properties

```

into {Kafka Folder}/config/ folder

- run following commands in terminal windows

```

# go into kafka bin directory
cd bin

# run each commands in different terminal window

# Start the ZooKeeper service
$ ./zookeeper-server-start.sh ../config/zookeeper.properties

# Start the Kafka broker service
$ ./kafka-server-start.sh ../config/server.properties

# Start the Kafka broker service
$ ./kafka-server-start.sh ../config/server-1.properties

# Start the Kafka broker service

```

```
$ ./kafka-server-start.sh ../config/server-2.properties
```

```
# list topics
```

```
$ ./kafka-topics.sh --list --zookeeper localhost:2181
```

5. Install Maven with following guide: <https://maven.apache.org/install.html>
6. Run following commands in Terminal window

```
$ cd src/producer
```

```
$ producer mvn package
```

```
$ cd ../consumer
```

```
$ mvn package
```

Following picture shows terminal windows

Before running:

```
bin — atilla@MacServerPro — ...13-2.7.0/bin — zsh — 156x13
+ bin curl -X POST http://localhost:8081/post-trade?tradeId=10&version=1&counterParty=CP1&bookId=b1&maturityDate=2022-08-04&createdDate=2017-08-04&expiredFlag=N

REST API call

producer — atilla@MacServerPro — ./src/producer — zsh — 117x13
+ producer java -jar target/producer-0.0.1-SNAPSHOT.jar com.tradingcorp.ProducerApplication

Producer

bin — ./kafka-server-start.sh ./config/server.properties — ./kafka-server-start.sh — java -Xmx1G -Xms1G -server -XX:+UseG1GC -XX:MaxGCPauseMillis=20 -XX:Initi...
[2021-02-11 12:12:03,934] INFO [kafka.coordinator.transaction.TransactionStateManager] Completed loading transaction metadata from __transaction_state-29 for coordinator epoch 3 (
[2021-02-11 12:12:03,934] INFO [kafka.coordinator.transaction.TransactionStateManager] Loading transaction metadata from __transaction_state-44 at epoch 3 (kafka.coordinator.trans
[2021-02-11 12:12:03,934] INFO [GroupMetadataManager brokerId=1] Finished loading offsets and group metadata from __consumer_offsets-17 in 56 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)
[2021-02-11 12:12:03,934] INFO [GroupMetadataManager brokerId=1] Finished loading offsets and group metadata from __consumer_offsets-32 in 56 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)
[2021-02-11 12:12:03,937] INFO [Transaction State Manager 1] Finished loading 0 transaction metadata from __transaction_state-44 in 59 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:03,938] INFO [Transaction State Manager 1] Completed loading transaction metadata from __transaction_state-44 for coordinator epoch 3 (kafka.coordinator.transaction.TransactionStateManager)

Kafka Broker

bin — ./kafka-server-start.sh ./config/server-1.properties — ./kafka-server-start.sh — java -Xmx1G -Xms1G -server -XX:+UseG1GC -XX:MaxGCPauseMillis=20 -XX:Initi...
[2021-02-11 12:12:32,453] INFO [Transaction State Manager 2] Completed loading transaction metadata from __transaction_state-36 for coordinator epoch 3 (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:32,453] INFO [Transaction State Manager 2] Loading transaction metadata from __transaction_state-48 at epoch 3 (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:32,454] INFO [Transaction State Manager 2] Finished loading 0 transaction metadata from __transaction_state-48 in 79 milliseconds, of which 78 milliseconds was spent in the scheduler. (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:32,454] INFO [Transaction State Manager 2] Completed loading transaction metadata from __transaction_state-48 for coordinator epoch 3 (kafka.coordinator.transaction.TransactionStateManager)

Kafka Broker

consumer — atilla@MacServerPro — ./src/consumer — zsh — 117x13
+ consumer java -jar target/producer-0.0.1-SNAPSHOT.jar com.tradingcorp.ConsumerApplication

Consumer
```

producer and consumer started:

```
bin -- atilla@MacServerPro -- ...13-2.7.0/bin -- zsh -- 156x13
+ bin curl -X POST http://localhost:8081/post-trade?tradeId=10&version=1&counterParty=CP1&bookId=b1&maturityDate=2022-08-04&createdDate=2017-08-04&expiredFlag=N

producer -- java -jar target/producer-0.0.1-SNAPSHOT.jar -- java -- java -jar target/producer-0.0.1-SNAPSHOT.jar com.tradingcorp.ProducerApplication -- 1...
ssl.trustmanager.algorithm = PKIX
ssl.truststore.location = null
ssl.truststore.password = null
ssl.truststore.type = JKS

[2021-02-11 12:30:09.188 INFO 54725 --- [main] o.a.kafka.common.utils.AppInfoParser : Kafka version: 2.6.0
[2021-02-11 12:30:09.189 INFO 54725 --- [main] o.a.kafka.common.utils.AppInfoParser : Kafka commitId: 62abe01bee039651
[2021-02-11 12:30:09.189 INFO 54725 --- [main] o.a.kafka.common.utils.AppInfoParser : Kafka startTimeMs: 1613043009186
[2021-02-11 12:30:09.650 INFO 54725 --- [main] o.s.b.w.embedded.tomcat.TomcatWebServer : Tomcat started on port(s): 8081 (http) with c
ontext path ''
[2021-02-11 12:30:09.675 INFO 54725 --- [main] c.t.producer.ProducerApplication : Started ProducerApplication in 3.402 seconds
(JVM running for 4.009)

bin -- ./kafka-server-start.sh ./config/server.properties -- ./kafka-server-start.sh -- java -Xmx1G -Xms1G -server -XX:+UseG1GC -XX:MaxGCPauseMillis=20 -XX:Initi...
lientId=consumer-trades-1, clientHost=/192.168.0.3, sessionTimeoutMs=10000, rebalanceTimeoutMs=300000, supportedProtocols=List(range), ).groupInstanceId o
f group trades loaded with member id consumer-trades-1-d06ffe70-c187-4a71-a732-2c04aabea387 at generation 1. (kafka.coordinator.group.GroupMetadata$)
[2021-02-11 12:11:54.800] INFO Static member MemberMetadata(memberId=consumer-trades-1-d06ffe70-c187-4a71-a732-2c04aabea387, groupInstanceId=Some(null), c
lientId=consumer-trades-1, clientHost=/192.168.0.3, sessionTimeoutMs=10000, rebalanceTimeoutMs=300000, supportedProtocols=List(range), ).groupInstanceId o
f group trades loaded with member id consumer-trades-1-d06ffe70-c187-4a71-a732-2c04aabea387 at generation 2. (kafka.coordinator.group.GroupMetadata$)
[2021-02-11 12:11:54.800] INFO [GroupMetadataManager brokerId=0] Finished loading offsets and group metadata from __consumer_offsets-13 in 101 millisecond
s, of which 89 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)
[2021-02-11 12:11:54.801] INFO [GroupMetadataManager brokerId=0] Finished loading offsets and group metadata from __consumer_offsets-28 in 102 milliseconds, of which 102 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)

bin -- ./kafka-server-start.sh ./config/server-1.properties -- ./kafka-server-start.sh -- java -Xmx1G -Xms1G -server -XX:+UseG1GC -XX:MaxGCPauseMillis=20 -XX:Initi...
[2021-02-11 12:12:03.934] INFO [Transaction State Manager 1]: Completed loading transaction metadata from __transaction_state-29 for coordinator epoch 3 (
kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:03.934] INFO [Transaction State Manager 1]: Loading transaction metadata from __transaction_state-44 at epoch 3 (kafka.coordinator.trans
action.TransactionStateManager)
[2021-02-11 12:12:03.934] INFO [GroupMetadataManager brokerId=1] Finished loading offsets and group metadata from __consumer_offsets-17 in 56 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)
[2021-02-11 12:12:03.934] INFO [GroupMetadataManager brokerId=1] Finished loading offsets and group metadata from __consumer_offsets-32 in 56 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)
[2021-02-11 12:12:03.937] INFO [Transaction State Manager 1]: Finished loading 0 transaction metadata from __transaction_state-44 in 59 milliseconds, of w
hich 56 milliseconds was spent in the scheduler. (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:03.938] INFO [Transaction State Manager 1]: Completed loading transaction metadata from __transaction_state-44 for coordinator epoch 3 (
kafka.coordinator.transaction.TransactionStateManager)

bin -- ./kafka-server-start.sh ./config/server-2.properties -- ./kafka-server-start.sh -- java -Xmx1G -Xms1G -server -XX:+UseG1GC -XX:MaxGCPauseMillis=20 -XX:Initi...
[2021-02-11 12:30:07.990] INFO [GroupCoordinator 2]: Group $(spring.kafka.consumer.group-id with generation 60 is now empty (__consumer_offsets-21) (kafk
a.coordinator.group.GroupCoordinator)
[2021-02-11 12:30:14.648] INFO [GroupCoordinator 2]: Preparing to rebalance group $(spring.kafka.consumer.group-id in state PreparingRebalance with old g
eneration 60 (__consumer_offsets-21) (reason: Adding new member consumer-$(spring.kafka.consumer.group-id-1-193193c4-076c-4d56-84a7-6094d02c83bc with gro
up instance id None) (kafka.coordinator.group.GroupCoordinator)
[2021-02-11 12:30:14.649] INFO [GroupCoordinator 2]: Stabilized group $(spring.kafka.consumer.group-id generation 61 (__consumer_offsets-21) (kafka.coord
inator.group.GroupCoordinator)
[2021-02-11 12:30:14.654] INFO [GroupCoordinator 2]: Assignment received from leader for group $(spring.kafka.consumer.group-id for generation 61 (kafka
.coordinator.group.GroupCoordinator)

consumer -- java -jar target/consumer-0.0.1-SNAPSHOT.jar -- java -- java -jar target/consumer-0.0.1-SNAPSHOT.jar com.tradingcorp.ConsumerApplication -- 1...
mer.group-id-1, groupId=$(spring.kafka.consumer.group-id) Adding newly assigned partitions: trade-topic-0, trade-topic-1, trade-topic-2
[2021-02-11 12:30:14.672] INFO 54731 --- [ntainer#0-8-C-1] o.a.k.c.c.internals.ConsumerCoordinator : [Consumer clientId=consumer-$(spring.kafka.consu
mer.group-id-1, groupId=$(spring.kafka.consumer.group-id) Setting offset for partition trade-topic-0 to the committed offset FetchPosition(offset=10,
offsetEpoch=Optional.empty, currentLeader=LeaderAndEpoch(leader=Optional[macserverpro:9093 (id: 1 rack: null)], epoch=3))
[2021-02-11 12:30:14.673] INFO 54731 --- [ntainer#0-8-C-1] o.a.k.c.c.internals.ConsumerCoordinator : [Consumer clientId=consumer-$(spring.kafka.consu
mer.group-id-1, groupId=$(spring.kafka.consumer.group-id) Setting offset for partition trade-topic-1 to the committed offset FetchPosition(offset=12,
offsetEpoch=Optional.empty, currentLeader=LeaderAndEpoch(leader=Optional[macserverpro:9092 (id: 0 rack: null)], epoch=0))
[2021-02-11 12:30:14.673] INFO 54731 --- [ntainer#0-8-C-1] o.a.k.c.c.internals.ConsumerCoordinator : [Consumer clientId=consumer-$(spring.kafka.consu
mer.group-id-1, groupId=$(spring.kafka.consumer.group-id) Setting offset for partition trade-topic-2 to the committed offset FetchPosition(offset=9,
offsetEpoch=Optional.empty, currentLeader=LeaderAndEpoch(leader=Optional[macserverpro:9094 (id: 2 rack: null)], epoch=3))
[2021-02-11 12:30:14.674] INFO 54731 --- [ntainer#0-8-C-1] o.s.k.l.KafkaMessageListenerContainer : $(spring.kafka.consumer.group-id): partitions ass
igned: [trade-topic-0, trade-topic-1, trade-topic-2]
```

Producer sent message to kafka, Consumer took message and inserted into database:



```
bin curl -X POST http://localhost:8081/post-trade?tradeId=10&version=1&counterParty=CP1&bookId=b1&maturityDate=2022-08-04&createdDate=2017-08-04&expiredFlag=N
bin ./kafka-topics.sh --zookeeper localhost:2181 --list
consumer_offsets
transaction_state
trade-topic
bin

producer — java -jar target/producer-0.0.1-SNAPSHOT.jar — java — java -jar target/producer-0.0.1-SNAPSHOT.jar com.tradingcorp.ProducerApplication — 151x13
2021-02-11 12:31:52.244 INFO 54725 --- [nio-8081-exec-1] o.a.kafka.common.utils.AppInfoParser : Kafka commitId: 62abe01bee039651
2021-02-11 12:31:52.244 INFO 54725 --- [nio-8081-exec-1] o.a.kafka.common.utils.AppInfoParser : Kafka startTimeMs: 1613043112239
2021-02-11 12:31:52.248 INFO 54725 --- [nio-8081-exec-1] o.a.k.c.p.internals.TransactionManager : [Producer clientId=producer-tran-0, transactionalId=tran-0] Invoking InitProducerId for the first time in order to acquire a producer ID
2021-02-11 12:31:52.258 INFO 54725 --- [producer-tran-0] org.apache.kafka.clients.Metadata : [Producer clientId=producer-tran-0, transactionalId=tran-0] Cluster ID: ZuIBn4vQ3CjXrWUgb-gg
2021-02-11 12:31:52.260 INFO 54725 --- [producer-tran-0] o.a.k.c.p.internals.TransactionManager : [Producer clientId=producer-tran-0, transactionalId=tran-0] Discovered transaction coordinator macserverpro:9094 (id: 2 rack: null)
2021-02-11 12:31:52.393 INFO 54725 --- [producer-tran-0] o.a.k.c.p.internals.TransactionManager : [Producer clientId=producer-tran-0, transactionalId=tran-0] ProducerId set to 5000 with epoch 2
2021-02-11 12:31:52.553 INFO 54725 --- [producer-tran-0] c.t.p.service.TradeProducerService : Trade sent: Trade {id=null, tradeId=10, version=1, counterParty=CP1, bookId=b1, maturityDate=2022-08-04, expiredFlag=N} with offset: 10

bin — ./kafka-server-start.sh ./config/server.properties — ./kafka-server-start.sh — java -Xmx1G -Xms1G -server -XX:+UseG1GC -XX:MaxGCPauseMillis=20 -XX:Init...
[2021-02-11 12:12:03.934] INFO [Transaction State Manager 1]: Completed loading transaction metadata from __transaction_state-29 for coordinator epoch 3 (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:03.934] INFO [Transaction State Manager 1]: Loading transaction metadata from __transaction_state-44 at epoch 3 (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:03.934] INFO [GroupMetadataManager brokerId=1] Finished loading offsets and group metadata from __consumer_offsets-17 in 56 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)
[2021-02-11 12:12:03.934] INFO [GroupMetadataManager brokerId=1] Finished loading offsets and group metadata from __consumer_offsets-32 in 56 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.group.GroupMetadataManager)
[2021-02-11 12:12:03.937] INFO [Transaction State Manager 1]: Finished loading 0 transaction metadata from __transaction_state-44 in 59 milliseconds, of which 56 milliseconds was spent in the scheduler. (kafka.coordinator.transaction.TransactionStateManager)
[2021-02-11 12:12:03.938] INFO [Transaction State Manager 1]: Completed loading transaction metadata from __transaction_state-44 for coordinator epoch 3 (kafka.coordinator.transaction.TransactionStateManager)

bin — ./kafka-server-start.sh ./config/server-2.properties — ./kafka-server-start.sh — java -Xmx1G -Xms1G -server -XX:+UseG1GC -XX:MaxGCPauseMillis=20 -XX:Init...
[2021-02-11 12:30:14.648] INFO [GroupCoordinator 2]: Preparing to rebalance group $(spring.kafka.consumer.group-id) in state PreparingRebalance with old generation 60 (__consumer_offsets-21) (reason: Adding new member consumer-$(spring.kafka.consumer.group-id-1-193193c4-076c-4d56-84a7-6094d02c83bc with group instance id None) (kafka.coordinator.group.GroupCoordinator)
[2021-02-11 12:30:14.649] INFO [GroupCoordinator 2]: Stabilized group $(spring.kafka.consumer.group-id) generation 61 (__consumer_offsets-21) (kafka.coordinator.group.GroupCoordinator)
[2021-02-11 12:30:14.654] INFO [GroupCoordinator 2]: Assignment received from leader for group $(spring.kafka.consumer.group-id) for generation 61 (kafka.coordinator.group.GroupCoordinator)
[2021-02-11 12:31:52.398] INFO [TransactionCoordinator id=2] Initialized transactionalId tran-0 with producerId 5000 and producer epoch 2 on partition __transaction_state-6 (kafka.coordinator.transaction.TransactionCoordinator)

consumer — java -jar target/consumer-0.0.1-SNAPSHOT.jar — java — java -jar target/consumer-0.0.1-SNAPSHOT.jar com.tradingcorp.ConsumerApplication — 1...
nextval ('trades_id_seq')
Hibernate:
insert
into
trade
(book_id, counter_party, created_date, expired_flag, maturity_date, trade_id, version, id)
values
(?, ?, ?, ?, ?, ?, ?, ?)
2021-02-11 12:31:52.793 INFO 54731 --- [ntainer#0-0-C-1] c.t.c.service.TradeConsumerService : Trade inserted to database -> Trade {id=1, tradeId=10, version=1, counterParty=CP1, bookId=b1, maturityDate=2022-08-04, expiredFlag=N}
2021-02-11 12:31:52.793 INFO 54731 --- [ntainer#0-0-C-1] c.t.c.service.TradeConsumerService : Trade created -> Trade {id=1, tradeId=10, version=1, counterParty=CP1, bookId=b1, maturityDate=2022-08-04, expiredFlag=N}
```

Database view:

id [INT8]	book_id	counter_party	created_date	expired_flag	maturity_date	trade_id	version [INT4]
1	b1	CP1	2017-08-04	N	2022-08-04	10	1
2	b2	CP2	2017-08-04	N	2022-08-04	11	2
3	b3	CP3	2017-08-04	N	2022-08-05	13	3
4	b4	CP4	2017-08-04	N	2022-08-06	14	4
5	b5	CP5	2017-08-04	N	2022-08-06	15	5
<new row>							

## 2.2.1 Producer Transaction Scenario

1. **Sending Invalid data:** Validation requirement : Store should not allow the trade which has less maturity date then today date. We will check maturity date
  - REST API call: maturityDate=2012-08-04

```
$ curl -X POST http://localhost:8081/post-trade?
tradeId\=10\&version\=1\&counterParty\=CP1\&bookId\=b1\&maturityDate\=2012-08-
04\&createdDate\=2017-08-04\&expiredFlag\=N
```

above maturity date is not valid, it is less then today: maturityDate=2012-08-04

```
@RestController
public class TradeController {

    //....

    // Validation applied
    if (tradeService.isValid(trade)) {
        logger.error("Trade is VALID tradeid:" + trade.getTradeId()
            + " Store should not allow the trade which has less maturity date then
today date");
        this.tradeService.sendMessageWithCallBack(trade);

    } else {
        // look for TradeControllerAdvice
        logger.error("ERROR tradeid:" + trade.getTradeId()
            + " Store should not allow the trade which has less maturity date then
today date");
        throw new InvalidTradeException("ERROR tradeid:" + trade.getTradeId()
            + " Store should not allow the trade which has less maturity date then
today date");
    }

    //...
}
```

- Result: Producer console output

```
$ RESTful request -> Trade [id=null, tradeId=10, version=1, counterParty=CP1,
bookId=b1, maturityDate=2012-08-04, expiredFlag=N]
$ ERROR tradeid:10 Store should not allow the trade which has less maturity
date then today date
```

## 2. Sending Valid data:

- REST API call: maturityDate=2022-08-04

```
$ curl -X POST http://localhost:8081/post-trade?
tradeId\=10\&version\=1\&counterParty\=CP1\&bookId\=b1\&maturityDate\=2022-08-
04\&createdDate\=2017-08-04\&expiredFlag\=N
```

- Result: Producer console output

```
$ Kafka sent: Trade [id=null, tradeId=10, version=1, counterParty=CP1,
bookId=b1, maturityDate=2022-08-04, expiredFlag=N] with offset: 8
```

## 2.2.2 Consumer Transaction Scenario

1. **Sending Invalid data:** Validation requirement : We will not insert data to database if

`expiredFlag=Y` We will check `expiredFlag`

- REST API call: `expiredFlag=Y`

```
$ curl -X POST http://localhost:8081/post-trade\?
tradeId\=10\&version\=1\&counterParty\=CP1\&bookId\=b1\&maturityDate\=2022-08-
04\&createdDate\=2017-08-04\&expiredFlag=Y
```

```
@Service
@Transactional
public class TradeConsumerServiceImpl implements TradeConsumerService {
    //....
    @Transactional(rollbackFor = InvalidTradeException.class)
    @KafkaListener(topics = "${trade.topic.name}", groupId =
"${spring.kafka.consumer.group-id}", containerFactory =
"kafkaListenerContainerFactory")
    @Override
    public void consume(Trade trade) throws InvalidTradeException {

        logger.info(String.format("Trade consume -> %s", trade));

        // Validation
        if (!isValid(trade)) {
            // KafkaConsumerConfig has custom ErrorHandler which is
            "TradeErrorHandler"
            // in case of InvalidTradeException
            // TradeErrorHandler will put it into DLT topic
            throw new InvalidTradeException("Store should not allow the trade which
has expiredFlag=Y");
        }

        try {

            // Save Trade
            this.saveTrade(trade);
            logger.info(String.format("Trade inserted -> %s", trade));

        } catch (Exception e) {
            logger.error(String.format("Trade insert error -> %s", trade) +
e.getMessage(), e);
            // KafkaConsumerConfig has custom ErrorHandler which is
            "TradeErrorHandler"
        }
    }
}
```

```

        // in case of InvalidTradeException
        // TradeErrorHandler will put it into DLT topic
        throw new InvalidTradeException(e.getMessage());
    }
}

@KafkaListener(groupId = "${trade.topic.name.dlt.group}", topics =
"${trade.topic.name.dlt}", containerFactory = "kafkaListenerContainerFactory")
public void dltListen(String trade) {
    // We consume invalid Trade
    // We can trigger here Roll-back operations
    logger.info("Received Invalid Trade from DLT: " + trade);
}

private boolean isValid(Trade trade) {

    // We can add here all validations

    if (trade.getExpiredFlag().equals("N")) {
        return true;
    }
    //...
}

```

- Result: Consumer console output

```

$ Trade consume -> Trade [id=null, tradeId=10, version=1, counterParty=CP1,
bookId=b1, maturityDate=2022-08-04, expiredFlag=Y]
$ ## DTL Trade sent -> Trade [id=null, tradeId=10, version=1,
counterParty=CP1, bookId=b1, maturityDate=2022-08-04, expiredFlag=Y]
$ Received Invalid Trade from DLT: Trade [id=null, tradeId=10, version=1,
counterParty=CP1, bookId=b1, maturityDate=2022-08-04, expiredFlag=Y]

```

## 2. Sending Valid data:

- REST API call: `expiredFlag=N`

```

$ curl -X POST http://localhost:8081/post-trade\?
tradeId\=10\&version\=1\&counterParty\=CP1\&bookId\=b1\&maturityDate\=2022-08-
04\&createdDate\=2017-08-04\&expiredFlag\=N

```

- Result: Consumer console output

```

.t.c.service.TradeConsumerServiceImpl : Trade consume -> Trade [id=null,
tradeId=10, version=1, counterParty=CP1, bookId=b1, maturityDate=2022-08-04,
expiredFlag=N]
Hibernate:

```

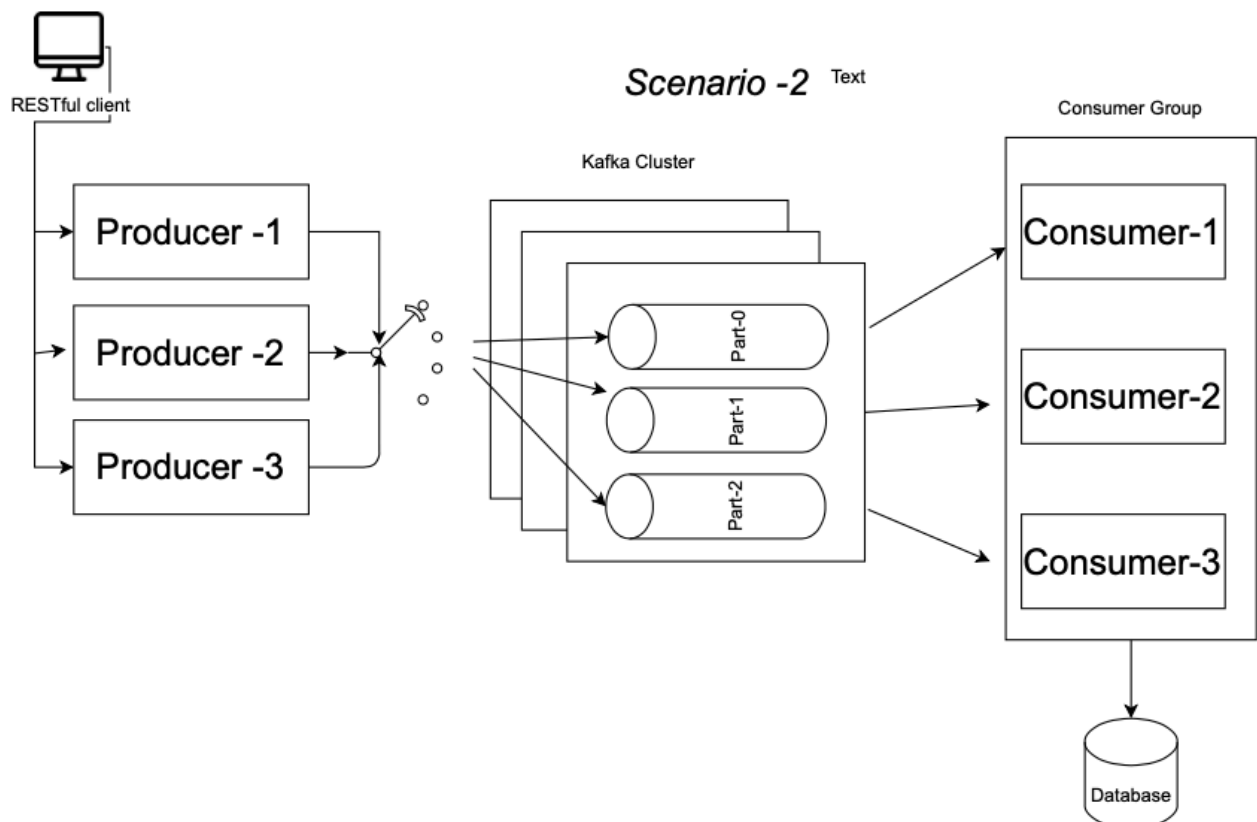
```

select
    nextval ('trades_id_seq')
Hibernate:
select
    nextval ('trades_id_seq')
.t.c.service.TradeConsumerServiceImpl : Trade inserted to databse -> Trade
[id=1, tradeId=10, version=1, counterParty=CP1, bookId=b1, maturityDate=2022-
08-04, expiredFlag=N]
.t.c.service.TradeConsumerServiceImpl : Trade inserted -> Trade [id=1,
tradeId=10, version=1, counterParty=CP1, bookId=b1, maturityDate=2022-08-04,
expiredFlag=N]
Hibernate:
insert
into
    trade
    (book_id, counter_party, created_date, expired_flag, maturity_date,
trade_id, version, id)
values
    (?, ?, ?, ?, ?, ?, ?, ?)

```

### 3. Scenario 2

We have 3 "producer" and 3 "consumer". They communicate using 3 Kafka Broker, 3 Partition



**Requirements:**

1. Run 3 instance of "Producer" application
2. We will add 2 more consumer into "Consumer" application. All 3 Consumers will use same "group-id"

1. We will modify `application.properties` for additional copies like below.

```
src > producer > src > main > resources > application.properties
```

```
1  server.port=8081
2  spring.kafka.producer.bootstrap-servers: localhost:9092, localhost:9093, localhost:9094
3  spring.kafka.producer.key-serializer: org.apache.kafka.common.serialization.StringSerializer
4  spring.kafka.producer.value-serializer: org.springframework.kafka.support.serializer.JsonSerializer
5
6  trade.topic.name: trade-topic
7  trade.topic.partition.count: 3
8  # We will set different hashkey for different producer instances
9  trade.topic.producer.target.partition.hashkey: P1
10
11
```

```
application.properties x
```

```
src > producer-2 > src > main > resources > application.properties
```

```
1  server.port=8082
2  spring.kafka.producer.bootstrap-servers: localhost:9092, localhost:9093, localhost:9094
3  spring.kafka.producer.key-serializer: org.apache.kafka.common.serialization.StringSerializer
4  spring.kafka.producer.value-serializer: org.springframework.kafka.support.serializer.JsonSerializer
5
6  trade.topic.name: trade-topic
7  trade.topic.partition.count: 3
8  # We will set different hashkey for different producer instances
9  trade.topic.producer.target.partition.hashkey: P2
10
11
```

```
application.properties x
```

```
src > producer-1 > src > main > resources > application.properties
```

```
1  server.port=8083
2  spring.kafka.producer.bootstrap-servers: localhost:9092, localhost:9093, localhost:9094
3  spring.kafka.producer.key-serializer: org.apache.kafka.common.serialization.StringSerializer
4  spring.kafka.producer.value-serializer: org.springframework.kafka.support.serializer.JsonSerializer
5
6  trade.topic.name: trade-topic
7  trade.topic.partition.count: 3
8  # We will set different hashkey for different producer instances
9  trade.topic.producer.target.partition.hashkey: P3
10
11
```