

2019 IAC Instructor Knowledge Program

How to Leverage Innovation Driven by Cloud Computing Systems

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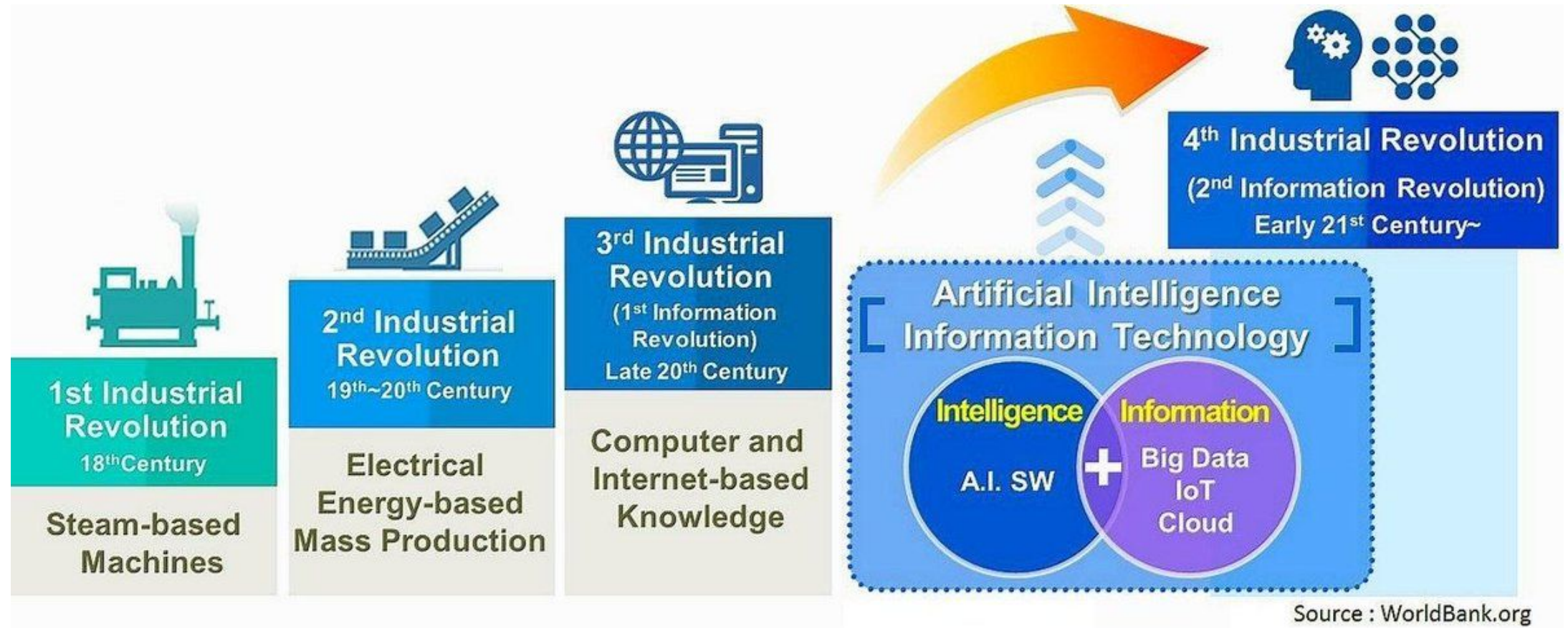
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Industry 4.0 & Digital Transformation

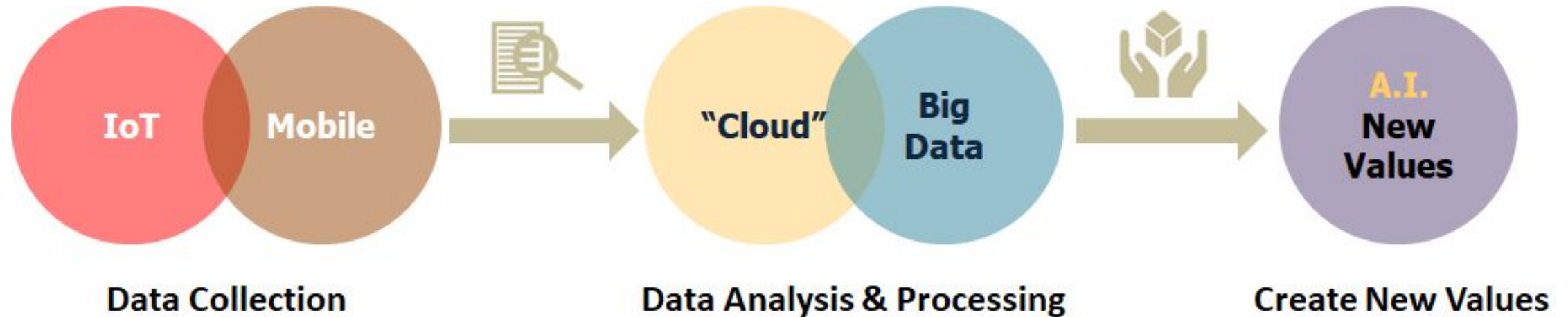
Cloud computing, big data and artificial intelligence are core components of the Industry 4.0



Worldbank

Cloud Computing as Digital Infrastructure

Cloud computing acts as an infrastructure for the data handling and processing toward the artificial intelligence to create new values.

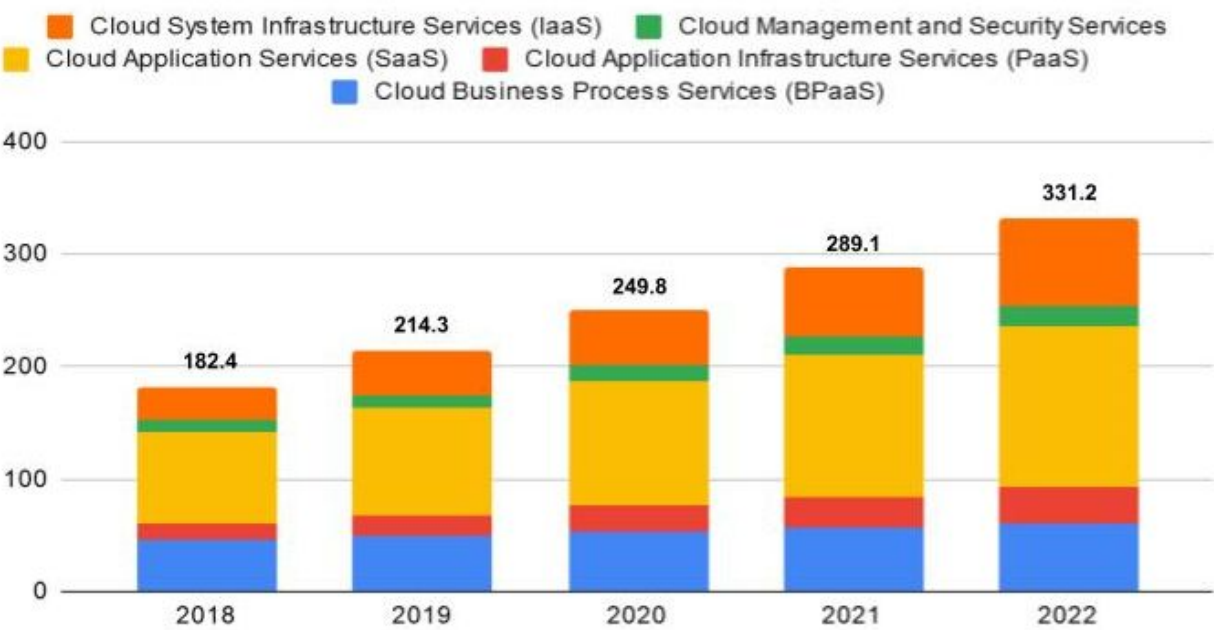


Modified from Korean Ministry of Science and ICT

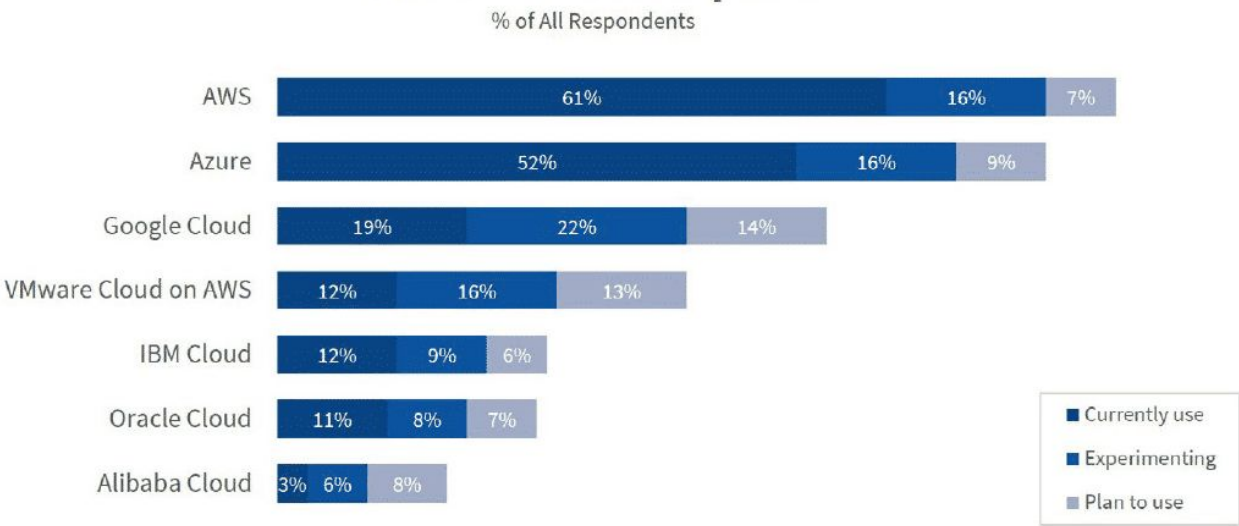
Market Dynamics of Cloud Computing

Public cloud computing has already made big market of hundreds billion USD and still grows fast, which dominated by top 3 companies (AMG).

Worldwide Public Cloud Service Revenue (Bn USD)



Public Cloud Adoption



Gartner, RightScale & Flexera

Why Cloud Computing ?

- **Features of Public Clouds**



- **On Demand**
- **IT Resources**
- **Online Access**
- **Pay-per-use**

Amazon Web Services

- **Public Cloud vs. On-Premises**

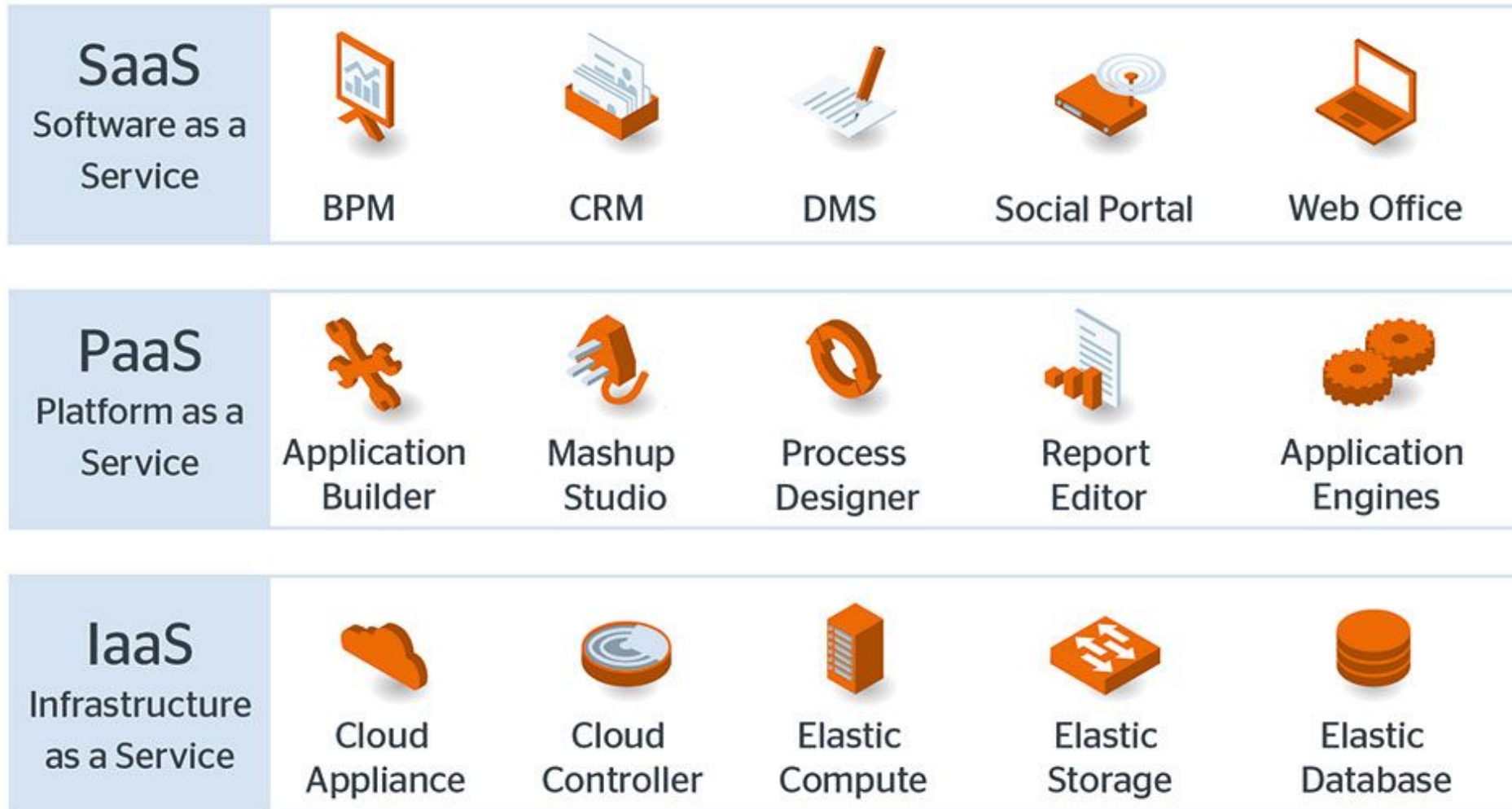


- **No Upfront Investment**
- **Less Operational Overhead**
- **Less System Management**
- **Resource Pooling**
- **Scalability (Scale-Out)**
- **Agility**
- **Global Network Access**
- **On-Demand & Pay-Per-Use**



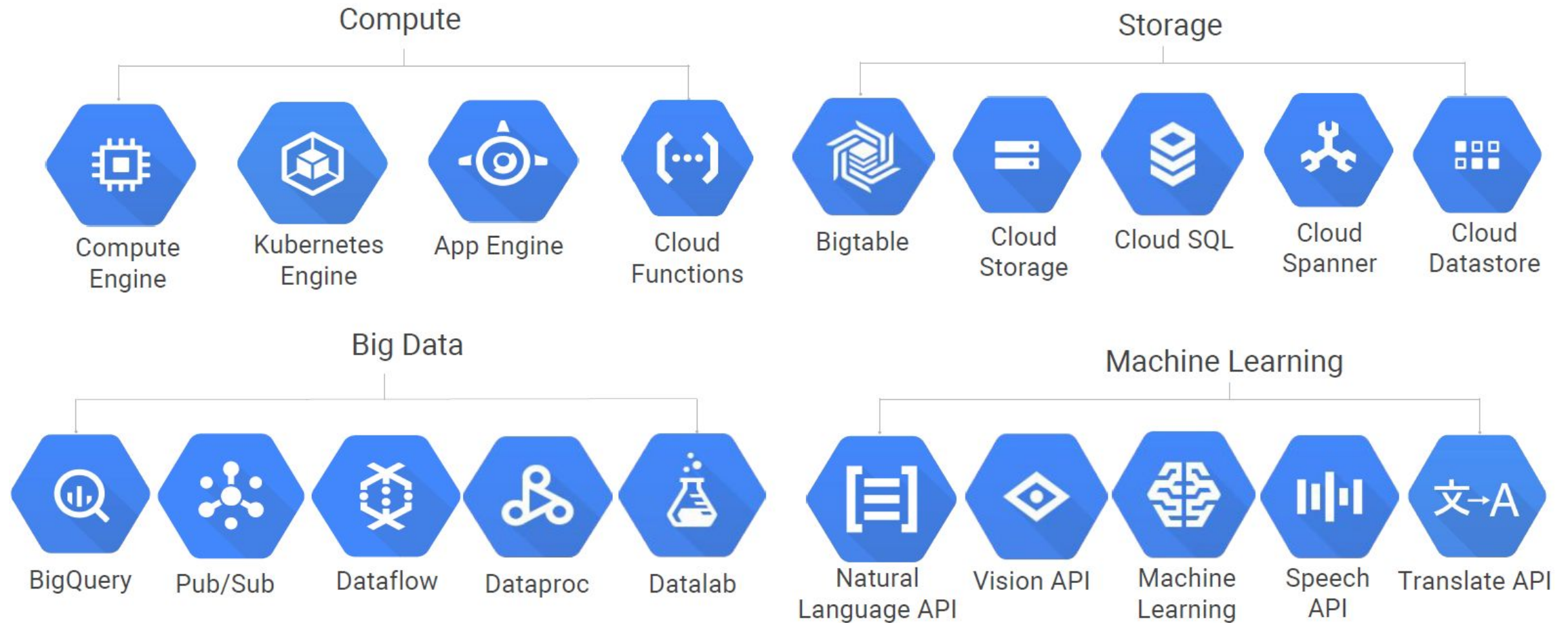
- **Intensive Upfront Investment**
- **More Operational Overhead**
- **More System Management**
- **Resource Pooling**
- **Fixed Capacity (Scale-Up)**
- **Long Delivery Time**
- **Limited Network Access**

Classification of Cloud Computing



<https://www.jisc.ac.uk/reports/the-future-of-cloud-computing>

Resources & Services



Google Cloud

Innovation Facilitated by Cloud Computing Infrastructure

- Global Unicorn Case



Learn from

“Instagram”

\$1 Bn in 2 Years by 12 People

- Korean Unicorn Cases



Online Shopping Mall



Tourism & Hotel Booking



Mobile Game



Food Delivery



Real Estate Brokerage

Global Scalability

Cloud computing based start-ups can easily scale up to global level by virtue of the global datacenter infrastructure of IaaS providers.

- **Amazon AWS**

- **22 Regions**
- **69 Zones**
- **190 Countries**

- **Microsoft Azure**

- **54 Regions**
- **100 Zones**
- **140 Countries**

- **Google GCP**

- **20 Regions**
- **61 Zones**
- **200+ Countries**



As of Sep 2019

https://aws.amazon.com/about-aws/global-infrastructure/regions_az/

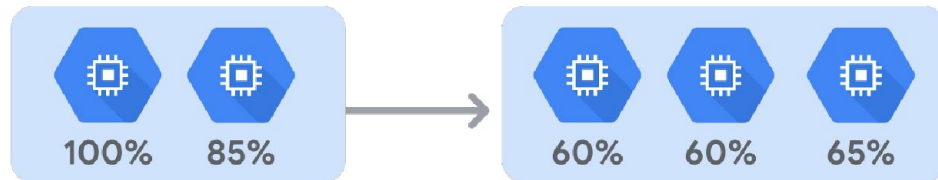
<https://azure.microsoft.com/en-us/global-infrastructure/regions/>

<https://cloud.google.com/about/locations/>

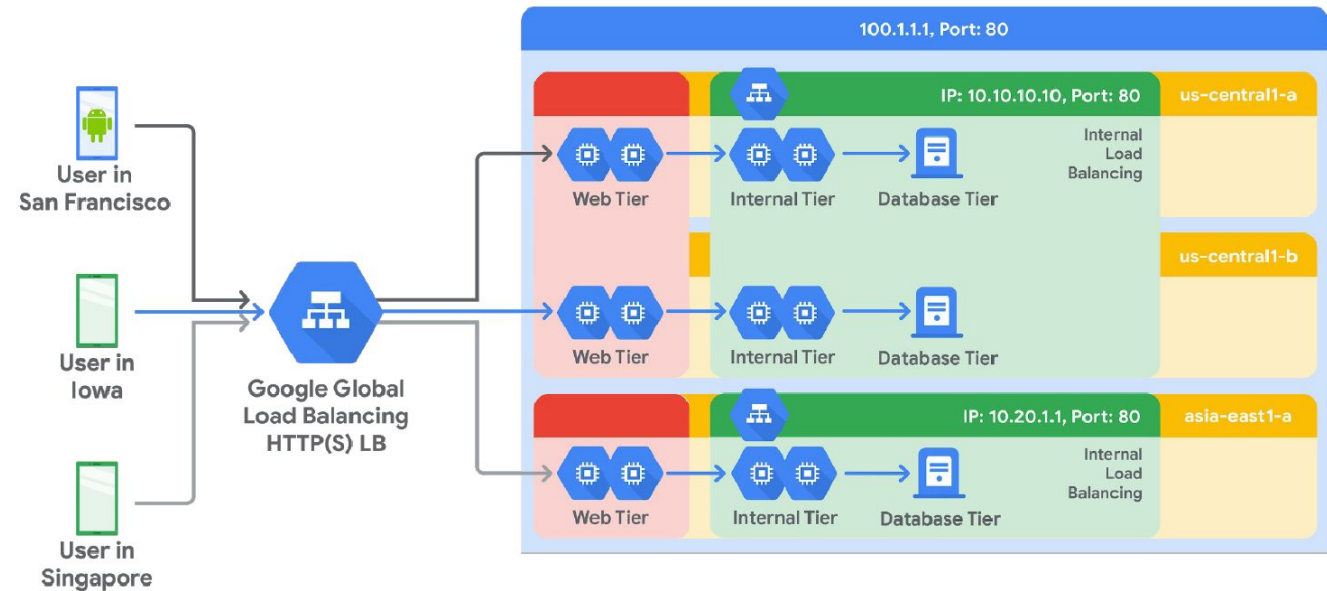
Auto Scaling & Load Balancing

The network traffic fluctuation issues can easily be treated by auto-scaling and load balancing technologies in the cloud computing

- Dynamically add/remove instances:
 - Increases in load
 - Decreases in load
- Autoscaling policy:
 - CPU utilization
 - Load balancing capacity
 - Monitoring metrics
 - Queue-based workload



Target CPU utilization = 75%



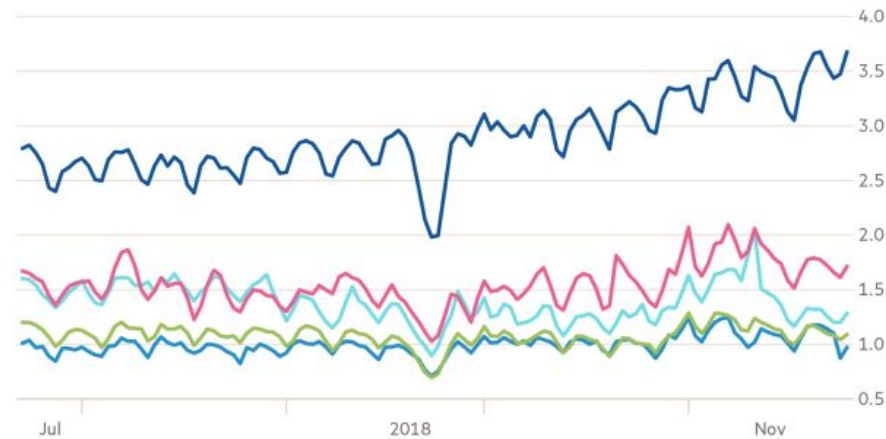
Cloud Computing as Digital Infrastructure

Online Shopping Mall Network Traffic Case

South Korea's top five online shopping malls

Daily active users (m)

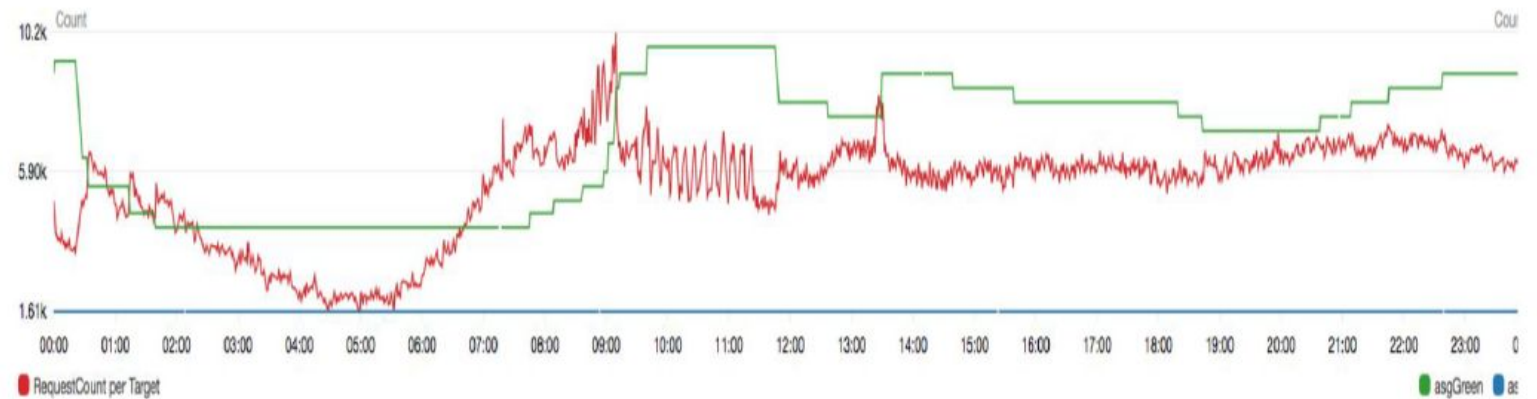
— Coupang — Wemakeprice — 11Street — Gmarket — TMON



Source: Mobile Index
© FT

Financial Times (Jan 2, 2019)

Coupang (2018)

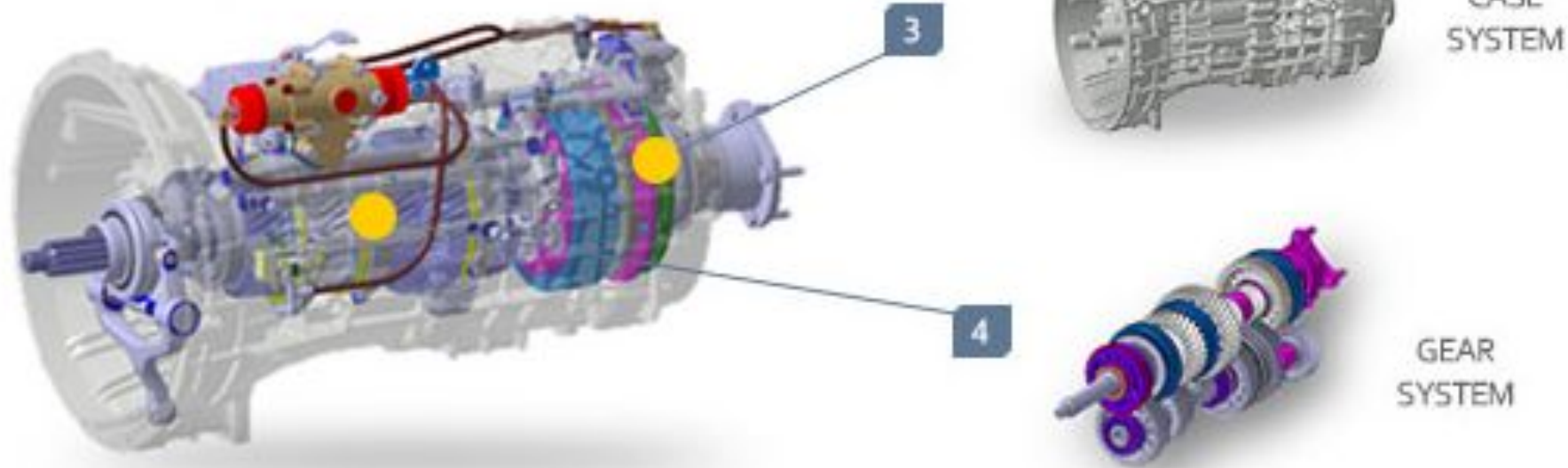


<https://app.ft.com/content/815486c2-fde4-11e8-aebf-99e208d3e521>

High Performance Computing R&D Case

Due to the flexible scalability of the cloud computing, computation intensive R&D time can easily be shortened.

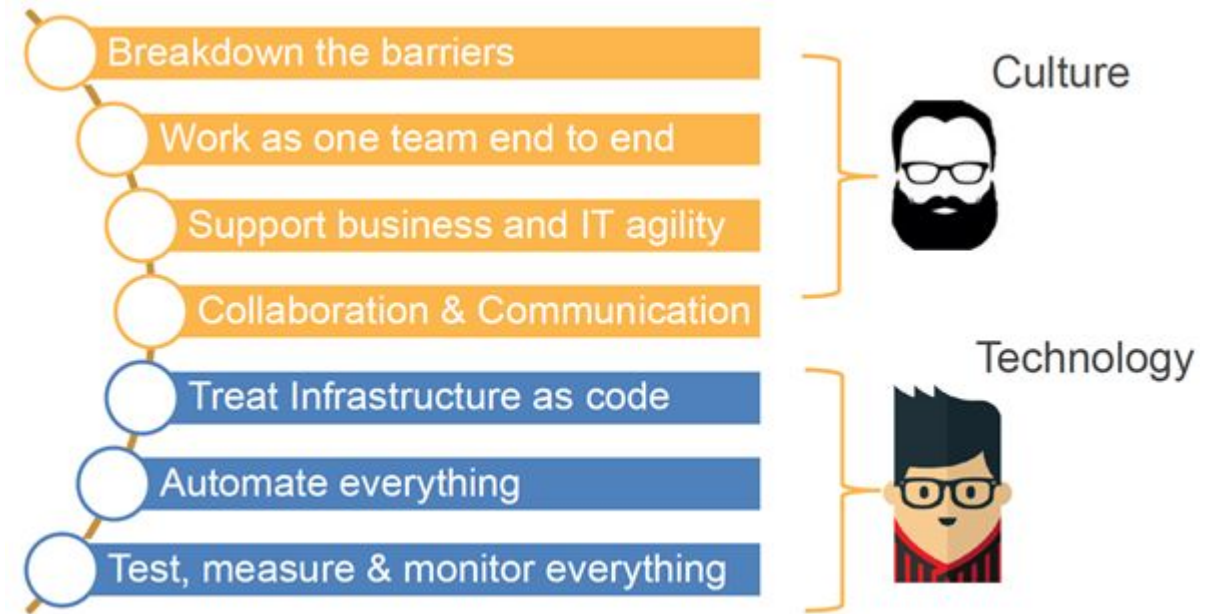
In-house development of ultra-large multi-gear
(12/16-speed) manual transmission



Hyundai Dynamo

DevOps Concept

The traditional silo organization structure should be transformed to 'Agile' and 'DevOps' style organization and culture to fully exploit the cloud computing innovation.



<https://dev.to/ashokisaac/devops-in-3-sentences-17c4>

Amazon Web Services

Question & Answer