

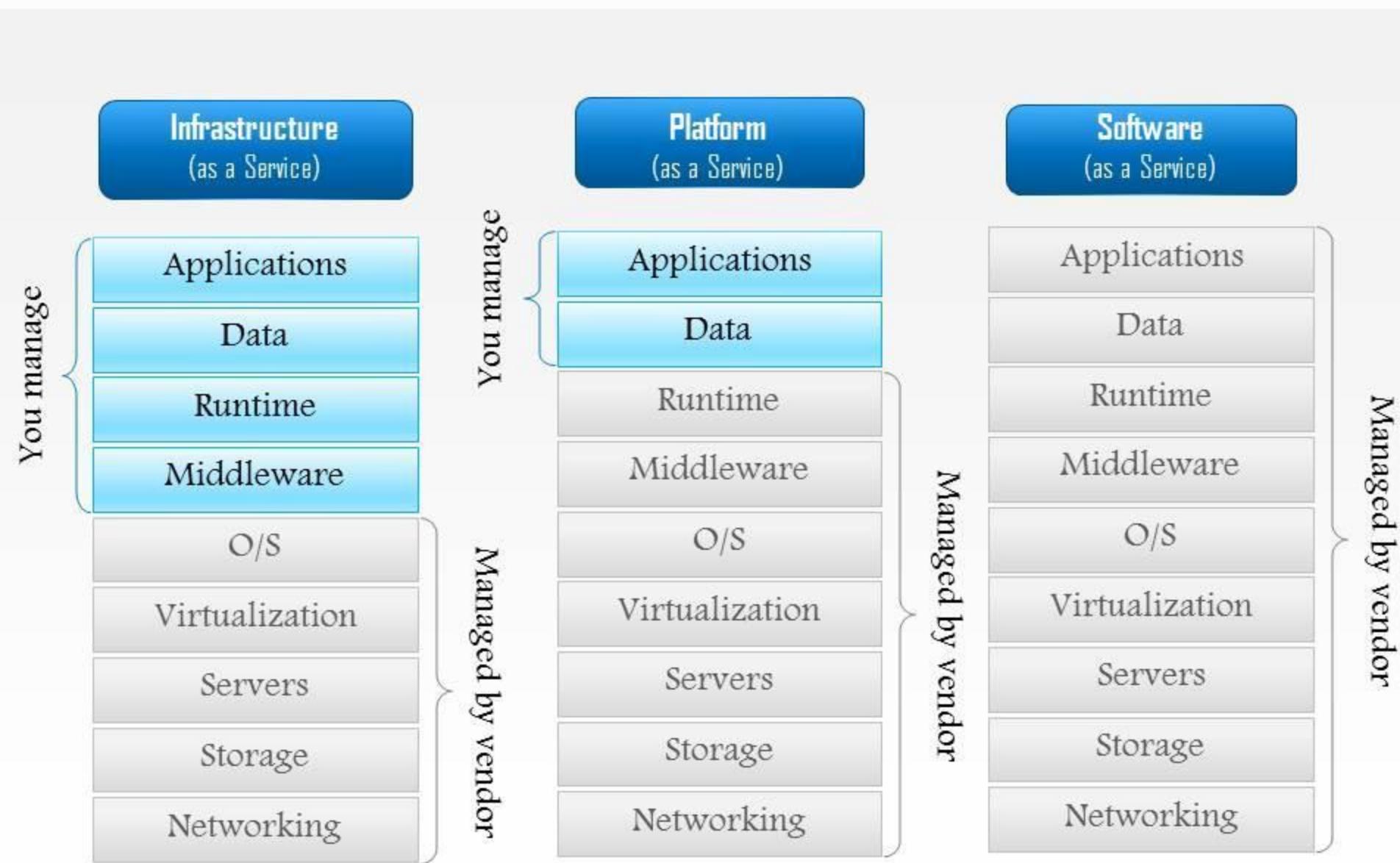
# **Cloud Computing Service Models**

Chapter\_2

# Overview of Service Models

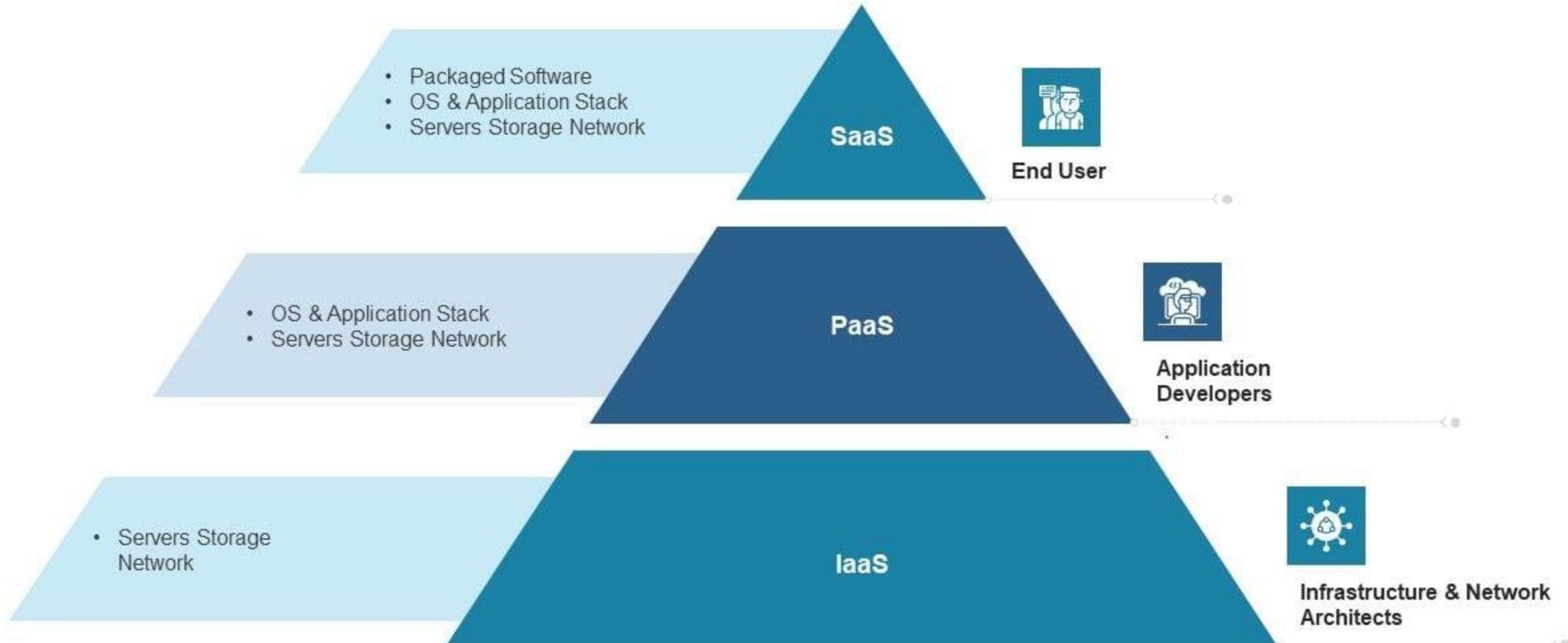
- Cloud computing provides three main service models:
- **Platform as a Service (PaaS)**
- **Software as a Service (SaaS)**
- **Infrastructure as a Service (IaaS)**
- These models cater to different business needs, from application development to ready-to-use software.

# Cloud Service Models



# Standard Cloud Service Models

This slide depicts the standard cloud service models, namely software as a service, platform as a service, and infrastructure as a service.



# Platform as a Service (PaaS)

- **What is PaaS?**
- A platform for building, deploying, and managing applications without managing infrastructure.
- **Features:**
- Pre-configured tools for developers.
- Scalability and integration with databases.
- **Examples:**
- Google App Engine
- Microsoft Azure App Service
- **Use Case:**
- A startup uses PaaS to focus on app development instead of infrastructure setup.

# Platform as a Service (PaaS)

- **Advantages:**
  - Reduces time for development with pre-configured tools.
  - Simplifies app deployment and testing.
  - Scales automatically with application demand.
- **Disadvantages:**
  - Limited control over the underlying infrastructure.
  - Dependency on the provider for updates and maintenance.
  - Potential risk of vendor lock-in.

# Platform as a Service (PaaS)

- **When to Use:**
  - When developing or deploying applications quickly without managing servers.
- **How to Use:**
  - Choose a PaaS provider (e.g., Google App Engine) and deploy your application code.
- **Where to Use:**
  - Ideal for startups, developers, and small businesses needing rapid deployment.

# **Software as a Service (SaaS)**

- **What is SaaS?**
- Ready-to-use applications accessible via the internet.
- **Features:**
- No installation or maintenance.
- Access from any device.
- **Examples:**
- Google Workspace (e.g., Gmail, Google Docs)
- Salesforce
- **Use Case:**  
A company collaborates on documents using Google Docs, eliminating the need for software installation.

# **Software as a Service (SaaS)**

- **Advantages:**
  - Ready-to-use with no installation or maintenance required.
  - Accessible from any device with an internet connection.
  - Subscription-based, reducing upfront costs.
- **Disadvantages:**
  - Limited customization options.
  - Reliance on the provider for uptime and security.
  - Data portability can be a challenge.

# Software as a Service (SaaS)

- **When to Use:**
- For businesses or individuals needing simple, accessible software tools.
- **How to Use:**
- Log in to a SaaS application (e.g., Google Workspace) and start using its features.
- **Where to Use:**
- Collaboration tools for teams (e.g., Google Docs), CRM software (e.g., Salesforce), or email management.

# Infrastructure as a Service (IaaS)

- **What is IaaS?**
- Virtualized infrastructure like servers, storage, and networking available online.
- **Features:**
- Full control over resources.
- Pay-as-you-go pricing.
- **Examples:**
- Amazon EC2 (AWS)
- Azure Virtual Machines
- **Use Case:**  
An e-commerce business hosts its website on AWS EC2 for flexibility and scalability.

# Infrastructure as a Service (IaaS)

- **Advantages:**
  - Complete control over virtualized resources.
  - Flexible scaling based on usage.
  - Pay-as-you-go model avoids large upfront investments.
- **Disadvantages:**
  - Requires technical expertise to configure and manage.
  - Potential for high costs if not managed effectively.
  - Complexity in handling security and compliance.

# **Infrastructure as a Service (IaaS)**

- **When to Use:**
  - For businesses needing full control over their IT infrastructure.
- **How to Use:**
  - Provision virtual machines or storage resources via providers like AWS or Azure.
- **Where to Use:**
  - Hosting websites, running enterprise applications, or managing large-scale data processing.

<b>Service Model</b>	<b>Control Level</b>	<b>Target Users</b>	<b>Examples</b>	<b>Benefits</b>
PaaS	Medium	Developers	Google App Engine, Azure App Service	Simplifies app development.
SaaS	Low	End Users	Gmail, Salesforce	Easy to use; no maintenance needed.
IaaS	High	IT Administrators	AWS EC2, Azure Virtual Machines	Complete control over infrastructure.

Aspect	Platform as a Service (PaaS)	Software as a Service (SaaS)	Infrastructure as a Service (IaaS)
<b>Definition</b>	Provides a platform for developing and deploying applications without managing infrastructure.	Offers ready-to-use applications over the internet.	Delivers virtualized computing resources like servers, storage, and networking.
<b>Control Level</b>	Medium – Control over applications, limited access to infrastructure.	Low – No control over infrastructure or applications.	High – Full control over virtual machines and resources.
<b>Target Users</b>	Developers, startups, and businesses building applications.	End users needing easy-to-use applications.	IT administrators and businesses managing custom infrastructure.
<b>Examples</b>	Google App Engine, Microsoft Azure App Service.	Google Workspace (Docs, Gmail), Salesforce.	Amazon EC2, Microsoft Azure Virtual Machines.

# **Deployment Models**

# Cloud Deployment Models

- Cloud deployment models define **how cloud services are made available** and **who has access** to the infrastructure and services.
- Each model offers a different level of **control, security, and management**.

# Public Cloud Computing

- Public cloud is a deployment model where **cloud infrastructure is provisioned for open use by the general public**, owned and managed by a third-party cloud provider (e.g., AWS, Microsoft Azure, Google Cloud), and delivered over the internet.

# Architecture of Public Cloud

- The **public cloud architecture** is typically multi-tenant, meaning resources are shared across different users and organizations. It includes:
  - 1. Data Centers:** Physical infrastructure managed by the provider.
  - 2. Virtualization Layer:** Allows physical hardware to be divided into virtual machines.
  - 3. Service Layer:** Offers services like IaaS, PaaS, and SaaS.
  - 4. Management Interface:** Provides dashboards, APIs, and CLI tools for users.
  - 5. Security Layer:** Includes authentication, encryption, compliance policies.
  - 6. Network Layer:** Enables internet-based access to cloud services.

# Key Characteristics

- **On-demand self-service:** Provision computing resources like VMs or storage without human interaction.
- **Broad network access:** Services are accessible from anywhere over the internet.
- **Resource pooling:** Multiple users share resources dynamically.
- **Rapid elasticity:** Resources can be scaled up/down automatically.
- **Measured service:** Pay-as-you-go billing based on usage metrics.

# Advantages of Public Cloud

Feature	Description
<b>Cost Efficiency</b>	No need for purchasing and maintaining hardware; pay-per-use pricing.
<b>Scalability</b>	Instantly scale resources up or down based on demand.
<b>High Availability</b>	Redundant systems and global data centers ensure uptime and reliability.
<b>Accessibility</b>	Access from any device with internet, enabling remote work and collaboration.
<b>Reduced Time to Market</b>	Rapid deployment of applications without worrying about infrastructure setup.

# Disadvantages and Challenges

## Challenge

### Security Risks

### Compliance Issues

### Limited Control

### Vendor Lock-in

### Performance Variability

## Description

Shared infrastructure can pose risks if not properly secured.

Not all providers comply with regional laws (e.g., GDPR, HIPAA).

Users have limited control over infrastructure and customization.

Migration to another provider can be costly and technically complex.

Multi-tenant environment may lead to unpredictable performance.

# Use Cases of Public Cloud

Use Case

**Web Hosting**

**Development and Testing**

**Big Data Analytics**

**Backup and Disaster Recovery**

**Machine Learning**

**Content Delivery**

Description

Hosting websites and web applications (e.g., blogs, e-commerce).

Quickly spin up dev/test environments.

Analyze massive datasets with tools like Google BigQuery or AWS Athena.

Store backups securely and restore quickly during outages.

Use managed ML services (e.g., Azure ML, AWS SageMaker) without setup.

Distribute content globally via CDNs like AWS CloudFront or Azure CDN.

# Examples of Public Cloud Providers

Provider

**Amazon Web Services (AWS)**

**Microsoft Azure**

**Google Cloud Platform (GCP)**

**IBM Cloud**

**Oracle Cloud Infrastructure (OCI)**

Key Services

EC2 (VMs), S3 (storage), Lambda (serverless), RDS (DB), SageMaker (ML)

Azure VMs, Blob Storage, Azure Functions, Cosmos DB, Azure ML

Compute Engine, Cloud Storage, BigQuery, Vertex AI

Watson AI, Kubernetes, DevOps tools

Autonomous DB, Compute, Object Storage

# Security in Public Cloud

- While public clouds are inherently multi-tenant, most major providers implement **enterprise-grade security**:
- **Data Encryption** (at rest and in transit)
- **IAM (Identity & Access Management)**
- **DDoS Protection**
- **Compliance Certifications** (e.g., ISO 27001, SOC 2, PCI-DSS)
- **Audit Logs and Monitoring Tools**

# When to Use Public Cloud?

- Use public cloud when:
- You want to minimize capital expenditure.
- You need to scale rapidly.
- Your workloads are not heavily regulated.
- You want faster time-to-market.

# Private Cloud

- A **private cloud** is a cloud infrastructure that is provisioned for **exclusive use by a single organization**, comprising multiple consumers (e.g., business units).
- It may be owned, managed, and operated by the organization itself or a third party and may exist **on-premises or off-premises**.

# Architecture of Private Cloud

- Private cloud architectures are typically built using **virtualization and orchestration platforms** that provide services similar to public clouds but within a controlled environment.

# **Key Architectural Layers:**

## **1. Infrastructure Layer:**

1. Physical servers, storage systems, and networking components hosted on-premise or in private data centers.

## **2. Virtualization Layer:**

1. Hypervisors (e.g., VMware ESXi, KVM, Hyper-V) abstract hardware resources into virtual machines.

## **3. Cloud Management Platform (CMP):**

1. Tools like OpenStack, VMware vCloud Suite, or Microsoft Azure Stack for orchestrating cloud services.

## **4. Service Layer:**

1. IaaS, PaaS, and sometimes SaaS offered internally for various departments.

## **5. Security & Compliance:**

1. Integrated firewalls, identity management (e.g., LDAP, Active Directory), and auditing.

# Key Characteristics of Private Cloud

Characteristic	Description
<b>Exclusive Access</b>	Only accessible to a single organization.
<b>Customizable Architecture</b>	Infrastructure tailored to specific business or compliance needs.
<b>High Security</b>	Greater control over data, firewalls, and identity management.
<b>In-House or Outsourced Management</b>	Can be managed by internal IT teams or outsourced providers.
<b>Support for Legacy Systems</b>	Easier to integrate with existing enterprise systems and databases.

# Advantages of Private Cloud

## Benefit

**Enhanced Security & Privacy**

**Greater Control**

**Compliance-Ready**

**Customizable Performance**

**Predictable Costs**

## Explanation

Isolated resources reduce exposure and improve data protection.

Complete control over configurations, policies, and governance.

Easier to comply with regulations (HIPAA, GDPR, etc.).

Infrastructure can be optimized for specific workloads.

Fixed cost model for infrastructure and maintenance.

# Limitations of Private Cloud

Limitation	Explanation
<b>High Capital Cost</b>	Requires significant upfront investment in hardware and software.
<b>Maintenance Overhead</b>	Ongoing responsibility for infrastructure updates, patches, and scaling.
<b>Limited Scalability</b>	Less elastic than public cloud; hardware must be scaled manually.
<b>Requires Skilled IT Staff</b>	Complex to set up, manage, and secure without in-house expertise.

# Use Cases of Private Cloud

Use Case	Description
<b>Banking &amp; Finance</b>	For data-sensitive applications requiring tight compliance (e.g., PCI-DSS).
<b>Healthcare Sector</b>	To store and process patient records securely (e.g., HIPAA compliance).
<b>Government &amp; Defense</b>	Where data sovereignty and national security are critical.
<b>Large Enterprises</b>	For managing internal apps like ERP, HRM, CRM with control and integration.
<b>Research Institutions</b>	Hosting compute-intensive workloads in a secure, collaborative setting.

# Security in Private Cloud

- Security is a major strength of private cloud systems. Key security measures include:
- **Dedicated firewalls**
- **Role-based access control (RBAC)**
- **Data encryption at rest and in transit**
- **Intrusion Detection Systems (IDS)**
- **Regular security auditing and vulnerability scanning**

# Private Cloud Technologies & Tools

Tool/Platform	Description
<b>VMware vSphere/vCloud</b>	Enterprise-grade private cloud solution with robust virtualization tools.
<b>OpenStack</b>	Open-source cloud platform to build scalable private clouds.
<b>Microsoft Azure Stack</b>	Extends Azure services into on-premise environments.
<b>Nutanix</b>	Hyperconverged infrastructure for private cloud.
<b>Red Hat OpenShift</b>	For container-based (Kubernetes) private cloud environments.

# Examples

## Organization

**Bank of America**

**NASA**

**Walmart**

## Private Cloud Implementation Description

Uses a private cloud built on VMware for secure financial operations.

Built Nebula (private cloud) for internal research and development needs.

Operates its own private cloud to manage e-commerce infrastructure.

# Hybrid Cloud Computing

- A **hybrid cloud** is a cloud infrastructure that is a **composition of two or more distinct cloud infrastructures** (private, public, or community) that **remain unique entities** but are **bound together by standardized or proprietary technology** that enables data and application portability (e.g., cloud bursting for load balancing between clouds).

# Architecture of Hybrid Cloud

- Hybrid cloud architectures are designed to allow **seamless integration between on-premise/private cloud infrastructure and public cloud services.**

# Key Components:

## Layer

### Private Cloud

### Public Cloud

### Hybrid Integration Platform

### Security and Governance Layer

### Orchestration Layer

## Description

On-premises or hosted infrastructure controlled by the organization.

Third-party services like AWS, Azure, or Google Cloud.

Middleware or APIs for connecting apps and services across both environments (e.g., Azure Arc, Anthos, AWS Outposts).

Unified identity, compliance, and access management systems.

Tools to automate workload movement, provisioning, and monitoring (e.g., Terraform, Kubernetes).

# Key Characteristics

Characteristic

**Interoperability**

**Data Portability**

**Elasticity**

**Centralized Management**

**Secure Communication**

Description

Ability to move workloads across private and public clouds.

Sync and replicate data securely across environments.

Use public cloud for demand spikes (cloud bursting).

Single pane of glass to manage and monitor hybrid environments.

Encrypted channels (e.g., VPNs, dedicated lines) to link cloud services.

# Advantages

Advantage	Description
<b>Flexibility</b>	Run sensitive workloads in private cloud and less critical ones in public.
<b>Cost Optimization</b>	Only scale into public cloud during peak demand, reducing overall cost.
<b>Disaster Recovery</b>	Public cloud can serve as backup or failover system.
<b>Faster Innovation</b>	Developers can test apps in public cloud and deploy in private.
<b>Compliance &amp; Control</b>	Maintain data sovereignty while still leveraging public cloud scalability.

# Challenges

Challenge	Explanation
<b>Complex Setup</b>	Requires integration of different platforms and networks.
<b>Security Management</b>	Must maintain consistent security policies across environments.
<b>Latency Issues</b>	Data transfer between clouds may introduce latency.
<b>Data Synchronization</b>	Keeping data consistent across platforms is non-trivial.
<b>Vendor Lock-in</b>	Proprietary APIs can restrict flexibility.

# Common Use Cases

Use Case	Description
<b>Cloud Bursting</b>	Temporarily scale to public cloud when private resources are exhausted.
<b>Backup &amp; Disaster Recovery</b>	Use public cloud for cost-effective backup and restore options.
<b>Regulatory Workloads</b>	Keep regulated data in private cloud; use public cloud for analytics.
<b>Dev/Test Environments</b>	Build and test apps in public cloud, deploy in secure private cloud.
<b>Edge Computing</b>	Combine edge devices with public cloud for real-time processing.

# Examples

Organization

**Netflix**

**NASA**

**General Electric (GE)**

**Walmart**

Use of Hybrid Cloud

Uses AWS for streaming and a private cloud for backend ops.

Combines OpenStack-based private cloud with Amazon GovCloud.

Uses Predix (private cloud) integrated with Microsoft Azure.

Hybrid architecture with its own cloud platform + public cloud.

# Technologies & Tools Enabling Hybrid Cloud

Tool/Service	Function
<b>AWS Outposts</b>	Brings AWS services to on-premise data centers.
<b>Azure Arc</b>	Manage on-premise and multicloud resources from Azure.
<b>Google Anthos</b>	Unified platform to manage apps across on-prem, GCP, and other clouds.
<b>VMware Cloud Foundation</b>	Hybrid cloud platform integrating vSphere, vSAN, and NSX.
<b>IBM Cloud Satellite</b>	Secure cloud services anywhere: edge, on-prem, or public cloud.

# Security in Hybrid Cloud

- Security in hybrid environments must be **consistent and centrally managed**. Key approaches include:
- Unified identity & access control (e.g., SSO, LDAP).
- Zero Trust Network Architecture.
- End-to-end encryption.
- Centralized logging and monitoring (e.g., SIEM).
- Continuous compliance auditing.

# Community Cloud Computing

- A **community cloud** is a cloud infrastructure that is **shared by several organizations** and supports a **specific community** that has **shared concerns** (e.g., mission, security requirements, policy, compliance considerations).
- It may be **managed by the organizations** or a **third party**, and it may exist **on-premises or off-premises**.

# Architecture of Community Cloud

- A community cloud's architecture is **similar to private cloud** but **shared among multiple trusted organizations** that agree on common policies and objectives.

# Key Components:

Layer	Description
<b>Infrastructure Layer</b>	Physical or virtual servers shared among community members.
<b>Virtualization Layer</b>	Hypervisors manage multi-tenant isolation (e.g., VMware, KVM).
<b>Cloud Management</b>	Centralized tools for provisioning, orchestration, and resource governance.
<b>Security &amp; Compliance</b>	Controls tailored to meet regulatory or sector-specific standards.
<b>Governance Layer</b>	Defines policies for usage, billing, access rights, and audit logging.

# Deployment Models:

- **Internally Hosted** (e.g., a consortium of universities managing their own infrastructure)
- **Third-Party Hosted** (e.g., a cloud vendor hosting on behalf of the community)

# Key Characteristics

## Feature

### **Shared Purpose**

## Description

Built for organizations with common missions or needs (e.g., government, healthcare).

### **Collaborative Ownership**

Joint investment, usage, and decision-making.

### **Customized Policies**

Policies are aligned with specific community goals.

### **High Trust Environment**

Participants usually have pre-established trust or legal agreements.

### **Sector-Specific Optimization**

Optimized for particular domains like education, research, or healthcare.

# Challenges

## Challenge

**Governance Complexity**

**Dispute Resolution**

**Limited Scalability**

**Long Setup Time**

**Cost vs. Value**

## Explanation

Requires coordination between multiple stakeholders.

Conflicts over policies or billing may arise.

May not scale as flexibly as public clouds.

Establishing trust, agreements, and infrastructure takes time.

If not enough members, it might become cost-ineffective.

# Use Cases of Community Cloud

Sector

**Government Agencies**

**Healthcare Institutions**

**Educational Consortia**

**Banking & Finance**

**Research Labs**

Use Case

Inter-departmental cloud to share applications, citizen data, security tools.

Shared cloud to manage patient data, comply with HIPAA.

Universities pooling resources for research, learning management, data centers.

Shared infrastructure to ensure consistent fraud detection and KYC systems.

Shared environment for data-intensive simulations and AI models.

# Examples

## Organization/Consortium

**OpenStack-based Community Clouds**

**NJEDge.Net (USA)**

**GovCloud (U.S.)**

**HealthShare NSW**

## Description

Used by European academic and research institutions (e.g., CERN, GÉANT).

A consortium cloud for higher education and government in New Jersey.

A special community cloud setup by AWS for U.S. government agencies.

Australian shared health cloud infrastructure for public health organizations.

# Security in Community Cloud

- Security measures are implemented to serve multiple but aligned organizations:
- **Federated Identity Management** (e.g., SAML, OAuth)
- **Data Encryption** (at rest and in transit)
- **Auditing and Compliance Logging**
- **Role-Based Access Control (RBAC)**
- **Shared Risk Management Policies**

# **Cloud Deployment Models with Nepal-Specific Examples**

Cloud Model	Real-Time Example in Nepal	Domain	Deployment & Purpose
Public Cloud	eSewa, Khalti using AWS/Azure	Digital Payments & Fintech	eSewa and Khalti use public cloud providers (AWS, Azure) to host their applications, ensuring scalability and availability across Nepal. They use public cloud for payment gateways, digital wallets, and mobile apps.
Private Cloud	Nepal Rastra Bank (NRB) Private Data Center	Central Banking & Regulation	NRB maintains its private cloud infrastructure to host sensitive financial data, regulatory applications, and interbank settlement systems to ensure data sovereignty and comply with financial security standards.
Hybrid Cloud	Nepal Telecom (NTC) - Private Cloud + Google Cloud for disaster recovery	Telecommunications	Nepal Telecom operates private cloud infrastructure for core operations but uses Google Cloud for disaster recovery and backup services. This ensures business continuity while keeping critical data on-premises.
Community Cloud	National Education Network (MoEST + Tribhuvan University collaboration)	Education & Research	MoEST (Ministry of Education, Science & Technology) collaborates with Tribhuvan University and other institutions to create a community cloud for shared learning management systems (LMS), research data repositories, and academic collaboration platforms.

# Nepal-Specific Scenarios for Each Cloud Model

Model	Scenario in Nepal	Example Use
Public Cloud	Small startups and e-commerce sites in Nepal (Daraz Nepal, Foodmandu) use public clouds like AWS to manage customer data, e-commerce apps, and logistics.	
Private Cloud	Large banks (Nabil Bank, NIC Asia) operate private cloud environments for sensitive financial transactions, ensuring compliance with NRB regulations.	
Hybrid Cloud	Hospitals like <b>Grande International Hospital</b> may use on-premises servers for Electronic Health Records (EHR) while utilizing public cloud services for telemedicine platforms.	
Community Cloud	Government agencies like <b>Department of Hydrology and Meteorology (DHM)</b> and universities could share infrastructure to collaborate on climate research, disaster management, and GIS data sharing.	