Putting all resources related to a gateway, microservices, databases, and other components under a single resource group is a common practice in Azure, and it has several advantages and some potential downsides. Here's a detailed look at both:

Advantages

1. Simplified Management:

- Unified Management: All related resources can be managed together, making it easier to apply policies, monitor resources, and perform operations such as backup and disaster recovery.
- Single Pane of Glass: Viewing and managing all resources from a single resource group can simplify operations and provide a clear overview of the application's components.

2. Resource Group Level Operations :

- Bulk Actions: You can perform bulk actions such as starting, stopping, or deleting all resources in the resource group simultaneously.
- Access Control: Managing access control is simplified as you can assign
 roles and permissions at the resource group level rather than on individual
 resources.

3. Deployment and Automation:

- **Deployment Automation**: Infrastructure as Code (IaC) tools like ARM templates, Terraform, and Ansible can deploy all resources in a single resource group, making automated deployments easier.
- Consistent Configuration: Ensures that all related resources are consistently configured and deployed together.

4. Billing and Cost Management:

• Cost Tracking: It becomes easier to track and manage costs for all resources related to a specific application or service since all related costs are aggregated under a single resource group.

Potential Downsides

1. Resource Limits:

- Quota Limits: Resource groups have certain limits on the number of resources (e.g., VMs, IP addresses) they can contain. If your deployment is very large, you may run into these limits.
- Management Overhead: Managing a very large number of resources within a single group can become cumbersome.

2. Security and Access Control:

• Granular Permissions: If different teams need access to different sets of resources, managing granular permissions can become complex when all resources are in a single group.

3. Organizational Constraints:

• Organizational Boundaries: If your organization prefers to separate resources by function, environment (e.g., dev, test, prod), or department, placing all resources in a single group may not align with these organizational boundaries.

4. Disaster Recovery:

• Recovery Scope: In case of a disaster recovery scenario, it might be necessary to recover only specific parts of the application. Having everything in a single resource group could complicate such selective recovery efforts.

Recommendations

1. Logical Grouping:

• Group related resources together logically. For example, consider creating separate resource groups for different environments (e.g., rg-app-prod, rg-app-dev), or for major functional components (e.g., rg-app-gateway, rg-app-services).

2. Access Control and Security:

• Use resource groups to enforce security boundaries. Apply role-based access control (RBAC) at the resource group level to manage who can access which resources.

3. Consider Limits:

• Be aware of Azure's resource group limits. If your deployment is large, plan to distribute resources across multiple resource groups to avoid hitting these limits.

4. Resource Tagging:

• Use tags to organize and manage resources across resource groups. Tags can help in identifying resources that belong to a specific application, environment, or cost center.

Conclusion

Using a single resource group for all related resources is a viable strategy and can simplify management, especially for small to medium-sized deployments. However, consider the potential downsides and plan your resource organization according to your specific needs, organizational policies, and Azure best practices.