

Task 1: Install terraform and Azure CLI

1. Use official guidelines to install the latest version of terraform and Azure CLI
2. Authenticate with Azure CLI
3. Set the exercise subscription as default for Azure CLI
4. Provide console print screen:
 - 4.1 Time and date when the exercise was worked
 - 4.2 Output of the terraform command that will print out the Terraform version installed
 - 4.3 Azure CLI output of the current subscription

Task 2: Define your first terraform infrastructure code

1. Add minimal provider configuration and initialize terraform
 - 1.1 Create file called "main.tf"
 - 1.2 Inside the file add the minimal configuration needed which is provided on **terraform registry** site for the Azure Provider (**azurerm**) following the instructions from the **USE PROVIDER** link near the top right corner of the page. (Every provider in terraform registry has instruction on how to use the provider, the configuration Arguments, along with some examples).
 - 1.3 Save the file
 - 1.4 Initialize terraform. The output of the command should not show any errors.
 - 1.5 Execute **terraform plan** of the current terraform code. The output should not show any errors and will say that there are no changes (this is expected since we still don't have any infrastructure resources defined)
 - 1.6 Beneath the block for the provider add the following code block

```
data "azurerm_subscription" "current" {}
```

- 1.7 Execute **terraform plan** once again. This time it will throw you an error.
 - 1.7.1 Read the content of the error and see what you are missing.
 - 1.7.2 Go back to the azurerm terraform registry page and see the Example Usage code block.
 - 1.7.3 Compare the problematic block with the one in the example.
 - 1.7.4 Scroll down to **Argument reference** part of the page and see the required arguments for the provider block. (The Argument reference part of the provider or resource description gives us information about the arguments that we can configure on one provider or resource and most importantly the mandatory ones marked as **Required**)
- 1.8 Make the corrections and execute another terraform plan command. This time you should not see any errors and changes.
2. Usage of static provider version
 - 2.1 Currently our version of azurerm provider is set to fixed value, which is not always a good practice because we rarely think about upgrading the provider version in normal work.
 - 2.2 Set the azurerm provider to version 3.35.0

2.3 Add the code block bellow to your code:

```
resource "random_string" "random" {
  length  = 8
  special = false
  lower   = true
  upper   = false
}

resource "azurerm_resource_group" "example" {
  name       = "${random_string.random.result}-rg"
  location   = "West Europe"
}

resource "azurerm_storage_account" "example" {
  name                                = "${random_string.random.result}sa"
  resource_group_name                 = azurerm_resource_group.example.name
  location                            =
  azurerm_resource_group.example.location
  account_tier                       = "Standard"
  account_replication_type           = "GRS"
  blob_properties {
    restore_policy {
      days = 7
    }
  }
  tags = {
    environment = "staging"
  }
}
```

2.4 Let's see the plan of our code

2.4.1 Execute **terraform plan**.

2.4.2 Now we have problem that terraform is initialized with different provider version and we must reinitialize with "upgrade" terraform to get the assigned version.

- Execute **terraform init -upgrade** command to accomplish that. (This is required whenever we work with already initialized terraform working directory.)

2.4.3 Since we have reinitialized and updated our working directory, we can proceed again with the **terraform plan** command.

2.4.4 Now the output gives us another error which says that the block 'restore_policy' is not expected in our "azurerm_storage_account" resource. But why is that?

- Go to the terraform registry and read the provided documentation for the "azurerm_storage_account" resource. Check the blob properties block and check if it has description for field named restore_policy.
- The field is present, then why do we have the issue?

- When we browse terraform registry we are always forwarded to the latest version of the provider. What version of the provider do we have? Isn't it 3.35.0.
- Let's see the documentation for version 3.35.0 of azurerm provider for the "azurem_storage_account" resource. Check the blob properties block and check if it has description for field named restore_policy.
- The field is not present in version 3.35.0 and this is causing our problem. The change for the restore_policy on the blob_properties is introduced in version 3.36 of the azurerm provider and we have set fixed version of 3.35.0 for the provider.
- In order to fix this we would need to allow our terraform code to be able to automatically upgrade to the latest version of the provider by default. But, at the same time we would need to setup the minimum allowed version for which our code works, and that is 3.36.0

2.5 Allow automatic updating of azurerm provider to the latest version, but with minimum version of 3.36.0

2.5.1 Go to your provider configuration and replace the current version with ">= 3.36.0" (allow azurerm version that is greater or equal to 3.36.0)

2.6 Check the result of terraform plan now. Don't forget to reinitialize with upgrade.

2.6.1 Again, we have issues with our code?

- Well in the latest provider documentation for "azurem_storage_account" for the restore policy it says that must be used together with delete_retention_policy set, versioning_enabled and change_feed_enabled set to true. This is the reason why we must consult terraform registry constantly and read the documentation for the resource configuration more carefully.

2.6.2 Add the following code below the restore_policy block:

```
delete_retention_policy {
  days = 8
}
versioning_enabled = true
change_feed_enabled = true
```

2.7 Check the results from your terraform plan now. There should be no issues and it will show what it will manage. Take the time to answer the following questions:

2.7.1 How many resources have you defined in your code and how many resources does the plan output show? Are they the same and why?

2.7.2 What is the location of your resource group and what is the location of the storage account?

2.8 Deploy your code to on the subscription and answer the questions below:

2.8.1 How many resources do you have on your subscription? (To list all resources, type "All resources" in the search bar on the top in Azure Portal)

2.8.2 Are the number of resources shown in the All resources portal window the same with the ones from your plan?

2.8.3 Give short explanation about the resources that are not shown?

2.8.4 Provide print screen of your portal with all resources.

IMPORTANT!!! Make sure you have the correct subscription selected if you already have multiple.

Task 3: Using variables and outputs

1. Using input variable

- 1.1. While you're in the same directory from the previous task, create a file named variables.tf
- 1.2. Define the variable from the code below in the variables.tf file.

```
variable "my_name" {  
  type = string  
  description = "First name of the student"  
}
```

- 1.3. Reference the input variable value in your code in the beginning of the name of the resource group

```
resource "azurerm_resource_group" "example" {  
  name      = "${var.my_name}-${random_string.random.result}-rg"  
  location  = "West Europe"  
}
```

- 1.4. Define another variable of type string named "location" with default value of "West Europe" and description "The location where all resources will be placed.". Use the definition of step 1.2 as reference and search in terraform documentation for defining a default value in a variable.
- 1.5. Reference the location variable as the location for the azurerm_resource_group resource. Use the example in step 1.2 of referencing the value but this time without the use of interpolation.
- 1.6. Execute terraform plan.
 - 1.6.1. You are seeing that the code is asking you to insert an input value. Type your first name in lowercase and press enter.
 - 1.6.2. Please answer the following questions:
 - How many variables do we have defined, and which are they?
 - Why did terraform ask us to input a value only for the my_name variable?
- 1.7. Define input variable value in file
 - 1.7.1. To allow automation we would need to have the non secret variables defined in a tfvars file named "inputs.tfvars" that you will create.
 - 1.7.2. Define the value of the my_name variable inside the inputs.tfvars file like below:

```
my_name = <add_your_name_with_lower_letter_in_quotes>
```

- 1.7.3. Execute terraform plan command with the option -var-file=inputs.tfvars
- 1.7.4. The plan should try to destroy 2 resources and create 2 resources.

2. Using local values

- 2.1. In main.tf before the data block create locals block where we will define a local value named resource_prefix where we will concatenate the input variable my_name with the generated value from the random string resource like shown below:

```
locals {  
  resource_prefix = "${var.my_name}${random_string.random.result}"  
}
```

- 2.2. Add this resource_prefix as prefix of the name of the azurerm_resource_group and azurerm_storage_account resources. (This is very useful for standardizing and differentiating resources when deployed on portal.) Here is an example for the resources group and you should apply the same concept for the storage account.

```
resource "azurerm_resource_group" "example" {  
  name      = "${local.resource_prefix}-rg"  
  location = var.location  
}
```

- 2.3. Execute the terraform plan with the input variable file switch. It should show you again 2 resources for destroy and 2 resources to create.

3. Using output values

- 3.1. To display some values from our resources we need to define the output values. For better visibility create an output.tf file where we will place all output values that we want to display after applying.
- 3.2. Inside the outputs.tf file define an output value named resource_group_name with the value of the name of the resource group that we create, like shown below:

```
output "resource_group_name" {  
  value = azurerm_resource_group.example.name  
  description = "The name of the resource group we deployed"  
}
```

- 3.3. Do the same for the output value named storage_account_name where the value will be the name of the storage account by using the example from step 3.2
- 3.4. Execute the terraform plan with the input variable file switch. It should show you again 2 resources for destroy and 2 resources to create. You will also see at the bottom that there will be outputs.
4. Understanding the reason why our resources are being destroyed
 - 4.1. When you execute terraform plan it will give you information about the resources and parameters that are being created with "+", destroyed and recreated with "-/+", the ones destroyed with "-" and the ones that will be modified with "~".
 - 4.2. In this task we will need to go over our terraform plan and identify the reasons why our resources are being replaced.
 - 4.2.1. Search for the term "forces replacement" and note the resource name and the parameter that forces replacement. Describe the reason behind it
5. Apply the terraform code and write down the outputs