

Watson AIOps

Proactive Incident Resolution

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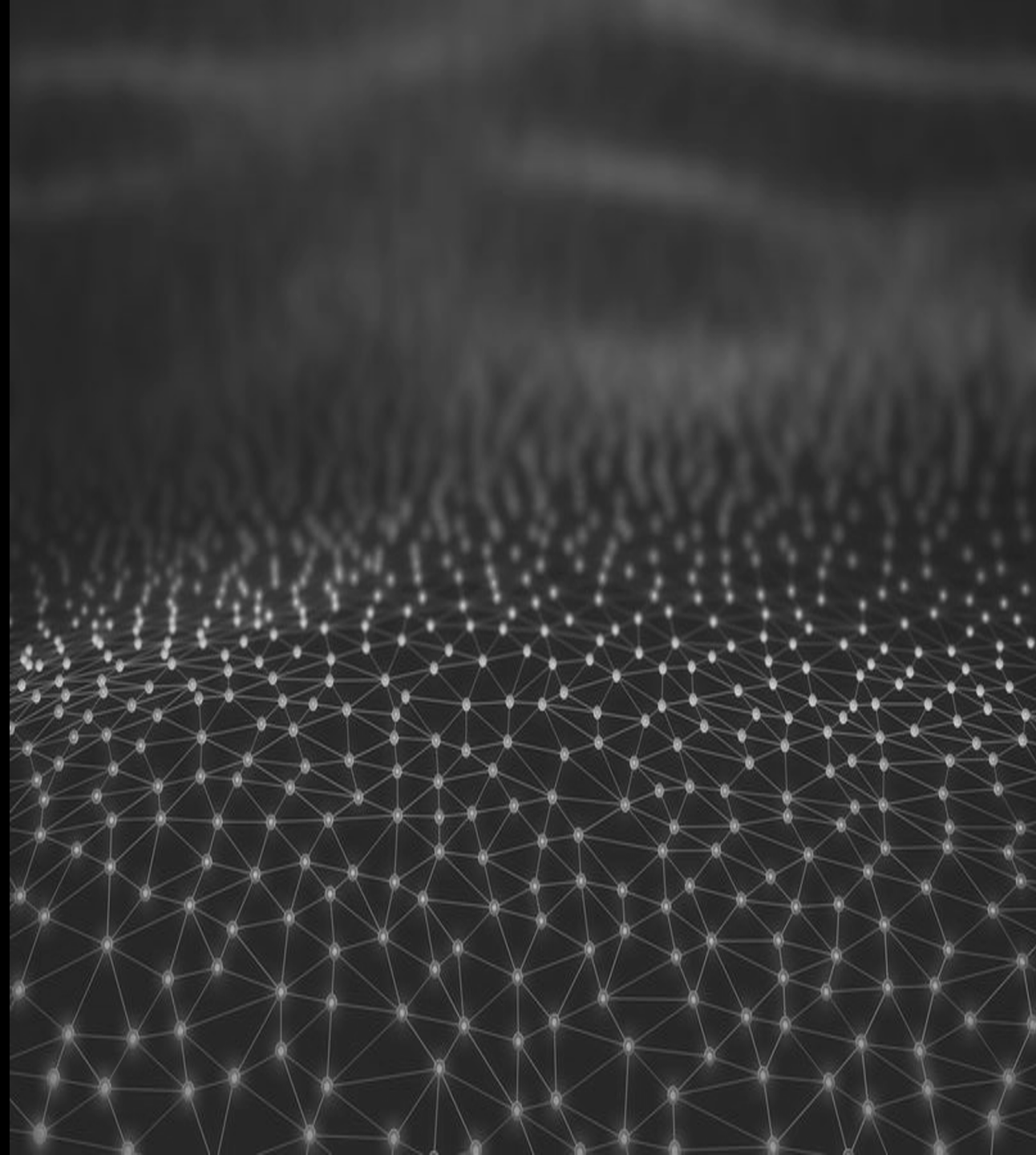
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Thousands of IT incidents per month

100x increases in IT data

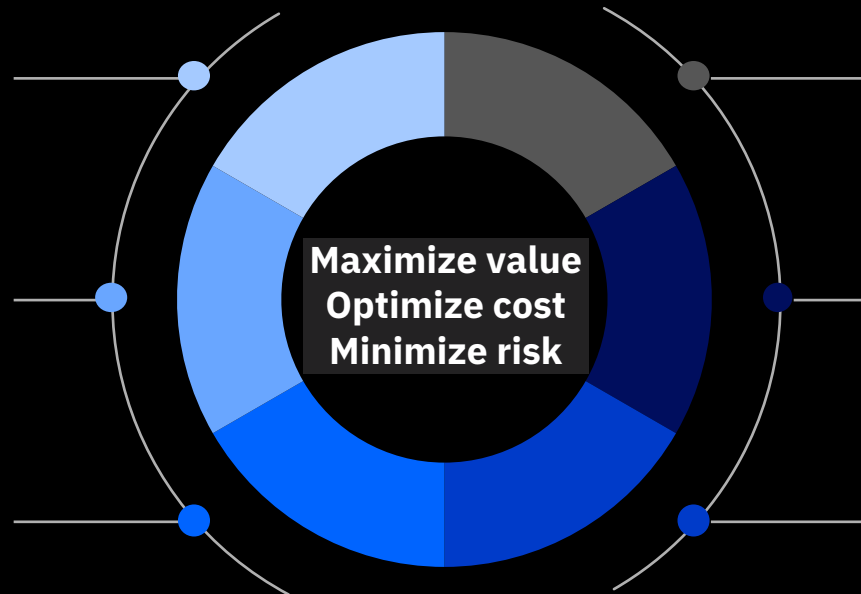
Less than 1% of your alerts are critical but cost \$420K per hour in downtime if not detected



As Development, Security and Operations converge, we need an intelligent and integrated approach to IT Operations

AI for IT core principles

- Multi-Cloud Management**
 - Cloud-native & VMs
 - Private Cloud & On-premises
- Application-centric IT operations**
 - Collaboration on single platform
 - Holistic view x-application stack
- Security & compliance by design**
 - Policy-driven deployments and application monitoring



ChatOps & Dashboard

Bring insights where people work
Transform your operating model

Open ecosystem

Integrates with best-of-breed tools
Built with Open Source

AI at the core

Consistent AI to simplify,
automate & prioritize work

IT Grappling With New Challenges

IBM surveyed senior IT leaders and teams to understand the need for AI in IT.

CIOs

Innovation v. Stability

Thousands of IT incidents per month

9 incidents will be critical, costing **\$139k each** on average

Impacts compound with regulator penalties, SLA penalties, and reduced customer LTV

Negotiating Complexity & Scale

Days to detect and diagnose a complex issue

Major outages can cost up to **\$420k per hour**

IT Ops Teams

Overwhelmed by disparate tools

Struggling with inconsistent alerts, interruptions across sources

Flood reduction tools are **not transparent**

Workflow interrupted to swap between incomplete tools

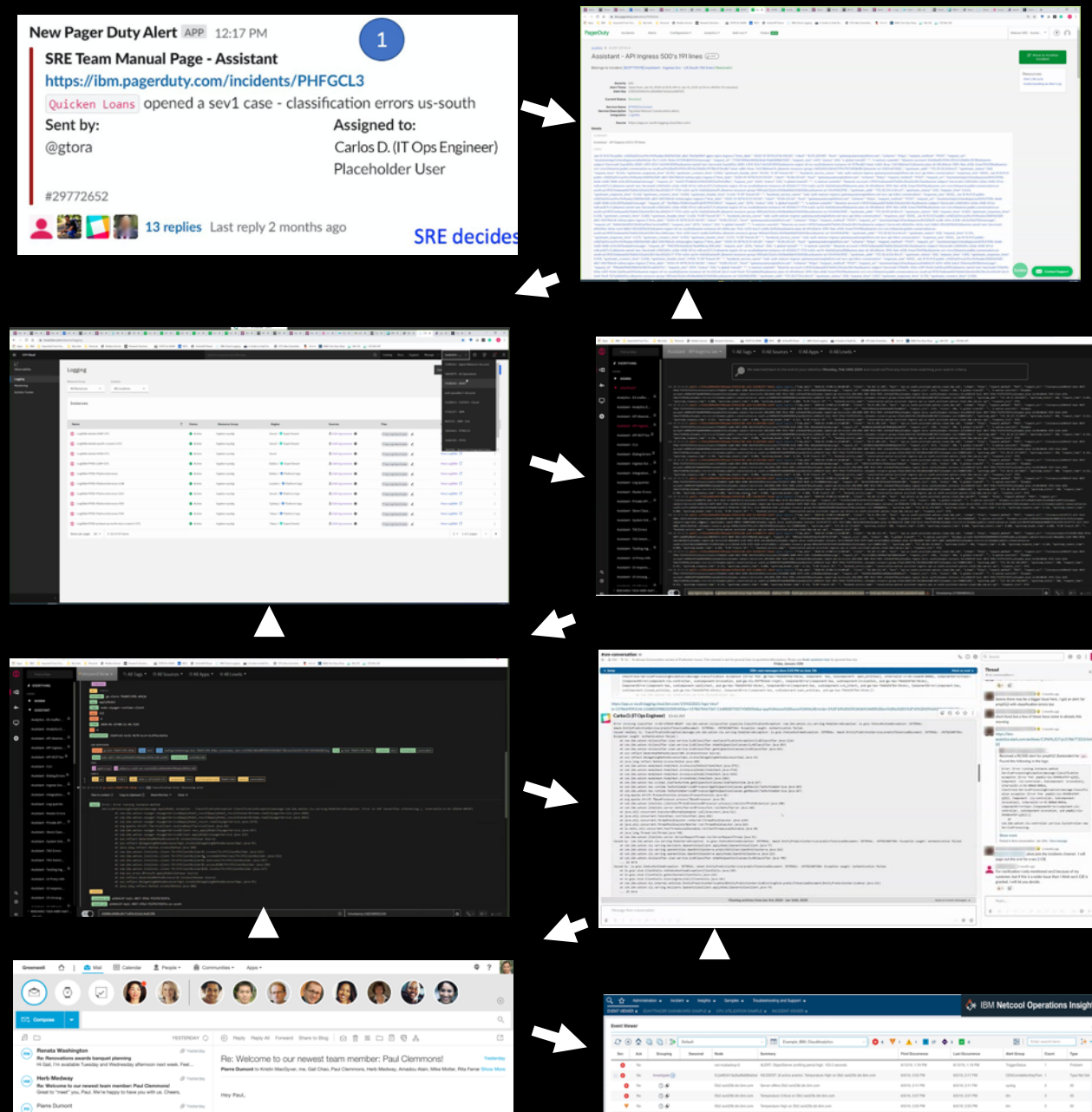
Burnout & Skills

Only 10% percent of FTEs **have 90% of critical expertise**

Teams & CIOs struggle with talent risk

\$1.2M spend per service in highly skilled FTEs to meet SLA and resiliency demands

Today?



Today

4hr 53min

17

10

\$135K



Time



of Steps



of Responders

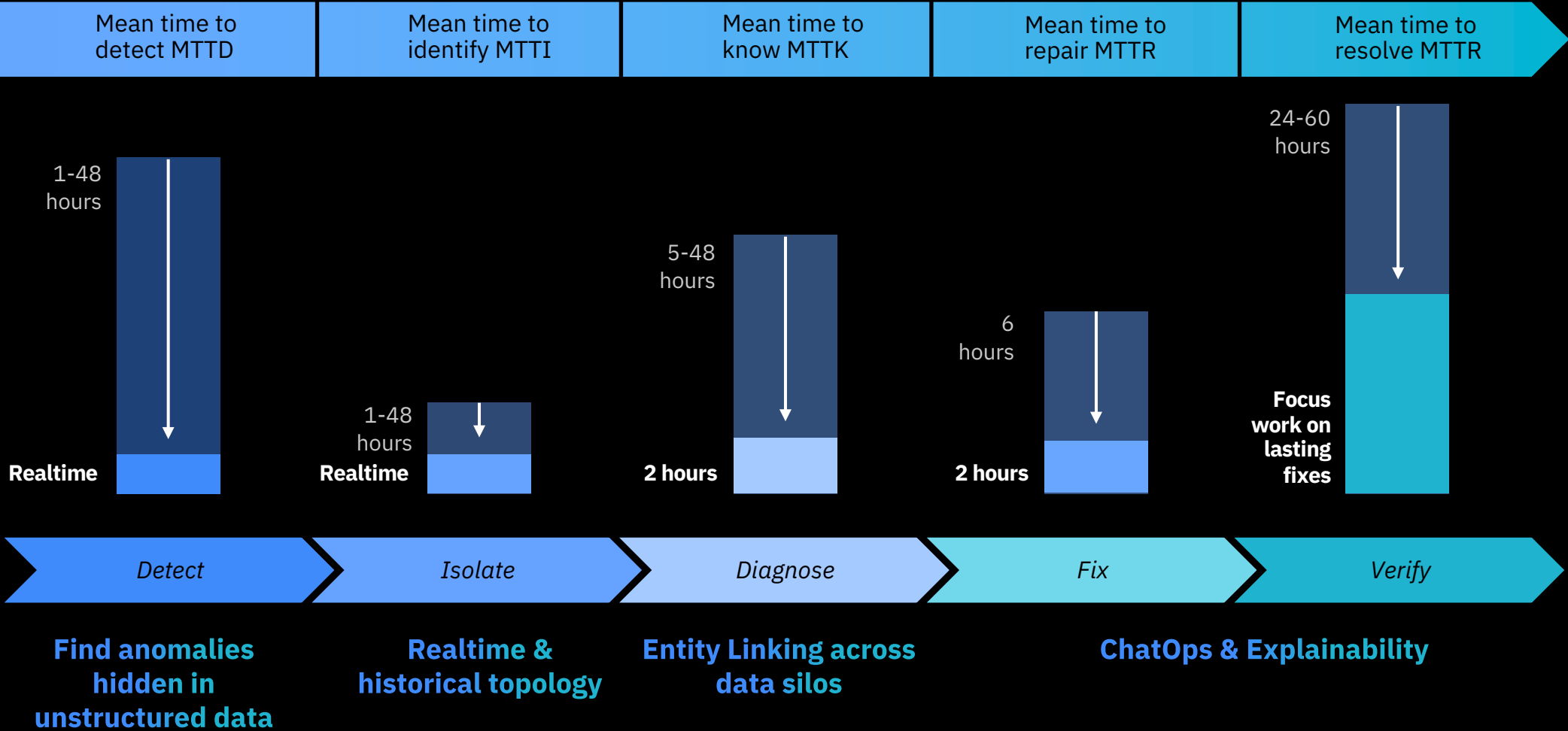


Cost per incident



The world with AIOps:

Challenges in incident management & resolution



Watson AIOps

Leveraging unstructured data and real-time analysis, Watson AIOps rapidly brings new insights where people work

DISCOVER HIDDEN INSIGHTS

- Effective log anomaly detection
leveraging OpenSource DRAIN log parsing augmented with proprietary Watson AI technology
- Extract entities for reconciliation
- Identifying similar incidents
using NLP techniques to extract action phrases delivers a more effective next-best action and accelerates time to resolution.

CONNECT THE DOTS

- Combine multiple signals across different data channels
- NLP entity extraction methods that go beyond patterns or time-series analysis
- Recognize similar incidents with a historic issue context graph.
- Filter and prioritize what requires attention

SURFACE ADVICE WHERE PEOPLE WORK

- Bring insights into existing workflows or ChatOps
- Offer clear reports for effective decision making
- Explainability for trusted recommendations
- Learn from user interactions
- Automate with confidence

More than 120 patents applied

Watson AIOps – Solution Overview

Understand your environment

Unstructured Data

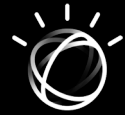
- Logs
- Tickets
- *Future: chats, collaboration*

Structured Data

- Topology
- Metrics
- Events
- Alerts

Input
Data

to
AIOps



IBM AIOps

- Combine signals across data channels
- Unstructured data analysis to detect hidden anomalies and identify similar incidents
- Filter and triage to support and streamline efforts

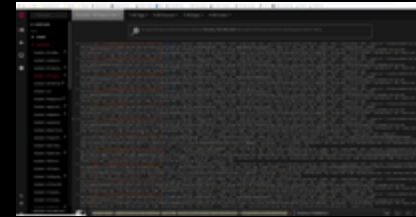
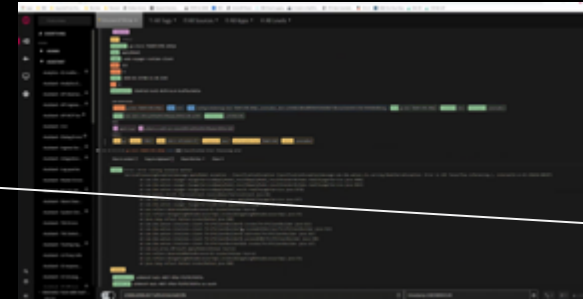
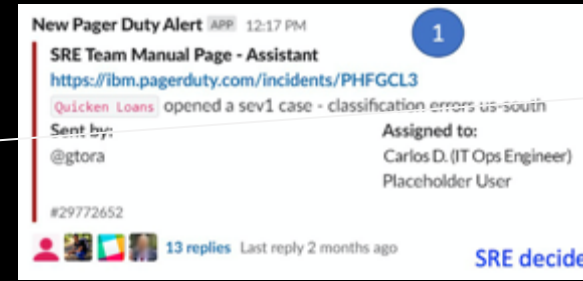
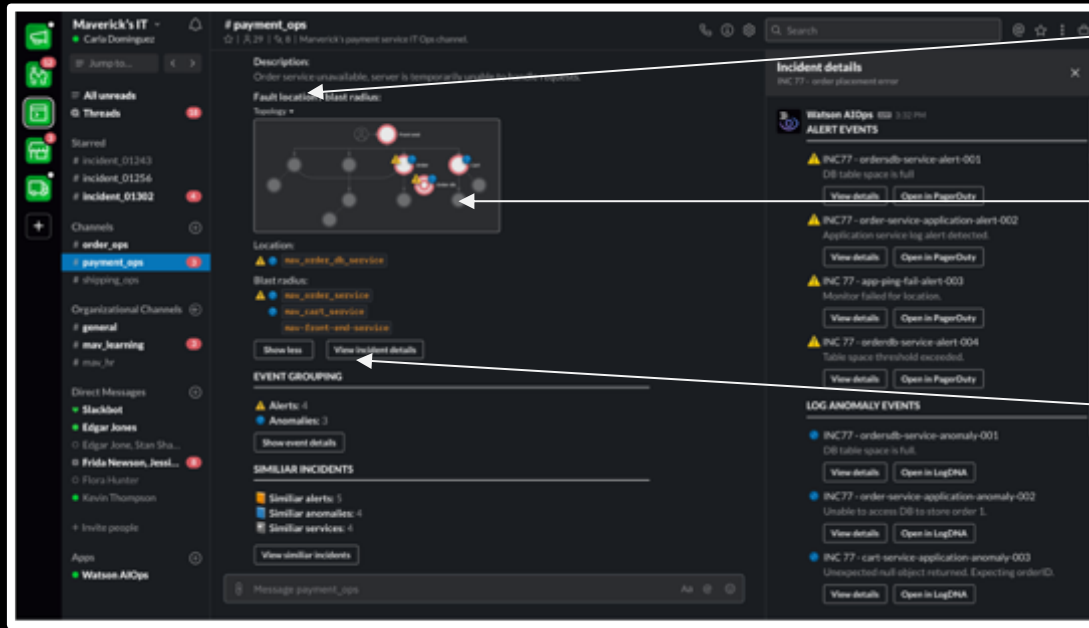
Send
Insights

to SREs

Improved Incident Resolution

- ✓ Insights, advice and next-best-actions to accelerate workflow
- ✓ Delivered in ChatOps for teams to act on in real-time
- ✓ Integration to external tools & dashboards for stakeholders and reporting

Today with AIOps



- Accelerate / skip diagnosis steps
- Assist engineers to become more effective
- Automate response to events & incidents
- Remove subjective decision making in favor of evidence-based machine learning guidance
- Organize and simplify the tools and data presented to an operator

Yesterday

4hr 53min

17

10

\$135K

Today



Time

14min



of Steps

4



of Responders

1



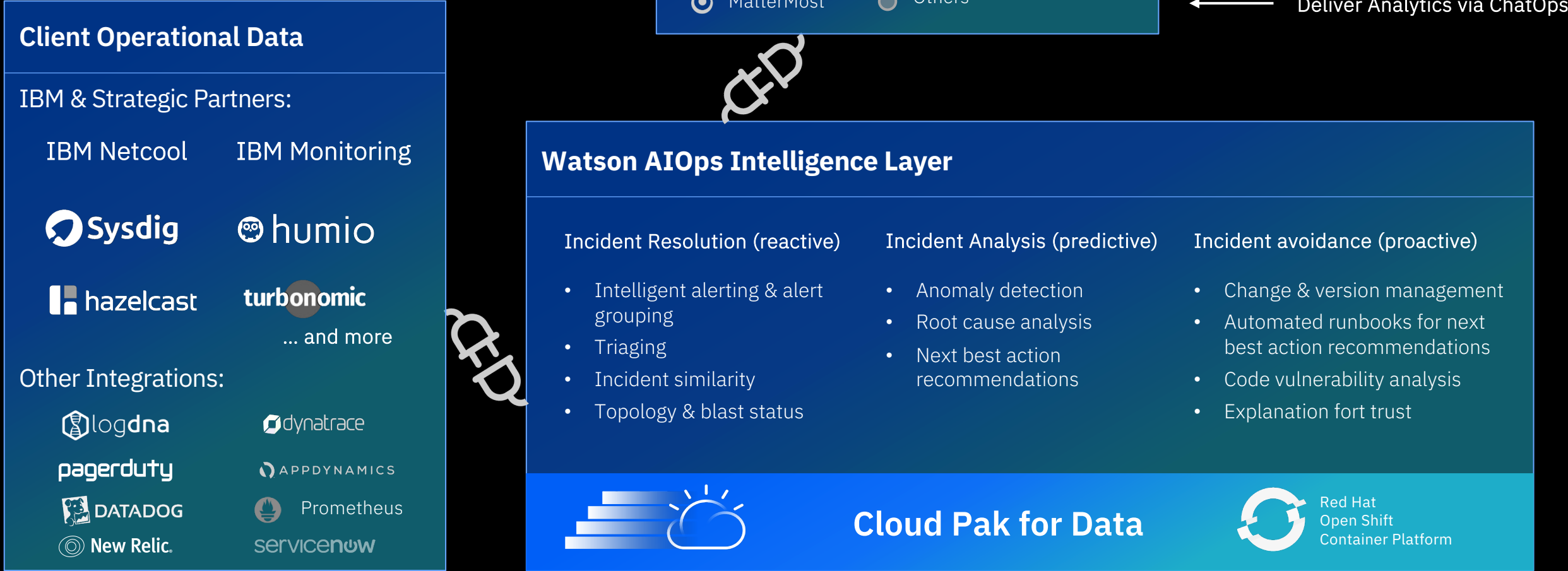
Cost per incident

\$6K



Watson AIOps

High level architecture



IBM applying Watson AIOps

Watson AIOps in use with scaled IBM SaaS offerings

IBM

DB2

Summary

- Using Watson AIOps on Db2 on Cloud offerings
- Further improving uptime and resiliency on scaled, SaaS product, with 1000's of clients
- Applying IBM's best of breed tools for internal-use

Benefit

Before:

- Anomaly detected after the fact, but no clarity on actual cause of issue.
- 2 hours to manually uncover incident cause

After:

- Irregularities discovered 47 minutes before incident occurrence
- Easily able to traceback to original error in logs, helping quickly identify cause

Impact of AI on IT Operations

Efficiency, cost savings and a foundation built in DevSecOps to gain meaningful business value from IT operations

\$420k

saved*

by reducing outage costs
by 1 hour

50%

less cost

in labor by up-skilling IT
operators with AI-
powered insights

25%

more initiatives

Get job done faster and
focus on new initiatives.

“...we've gotten much better at understanding some of the issues buried within our data. Being able to draw insight from within our logs and other unstructured data has helped us to progress in addressing anomalies quickly. It also has addressed a challenge our engineers have had with the task of combining and working with data and chatter across different tools. Watson AIOps brings it all together, allowing our engineers to respond faster and much more effectively.”

- David Almendros, Artificial Intelligence Director at CaixaBank

Your Next Steps

Summary

The scale and complexity of today's IT environments creates extraordinary opportunities for CIOs. With application portfolios doubling in size every five years, the quantity of IT data has grown exponentially.

With AIOps, CIOs managing the tension between innovation and stability can finally use AI to harness the power of their data, simplifying labor-intensive activities and giving teams the actionable insights needed **to proactively resolve outages, confidently automate, and build an integrated DevSecOps operating model.**

IBM AIOps Clients Can:

- \$420k saved by reducing outage costs by 1 hour
- \$139k per incident avoided
- 50% less cost in labor by up-skilling IT operators with AI-powered insights
- 25% more initiatives
- Improvement to MTTD, MTTI, MMTK and MTTR

Learn More:

[Link: AIOps from IBM](#)

[Link: Watson AIOps Overview Page](#)

Thank you

The journey with AIOps:

AI provides long-term value & ROI via continuous learning



- Use AI to accelerate shift to greater automation, more sophisticated ITOM practices
- Compounding value of AI with each new learning, new data source, and each element unstructured data leveraged

Continuous AI Learning

Infused AI for Intelligent IT Operations

AI at the core of IT workflows

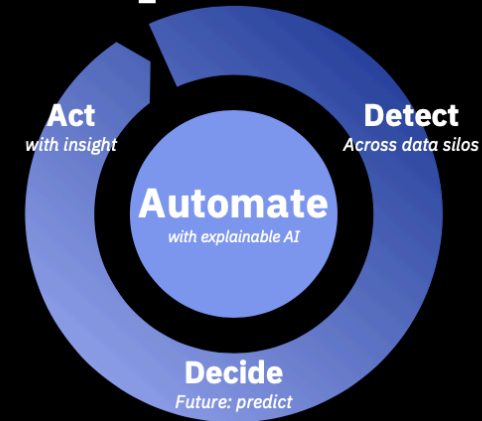
*Harness the power IT data to reduce toil
and free skills and resources for
innovation that matters*

Deliver insights where teams work

*Insights delivered to a converged
DevSecOps team's preferred user
experience*

Understand your Applications

*Open management platform to maximize
impact across business workflows*



Proactive Incident Resolution

Automated Application Scaling and Deployment

Intelligent Governance, Risk, Compliance

Extend existing investments

Ecosystem of best in class tools



Unique Approach to AIOps

Leveraging 120 IBM patents in AI and ITOM

Capabilities & Algorithms

Summary

Impact

Linking signals in structured & unstructured data

- Connect the dots across log, metric, ticket, and other data sources
- Natural language understanding and holistic problem context

- Reduce toil by saving SREs workflow steps and improving signal:noise with synthesized insights.
- Faster resolution via more prescriptive, higher confidence recommendations

Fault Localization & Blast Radius

- Pinpoint the problem in your application topology
- Visibility into 2nd order impacts and dependencies

- Accelerate location of root cause
- Get ahead of outage spread, accelerating overall resolution time

Log Anomaly Detection

- Leverage IBM's leadership and proprietary technologies in ML for unstructured data and natural language to detect anomalies

- Faster detection and resolution
- Detection of "dark debt" and hidden anomalies

Similar Incidents & Action Recommendations

- Mine past tickets and institutional knowledge to find similar past incidents and resolution actions

- Accelerate diagnosis and resolution with AI-powered advice at SRE's fingertips.

ChatOps Integration

- Insights & recommendations made available in collaboration tools

- Insights where collaboration happens keeps workflows focused and accelerates time to resolution.

Underlying Platform

Open

- Any cloud, via IBM's Cloud Pak for Data
- Any collaboration platform (Slack, Teams, etc.)
- Integration with variety of IT Ops tools

- Greater flexibility to meet environment, users, and workflow requirements
- Extend the value of your current toolchain with AI

AI Model Management

- AI life cycle management capabilities via integration with IBM's best in class toolchain for Enterprise AI

- Transparency into and management of AI (ex: continuous learning, fairness, drift, data lineage)

Real-time Data

- Streaming real-time data from existing ITOM investments

- No duplicate data lake, avoidance of cost and complexity