

# IT Architecture: From SOA To Microservices



Stefano Priola CTO  
Roma ,December 17, 2019



## Agenda

- Why?
- Culture
- Technology
- Principles & Practices

We enable banks and fintechs to innovate thanks to our proven open banking system, that is easy to integrate and customise, and minimises time to market



# Who is Centrico?

- Operational and IT backbone of Sella Group since 1968
- Autonomous company since June 26th 2018 (Net equity €23m)
- «Società strumentale» authorized by Bankit since December 30th 2018, in operations since March 1st 2019
- IT and BPO full outsourcing supported by 500 HC in Italy, 400 HC in Romania and 300 HC in India (800 IT and 400 BPO)
- 2 global in house centers (GICs) that offer direct access of useful, specialized and talented resources in India and Romania

# IT Core banking LDS and Metrix

## Metrics

>3 milions of accounts

>2 milions of transactions/  
day

**>7 milions of API calls/ day**

>3,000 Tb of storage

>1.700 change request  
every year

>120.000 POS

## Complexity

>350 locations in 3 countries

>5.500 users

>€36bn of Assets

>1.700 server in private  
cloud

>8.000 devices managed

## Service Levels

RTO 12h

RPO 0

99.987% availability (2013-  
2018)

# BPO already manages important volumes

## Services

Complete back office operations and document management

Credit Practices issued

Inbound call, chat e email

**Robot Process Automation**

## Metrics

> 40Mln tickets/year  
(data entry – processing – digitazion– archiviatiion)

>28k/year

>1Mln contacts per year

169 flows managed by Robots

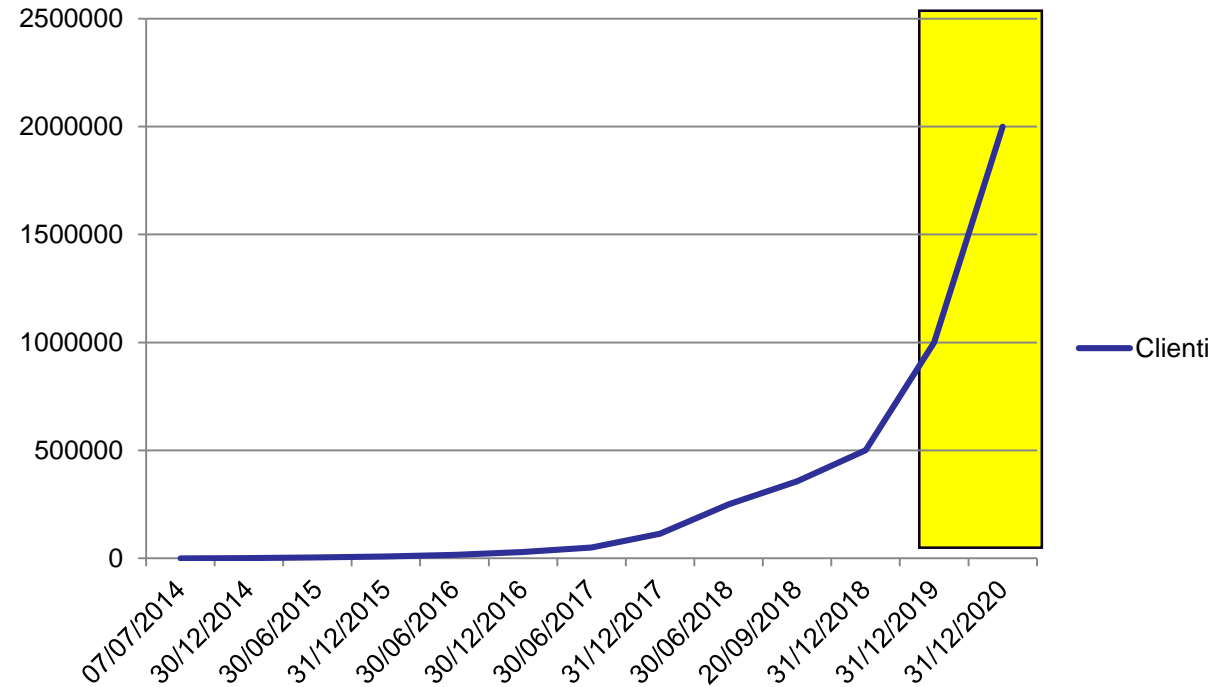
# Centrico IT System reliable and flexible

- 80% of the modules developed internally, mainly in java (java ee) with verticalisation in .NET
- Cobit, Itil, Togaf, Agile Scrum
- Native, 24 x 7, continuous Integration, continuous Delivery
- API exposure to services, container ready
- 2 proprietary data centers, infrastructure automation ready
- virtual team components CERTfin Italy

# Why Architectural Change?



# Why?



Hype customers trend (forecasting in yellow)

# Why?

- **Speed and simplicity.** time to have a server, who I have to ask what?...
- **Capacity to scale**
- **Minimization of risk.** Fewer failures, Faster recovery.
- **Increased efficiency in software development.** Less time doing rework. More time doing new work.
- **Cost savings.** more servers managed per person
- **Improve security.** Prove compliance.
- ...
- **More employee recommendations as a great place to work**

# Culture

# Communication Skill



Level	Achievement	Description
1	Background	Not a required skill, though should be able to define and manage skill if required.
2	Awareness	Understands the background, issues, and implications sufficiently to be able to understand how to proceed further and advise client accordingly.
3	Knowledge	Detailed knowledge of subject area and capable of providing professional advice and guidance. Ability to integrate capability into architecture design.
4	Expert	Extensive and substantial practical experience and applied knowledge on the subject.

Roles	Architecture Board Member	Architecture Sponsor	Enterprise Architecture Manager	Enterprise Architecture Technology	Enterprise Architecture Data	Enterprise Architecture Applications	Enterprise Architecture Business	Program/Project Manager	IT Designer
<b>Generic Skills</b>									
Leadership	4	4	4	3	3	3	3	4	1
Teamwork	3	3	4	4	4	4	4	4	2
Inter-personal	4	4	4	4	4	4	4	4	2
Oral Communications	3	3	4	4	4	4	4	4	2
Written Communications	3	3	4	4	4	4	4	3	3
Logical Analysis	2	2	4	4	4	4	4	3	3
Stakeholder Management	4	3	4	3	3	3	3	4	2
Risk Management	3	3	4	3	3	3	3	4	1

© The Open Group

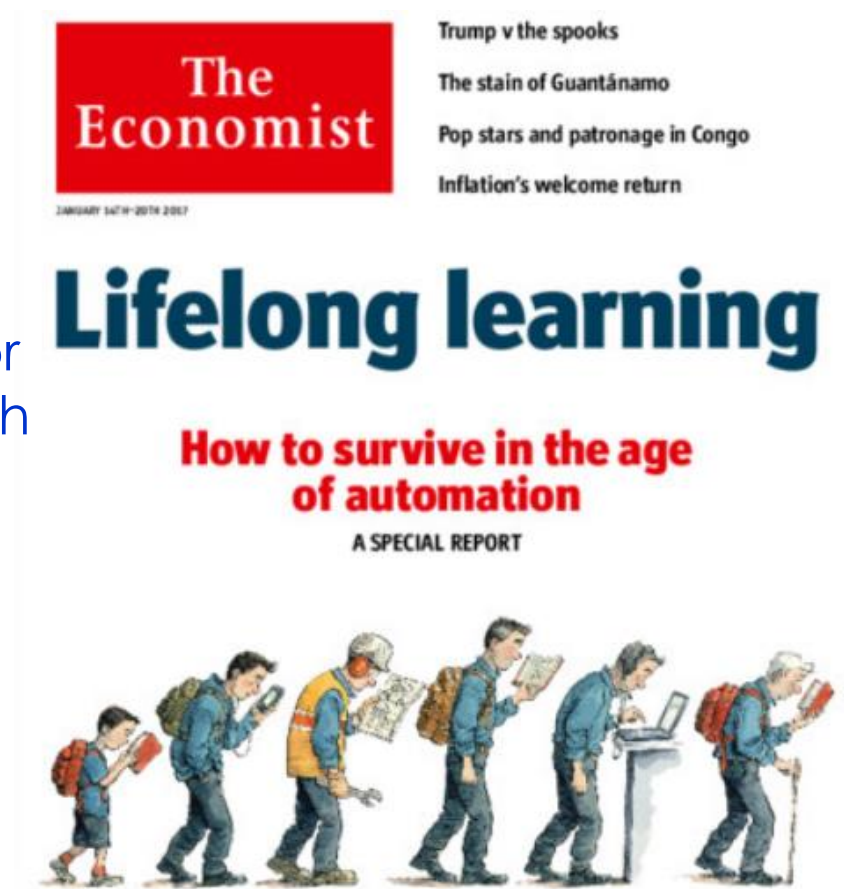
<http://pubs.opengroup.org/architecture/togaf9-doc/arch/chap46.html>



# Formazione Continua e Apertura mentale

**Lifelong learning** n. a form of or approach to education which promotes the **continuation of learning throughout adult life**, esp. by making educational material and instruction available through libraries, colleges, or information technology [Oxford English Dictionary]

**Continues learning** is your **self-motivated persistence in acquiring knowledge and competencies** in order to expand your skill set and develop future opportunities. It forms part of your personal and professional development in an effort to avoid stagnation and reach your full potential.



coursera

edX

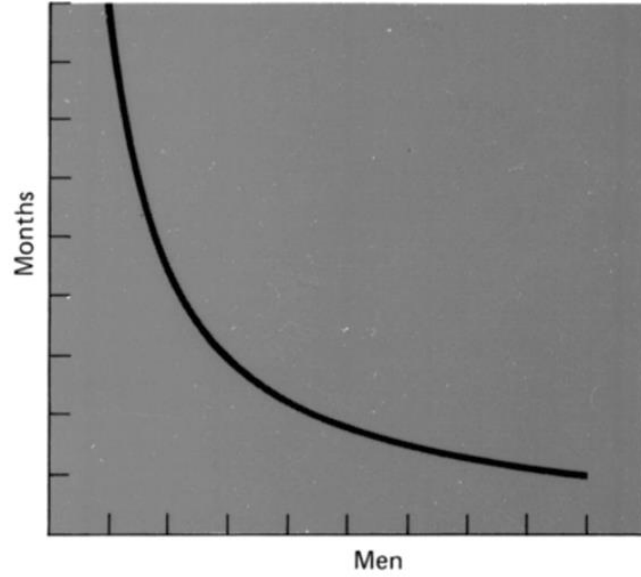
UDACITY

kadenze

{ centri/co :

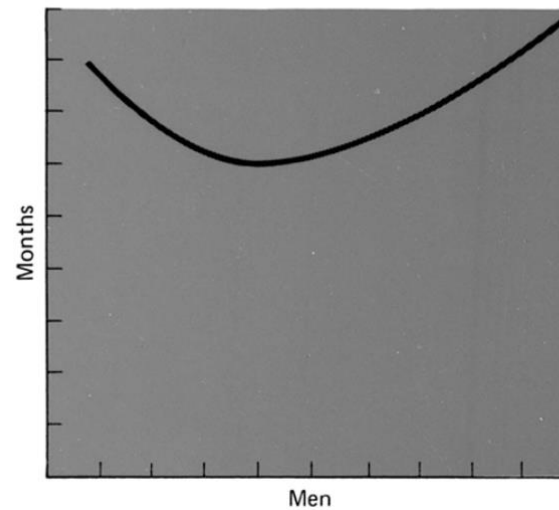
# Two Pizzas Teams

Figure 2.1. Time versus number of workers—perfectly partitionable task



Source:  
*The Mythical Man-Month*  
1975 Fred Brooks

Figure 2.4. Time versus number of workers—task with complex interrelationships



# DEVOPS

DevOps is the **combination of cultural philosophies, practices, and tools** that increases an organization's ability to deliver applications and services at high velocity

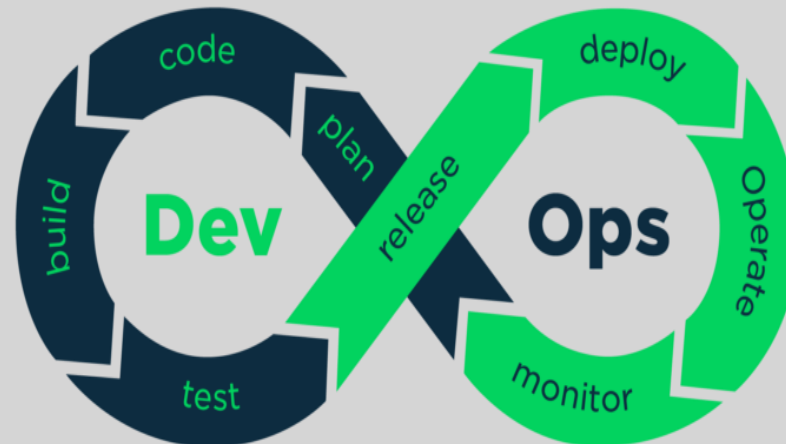
**Under a DevOps model, development and operations teams are no longer “siloeed.”** Sometimes, these two teams are merged into a single team (agile team).

DevOps emphasizes behavioral- or cultural-related changes such as those which encourage teaming, inclusion, feedback, and experimentation.

## Developers

come from a mindset where change is what they're paid to accomplish. The **business** depends on them to **respond to changing needs**

**Business**



**Customer**

**Operations** is naturally motivated to resist change, because it undermines **stability and reliability**. They are the most close to **Customer**

# Technology



# Container

**Containers** are the **runtime representation of a packaging format** based on a lightweight, immutable **image**.

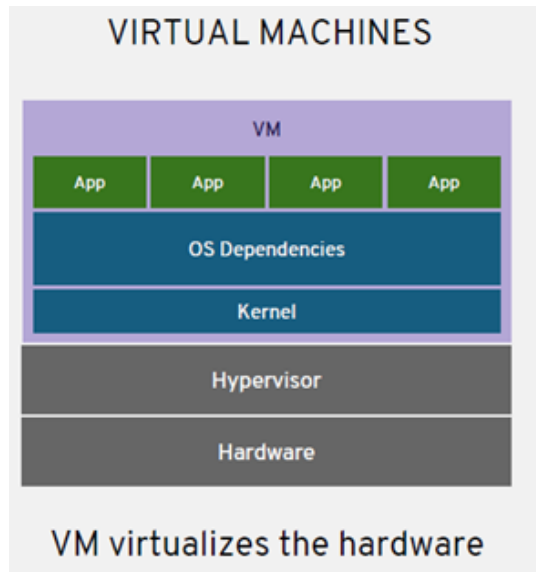
Runtime dependencies are resolved within the image which facilitates portability

An important corollary is that launching a new workload does not incur the cost of provisioning new compute infrastructure.

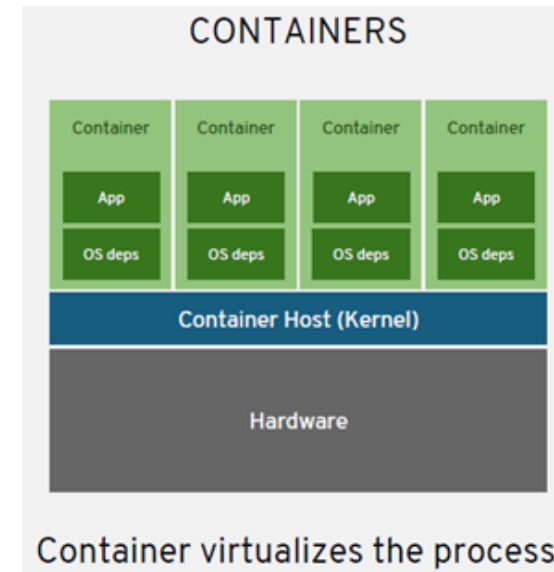


**Container orchestration** involves **the lifecycle management of container workloads**, including functions such as to schedule, stop, start, and replicate across a cluster of machines. Compute resources for running workloads are abstracted, allowing the host infrastructure to be treated as a single logical deployment target. Kubernetes is an open source community project addressing container orchestration.

# Container VS Virtual Machine

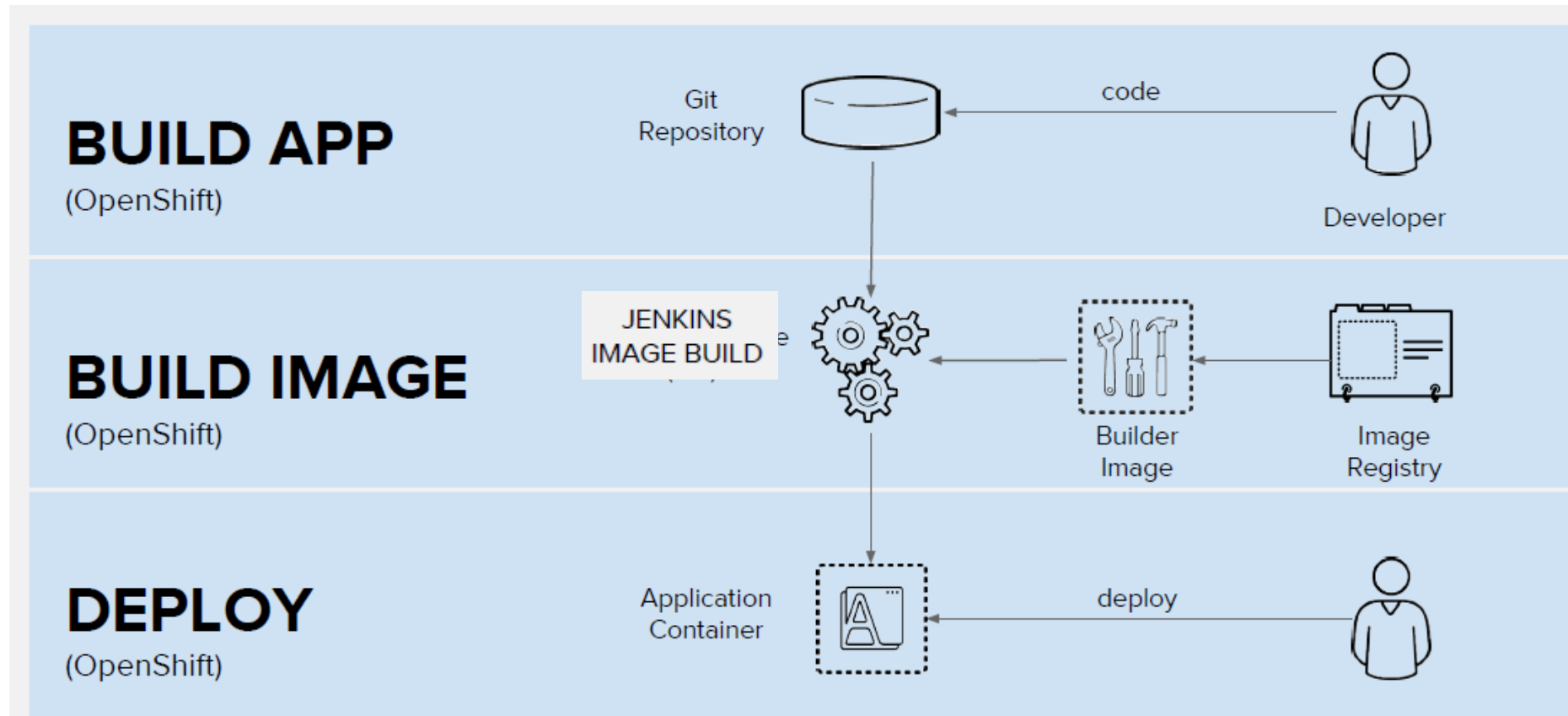


- + VM Isolation
- Complete OS
- Static Compute
- Static Memory
- High Resource Usage



- + Container Isolation
- + Shared Kernel
- + Burstable Compute
- + Burstable Memory
- + Low Resource Usage
- + Container Portability
- + Automatic handling

# Build & Deploy Containers

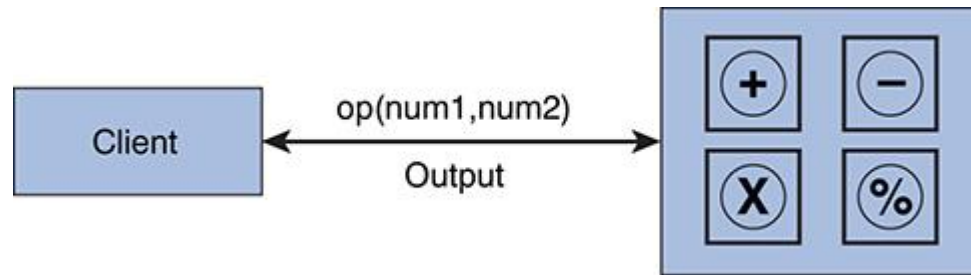


# Service Oriented Architecture

**Service Oriented Architecture (SOA):** is an approach to service design, of application software solutions, oriented to respond effectively and efficiently to business demands.

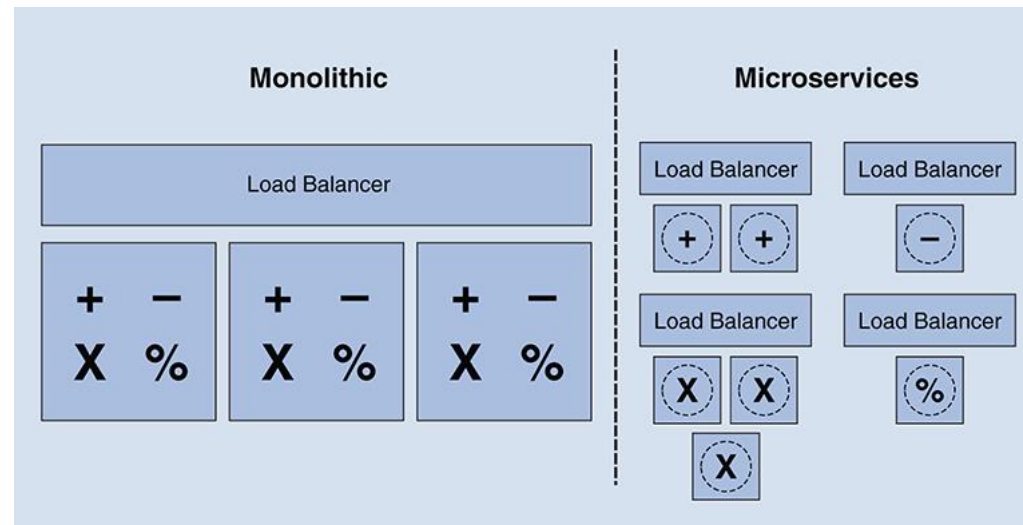
Software packages and libraries are being developed as a collection of services

The business should be able to understand easily the SOA contract of a service..

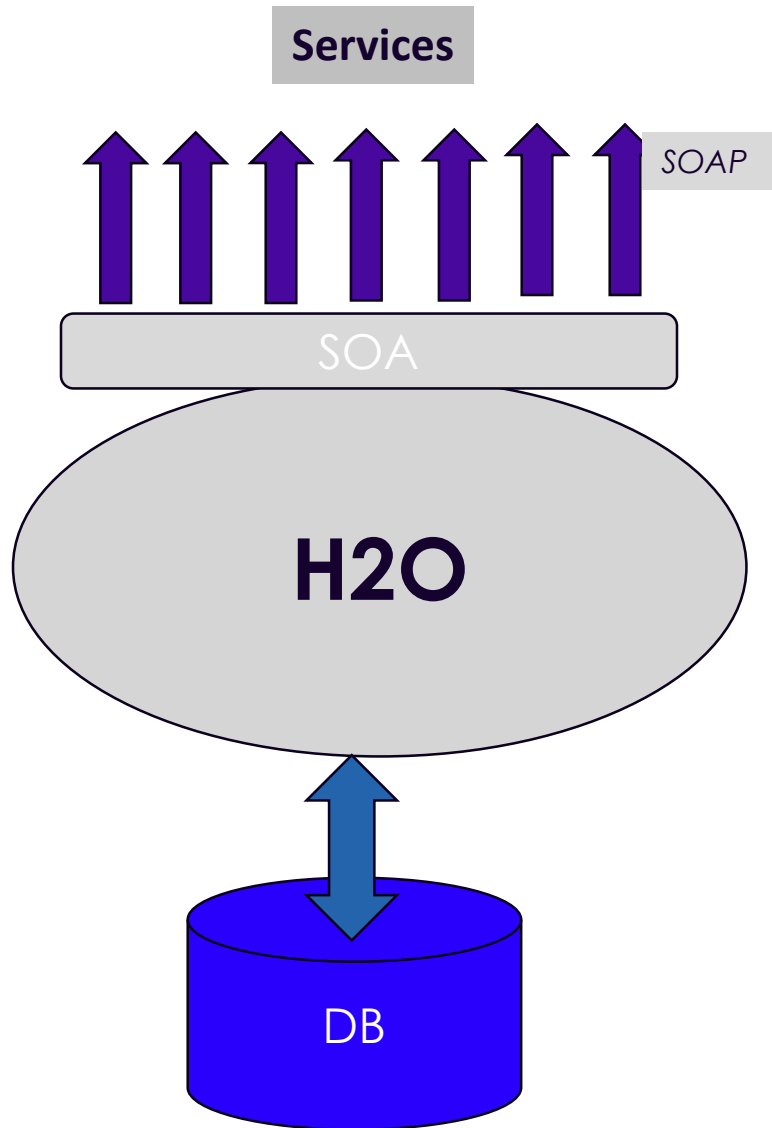


# Microservices

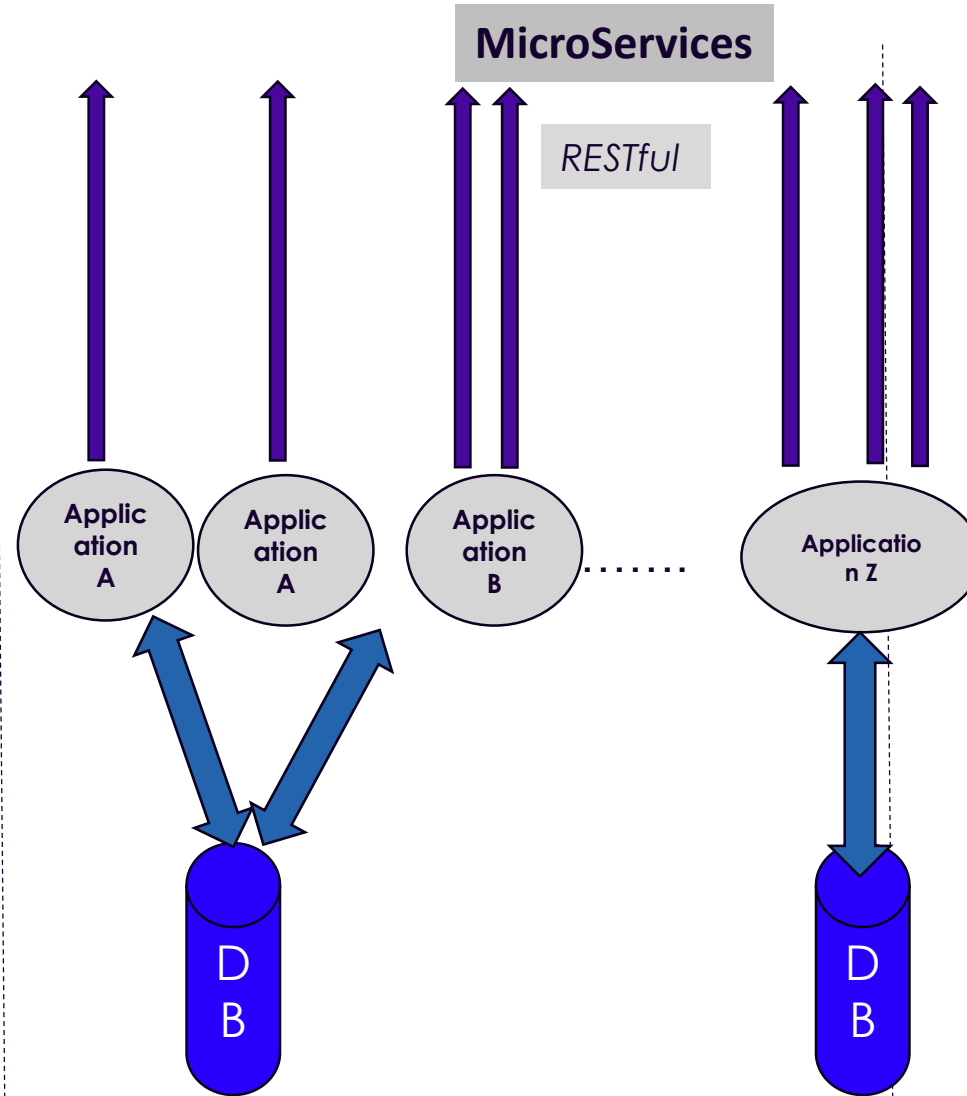
- [Lewis/Fowler] the microservice architectural style is an **approach to developing a single application as a suite of small services**, each running in its own process and communicating with lightweight mechanisms, often an HTTP resource API.
- These services are built around business capabilities and independently deployable by fully **automated deployment** machinery.
- A microservice is (generally) a single process focused on one aspect of the application, operating in **isolation** as much as possible.



# SOA vs Microservices



SOA services based on single java ear monolith



Applications use different tables or schemas if not different instances

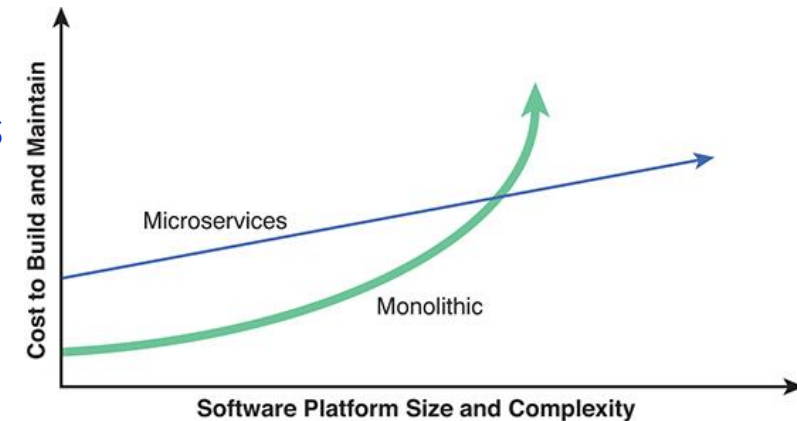
# Microservices

## Advantages:

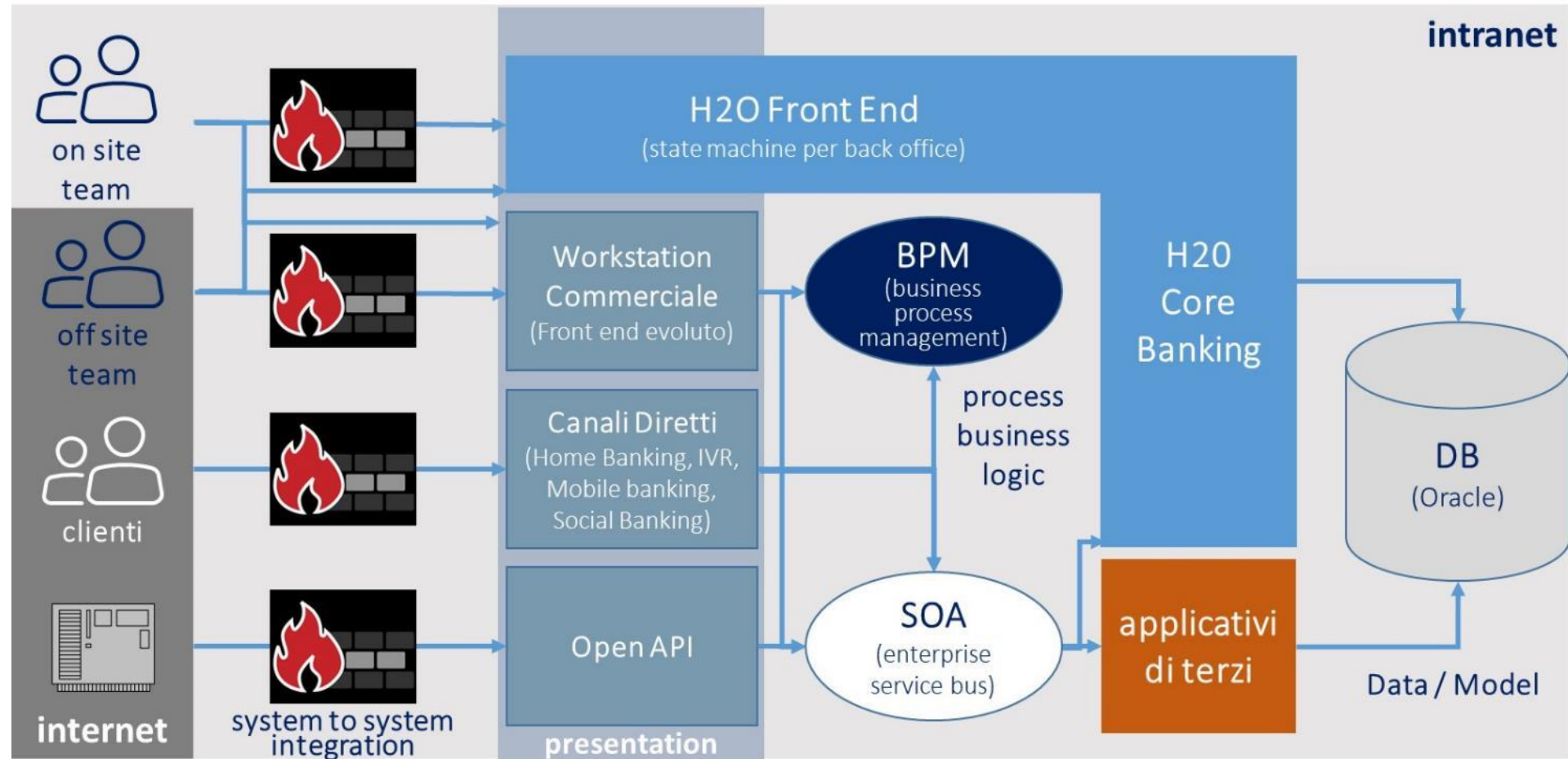
- Simplicity: Each **microservice performs only one distinct** and well-defined function, so there is less code to take care of, less cohesion and dependency within the code, and a lower probability of bugs.
- **Scalability**
- Continuous delivery
- More freedom and fewer dependencies
- **Fault isolation**
- **Data segregation and decentralization**

## Disadvantages

- Troubleshooting complexity
  - If an end user reports a problem such as slow performance or timeouts, where do I start my troubleshooting?
- Increased latency Intraprocess communication (like the kind used in monolithic applications) is much faster than the interprocess communication used by microservices.
- Operational complexity several hundreds to thousands of microservices in a real-world application
- Version control

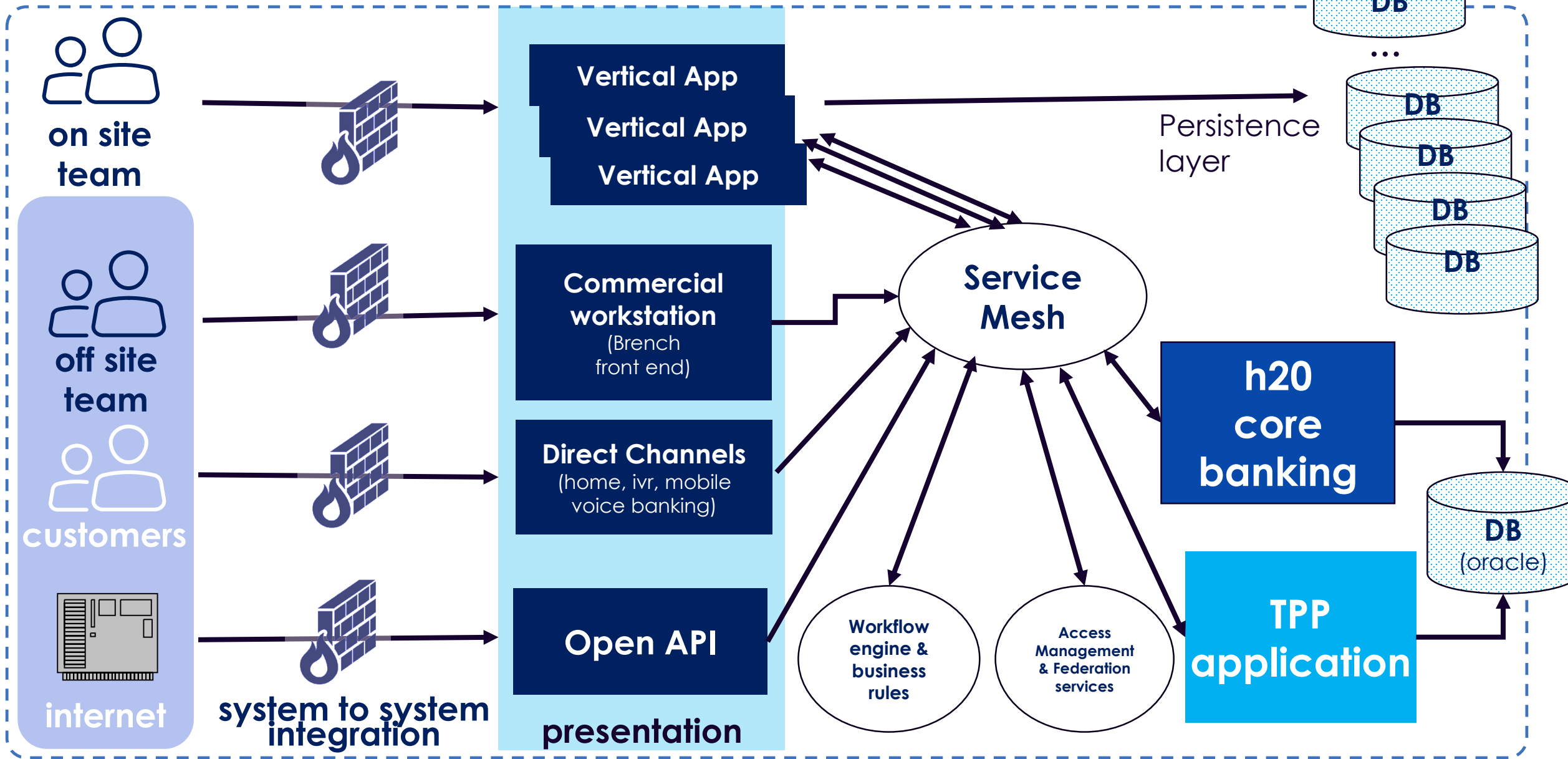


# Architecture AS-IS





# Architecture TO-BE

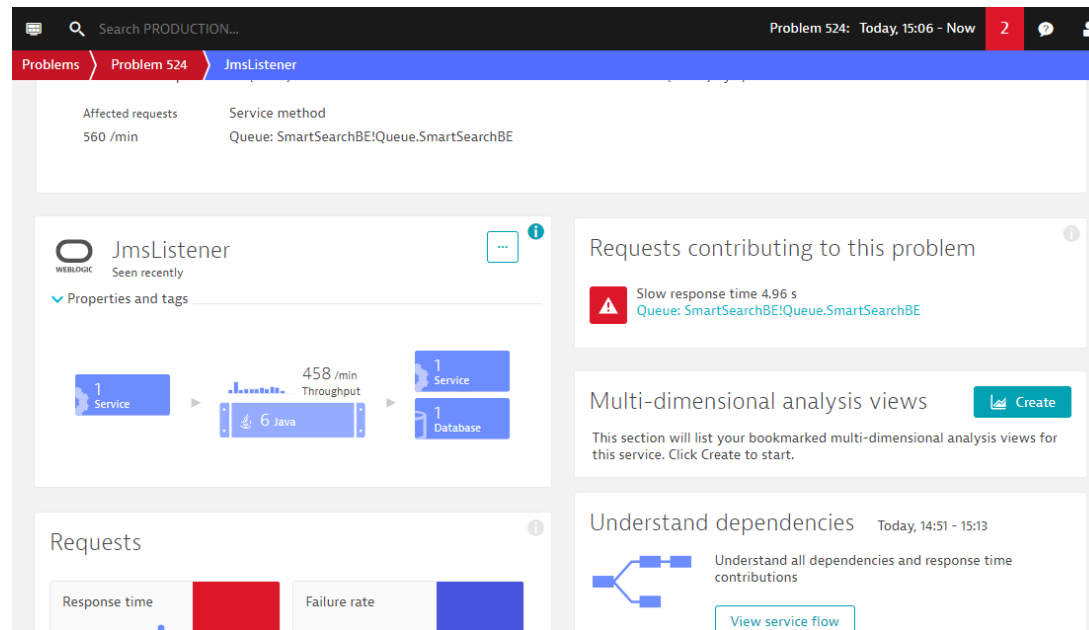


# Principles & Practices

# APM1/2

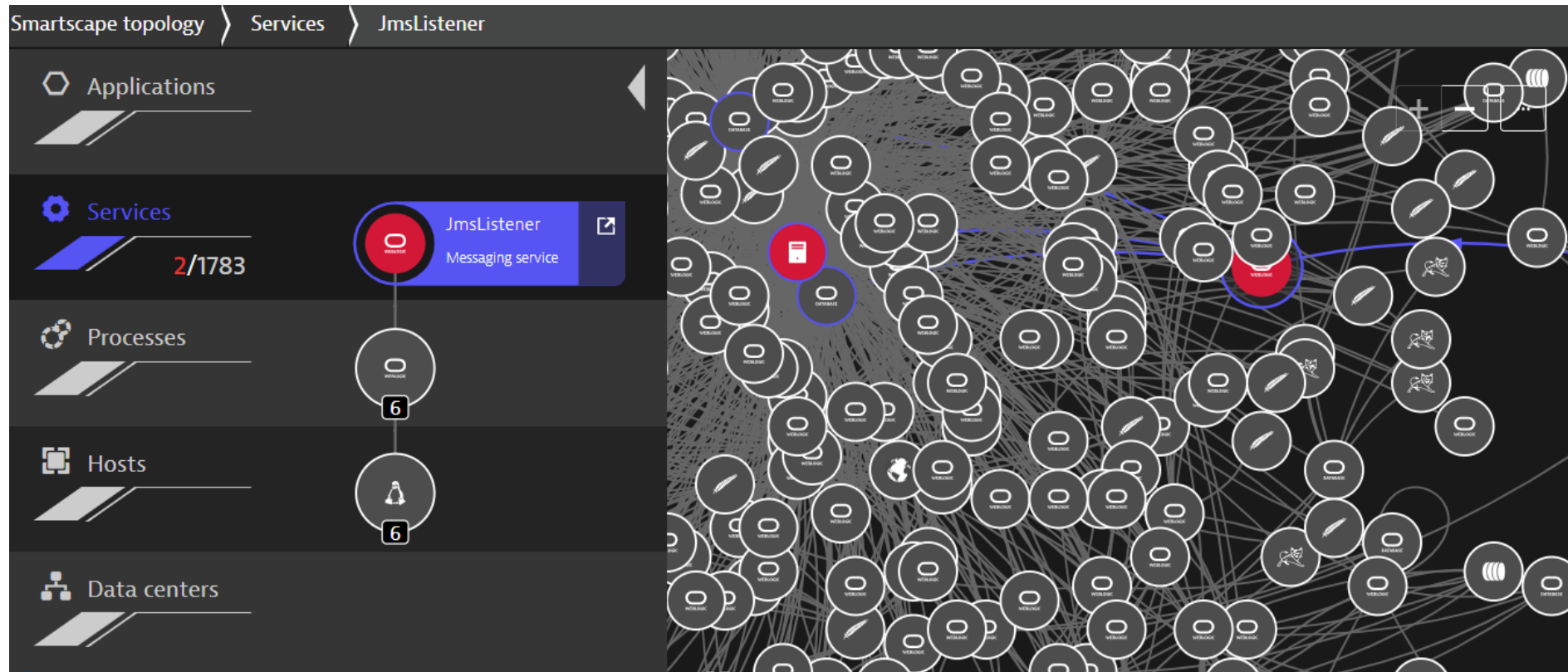
## TREAT APPS LIKE SPACE PROBES

APM, consists of a stream of events that can be used by tools outside servers to keep tabs on how well your application is performing.



It's a team inside architecture office, supported by a tool

# APM 2/2



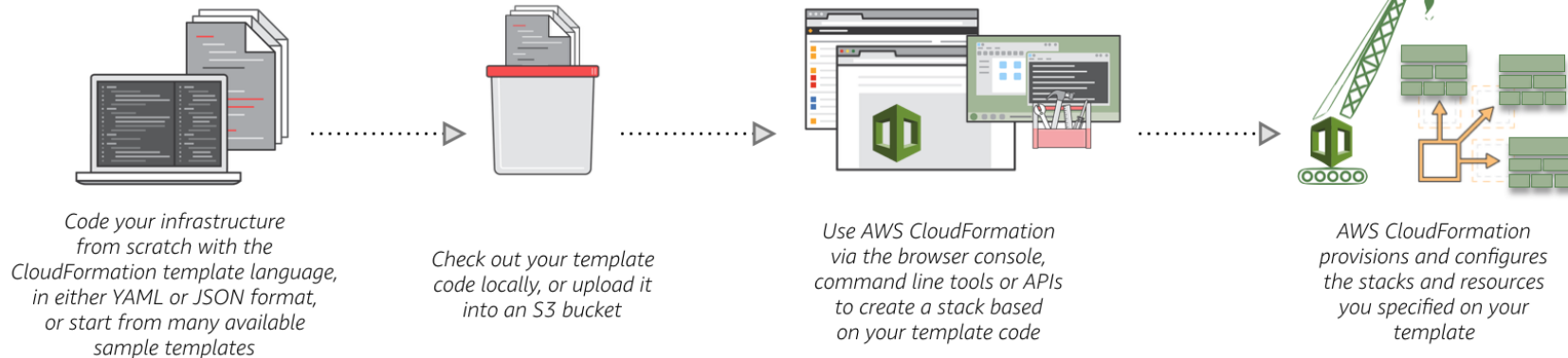
Automatically detects problems in a ecosystem of IT services

# Infrastructure as a code

**Infrastructure as code is an approach to infrastructure automation based on practices from software development.**

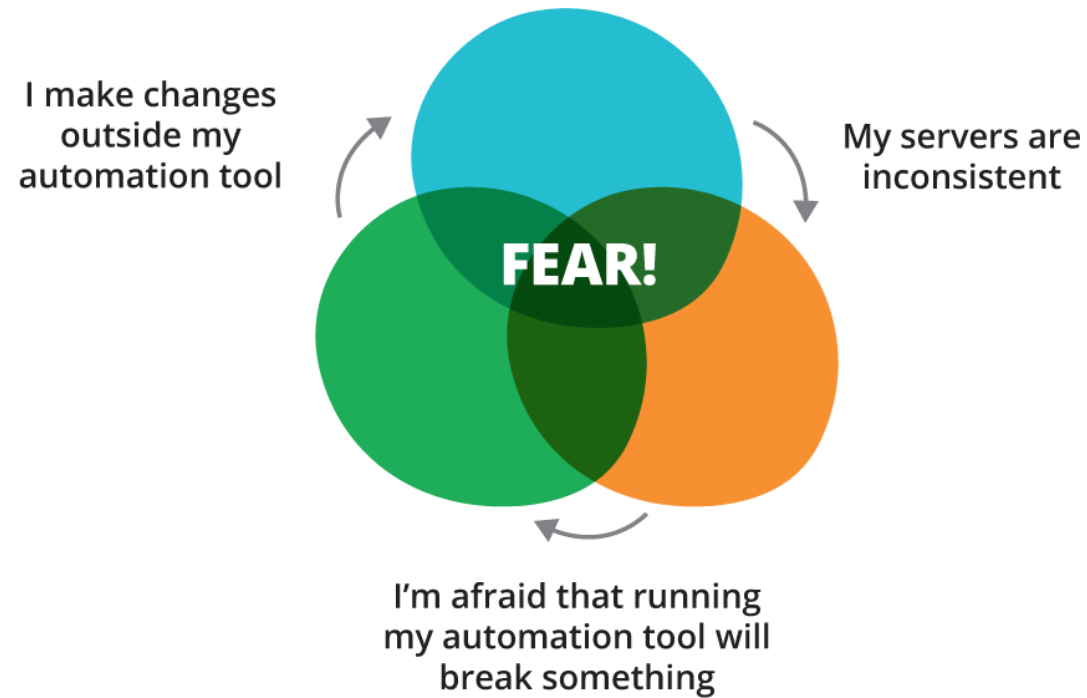
It emphasizes consistent, repeatable routines for provisioning and changing systems and their configuration.

Changes are made to definitions and then rolled out to systems through unattended processes that include thorough validation.



Infrastructure as a code Example

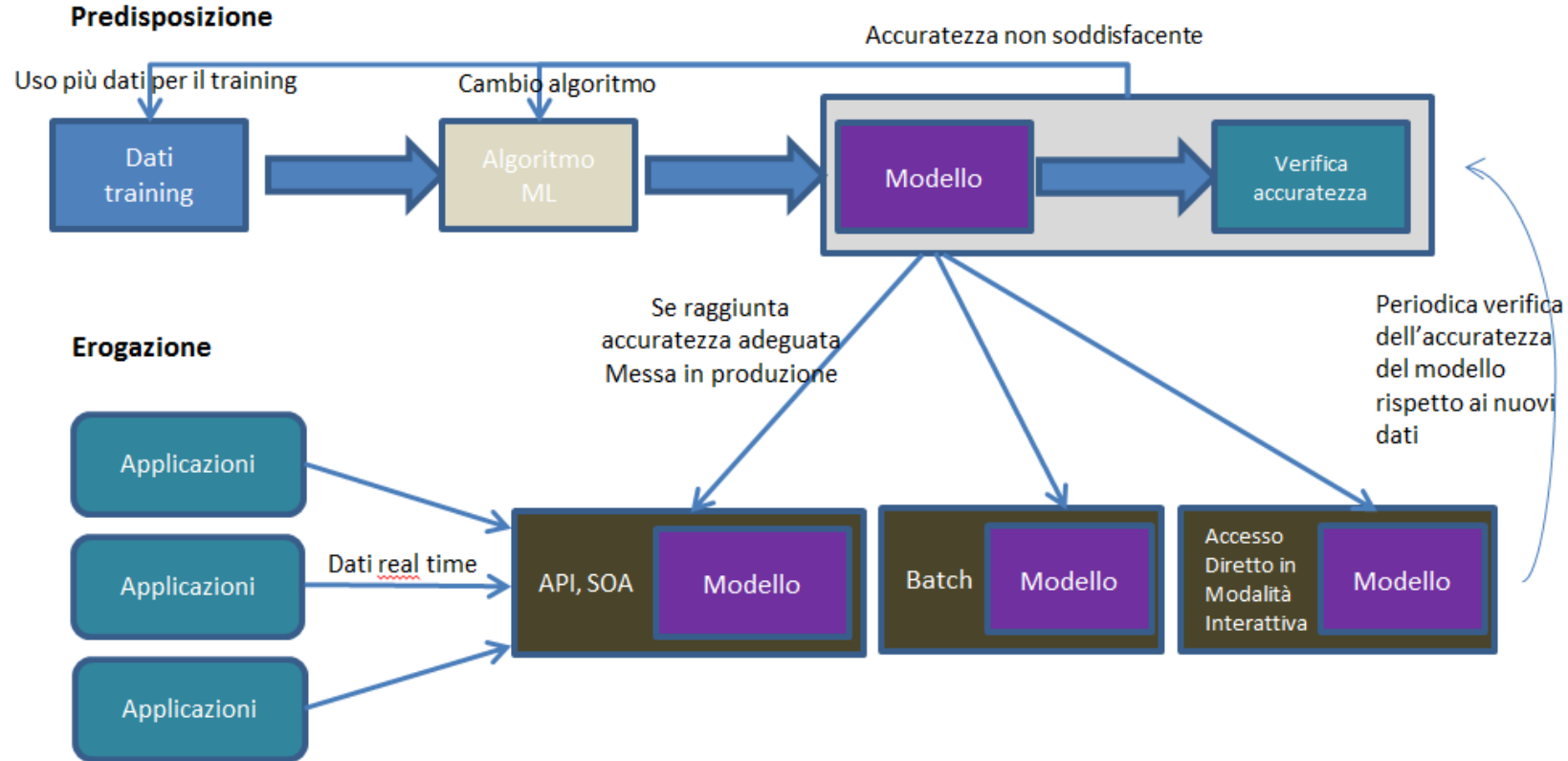
# Infrastructure as a code: Automation fear



Treat your servers like cattle, not pets.



## Integrazione nel Sistema Informatico



# 12 Factor App

## What is 12FA:

- Methodology for building SaaS apps
- Apps has clean contract with underlying operating system.
- Enable continuous deployment with maximum agility, significant scale up capability
- And Independent of programming languages and back end services.

## Why:

- Maximum portability between environments.
- Suitable for deployment on modern cloud platforms.
- Scale up
- Minimize time and costs with automation.
- Continuous deployment.
- Complexity increases if you have diverse programming environments.
- Applying certain constraints will help adequately track, use and share the applications easily.
- Its build to exploit the modern cloud platforms principles with agility in mind.



# Twelve Factor & Beyond

Heroku 2012

## I. Codebase

One codebase tracked in revision control, many deploys

## II. Dependencies

Explicitly declare and isolate dependencies

## III. Config

Store config in the environment

## IV. Backing services

Treat backing services as attached resources

## V. Build, release, run

Strictly separate build and run stages

## VI. Processes

Execute the app as one or more stateless processes

## VII. Port binding

Export services via port binding

## VIII. Concurrency

Scale out via the process model

## IX. Disposability

Maximize robustness with fast startup and graceful shutdown

## X. Dev/prod parity

Keep development, staging, and production as similar as possible

## XI. Logs

Treat logs as event streams

## XII. Admin processes

Run admin/management tasks as one-off processes

# Bibliografia

## Books:

- [Beyond the Twelve-Factor App](#) by Kevin Hoffman
- [Microservices and Containers, First edition](#) by Parminder Singh Kocher
- [Architectural Patterns](#) by Pethuru Raj; Anupama Raman; Harihara Subramanian
- [Cloud Native Java](#) by Kenny Bastani; Josh Long
- [DevOps with OpenShift](#) by Stefano Picozzi; Mike Hepburn; Noel O'Connor
- *The Mythical Man-Month* Fred Brooks
- [Infrastructure as Code](#) by Kief Morris

## Website:

<https://martinfowler.com/>

<https://aws.amazon.com/blogs/aws/>

<https://developers.redhat.com/>

Questions  
Answers

WHY?  
HOW  
WHAT?  
WHO?  
WHEN?  
WHERE?



Centrico S.p.A

sede legale in Piazza Gaudenzio Sella n. 1, 13900 Biella (BI)

Iscritta al Registro di Biella e Vercelli, codice fiscale 02668670025

Società appartenente al Gruppo IVA Maurizio Sella S.A.A. con partita IVA 02675650028

Soggetta all'attività di direzione e coordinamento di Banca Sella Holding S.p.A.

PEC: [centrico@pec.centrico.tech](mailto:centrico@pec.centrico.tech) MAIL: [info@centrico.tech](mailto:info@centrico.tech)

