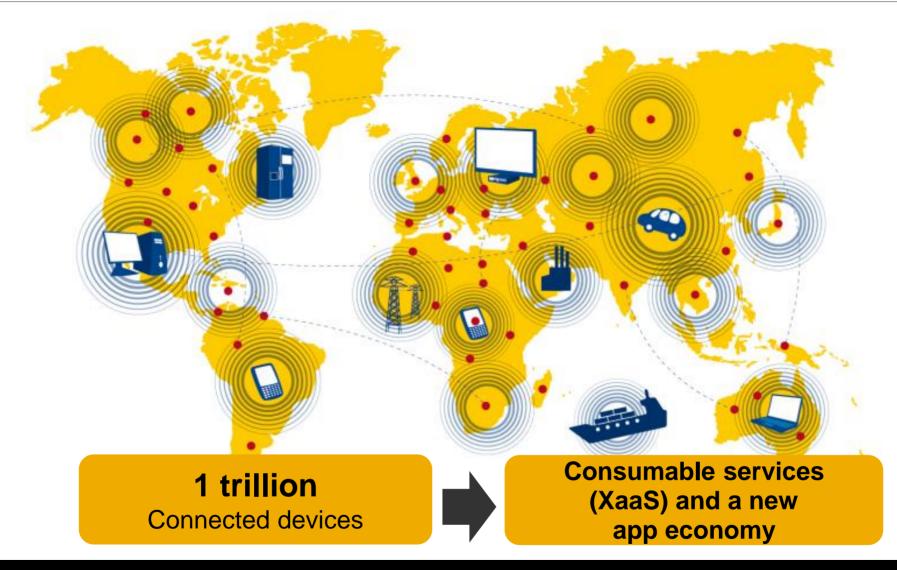
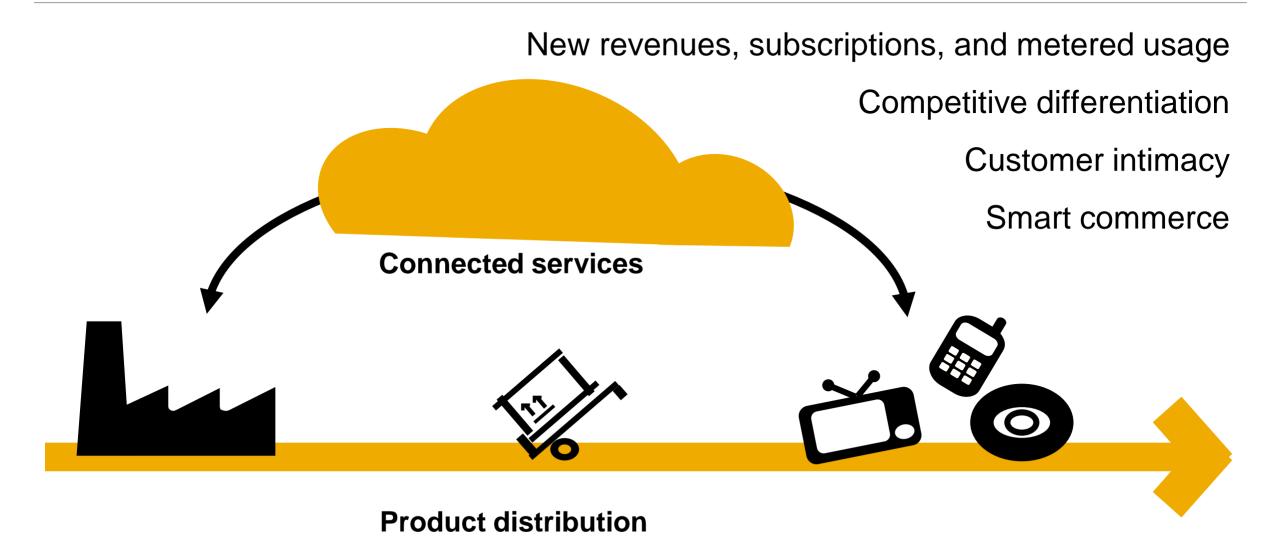
Learn How Cloud Services Support Customer-Centric Business Models

Keith Moody – Vice President and CIO, Lexmark Matt Graves – Senior Director, Microsoft Arvind Komarla – Director, eBay Josh Clark – Vice President High Tech IBU, SAP

The hyperconnected world



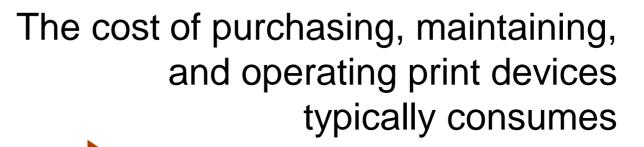
Product to service



Appendix



An example: Printing and document management



3% of total revenues

Managed print services:

Pay by the page Proactive maintenance Infrastructure optimization



50% of industry revenues shift to services by 2015

Source: Ziff Davis, Managed Print Services and Beyond. Photizo Group Research, 2011

The value of services



of Global 2000 companies with nonmedia digital products

will add incremental revenues of by adding subscription-

based services and

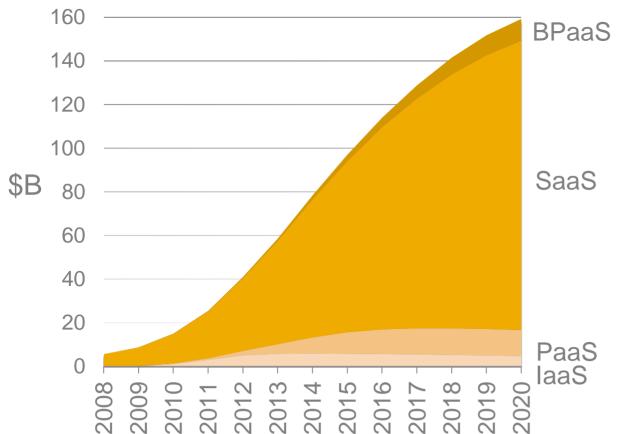
revenue models

5%-10%



Source: Building a Strategy for the Subscription Economy, Gartner, April 2011

Rise of the cloud and the need for new pricing models



Forrester: Global Public Cloud Market Size

" 83%

of all new software firms will be SaaS.

It is time to introduce new pricing models and

diversify the service catalog to start monetizing value in ways other than per-user/per-month fees

SaaS companies should

Automate orders, billing, and customer management.

Control access to specific service features, which could be time limited, role specific, or value based. **Measure** granular usage for compliance, billing, and product intelligence.

Source: IDC, October 2011

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