Silicon Graphics, Inc.

Powering the Real-Time Flexible Enterprise

sgi

SGI Proprietary May 2006

Upgrading from R/3 to mySAP?

Why not upgrade to the flexible, real-time enterprise at the same time?

THE REAL-TIME ENTERPRISE

SGI's unique technology and systems architecture increases customer productivity and competitiveness by enabling...

...an open, flexible, real-time enterprise



THE FLEXIBLE, REAL-TIME ENTERPRISE

Transactional database systems operate in realtime, so IT becomes a powerful tool for creating competitive advantage

Business intelligence systems operate in realtime, so managers are empowered to make better, faster decisions than their competitors

A single hardware server can scale from tiny to arbitrarily large, so the days of rip and replace "forklift" upgrades are over



Problems with Traditional IT Enterprise Systems

Lack of Performance: Performing millions of complex database queries takes too long

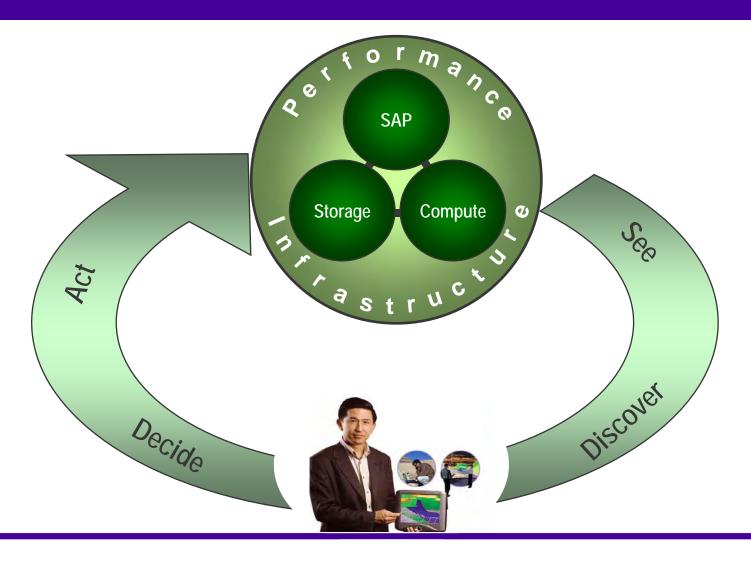
Databases are growing: Most of the data set resides most of the time on slow disks

Small Shared Memory: Creates a tremendous amount of network traffic, further slowing the system

This Decreases Customer Productivity and Lengthens "Time to Insight"



SGI's Unique Architecture Promotes Real-time IT





Benefits of a Flexible, Real-time Enterprise?

Lower Total Cost of Ownership

+ Improved Business Performance

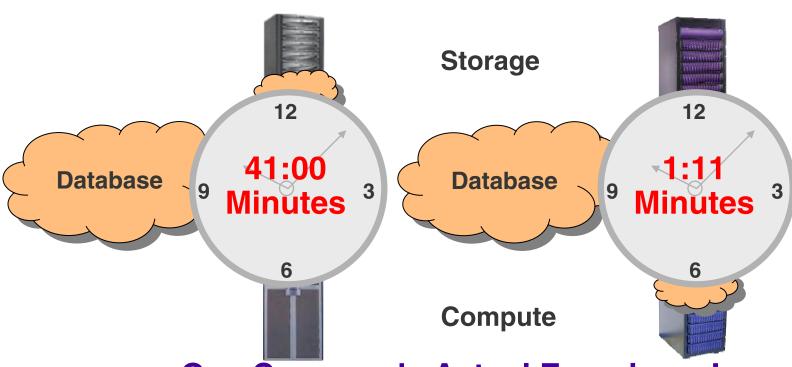
Enhanced Return on Investment



Sample Benefit of Having a Real-time Enterprise



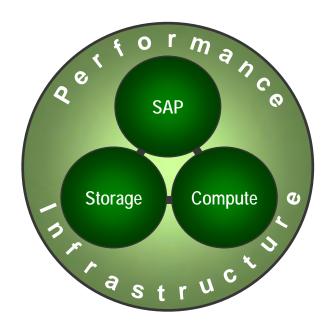
Large, Shared Memory Approach



One Company's Actual Experience!

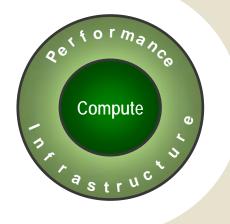


Why is SGI Technology Unique?





Compute Goals



Goals

- Utilize the highest performance, 64-bit,
 CPUs
- Create a high-bandwidth, low-latency processor interconnect system to handle inter-processor communication
- Design a globally-shared high-performance memory sub-system
- Design the interconnect to be ultra-scalable

Benefits of a Shared Memory Architecture

Commodity and Unix/RISC Systems

Commodity Interconnect 0.2-2 GB/s Bandwidth, 5-30 microsec MPI Latency

Mem	mem	mem	mem		mem
CPUs	CPUs	CPUs	CPUs	•••	CPUs
+	+	+	+		+
OS	OS	OS	OS		OS

- Each system has own memory and OS
- Data access though I/O bottleneck
- Inefficient cross-node communication creates bottlenecks
- Coding required for parallel code execution

SGI® Altix® Family

SGI[®] NUMAlink[™] Interconnect 6.4GB/s Bandwidth, <1 microsec MPI Latency

Global shared memory 4GB to Terabytes

CPUs

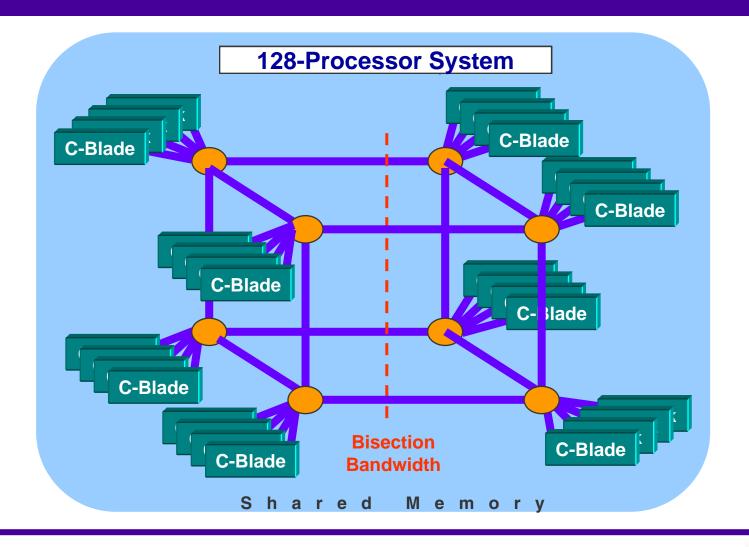
2 to 512 Intel® Itanium® 2 Processors

OS

- · Next generation blade design
- All nodes operate on one large shared memory space: eliminates data passing between nodes
- Big data sets fit entirely in memory no I/O bottlenecks
- Simpler to program
- High Performance, Low Cost, Easy to Deploy



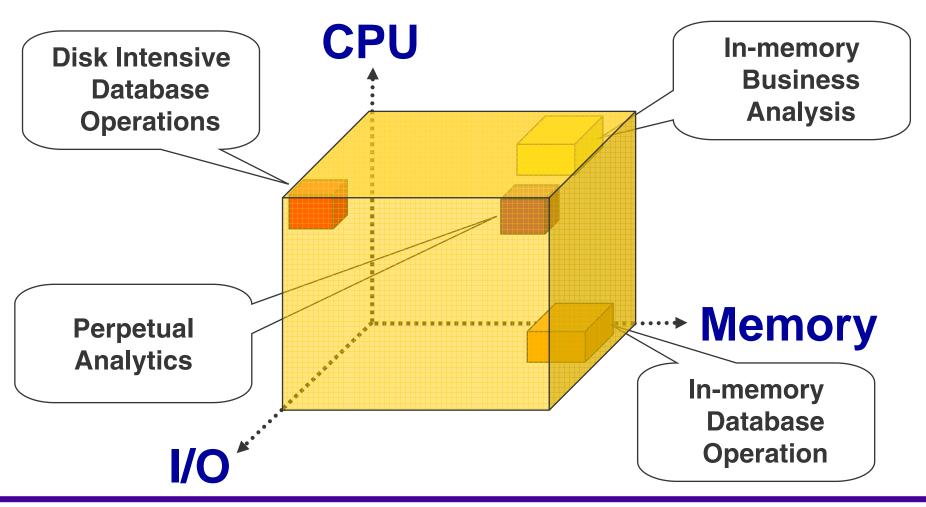
Scalable CPU/Memory Interconnect Fabric







Modularity Means Scalability & Low TCO



Large Memory Improves Performance Independent Scalability Slashes TCO!



Introducing SGI® Altix® 4000 Platform



New blade design for superior scalability, performance, density and flexibility <u>with shared</u> <u>memory</u>

Enables seamless upgrade, expansion and integration of next-generation technologies

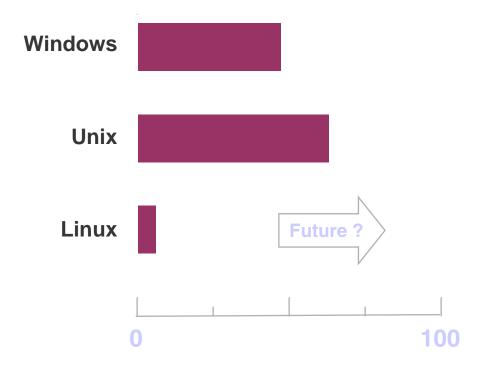
Scalable systems sized for unique customer requirements

Open System Architecture using COTS hardware and the Linux Operating System



The Linux Wave

What OS is used today, and what OS will be used three years from now?



Source: Peerstone Research, Nov 2004

Who was asked this question?: SAP, Oracle, PeopleSoft users representing about 700,000 installed servers



SGI's Linux Blade Server - Crucial Differences

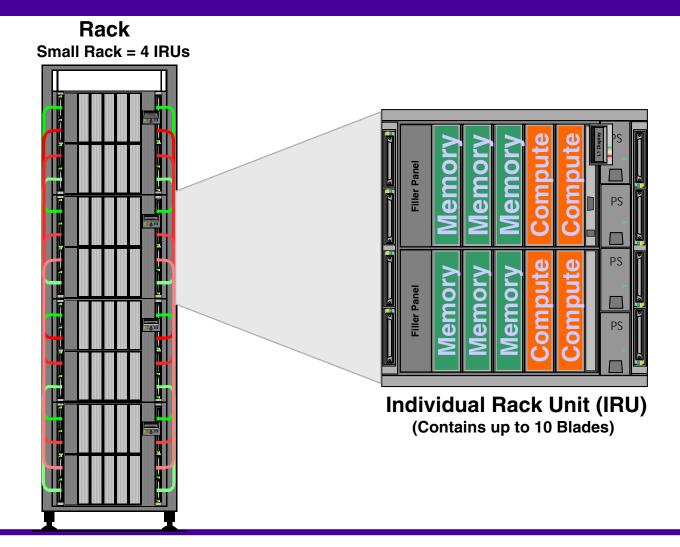
True Scalability: System bandwidth increases as blades are added

Memory-Only Blades: Add memory without having to add processors

No Limits on Shared Memory: From 4 gigabytes to 24 terabytes and beyond



Seamless Upgrade or Expansion, Unlimited Choice





Right-sizing Done Right: SGI® Altix® 4000 Blades

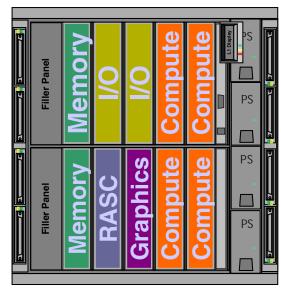
Processor Blades

Memory Blades

I/O Blades

Graphics Blades

RASC "FPGA" Blades

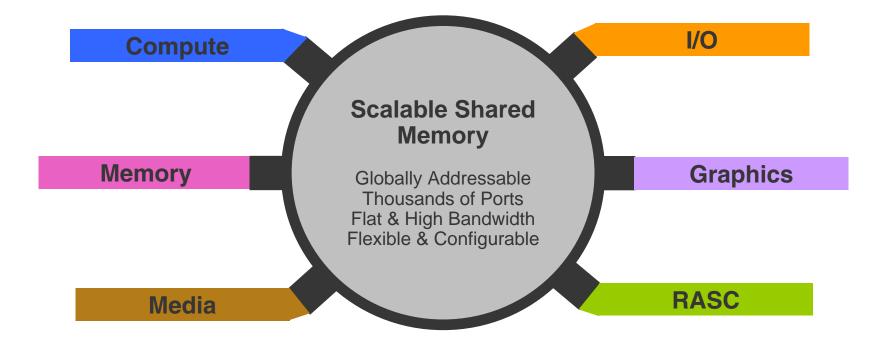


Individual Rack Unit (IRU)
(Contains up to 10 Blades)



SGI's Multi-Paradigm Computing Strategy

SGI hardware is uniquely able to seamlessly integrate different technologies focused to solve complex customer problems



Future Capabilities may Include Accelerating Database Query using RASC™ Blades!



SGI Storage Goals

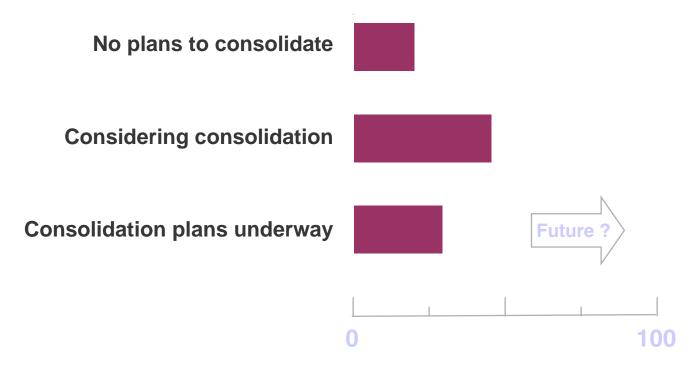


Goals

- Access a huge, single file system with the widest, highest-performance data path available
- Enable heterogeneous, concurrent access to critical information across the entire enterprise
- Compress workflow by eliminating file copies and transfers
- Create a scalable storage system to handle virtually unlimited storage capacity

The Consolidation Wave

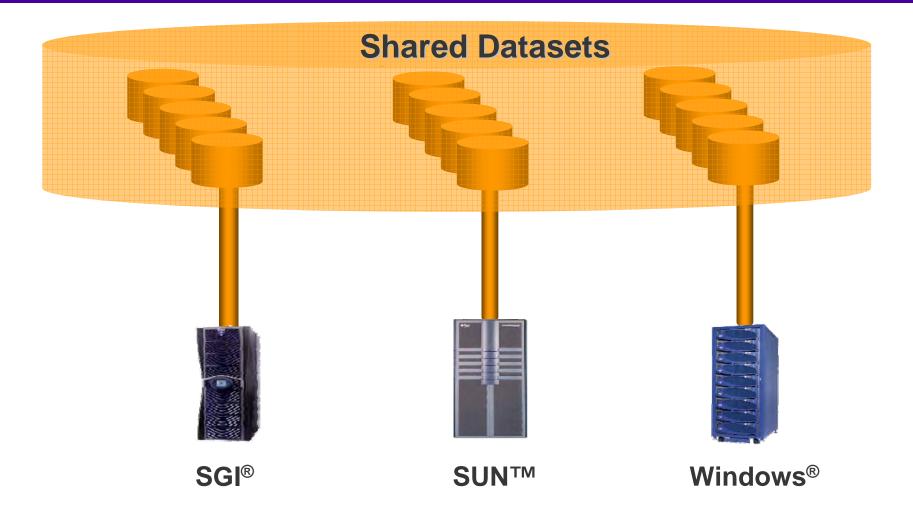
Are companies looking to consolidate their database servers in the next three years?



Source: Gartner, 2004



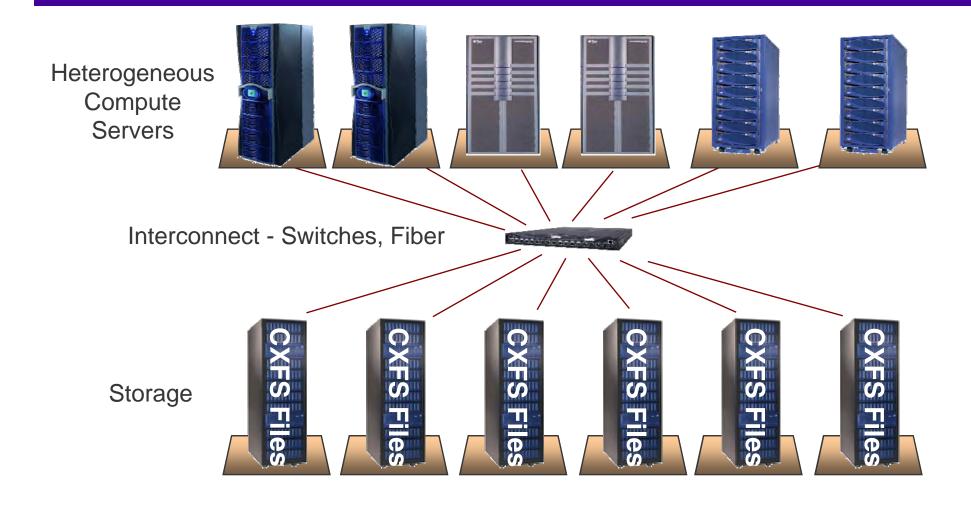
Server-Agnostic Access



Sharing SAP Databases Across Different Hosts!

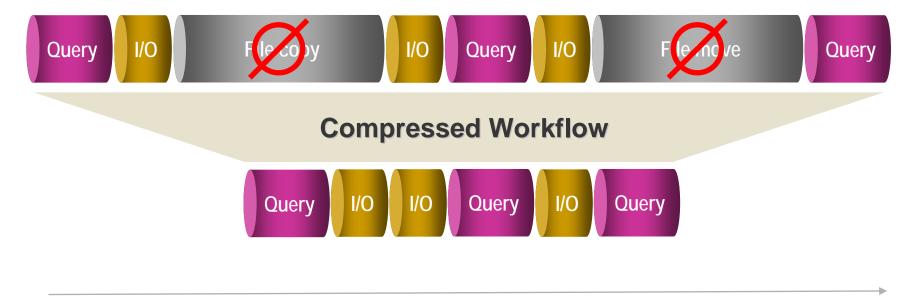


Seamless, Low Cost File Sharing with SGI CXFS™





File Sharing Also Compresses Workflow



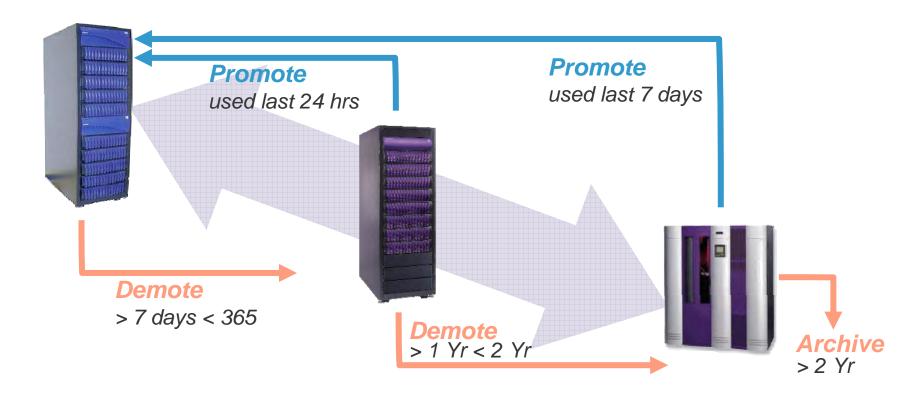
Time

SGI's DMF Perfects Data Life-Cycle Management

Primary Storage

Secondary Storage

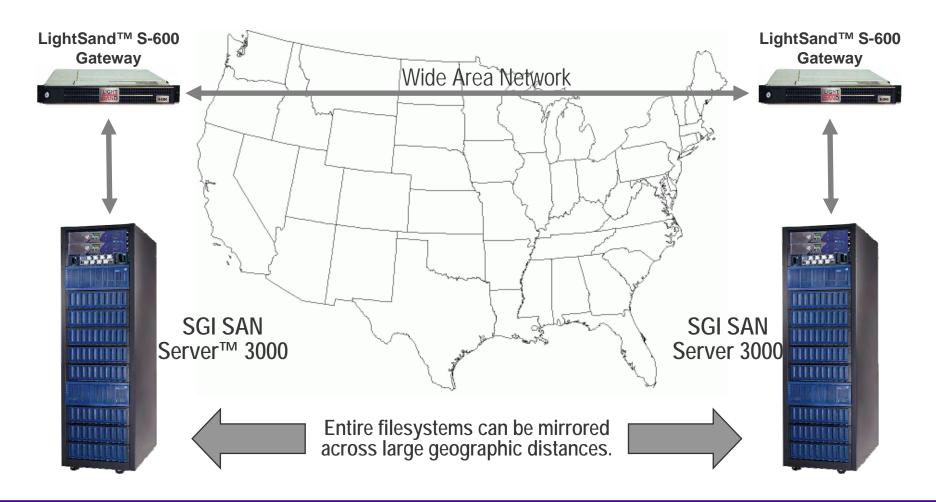
Tape Libraries



Completely Transparent to the SAP User



Safeguard Your Databases



Huge Databases Can Be Mirrored to Safeguard Data



A Unique Value Proposition

Real-time access to HUGE and complex data sets

Unlimited flexibility and scalability

SGI technology provides faster time to insight



SGI's REAL-TIME ENTERPRISE

SGI's unique technology increases customer productivity and competitiveness by enabling...

...an open, flexible, real-time enterprise



This presentation contains forward-looking statements regarding SGI technologies and third-party technologies that are subject to risks and uncertainties. These risks and uncertainties could cause actual results to differ materially from those described in such statements. The reader is cautioned not to rely unduly on these forward-looking statements, which are not a guarantee of future or current performance. Such risks and uncertainties include long-term program commitments, the performance of third parties, the sustained performance of current and future products, financing risks, the ability to integrate and support a complex technology solution involving multiple providers and users, and other risks detailed from time to time in the company's most recent SEC reports, including its reports on Form 10-K and Form 10-O

© 2006 Silicon Graphics, Inc. All rights reserved. Silicon Graphics, SGI, XFS, and the SGI logo are registered trademarks and Altix, NUMAlink, RASC, CXFS, DMF, The Source of Innovation & Discovery and the SGI cube are trademarks of Silicon Graphics, Inc., in the U.S. and/or other countries worldwide. SAP and other SAP products and services mentioned herein as well as their respective logos are trademarks or registered trademarks of SAP AG in Germany and in several other countries all over the world. Intel, the Intel logo, and Itanium are trademarks or registered trademarks of Intel Corporation or its subsidiaries in the United States and other countries. Windows and Windows NT are registered trademarks or trademarks of Microsoft Corporation in the United States and/or other countries. Linux is a registered trademark of Linus Torvalds. UNIX is a registered trademark of The Open Group in the U.S. and other countries. Mac OS is a registered trademark of Apple Computer, Inc. All other trademarks mentioned herein are the property of their respective owners. (05/06)