

Corso di Laurea Specialistica Ingegneria Gestionale

Sistemi ICT per il Business Networking

B2B Integration

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B2B Interactions

- Businesses are constantly searching for ways to improve efficiency
- The global availability provided by the <u>Internet</u> and the constant advances in technology offer more and more choices when deploying <u>business-critical systems</u>
- For years companies have desired to share information between applications
- The use of Internet-based e-mail has been, over the years, a common method of conducting human interaction and is now deeply engrained in our business culture
 - used to exchange documents and collaborate with coworkers, communicate personal messages with friends, and dialogue with people around the world

e-mail

- Today, email is used between people much as the nonguaranteed postal service was used in the past
 - Undeliverable email, and illegible email attachments have become commonplace. People constantly ask, "Did you get my email?"
- The need for "guaranteed" delivery led to a new model of delivery service
- Alternative standards-based solutions for B2B communication have emerged
- Doing business over the Internet demands
 - high performance
 - low latency
 - reliable data exchange within the enterprise and across enterprises

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What is B2B Integration?

- B2B integration (B2Bi) is about the secured coordination of information among businesses (and their information systems)
 - Promising to dramatically **transform** the way business is conducted between partners, suppliers, customers, buyers, etc.
 - Companies can benefit from tightly (electronically) integrated partnership
- Enabling technology for most current business strategies
 - Collaborative e-commerce
 - Supply Chain Management (SCM)
 - Customer Relationship Management (CRM)
 - ...

B2B Integration

- Benefits:
 - Faster time-to-market
 - Increased operational efficiency
 - Increased customer services
 - Real-time view of partners' information and services
 - Reduced costs
- The market for B2Bi is huge
- Easier said than done
 - A big challenge, especially for global corporation that have hundreds or even thousands of trading partners
 - Time-consuming, complex, and expensive task

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Key features for B2Bi solutions

- to enable any transaction and any time
- to link a company automatically to buyers, sellers, emarketplaces, and collaborative networks
- to fully automate real-time exchange of data between disparate applications
- to conduct all transactions securely, maintain audit logs, etc.
- to be based on open standards
 - EDI standards: EDIFACT, ...
 - XML standards: RosettaNet, ebXML, Biztalk, ...
 - •
- to scale horizontally and vertically

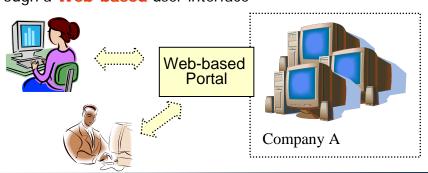
Conventional B2Bi Patterns

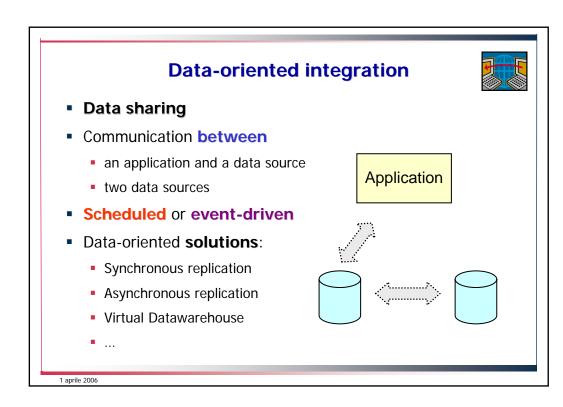
- Portal-oriented Integration
- Data-Oriented Integration
- Application-Oriented Integration
- Process-oriented Integration

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Portal-oriented integration

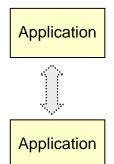
- Quick way for small to medium sized companies ...
- ... to provide information access to customers and trading partners ...
- ... through a Web-based user interface





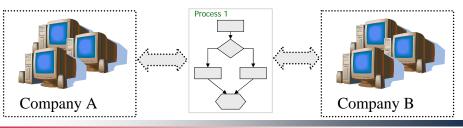
Application-oriented integration

- API or RPC communication between application components
- <u>May</u> or <u>may not</u> involve **data** communication
- The participating companies have to work very closely to develop applications jointly
- Companies have less autonomy
 - The least suitable for most B2Bi implementations
- Synchronous in nature



Process-oriented integration

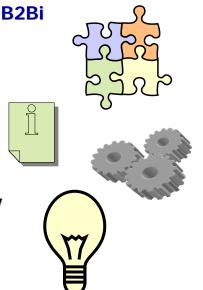
- Purpose: to maintain the integrity of business rules
- Increasingly being used as it aims at
 - integrating companies on a business process basis
 - making the business processes of a company more efficient by eliminating latency
- This integration type gives companies complete autonomy in terms of how (i.e. technical solutions) they want to conduct their business



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Key factors in B2Bi

- Integration needs
- Will the integration be **real-time**?
- Existing systems to integrate
- Complexity of a give solution
- Asynchronous vs. synchronous
- Desired/possible level of autonomy
- Business processes to integrate
- How much work to do?



Some enabling technologies for B2Bi

- Portal-oriented Integration
 - Internet (i.e. protocols) and Web technologies (URI, HTML, DNS, ...)
 - Web application technologies (e.g. J2EE, .NET, PHP, ...)
- Data-Oriented Integration
 - DBMS, Ontologies, Data Integration, Synchronization, Semantic Web
- Application-Oriented Integration
 - Web Services technologies (e.g. WSDL, UDDI, SOAP, ...)
- Process-oriented Integration
 - B2B Messaging technologies (e.g. EDI, XML, RosettaNet, ...)
 - Business Process Description Languages (e.g. BPEL4WS, XLANG, XPDL, ...)
 - Distributed Process Management (e.g. ebXML)

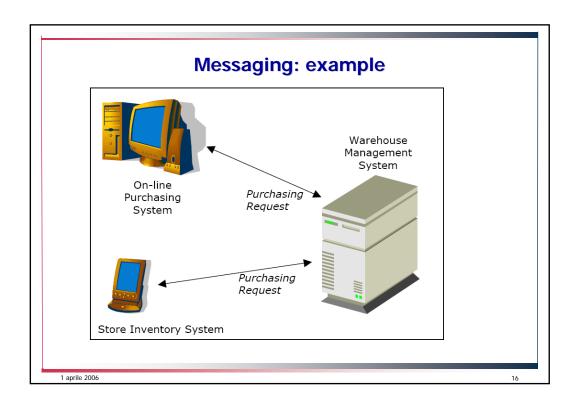
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What do we need to achieve B2Bi?

- Regardless the B2Bi pattern we adopt, there will be some distributed information systems and software applications that interact one another
- Apart from the Portal-oriented solution, other patterns <u>relies on</u> some kind of **B2B messaging** solution
- This implies to the need of a business common language that should be <u>agreed</u> among interacting parties

What is messaging?

- A mechanism that allows some entities to communicate by sending and receiving messages
 - communication among two or more applications, without requiring human intervention
 - these applications can reside independently on a wide variety of hardware devices



Messaging

- Asynchronous nature: the sender of the message does not have to wait for the recipient to receive the information (like with emails)
 - Sending applications are free to generate messages at an appropriate speed, handling peak periods as they occur, without having to wait for recipients to deal with the requests
- However sometimes synchronous communication is required
 - e.g. waiting for the result of a complex mathematical calculation before making a decision
- Messaging is being widely using today in support of business-to-business (B2B) and business-to-consumer (B2C) transactions

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What Problems Does Messaging Solve?

- Disparate system integration
- Exchanging information with business partners
- Automating common business functions
- Portals and e-Marketplaces
- Global business transactions

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Disparate system integration

- In the business world, mergers and acquisitions take place every day
- A low-cost, easy-to-implement, and flexible solution is required
- Messaging technologies <u>require little or no change</u> to the underlying applications in order to guarantee communication among them
- Messaging lets applications coexist and communicate without disrupting everyday business processes
- This decoupling of applications allows the different business units to keep operating through the merger

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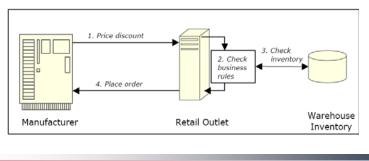
Exchanging information with business partners

- Successfully conducting business requires collaboration with a variety of business partners, both on the supply side and on the distribution side
- All parties constantly exchange information, but not always reliably (faxes, phone calls, e-mails)
- You can use messaging technology to coordinate these communications and guarantee that the correct information is transmitted and received
- The quality of service levels available with today's messaging systems ensure that the <u>right information</u> is exchanged among the appropriate parties, and that the <u>appropriate security</u> measures are in place

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Automating common business functions

 Where possible, companies are looking at technologies that automate common business tasks or transactions that traditionally have required costly and slow user interaction

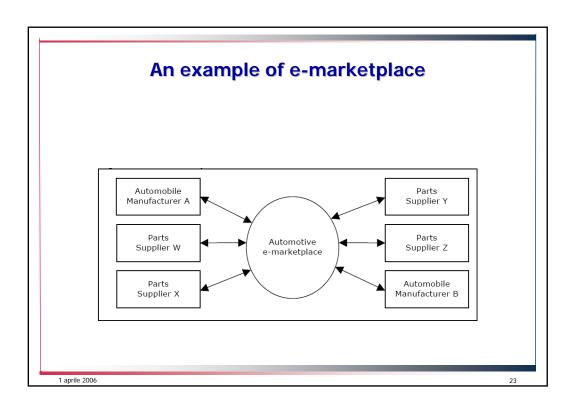


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Portals and e-Marketplaces

- The Internet has significantly changed the way organizations do business
 - By removing geographic boundaries, the Internet has allowed businesses to exchange information and conduct transactions without requiring face-to-face interaction
- Portals and e-marketplaces allow organizations to conduct business with each other
- Messaging systems are fundamental in e-marketplaces
 - They ensure that information in the form of messages are sent reliably to a potentially massive number of recipients

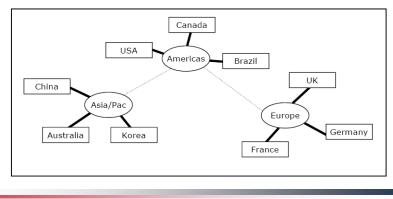
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Global business transactions

- Doing business in a geographically dispersed fashion presents its own sets of problems
- The messaging model caters to **geographically** disperse locations

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Types of Messaging

- Messaging products vary in their implementations
- The two most common implementations are
 - Hub-and-spoke architectures
 - Message bus
- Each has benefits, and it is up to the implementer to determine which best suits the needs of the organization

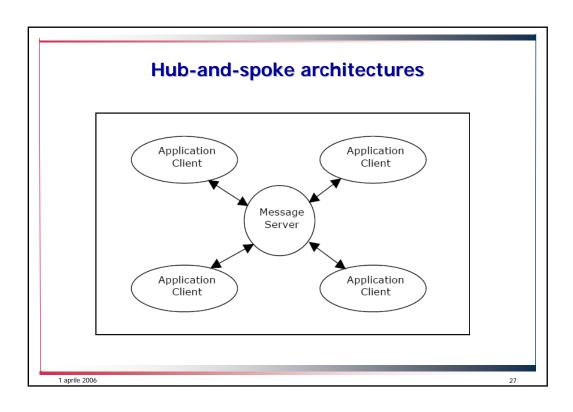
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Hub-and-spoke architectures

- All applications are connected to a central process, called a message server, which handles all communication among the connected applications, called the application client
- The message server is responsible for
 - routing messages correctly
 - authenticating and authorizing user access
 - guaranteeing the delivery of the message
- Each application client can either be a sender of messages, a recipient, or both

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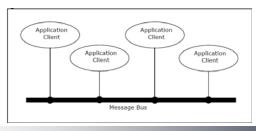
Hub-and-spoke architectures

Benefits:

- Reduced number of network connections: each application client only needs to connect to a message server in order to send information to all other clients
- Flexible client deployment: as the message server handles all routing, senders and receivers are unaware of each other, so they can be moved around with minimal disruption to the system
- Minimal software requirements on the application client: because most of the messaging logic is contained within the message server, <u>smaller software components</u> (or even no components) may be required in the application clients in order to establish connections

Message bus

- No centralized message server to coordinate the distribution of messages
- Each application client contains the functionality typically found in a message server (message persistence, transaction support, security)
- All application clients are connected to a message bus, which routes
 messages among each of the application clients, but the clients must
 perform all checks and balances to ensure that the message is
 delivered securely and reliably



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Messaging models

- Publish-and-subscribe model: a single sending application, or publisher, broadcasts a single message to several receiving applications, or subscribers
 - The publisher sends a message to a topic, which resides on a message server, which then distributes that message to all subscribers who have registered an interest in that topic
 - Useful when broadcasting the same information to a wide audience
- Point-to-point model: information is exchanged between a sending application, the sender, and one recipient, the receiver
 - a single sender places a message onto a queue, which resides on the messaging server
 - the first application that queries the queue receives the message. If the receiver accepts the message, it is removed from the queue, and no other receivers are sent that message

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Messaging Implementation Features

Guaranteed reliability:

- Business-critical systems demand reliable communication, and the Internet is far from a reliable communication channel
- A messaging product must offer different levels of service to guarantee delivery of information

Advanced security features

- The Internet is infamous for its ability to compromise system security
- Participants must be assured that information will be passed on only to those with the appropriate authority to receive the information

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Business Common Languages (BCL)

- The lingua franca to publish, share, and exchange data using some (e.g. open) standards over some networks (e.g. Internet)
- Most-commonly used languages:
 - EDI family
 - XML-based
- A BCL is not an integration solution in itself: it is just a data definition language
- But without a global common language there can be <u>no</u> <u>electronic business</u> among companies spread over the world

Business Common Languages (BCL)

- For BCL-based messages to be interpreted by all companies participating in B2Bi they need to agree on a common standard, which will define the document formats, allowable information, and process definitions
 - <u>Like a common currency</u> for conduct business
- The need for industry-wide B2B e-commerce standards in vertical industries is becoming critical and obvious
 - EDIFACT
 - Rosetta Net
 - ebXML

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eXtensible Markup Language (XML)

- XML is rapidly becoming the common language for doing business over the Internet
- Standardized formatting so that any application can understand information from other applications using XML
- More and more application vendors are choosing to support XML, so a messaging implementation should be able to handle the XML-formatted information without requiring translation to some other format

References

- Business to Business Integration (B2Bi) and Web Services (Chapter of the book "Web Services Business Strategies and Architectures")
- B2B Messaging (provided by the teacher)

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