

Forum The Ark

API Culture - Comment augmenter la valeur de votre logiciel en le dotant de sa propre API ?

API: product with opportunity & responsibility

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API : product with opportunity & responsibility

- History of Web API (one API fits all)
- Who is doing What
- Why having an API

opportunity

Business models

- □ product
- How & tips from best practices
- Developers' onboarding



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Salesforce in February 2000

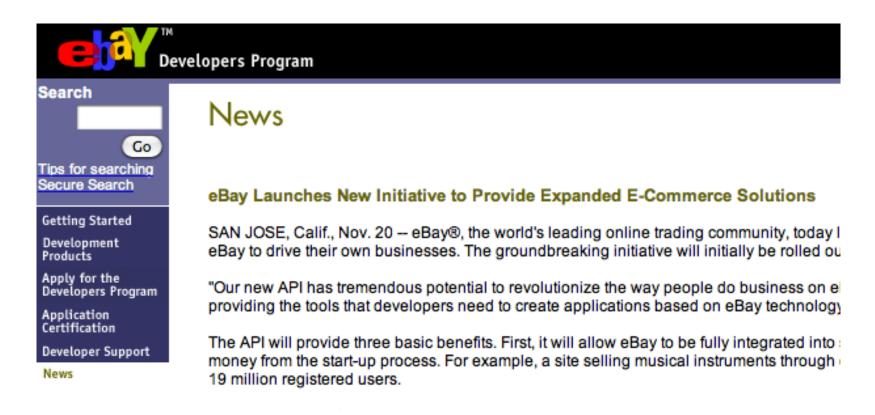
Sales force automation as a "Internet as a service", with XML APIs were part of Salesforce.com from day one.





eBay Application Program Interface (API) November 2000

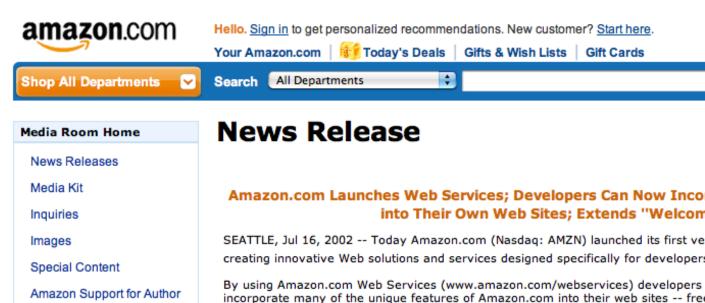
with the eBay Developers Program, but for only a select number of licensed eBay partners &developers





Amazon Web Service (AWS) 2002

The modern Web API movement was kicked off.



and Writer Groups

Amazon and the

Environment

Amazon.com Launches Web Services; Developers Can Now Incorporate Amazon.com Co into Their Own Web Sites; Extends "Welcome Mat" for Developers

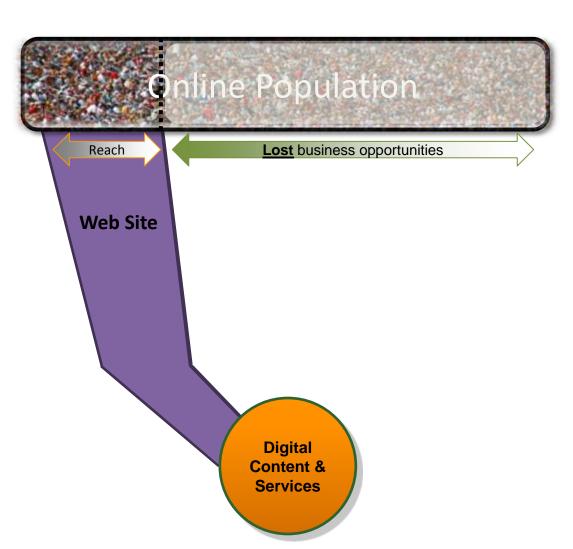
SEATTLE, Jul 16, 2002 -- Today Amazon.com (Nasdag: AMZN) launched its first version of "Amazon.com Web S€ creating innovative Web solutions and services designed specifically for developers and web site owners.

By using Amazon.com Web Services (www.amazon.com/webservices) developers can build applications and too incorporate many of the unique features of Amazon.com into their web sites -- free of charge.

"We're putting out a welcome mat for developers -- this is an important beginning and new direction for us," saic CEO of Amazon.com. "Developers can now incorporate Amazon.com content and features directly onto their own to see how they're going to surprise us."



How do you reach your users/clients?

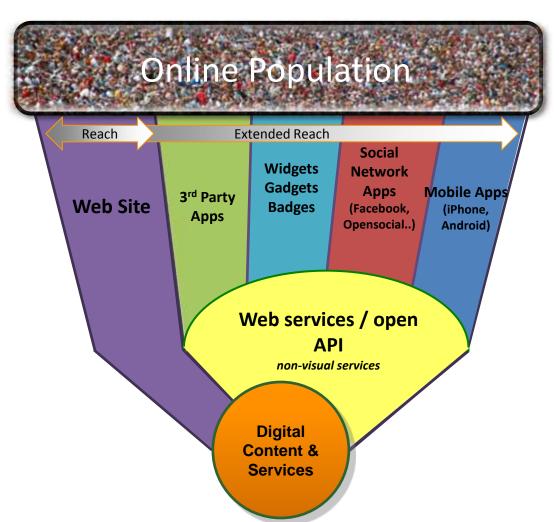


- Limited reach
- Lost business opportunities
- Limited brand awareness
- Web scraping risks
- Important SEO and SEM costs

 $(^22008)$



Develop a distributed web strategy... ...and make your content/services ubiquitous

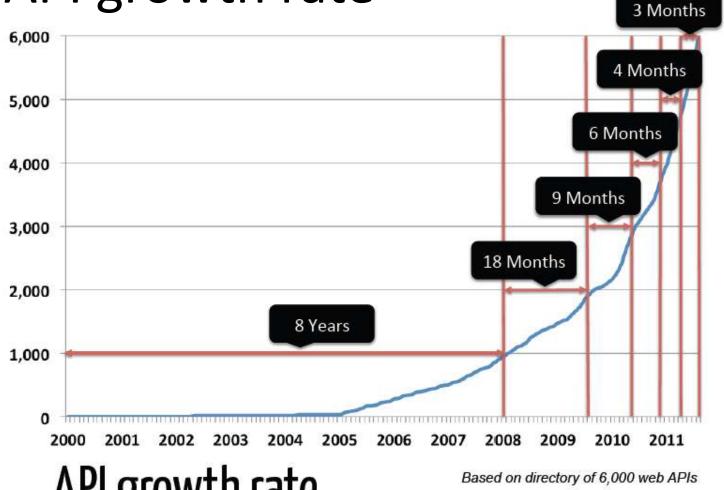


next: Semantic Web

APIs unlock new distribution channels and unleash the power of your web service and online business.







API growth rate

listed at ProgrammableWeb, May 2012

October 2013!:





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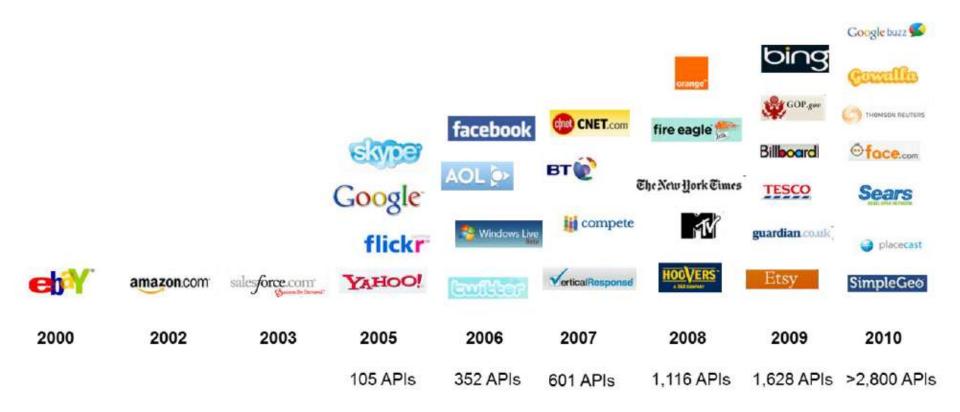
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Open API Timeline (Source: John Musser, Programmable Web)



API Billionaires Club

twitter 13 billion API calls / day (May 2011)

Google 5 billion API calls / day (April 2010)

facebook 5 billion API calls / day (October 2009)

ACCU WEATHER

KKLOUT

eny

1.4 billion API calls / day (May 2012)

1.1 billion API calls / day (April 2011)

1 billion API calls / day (May 2012)

1 billion API calls / day (Q1 2012)

1 billion API calls / day (January 2012)



More API Billionaires



12 billion API calls / month (May 2011)



5 billion API calls / month (May 2011)



3.7 billion calls / month (August 2011)



3 billion API calls / month (July 2011)



2.5 billion API calls / month (April 2012)



6 billion API calls / month (February 2011)



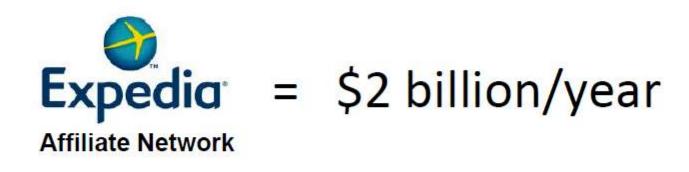
3.2 billion API-delivered stories / month (October 2011)



2 billion API calls / month (December 2010)



APIs, now a billion \$ business



"90% of what we do is business through APIs"

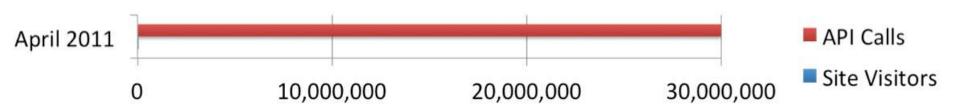


Forget the web site, let's focus on the API



Qwerly shutters profile pages in favor of lucrative 'DNS for people' API

TechCrunch, May 5, 2011



API as Product











































John Musser, ProgrammableWeb, @johnmusser customer == developer



API as Brand

APIbrandJohnMusserProgrammableWeb2012

New API

"Powered by"









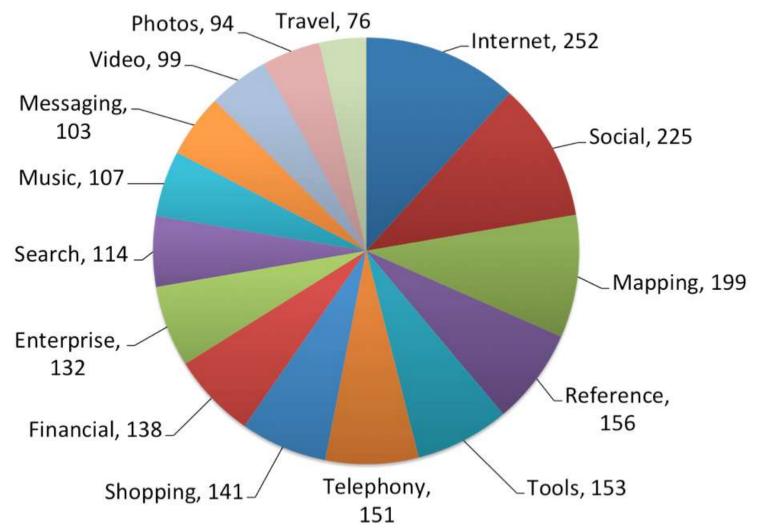




John Musser, ProgrammableWeb, @johnmusser

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APIs: some very competitive markets Number of APIs, Top 15 Categories





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Open APIs: Why bother?

- Make money
 - 60% of all listings on eBay.com added via their APIs



- Save money
 - SmugMug saves > \$500K/year with Amazon S3 Storage



- Build brand
 - Google Maps 300% growth vs 20% MapQuest



- Move to the cloud
 - Over 50% of all transactions via their API



- Go anywhere
 - Netflix now available on over 200 devices





Why

- Unlock business of data & services assets, but considering
 - Lack of resource
 - Need of external to mix & combine (mashup)
 - Use partner's communication, marketing, & sales
- "Mobile first" needs & supports RESTful
- (en)force a correct service-oriented architecture (SOA)
- Reverse IT systems aspect ... that were sometime barrier to innovation instead of a barrier to entry



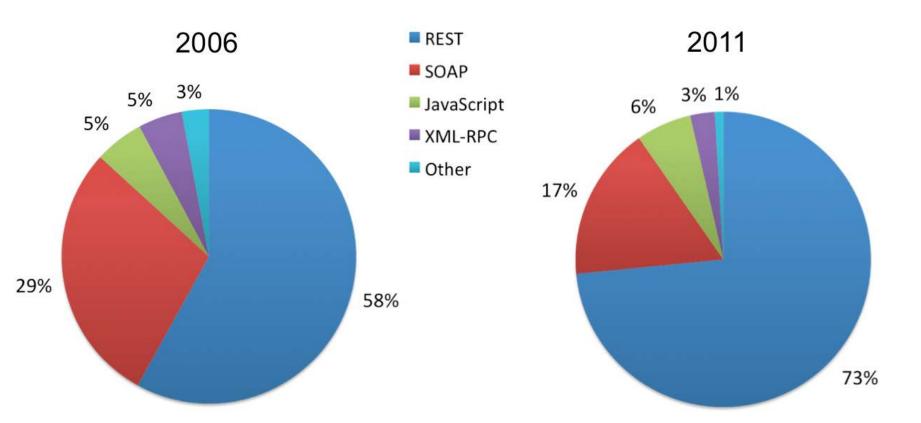
API needs: systems challenges

- More than SOA (change: internal > external)
 - developer portals ("on boarding")
 - access (key) management & approval
 - metering, monitoring, reporting, billing
- For SOA native: from SOAP & XML to RESTfull (& Json)
- Hybrid architecture taking account of legacy systems (for integration)
 - different integration technologies
 - on-premises & cloud-based integration solutions

Forrester: The Hybrid² Integration Challenge



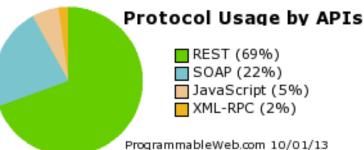
REST vs. SOAP: Simplicity wins again



Distribution of API protocols and styles

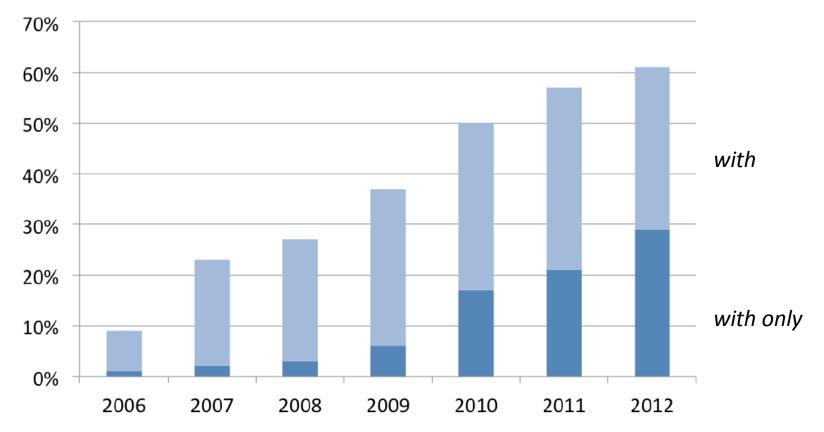
Based on directory of 3,200 web APIs listed at ProgrammableWeb, May 201

John Musser, ProgrammableWeb, @johnmusser, SemTech 2011



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JSON Rising: 55% of all new APIs support JSON 20% of all new APIs support only JSON



Percentage of new APIs with (only) JSON support

Based on directory of 3,200 web APIs listed at ProgrammableWeb, May 2011



API management solutions (1/2)



COMPLETENESS OF VISION Source: Gartner (August 2013)



API management solutions (2/2)

Figure 5 Forrester Wave™: API Management Platforms, Q1 '13





API B2B users (evolution, inspiration for step-by-step implementation)

- Internal developers (same group, other departments, subsidiaries, acquired firms)
- Known customers (under contract)
 - API as (free) subpart of other product(s)
 - API as standalone product (own business model)
- Known partners (Resellers, Affiliates, Suppliers)
- Unknown external developers
 - new customers & partners from online self-service
 - (switch) from partner model to platform model



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API business models

Who	What	How
Amazon Associates	Retail	Affiliate Model
Amazon S3	Infrastructure	Pay-as-you-go
eBay	Auctions	APIs for listings
Exact Target	Bulk Email	Tiered pricing
Rhapsody	Music	Partnerships
Salesforce.com	CRM / SFA	SaaS per-seat licenses

Best practice: Bake your business model into your API



Salesforce API pricing (license upsell)

CONTACT MANAGER

Contact management for up to 5 users

\$5

/user/month* (billed annually)

Try for FREE >

Includes the following features:

Accounts & contacts

Task & event tracking

Outlook, Gmail email integration

Mobile access

Content library

GROUP

Basic sales & marketing for up to 5 users

\$25

/user/month* (billed annually)

Try for FREE >

Contact Manager features

+

Opportunity tracking

Lead scoring, routing & assignment

Email templates & tracking

PROFESSIONAL

Complete CRM for any size team

\$65

/user/month* (billed annually)

Try for FREE>

Group features

+

Mass email

Campaigns

Customizable dashboards

Most popular

ENTERPRISE

Customize CRM for your entire business

\$125

/user/month* (billed annually)

Try for FREE >

Professional features

+

Workflow & approval automation

Integration via web service API

Profiles and page layouts

UNLIMITED

Premier+Success Plan optimize CRM for your business

\$250

/user/month* (billed annually)

Try for FREE >

Enterprise features



24x7 toll-free premier support

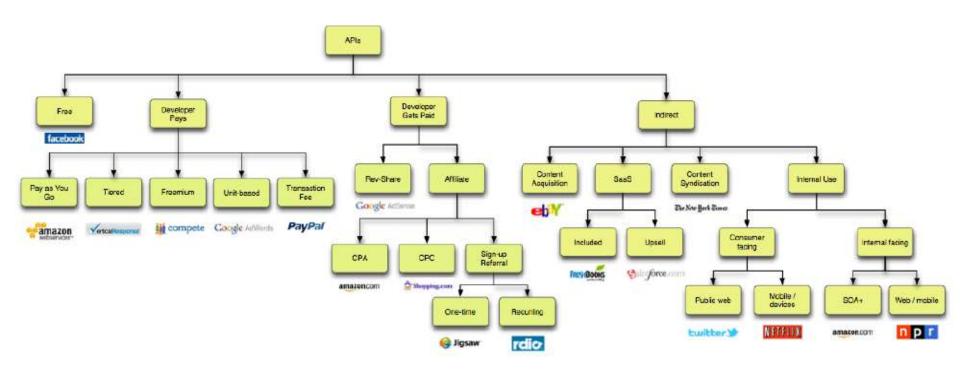
Multiple sandboxes

Mobile customization & administration

Unlimited access to



API Business Models, 2012



John Musser, ProgrammableWeb, @johnmusser

Note: models are not exclusive - one API can support multiple models



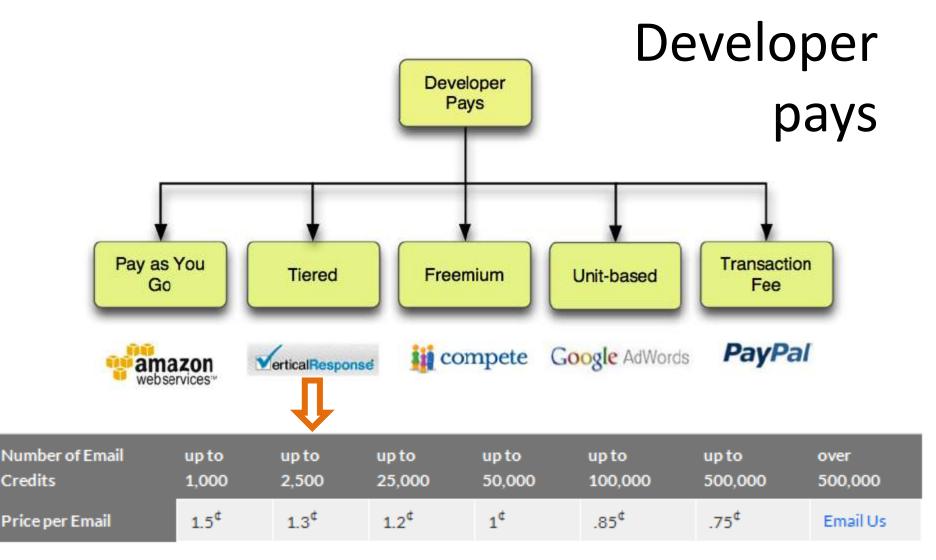
API Business Models



Free



API Business Models





Compete API Pricing

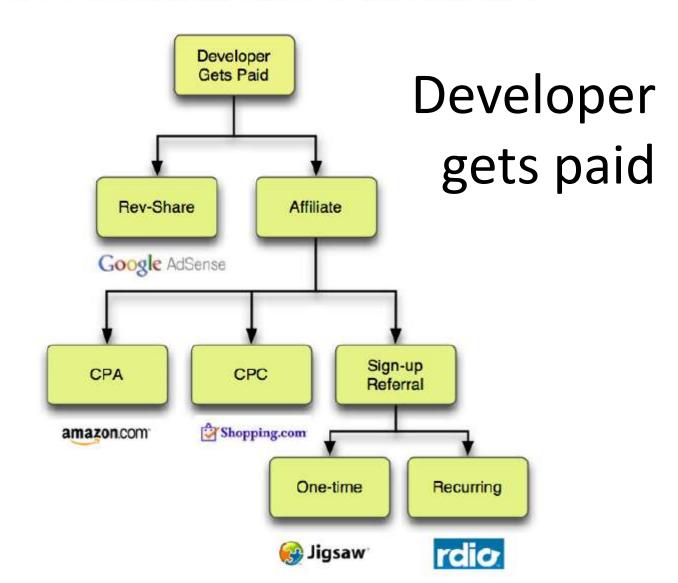
- premium access
- annually contracted subscription
- each billing cycle with given a datapoint allotment
- how much data access with subscription

Metric costs in datapoints:

Metric	Historical Data	Cost per Metric/Month
Rank	25 months	1 datapoint
Unique Visitors	25 months	1 datapoint
Visits	25 months	1 datapoint
Page Views	25 months	1 datapoint
Average Stay	25 months	1 datapoint
Visits/Person	25 months	1 datapoint
Pages/Visit	25 months	1 datapoint
Attention	25 months	1 datapoint
Daily Reach	365 days	1 datapoint
Daily Attention	365 days	1 datapoint
Gender	25 months	1 datapoint
Income	25 months	4 datapoints
Age	25 months	6 datapoints
Incoming Traffic	Current Month	158 datapoints
Top Keyword	90 day rolling	500 datapoints

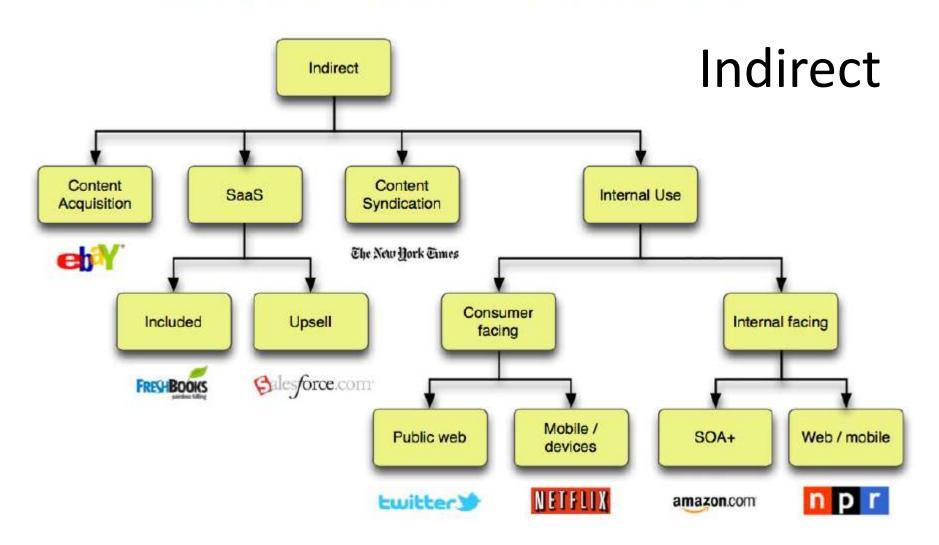


API Business Models





API Business Models





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Success: Consider API as a product! Strategy & concept (checklist)

- identify the goals and audience (segmentation of developers/companies and of end-users)
- understanding how an API can grow your business: make money or expand your service? (revenue, retention or reach?) / differentiation to competition? / etc.
- Business model? freemium? revenue share? cover costs? ...
- benefit of opening up my data & servicres in terms of reach and revenue outweigh the risk and cost (really?)
- who in the company (department) will "own" the product
- able to devote the resources needed to build a successful API team and program
- use of API management tools & platforms or do it alone, internally (on premise vs. SaaS)



Action plans

Content and services are the digital assets

- Identify your core digital assets
- Brainstorm what solutions could be invented with the help of your digital assets
- Define a few scenarios for an API-based business strategy and business model
- Scope out requirements to implement your API initiative
- Start with one strategy and business model, and be ready to adapt and change



□ opportunity

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You cannot substitute, change heavily, or just stop!



Attract developers (1/3)

- What kind of <u>recognition</u> does your brand already have?
- What makes your service or your API <u>different</u>
- Offer developers something <u>meaningful</u> usually that's fame or fortune (direct economic benefit or indirect)
- Target developers who need your API to <u>solve a real</u> <u>problem</u> they have
- What kind of buzz will you get from an API <u>launch</u>?
- Highly <u>segmented</u>, individual campaigns are much more successful ("reach Twitter developers building mobile apps," than it is to say, "I'm going to reach everyone")
- Enough focus in the <u>marketing</u> in the initial months after an API launch
- How much are you willing to <u>invest</u> in promoting your API and supporting its users?



Attract developers (2/3)

- Be part of the community of developers you're trying to build: online communities (Blogs, wikis with documentation, newsgroups, venues for code examples, developers can share their own codes), reward the best apps, organize dev camps & hackathons, contests with interesting prizes, evangelize
- No slow onboarding, e.g. avoid complex registration and key issuance protocols
- As <u>simple to use</u> as possible (e.g. follow REST design principles and lower the barrier to entry, lots of communication and documentation. Code samples. Active forums where questions are answered quickly and accurately)
- How <u>fast</u> will you act on <u>feedback</u> from your API users?



Attract developers (3/3)

- Having <u>references</u> (<u>developers</u>) that relate to your business
- <u>Few trusted</u> developers to use a private, "pre-alpha" version of your API, and put your API through a thorough <u>beta</u> stage
- Use the <u>feedback</u> you get to <u>improve</u> your design, find & squash bugs, plan new version
- <u>Partnering</u> with other companies with APIs related to your business (complement each other, ready for mashup)
- Ready for the scope and <u>scale</u> of API <u>traffic</u>, different from the traffic your web app might see (build your infrastructure accordingly)
- Be ready to <u>change direction</u> / Start small. Get an API out there and learn



- questions -

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-- backup slides --



Simple pricing



API License's

3 Week Free Trial

Try Now

A simple, easy to use set of API functions. We advise starting here to get a real feel for all the power behind SupermarketAPI. In addition to having access to over 1,000,000 (1 Million) Grocery and home products that are carried at stores like Walmart, Safeway, Target, CostCo, Trader Joes and Whole Foods, you will receive access to the following data:

- Product Name
- Product Description
- Product Image
- Product Location
- Product Weight
- NO API Support

Commercial (\$199/yr)

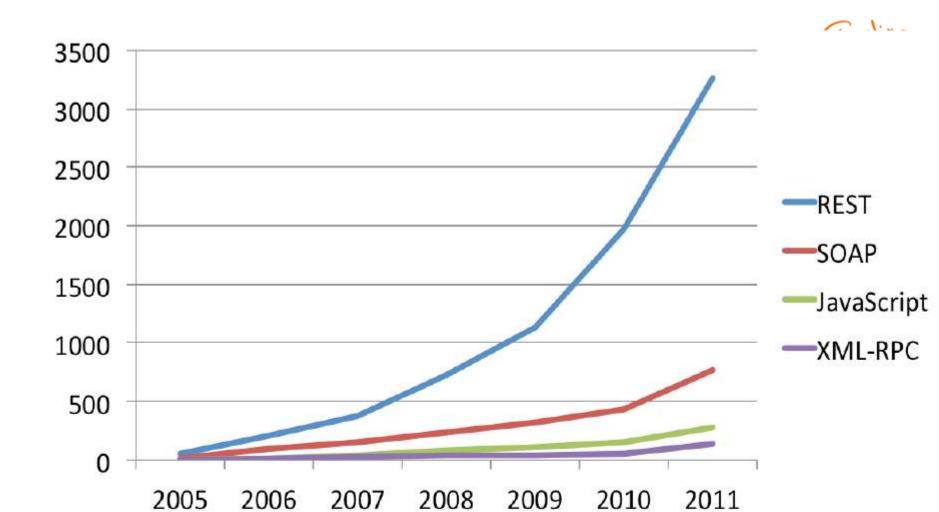
This license is for developers, that want to take the app that they build to a commercial level. Expanded API Methods All the features of the Trial License, also you will receive access to the following data:

- Product Name
- Product Description
- Product Category
- Product Image
- Product Location (if submitted with StoreID)
- Product Weight
- Product Price
- Product UPC/Barcode (September 2013)
- API Support (Email)
- First Access to New Data



"Data.com Connect" pricing (Jigsaw API)

Connect Plus 2 contacts 350 contacts 750 contacts 3,600 contacts For \$250/year* For \$500/year* For \$1,500/year* Free Join now Buy now **Buy now Buy now** Give contacts to \$1.00/contact for \$1.00/contact for Unlimited view of complete contact information additional contacts additional contacts get contacts List suppression up to 200k contacts \$.50/contact for additional contacts



API protocols and styles

Based on directory of 5,100 web APIs listed at ProgrammableWeb, February 2012



SOAP

POST /GetStock HTTP/1.1

Host: www.example.org

REST

GET http://example.org/stock/IBM

```
Content-Type: application/soap+xml
<?xml version="1.0"?>
<soap:Envelope
xmlns:soap="http://www.w3.org/2001/12/soap-
envelope"
soap:encodingStyle="http://www.w3.org/
2001/12/soap-encoding">
<soap:Body xmlns:m="http://www.example.org/
stock">
 <m:GetStockPrice>
  <m:StockName>IBM</m:StockName>
 </m:GetStockPrice>
</soap:Body>
</soap:Envelope>
```



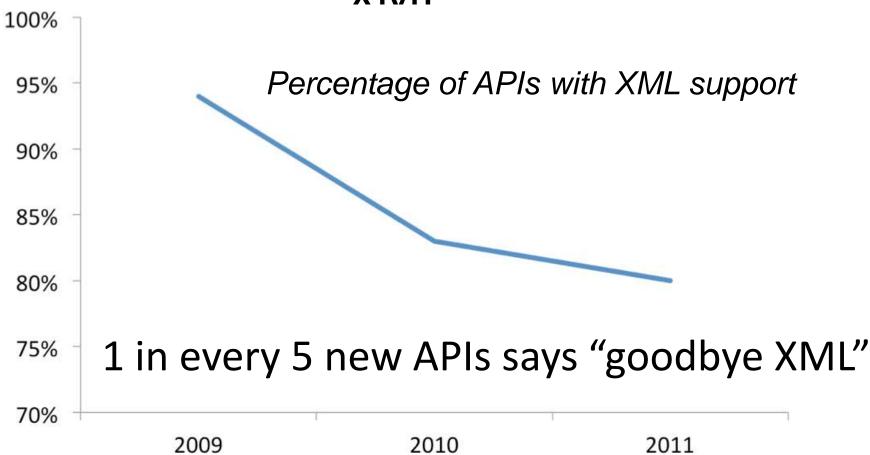
JSON

```
"symbol": "IBM",
"price": 94.72,
}
```

XML

```
<?xml version="1.0"?>
<soap:Envelope
xmlns:soap="http://www.w3.org/2001/12/soap-
envelope"
soap:encodingStyle="http://www.w3.org/
2001/12/soap-encoding">
<soap:Body xmlns:m="http://www.example.org/
stock">
 <m:GetStockPriceResponse>
  <m:Price>34.5</m:Price>
 </m:GetStockPriceResponse>
</soap:Body>
</soap:Envelope>
```

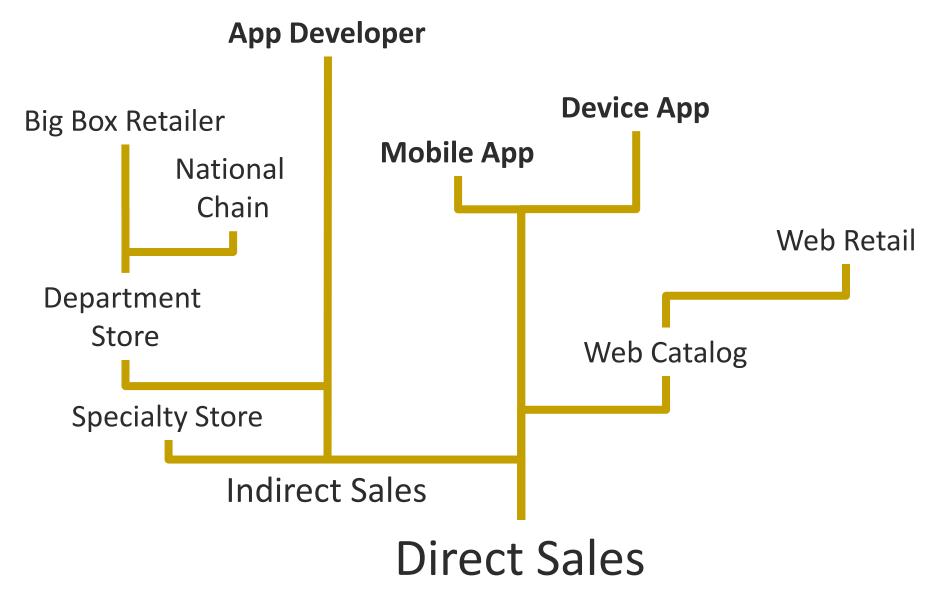
1 in every 5 new APIs says "goodbye" XMI"



Based on directory of 3,200 web APIs listed at ProgrammableWeb, May 2011

John Musser, ProgrammableWeb, @johnmusser, SemTech 2011







Hardt's Theorem: The Internet Power Law

The first wave of the Internet demonstrated the economic impact of web-based business models.

95:5

The HTML-driven Internet showed new business models that focused revenue in the 3rd standard deviation (examples: Amazon, EBay). Reality reflected a "95:5" rule where 5% of companies dominated the transactions and profits.

The API-driven Internet is demonstrating the next concentration of power and is reflecting a "99:1" distribution (examples: Twitter, Facebook) due to the high switching costs and effective lock-in through

99:1

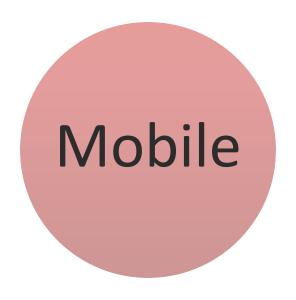
software.

80:20

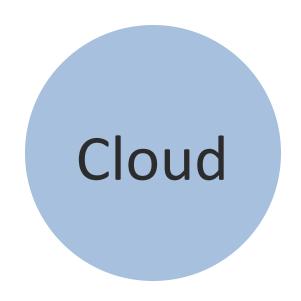
Previous eras of business showed a normal distribution for revenue, with most firms getting most of the revenue. In the later half of the 20th century, business model innovations focused revenue in the 2nd standard deviation above the mean. The "80:20" rule became conventional wisdom.

The next wave of the Internet is demonstrating the economic impact of API-based business models.



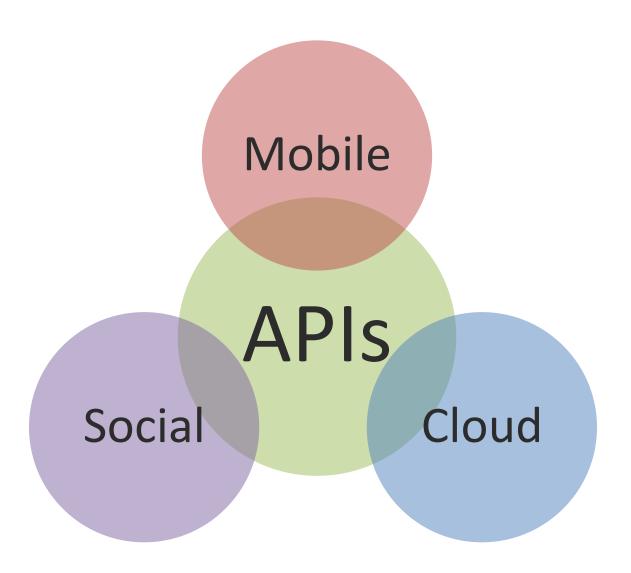






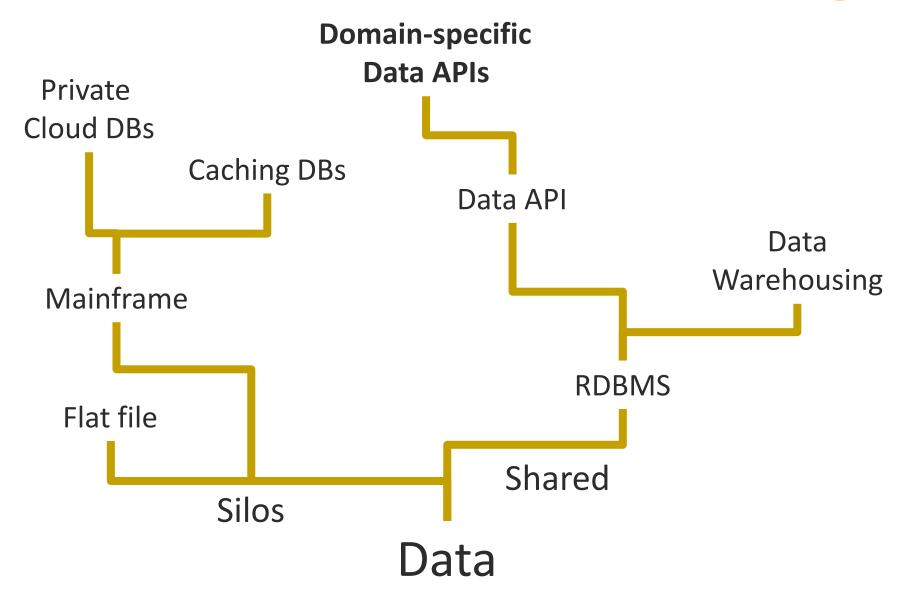
Source: Sam Ramji, VP Strategy Apigee, @sramji

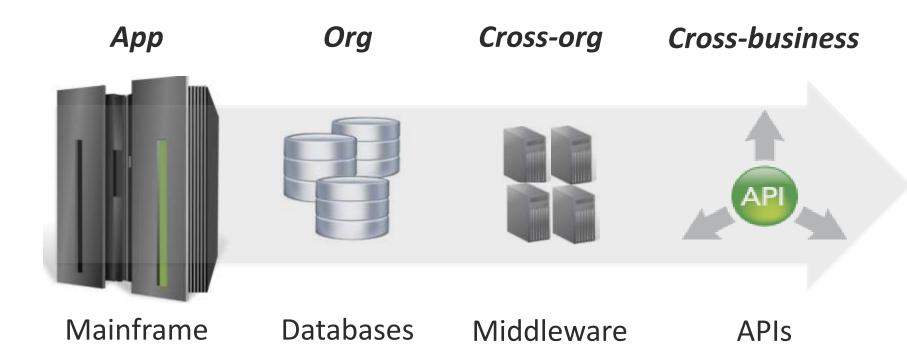


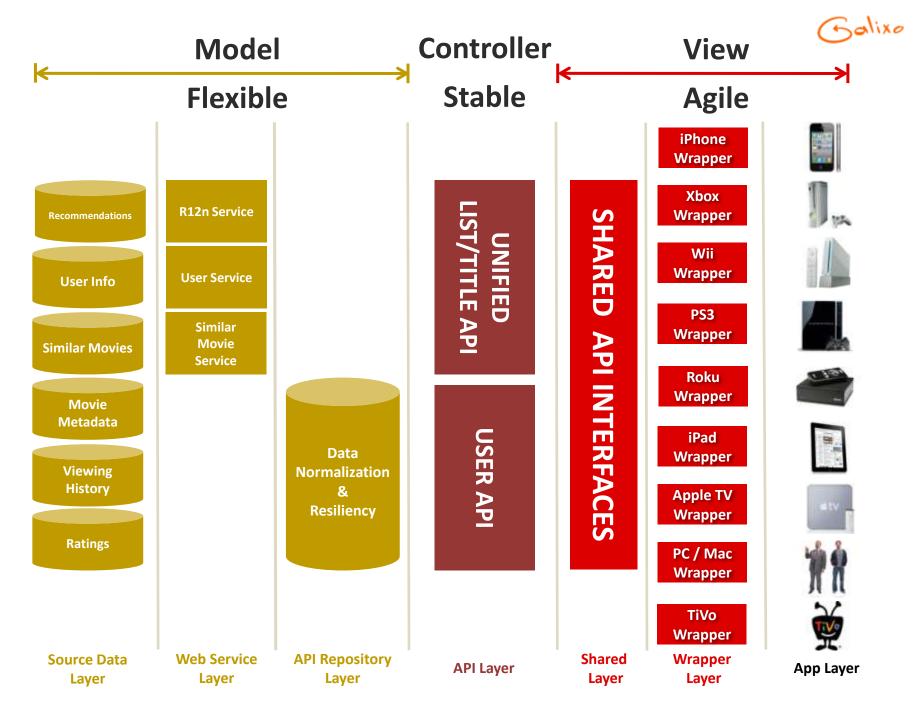


Source: Sam Ramji, VP Strategy Apigee, @sramji











5 Keys to a Great API

- A valuable service (data, function, audience, ...)
- A plan and a business model
- Simple, flexible, easily adopted
- Managed and measured
- Great developer support



Three technical approaches for API management platform market

- API gateways: on premises precise control of API traffic (to data center & public cloud)
- Plugin: access in the cloud (authentication and portal capabilities), traffic
- Cloud-based proxy: easy to deploy, but costs scale with traffic