

The background features a dark blue gradient with abstract, glowing geometric shapes in shades of purple and magenta. Two thin, light blue lines intersect diagonally across the upper right portion of the image.

# AWS re:Invent

DECEMBER 2 – 6, 2024 | LAS VEGAS, NV

PR0303

# Scaling to new heights: Coinbase migrates to Amazon EKS and scales 10x

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Engineer  
Coinbase

## Dr. Adam Link

Engineering Manager  
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## Rob Martell

Principal Cloud Application  
Architect  
AWS



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# Your speakers for the session



**Tiberiu Oprisiu**

Senior Staff Software  
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**Dr. Adam Link**

Engineering Manager  
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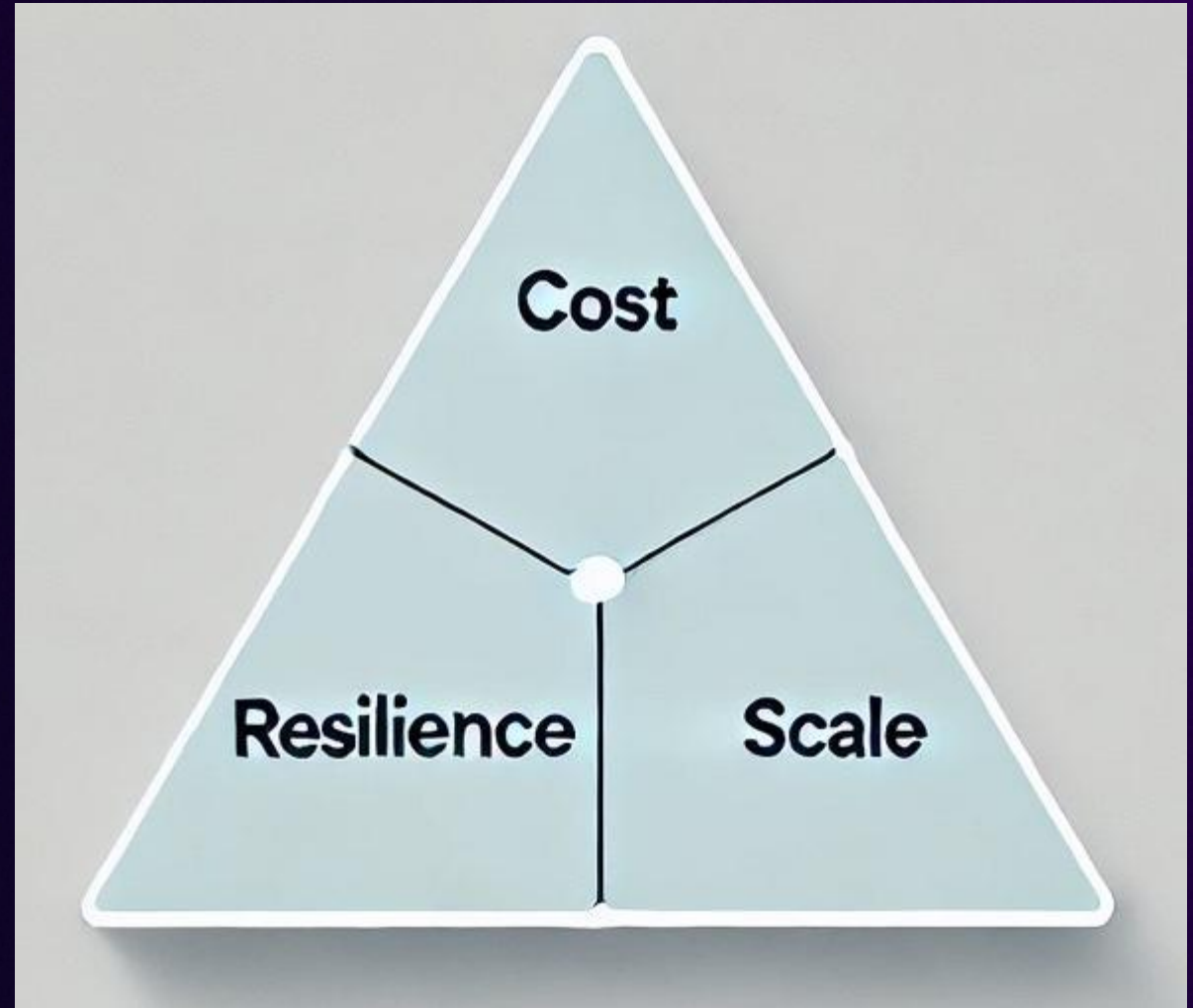
**Rob Martell**

Principal Cloud Application  
Architect  
AWS

# 10x scale program

The program objectives – Coinbase and AWS Professional Services

- **Reduce costs** of compute footprint
- **Improve scaling** for unpredictable loads
- **Modernize compute** designs



# 10x roadblocks

- How to make **Amazon EC2 clusters** more reliable
- How to **react to extremely high scaling** rate (tps)
- **When to drain** for scale-down
- When to **use static stable** Pods in Amazon EKS
- **EKS design** restructures and what to **move to EKS**
- Are there **better tools for scaling?**



# Coinbase

- Founded May 2012
- First and only publicly traded, audited crypto exchange
- Crypto market volatility causes sudden traffic influxes
- Ensure scalability and reliability during bull cycles
- Cost optimizations during bear cycles



**Brian Armstrong**    
@brian\_armstrong

Apps are now recovering.

We had modeled a ~10x surge in traffic and load tested it. This exceeded that number.

It's expensive to keep services over-provisioned, but we'll need to keep working on auto-scaling solutions, and killing any remaining bottlenecks. Thank you for bearing with us.



**Brian Armstrong**   @brian\_armstrong · Feb 28

We are dealing with a LARGE surge of traffic - apologies for any issues you encounter. The team is working to remediate.

1:11 PM · Feb 28, 2024 · **2.4M** Views

# Coinbase 2022

- Coming out of a strong bull cycle with large crypto adoption
- The whole industry did a “reset” to adapt to the new normal
- Coinbase had to reset system usage and costs



Bitcoin  
price

Time



# CCoE role in Coinbase

- Who delivers on this program for Coinbase
  - Cloud Center of Excellence (CCoE) ensures Coinbase uses the cloud optimally
- 3 core pillars
  - Cloud architecture excellence
    - Are we building it the right way?
  - Cloud usage excellence
    - Are we using it cost effectively and completely?
  - Cloud lifecycle management
    - Are we keeping up with the latest?
- Cloud optimization is a function of the expense of the cloud architecture divided by the rates paid for that architecture



# Coinbase's strategic objectives – All phases

- Scale for traffic surges without overprovisioning
- Cost optimize without sacrificing resiliency
- Maximize system use without crashing during scaling
- Execute swiftly without increasing headcount



# 10x program path at Coinbase



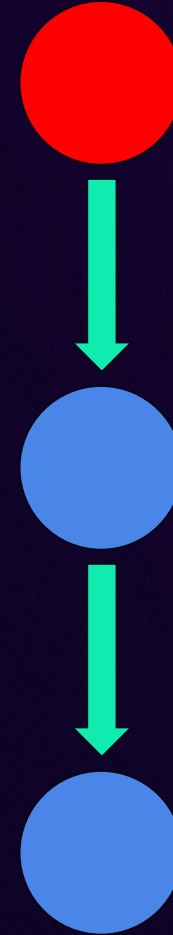
# 10x program path – Phase 1

EC2 x86 to EC2 Graviton

Phase 1

EC2 to EKS ( X86 )

EKS instances to Graviton



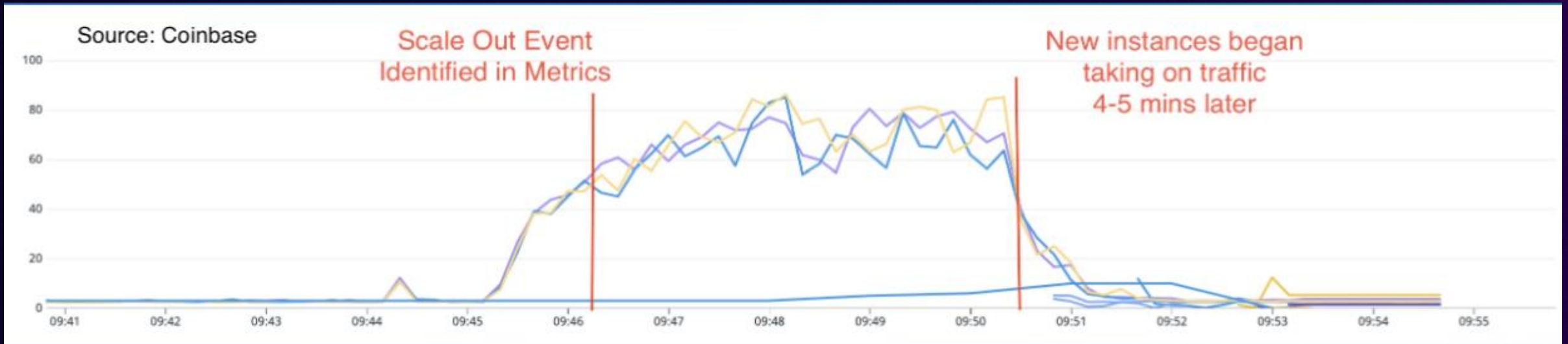


# Improving Auto Scaling groups



Analyzed our scaling process holistically to find our bottlenecks  
Not scaling fast enough

# Improving Auto Scaling groups



Observability correct?

Updated our infra to support warm pools, step scaling, granular metrics

# Improving Auto Scaling groups



## Result

- Enabled sub-min scaling for our services
- Improved scalability, reliability, cost efficiency



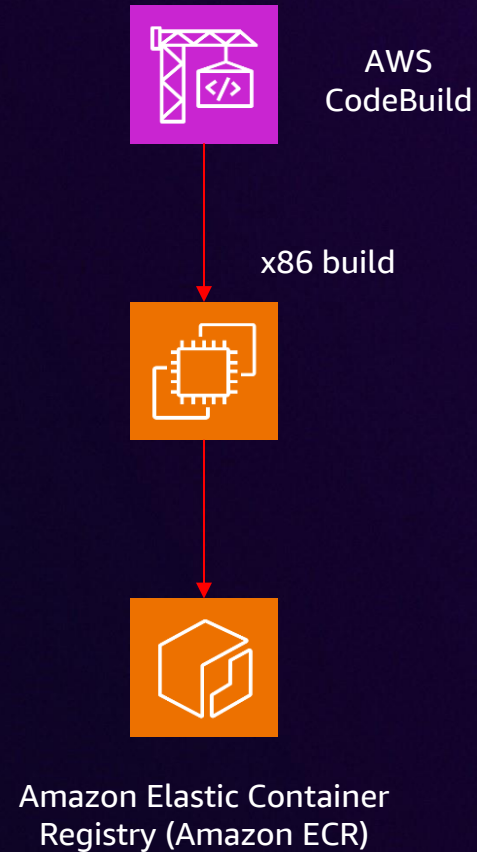
# Phase 1: EC2 x86 to EC2 Graviton

- **Delivered:** Reduced EC2 spend up to 20% by switching from x86 to Graviton using a fan-out execution approach
- **Problem:** How do we fan out into many teams quickly
- **Solution:** Crafted SOW with AWS Professional Services; selected team members based on skills needed for each project
- **Action:** Reached out to our TAM
  - Allocated budget based on expected cost efficiencies from architectural changes

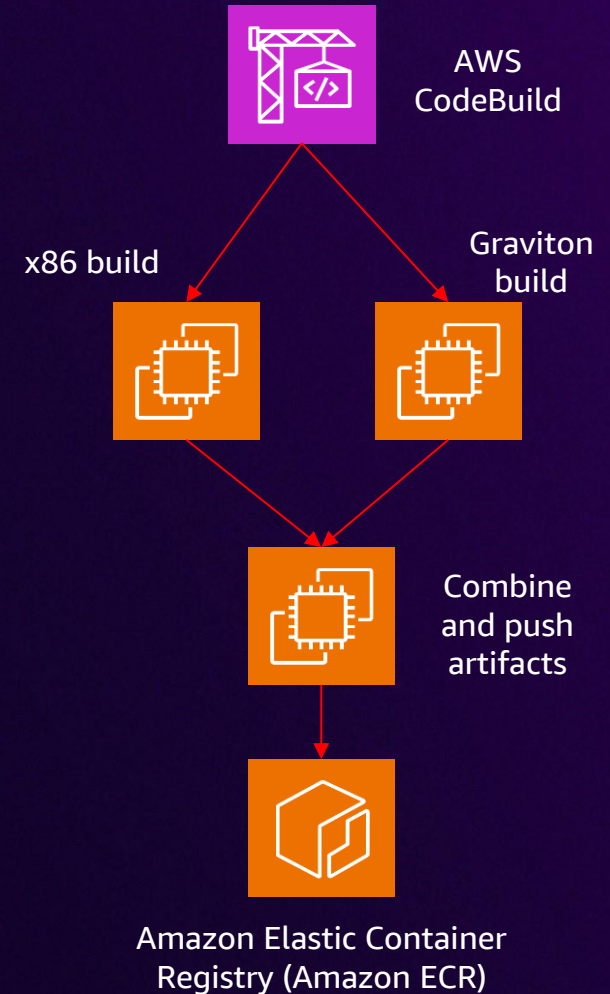
# Updating build pipeline

- Graviton vs. x86
  - 20% more cost-effective
  - Better performance
  - Reduced carbon footprint
- Implementing dual architecture
  - 2x build time due to emulated builds
  - Needed to improve customer experience before rollout
  - Batch builds architecture

Legacy build pipeline



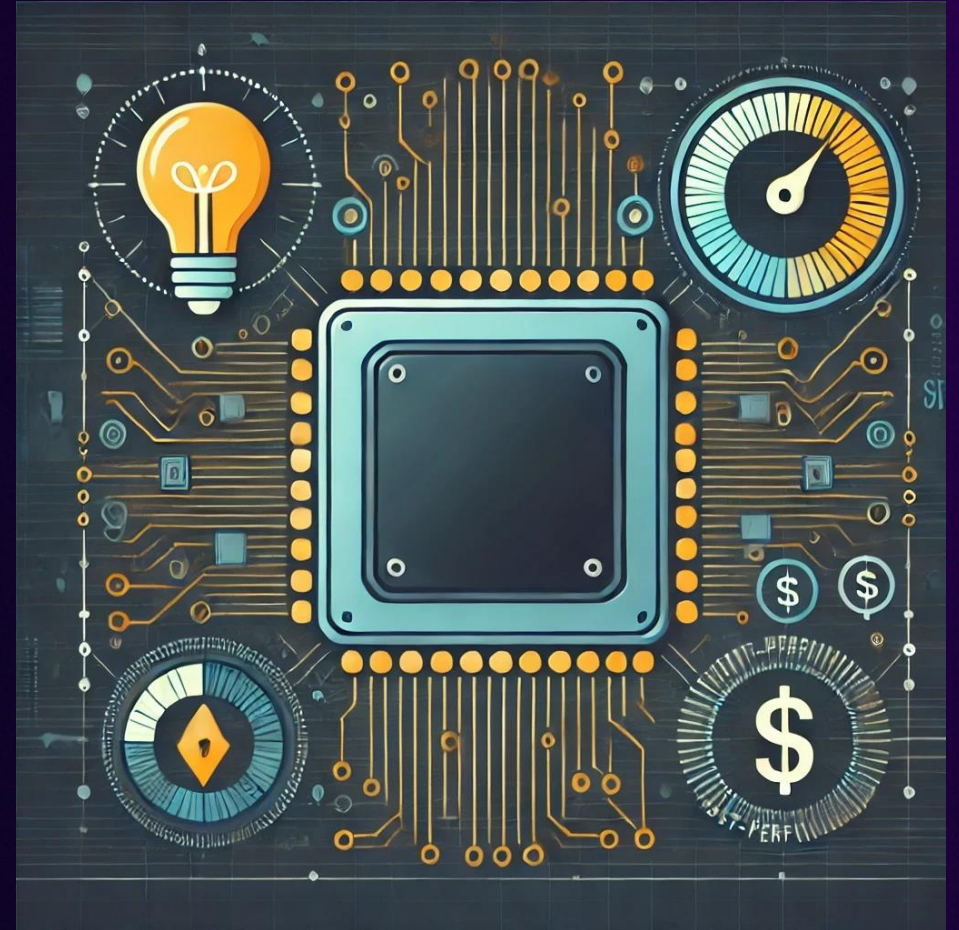
Batch build pipeline





# Graviton migration: Learnings

- Customer experience matters
- Instance availability is important
  - Couldn't use multi-instance ASGs due to warm pools feature
- Golang vs. Ruby performance
- Cloud Center of Excellence (CCoE) is building flexible workforce best practices for Coinbase





# EC2 to Graviton – Partially completed

## Efficiency

- ▶ Higher sustained utilization
- ▶ Dual compile, same time to compile

↓ **Resources**

## Cost

- ▶ Instance type savings

**20% reduction  
in spend**

## Resilience

- ▶ Improved latency
- ▶ Increased instance variety

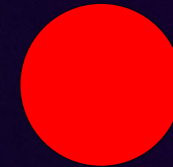
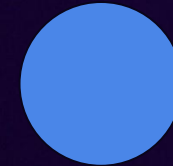
**Happy customers  
and regulators**

# 10x program path – Phase 2

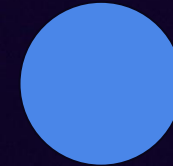
EC2 x86 to EC2 Graviton

EC2 to EKS (x86)

EKS Instances to Graviton



Phase 2



# Phase 2: EC2 to EKS

- **Delivered:** Compute cost optimization by 50% or more
- **Problem:** Cost to deliver, including incidents, kept low
- **Solution:** Larger project/more teams
- **Action:** 20 teams involved for EKS
  - Weekly program check-ins
  - Weekly senior management to highlight wins
  - Team assignments
  - Automated reports (workforce, savings)
  - Next week objectives



# Delivering on ROI

- **Financial payback**
  - Identified higher ROI on these migrations
  - Bin packing of services
  - Faster scaling
  - Better integration and management with Amazon EKS
    - Leave the undifferentiated heavy lifting to AWS services
- **Delivered:** 12 months to migrate 3,500 service configurations

# EKS: Preparing EKS migrations

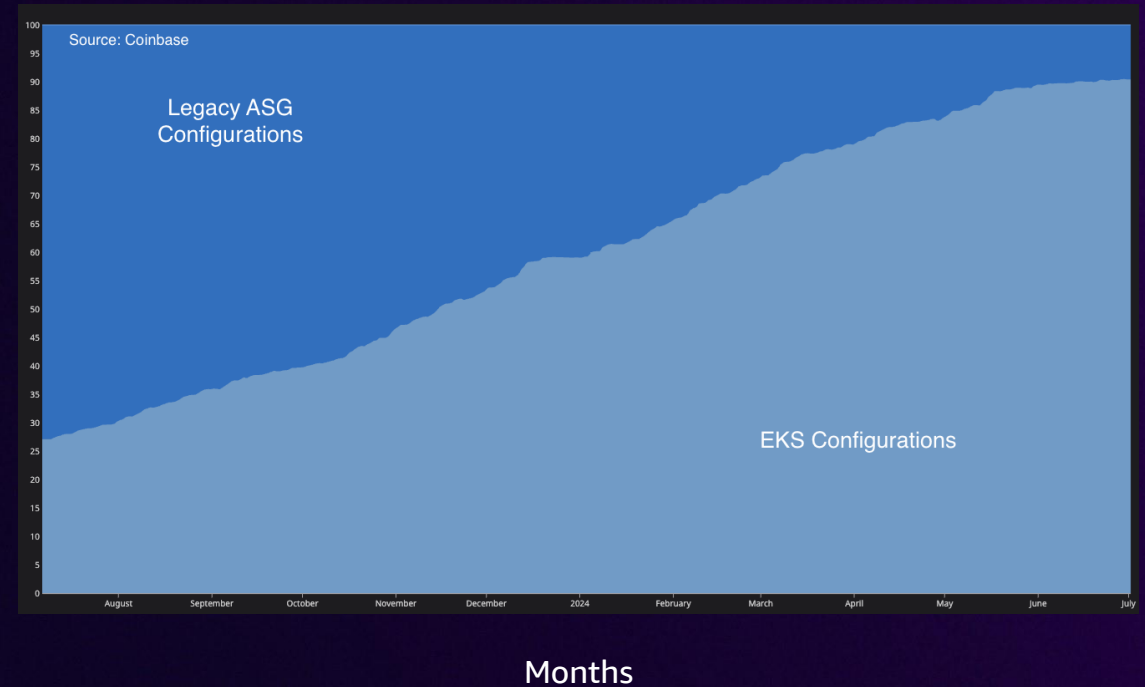
- **Add tooling**
  - Enable automation (Kubetools)
  - Load test EKS safely
- **Begin migrations with CCoE engineer**
  - Gather initial learnings
  - Create guides to support all team members
- Assemble **target list of in-scope** services

# EKS: Learnings from K8s migration

- De-risk **infra-level prerequisites**
  - CLB to ALB migration
- **Use complex migrations** as teaching moments
- **Daily sessions** to address blockers as a team

EKS migration progress

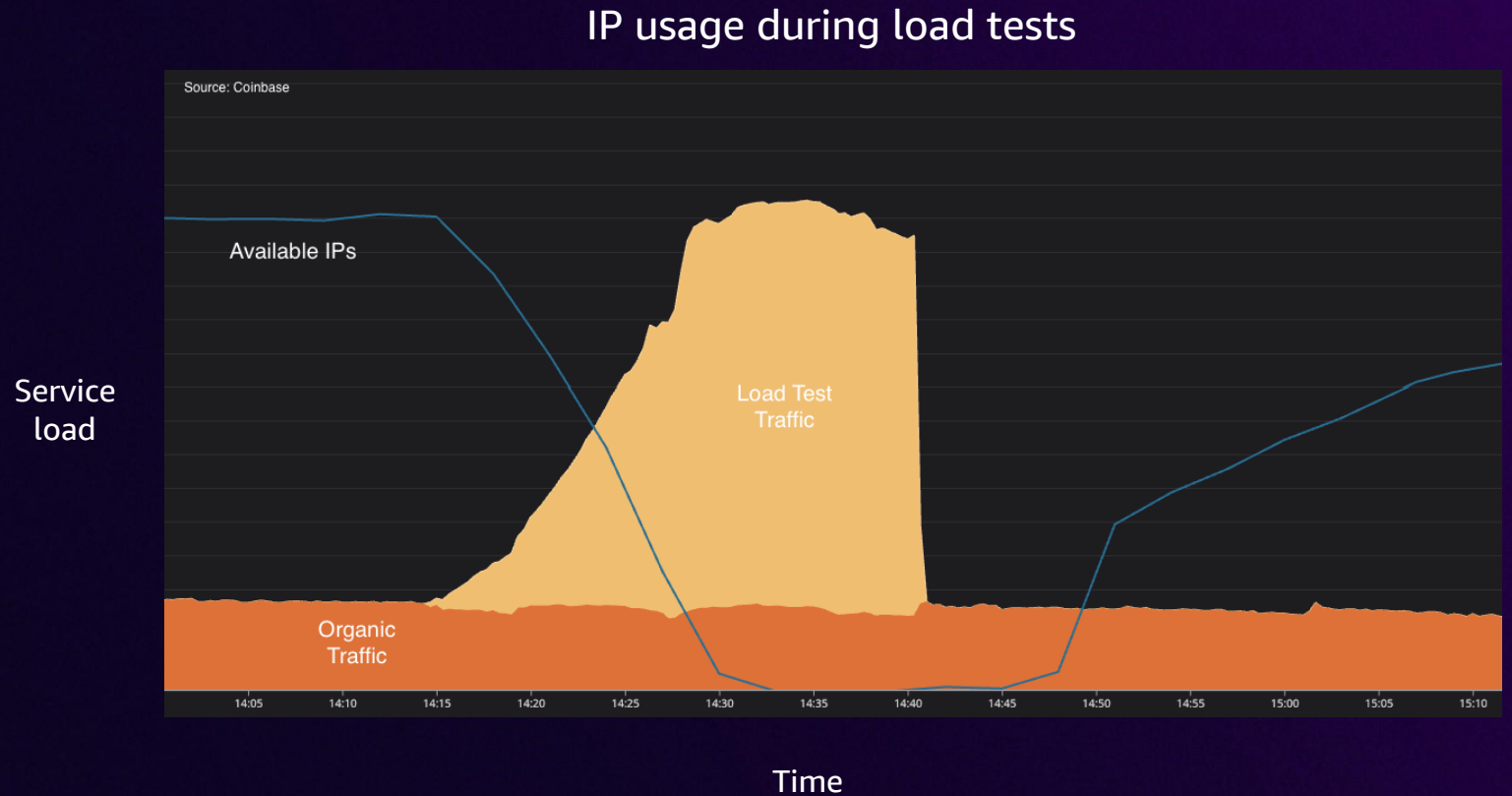
Configurations





# EKS: Learnings from K8s migration

- Constant load testing
  - 10x peak
- Scale created IP issues



# EKS: End state Phase 2

## Efficiency

- ▶ Bin packing
- ▶ Granular resource settings

**68% ↓ resources**

## Scalability

- ▶ Rapid scale-out
- ▶ Shared over-allocation

**50% faster scaling**

## Centralization

- ▶ Infra management
- ▶ Managed Kubernetes offerings

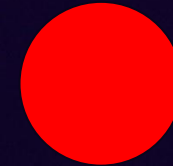
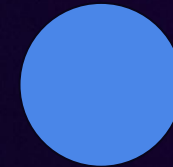
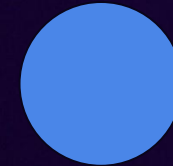
**↓ Operational burden**

# 10x program path – Phase 3

EC2 x86 to EC2 Graviton

EC2 to EKS (x86)

EKS instances to Graviton



Phase 3



# Phase 3: EKS instances to Graviton

- **Delivered:** Efficient operations on EKS
- **Problem:** Our multi-architecture work was losing ground
- **Solution:** Merge multi-architecture and EKS projects
- **Action:** Restaff to have Graviton and EKS skills and new SOW

# Graviton EKS migrations

- Update guides for **Graviton** on EKS
- Assemble target **list of services** to handle
  - Focus on **Golang** services
  - EKS cluster-based sprints
- Create tracking mechanism
- Celebrate milestones



Amazon Elastic Kubernetes  
Service (Amazon EKS)



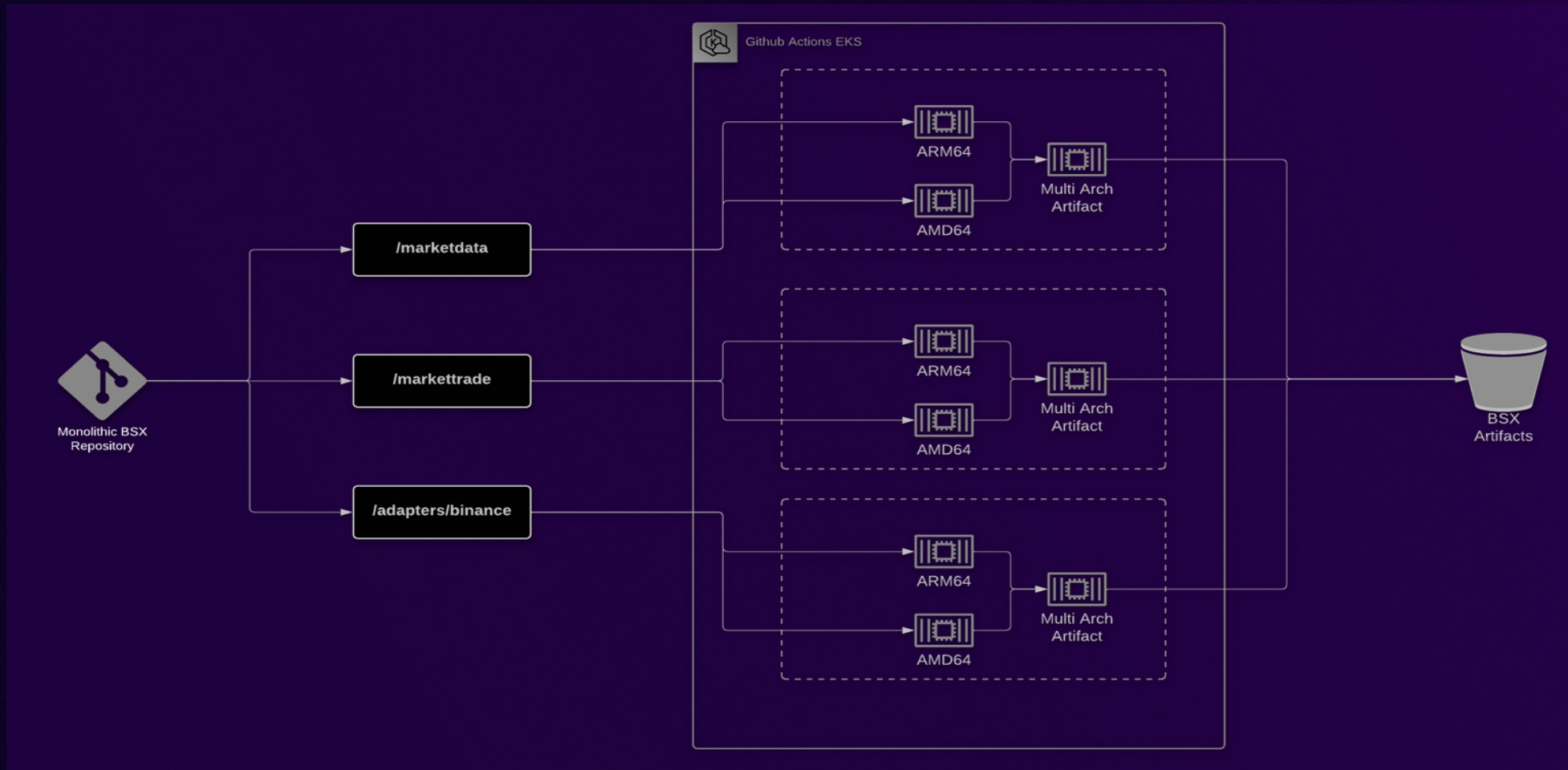
# Graviton EKS migrations: Learnings

- Using Graviton on EKS was simpler than initial EKS migration
- Cluster Autoscaler was a blocker
  - Cluster Autoscaler vs. Karpenter
  - Worked within limitations to increase Graviton usage





# Graviton EKS migrations: Learnings

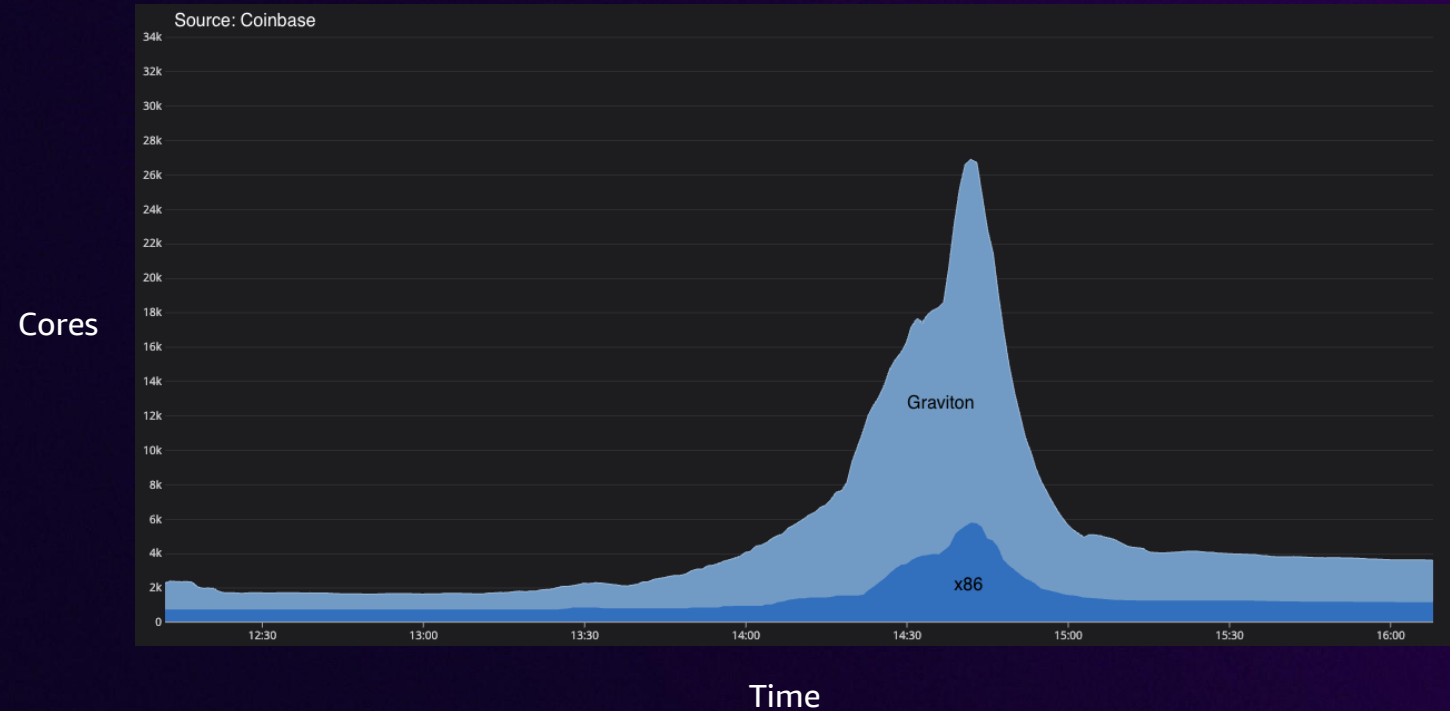


Re-architected build pipeline for 400+ artifact repos

- Enabled parallel builds

# EKS scaling strategy with Graviton

- **Burst into Graviton but fall back to x86**
  - Cost-effective scaling
  - Instance availability is better now



# EKS to Graviton – Ongoing

## Efficiency

- ▶ 20% savings on instances

**10% ↓ overall savings**

## Scalability

- ▶ Higher sustained utilization

**Increased buffer capacity**

## Resilience

- ▶ Increased instance availability

**↓ Operational issues**



# Learnings from 10x program

- **Return on investment:**
  - Focus on high-ROI programs
    - Effort + Costs savings + Customer impact -> Successful program
- Program **journey 3 phases**
  - Provided experience in each step for high-risk/high-volume workloads
- Define **clear, single-threaded leader**
  - Assists with blockers, product team coordination, and cultural onboarding
- **Production deployment**
  - Ensure tight PR control with multiple approval layers for safety

# 10x program delivers

- **10x migration program** result
  - Migrated to EKS in 12 months
  - Faster and more reliable scaling
  - Cost-optimization objectives met with three phases
  - Proves ROI-based program funding can deliver
- CCoE became **flexible workforce experts**
  - Uniquely differentiated our team internally

coinbase

and



AWS Professional  
Services

# Thank you!



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