



Azure Administrator Associate

AZ 104



Presenter

Mohammed Arif, PhD GenAI Architect & Data Scientist



Mohammed Arif has more than eighteen (18+) years of working experience in Information Communication and Technology (ICT) industry. The highlights of his career are more than nine (9) years of holding various senior management and/or C-Level and had six (6) years of international ICT consultancy exposure in various countries (APAC and Australia), specially on Big Data, Data Engineering, Machine Learning and AI arena.

He is also Certified Trainer for Microsoft & Cloudera.



AZ-104 Administer Identity



Learning Objectives

- Understand Microsoft Entra ID
- Create, configure, and manage identities
- Lab 01 - Manage Microsoft Entra ID Identities

The Multiple ways to Manage Identities

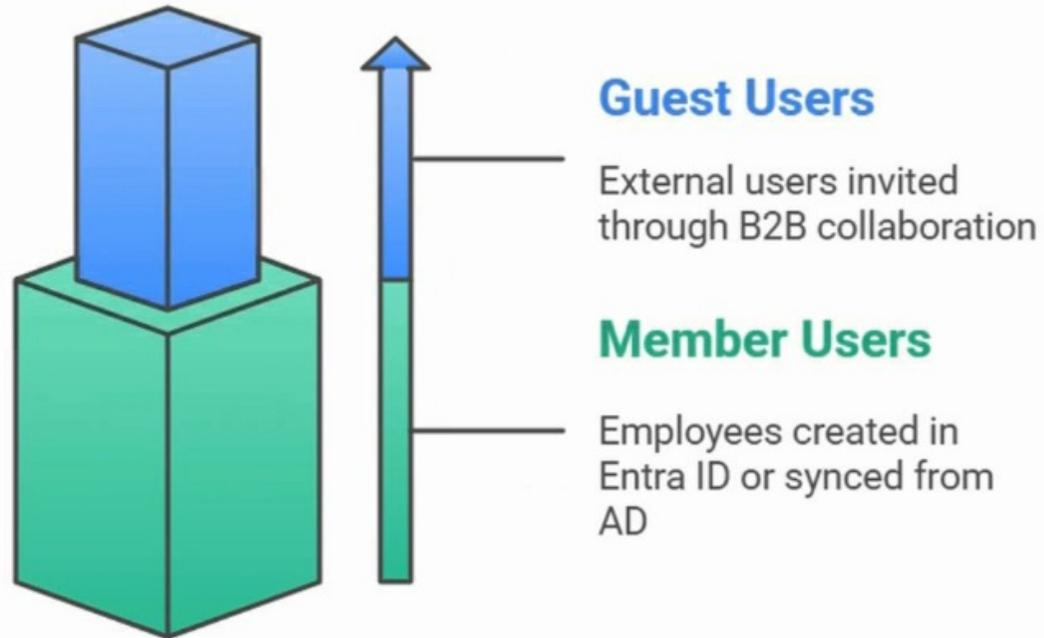
- Azure Portal (portal.azure.com)
- Microsoft 365 Admin Center (admin.microsoft.com)
- Entra Portal (entra.microsoft.com)
- On-Premise Active Directory Domain Services with account sync through Azure AD Connect
- PowerShell / Azure CLI (Bash)



User Identities

These are human users who access Microsoft services.

- **Member users:** Typically, employees created directly in Entra ID or synced from on-premises Active Directory.
- **Guest users:** External users invited through B2B collaboration. Their identity is managed in their home directory but granted limited access.



Service Principals

These represent applications or services that need to authenticate and access resources.

- Created automatically when an app is registered in Entra ID.
- Used for assigning permissions, running automation, or secure access without human interaction.

Example: A web app that needs to read/write from Microsoft Graph or access Azure Key Vault.



Application Authentication

Ensures secure access for applications and services



Automated Permissions

Facilitates permission assignments without human intervention



Secure Access

Provides secure resource access without human interaction

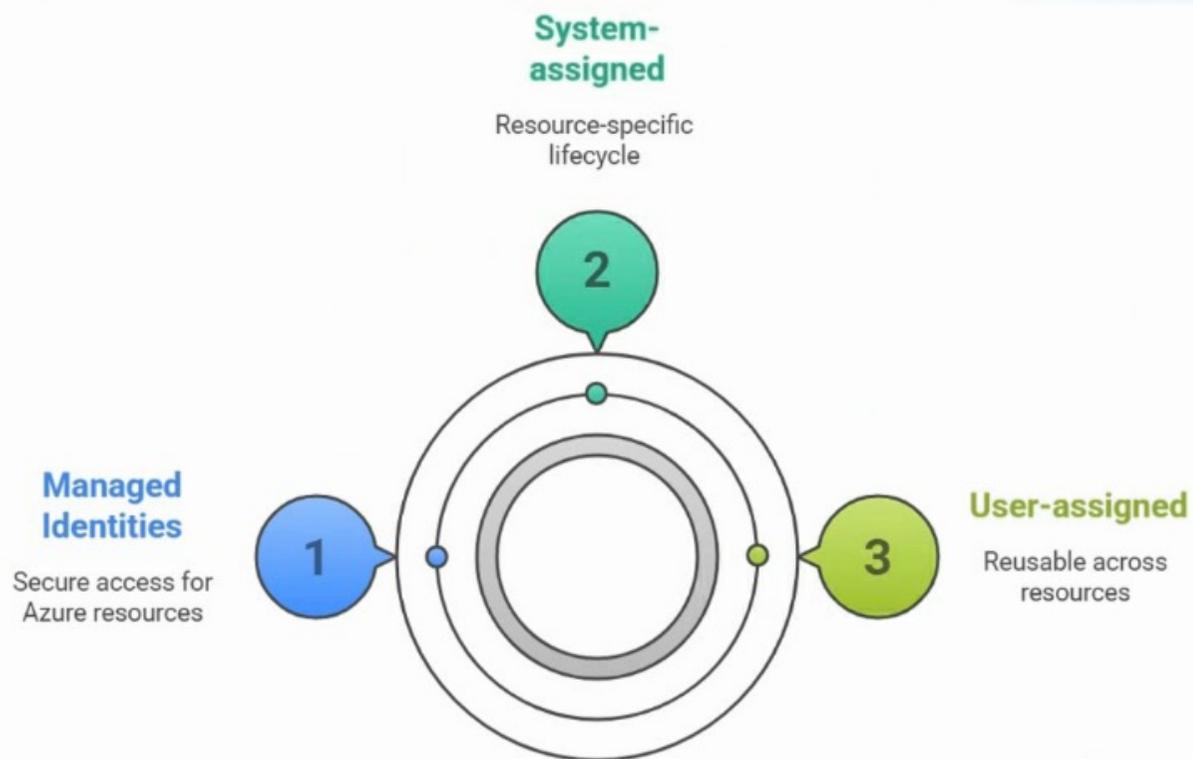
Managed Identities

These are special identities for Azure resources (like VMs or Function Apps) to access other Azure services securely — without storing credentials.

Two types:

- System-assigned: Tied to one resource; lifecycle matches the resource.
- User-assigned: Standalone identity reusable across multiple resources

Example: An Azure VM accessing a storage account using a system-assigned identity.



Device Identities

Each device that joins Microsoft Entra ID (or is hybrid-joined) gets an identity.

- Used for Conditional Access, compliance, and Intune management.
- Devices can be:
 - Entra ID joined
 - Hybrid AD joined
 - Entra ID registered (BYOD)

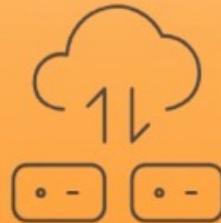
Entra ID joined

Devices are directly joined to Entra ID.



Hybrid AD joined

Devices are joined to on-premises Active Directory.



Entra ID registered

Devices are registered for Bring Your Own Device.



Understand Microsoft Entra ID



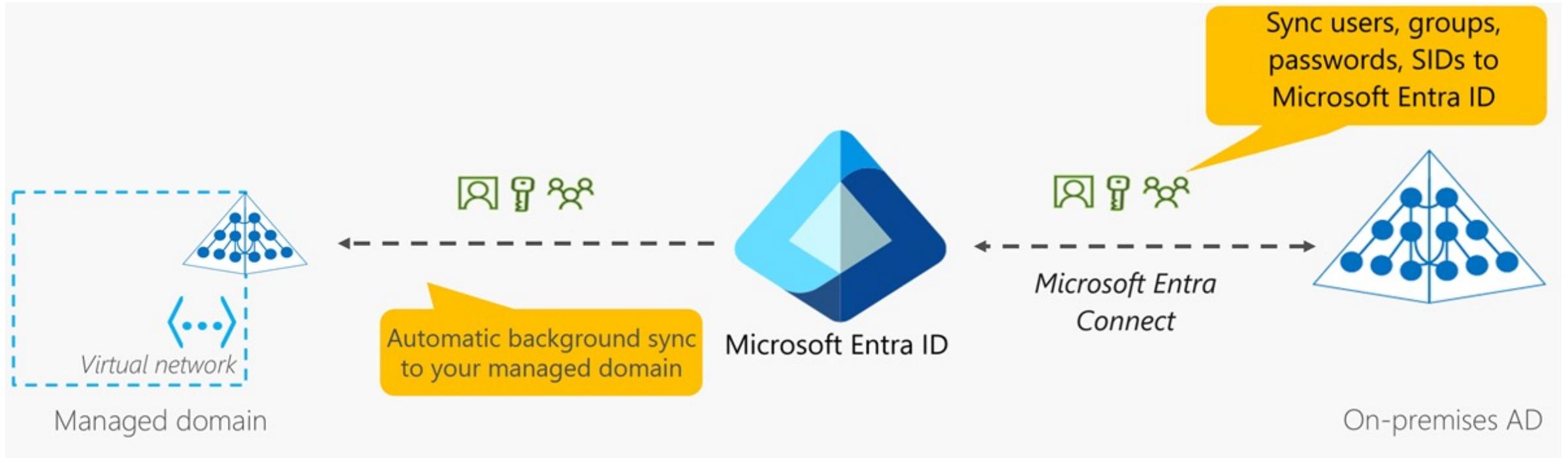
Learning Objectives – Understand Microsoft Entra ID

- Examine Microsoft Entra ID
- Describe Microsoft Entra ID Concepts
- Compare Microsoft Entra ID to Active Directory Domain Services
- Compare Microsoft Entra ID P1 and P2 plans
- Implement Self-Service Password Reset
- Learning Recap

Manage Azure identities and governance (20–25%): Manage Microsoft Entra ID users and groups

- Manage licenses in Microsoft Entra ID
- Configure self-service password reset (SSPR)

Examine Microsoft Entra ID



- Configure access to applications, including single sign-on
- Manage and provision users and groups
- Providing an identity management solution, including federation
- Implement security features like multi-factor authentication and conditional access

Describe Microsoft Entra ID Concepts

Concept	Description
Identity	An object that can be authenticated
Account	An identity that has data associated with it
Microsoft Entra ID account	An identity created through Microsoft Entra ID or another Microsoft cloud service
Tenant/directory	<p>A dedicated and trusted instance. A tenant is automatically created when your organization signs up for a Microsoft cloud service subscription.</p> <ul style="list-style-type: none">• Additional instances can be created• Microsoft Entra ID is the underlying product providing the identity service• The term <i>Tenant</i> means a single instance representing a single organization• The terms <i>Tenant</i> and <i>Directory</i> are often used interchangeably
Azure subscription	Used to pay for Azure cloud services

Compare Microsoft Entra ID to Active Directory Domain Services



Microsoft Entra ID is primarily an identity solution



Queried using the REST API over HTTP and HTTPS



Uses HTTP and HTTPS protocols such as SAML, WS-Federation, and OpenID Connect for authentication (and OAuth for authorization)



Includes federation services, and many third-party services (such as Facebook)



Microsoft Entra ID users and groups are created in a flat structure, and there are no Organizational Units (OUs) or Group Policy Objects (GPOs)

Compare Microsoft Entra ID plans

Feature	Free	Microsoft ID P1	Microsoft ID P2	Microsoft Entra Suite
Single Sign-On (unlimited)	✓	✓	✓	
Cloud and Federated authentication	✓	✓	✓	
Advanced group management		✓	✓	
Self-service account management portal	✓	✓	✓	
Multifactor authentication (MFA)	✓	✓	✓	
Conditional access		✓	✓	
Risk-based Conditional Access (sign-in risk, user risk)			✓	
Automated user and group provisioning to apps		✓	✓	✓
Privileged identity management (PIM)			✓	✓
Advanced identity governance				✓

What is self-service password reset in Microsoft Entra ID?

1. Determine who can use self-service password reset
2. Choose the number of authentication methods required and the methods available (email, phone, questions)
3. You can require users to register for SSPR (same process as MFA)

The screenshot shows the 'Password reset - Authentication methods' configuration page in the Microsoft Entra ID admin center. The page is for the 'mitaric (Default Directory)'. The left-hand navigation pane includes sections for 'Manage' (Properties, Authentication methods, Registration, Notifications, Customization, On-premises integration), 'Activity' (Audit logs, Usage & insights), and 'Troubleshooting + Support' (New support request). The 'Authentication methods' section is selected and numbered '2'. The main content area has a 'Save' button and a 'Discard' button. It features two sliders: 'Number of methods required to reset' is set to 1, and 'Number of questions required to register' is set to 5. Under 'Methods available to users', the following options are checked: Email, Mobile phone, and Security questions. At the bottom, a dashed box indicates '5 security questions selected'.

Learning Recap – Understand Microsoft Entra ID



Check your
knowledge
questions and
additional
study

Reference modules

- [Understand Microsoft Entra ID](#)
- [Allow users to reset their password with self-service password reset](#)
- [Implement and manage hybrid identity](#)

Create, configure, and manage identities



Learning Objectives - User and Group Accounts

- Create User Accounts
- Manage User Accounts
- Create Group Accounts
- Assign Licenses to Users and Groups (extra topic)
- Demonstration – Users and Groups
- Summary and Resources

Manage Azure identities and governance (20–25%): Manage Microsoft Entra ID users and groups

- Create users and groups
- Manage user and group properties
- Manage external users
- Manage licenses in Microsoft Entra ID

Create User Accounts

Users | All users
Microsoft

+ New user + New guest user Bulk operations Refresh Reset password Multi-Factor Authentication Delete user

Name	User principal name	↑↓	User type	Directory synced
 Retail Crisis Notifications	[redacted]@microsoft.com		Member	Yes
 Rumon Sinha	[redacted]@microsoft.onmicrosoft.com		Guest	No
 Momir Radojkovic	[redacted]@microsoft.onmicrosoft.com		Guest	No
 Mika Robertson	[redacted]@microsoft.onmicrosoft.com		Member	No

All users must have an account

The account is used for authentication and authorization

Each user account has additional properties

Manage User Accounts

+ New user + New guest user ↑ Bulk create ↑ Bulk invite ↑ Bulk delete ↓ Download users ↻ Refresh 🔑 Reset password ↗ Multi-Factor Authentication ...

New user

Microsoft

Create user

Create a new user in your organization. This user will have a user name like `alice@Microsoft.onmicrosoft.com`.

[I want to create users in bulk](#)

Invite user

Invite a new guest user to collaborate with your organization. The user will be emailed an invitation they can accept in order to begin collaborating.

[I want to invite guest users in bulk](#)

Must be Global Administrator or User Administrator to manage users

User profile (picture, job, contact info) is optional

Deleted users can be restored for 30 days

Sign in and audit log information is available

Create Group Accounts

+ Add filters

	Name	↑↓	Group Type	Membership Type
<input type="checkbox"/>	 Managers		Security	Assigned
<input type="checkbox"/>	 Virtual Machine Administrators		Security	Assigned
<input type="checkbox"/>	 Virtual Network Administrators		Security	Assigned

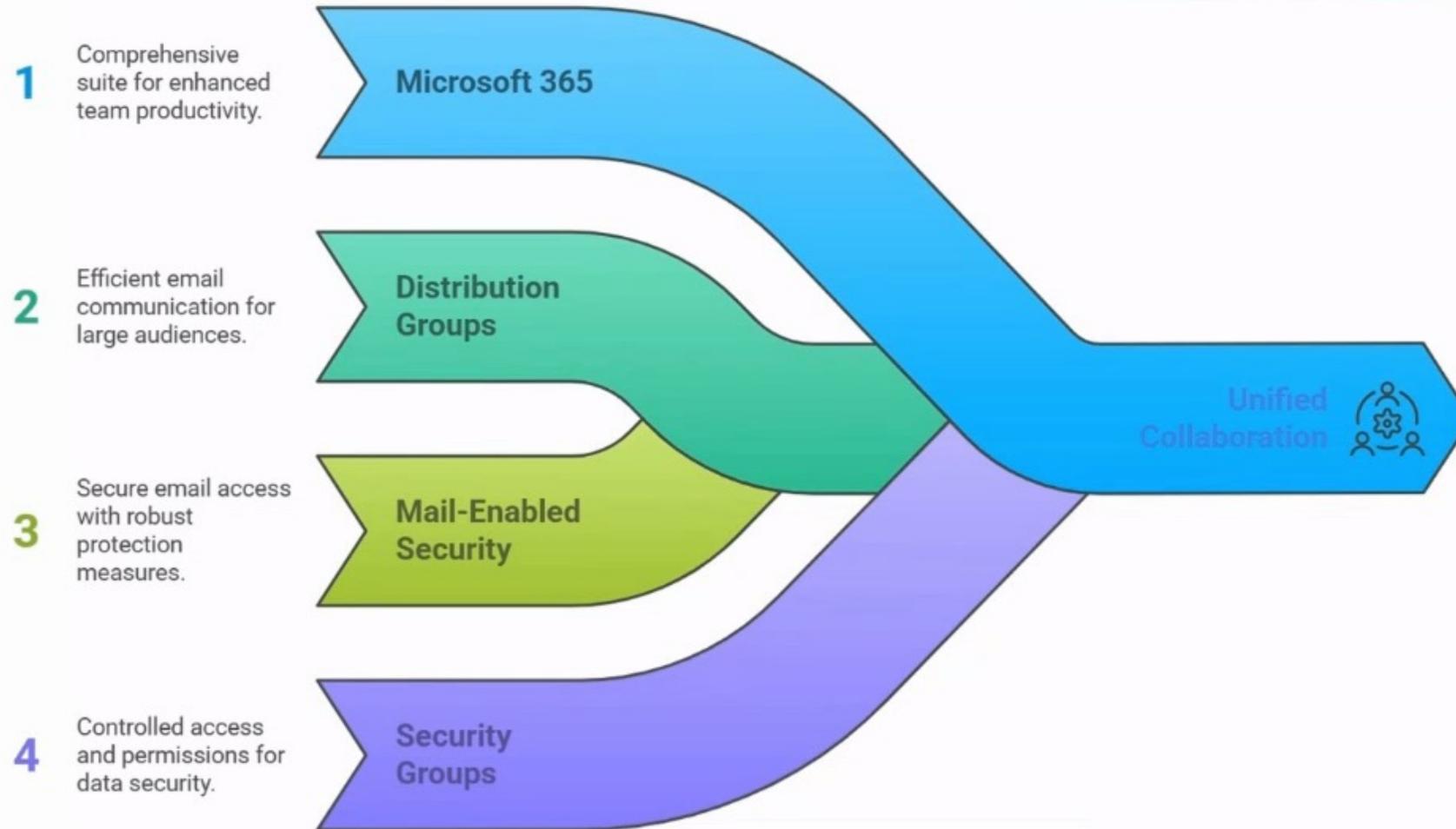
Group Types

- Security groups
- Microsoft 365 groups

Membership Types

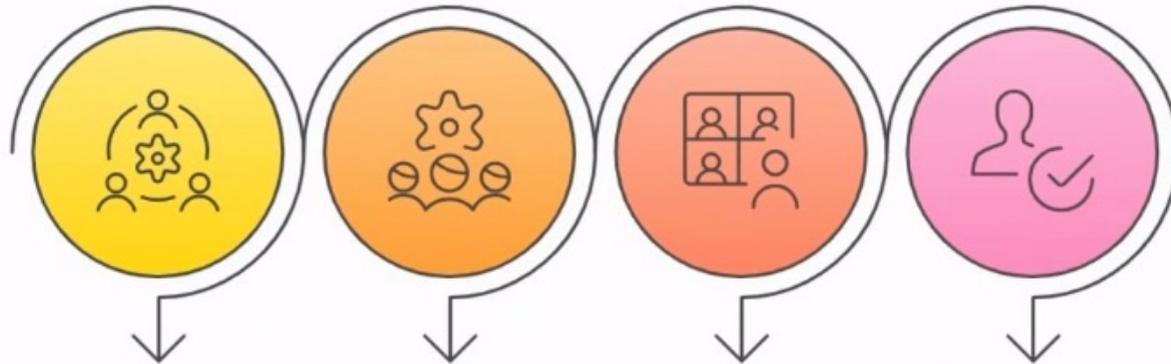
- Assigned
- Dynamic User
- Dynamic Device (Security groups only)

Group Types



Microsoft 365 Groups

- **Collaboration-Ready:** Automatically includes a shared mailbox, calendar, SharePoint site, OneNote, and Planner.
- **Integrated with Teams:** Used as the backbone for Microsoft Teams, enabling chat, meetings, and file sharing.
- **Supports Guest Access:** External users can be added securely for collaboration.
- **Dynamic or Assigned:** Membership can be managed manually or based on user attributes using dynamic rules.



Collaboration-Ready

Includes shared mailbox, calendar, SharePoint, OneNote, and Planner.

Integrated with Teams

Backbone for Microsoft Teams, enabling chat, meetings, and file sharing.

Supports Guest Access

External users can be added securely for collaboration purposes.

Dynamic or Assigned

Membership managed manually or based on user attributes using dynamic rules.

Distribution Groups

- **Email-Only Functionality:** Used to send email messages to multiple recipients at once—no shared workspace or collaboration tools.
- **Manual or Dynamic:** Membership can be static or dynamic (via Exchange dynamic distribution groups based on filters).
- **Internal Communication:** Primarily intended for internal announcements or department-wide emails.
- **No Access Control:** Cannot be used to assign permissions to resources like SharePoint or Teams.



Mail-Enabled Security Groups

- **Dual Purpose:** Used for both email distribution and assigning permissions to Microsoft 365 resources.
- **Email Capable:** Has a shared email address, allowing group members to receive messages like a distribution list.
- **Access Control:** Can be used to manage access to SharePoint, OneDrive, Intune, and other resources.
- **No Collaboration Features:** Does not include Teams, shared calendar, or document libraries like Microsoft 365 Groups.



Mail-Enabled Security Groups

Manage access and email

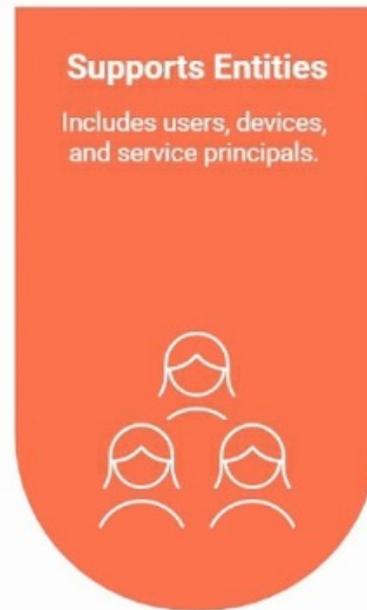
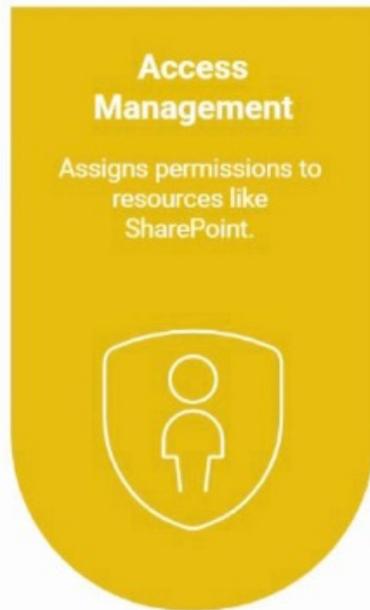


Microsoft 365 Groups

Enhance collaboration and communication

Security Groups

- **Access Management:** Primarily used to assign permissions to resources like SharePoint sites, apps, and Intune policies.
- **No Email Functionality:** Cannot send or receive email—strictly for access control.
- **Supports Devices and Users:** Can include users, **devices**, and service principals for flexible management.
- **Dynamic or Assigned:** Membership can be managed manually or through dynamic rules based on Entra ID attributes.



Assigned vs Dynamic Groups

- **Assigned Groups**
 - Members are manually added or removed by an admin
 - Best for small teams or fixed memberships
 - Simple and controlled
- **Dynamic Groups**
 - Membership is based on rules (e.g., department = “HR”)
 - Users/devices automatically added/removed as attributes change
 - Ideal for large orgs and automated management

Assign Licenses to Users and Groups

Azure is a cloud service that provides many built-in services for free.

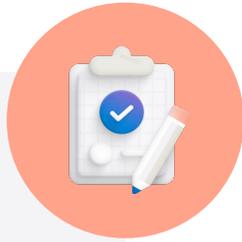
- Microsoft Entra ID comes as a free service
- Gain additional functionality with a P1 or P2 license

Additional Services (like O365 are paid cloud services)

- Microsoft paid cloud services require licenses
- Licenses are assigned to those who need access to the services
- Each user or group requires a separate paid license
- Administrators use the Microsoft 365 Admin portal and Microsoft Graph PowerShell cmdlets to manage licenses

- View license plans and plan details
- Set the Usage Location parameter
- Assign licenses to users and groups
- Change license plans for users and groups
- Remove a license

Learning Recap – Create, configure, and manage identities



Check your
knowledge
questions and
additional
study

Reference modules

- [Create, configure, and manage identities](#)
- [Manage users and groups in Microsoft Entra ID](#)

Lab – Manage Entra ID Identities



Lab 01 – Manage Microsoft Entra ID Identities



In this lab, you learn about users and groups.

Users and groups are the basic building blocks for an identity solution.

You create a new user and invite a guest user.

You also create a group and add a member and owner.

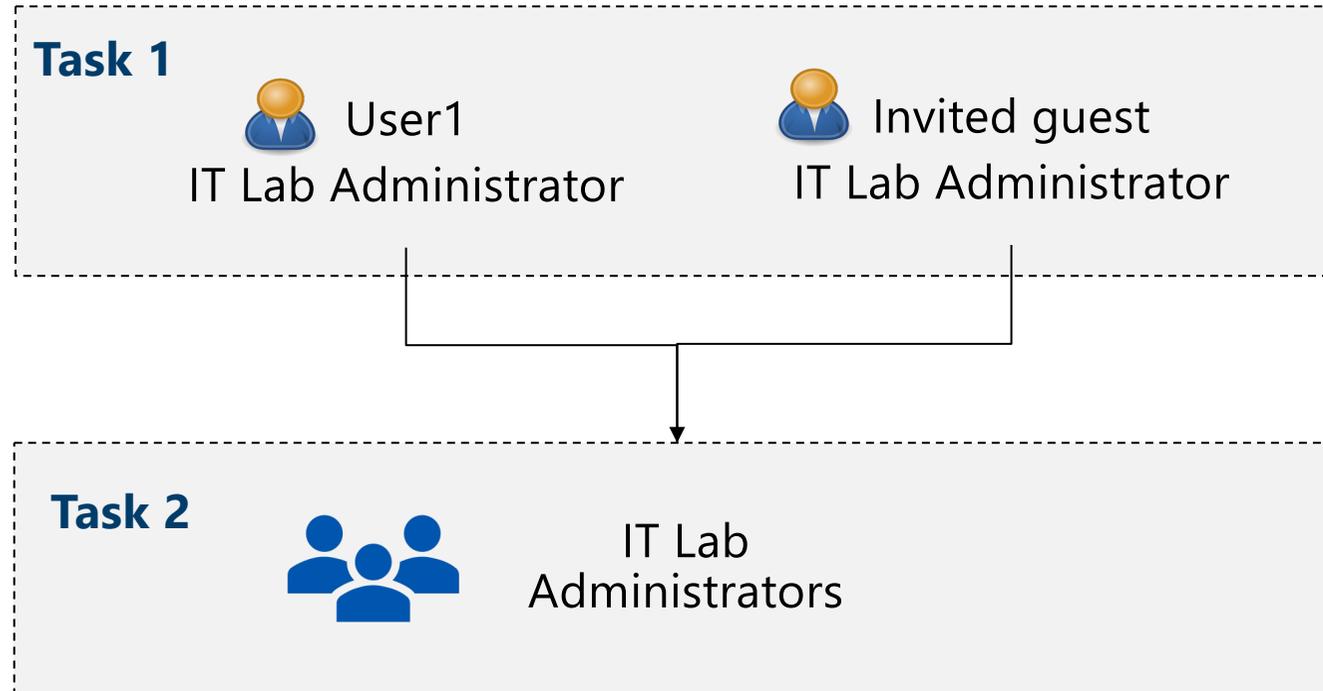
Job Skills

Task 1: Create and configure user accounts.

Task 2: Create groups and add members.

Next slide for an architecture diagram 

Lab 01 – Manage Entra ID Identities (architecture diagram)



End of presentation

