## Giving the world a new mobility: Third Generation Mobile Networks from **SIEMENS**

## Mobile Internet "Internet-on-Air"

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- What is happening in the mobile world?
- "Internet-mobility" or "Mobile-Internet"?
- How will IP be introduced into UMTS/IMT-2000 ?

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And beyond UMTS/IMT-2000 ?

## What is happening in the mobile world?

"Internet-mobility" or "Mobile-Internet"?

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And beyond UMTS/IMT-2000?

## A Changing World - Economic Megatrends:

- **■** The Internet Phenomenon (e- and m-commerce)
- From Monopoly to brutal Competition and new players
- **From Subscribers to Customer Relationship Management**
- **From Technology to Services and Applications**
- Personalisation of services but "Mass Market of One"
- From Manufacturing to Knowledge Economy

#### Telecommunications business environment

#### Return on investment

20 years \( \frac{1}{2} \) 7 years backbone network

3 years access network

0 years terminals (now a consumer product)

### **New User expectations**

users looking for services & ease of use, rather than technology

#### Regulatory environment

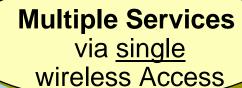
- liberalisation
- price cap
- competition between standards

Fundamental global structural changes towards short-term shareholder Return-On-Investments. Where does standardization fit in this?

## Network Convergence - the challenge



Internet (WWW, Data, Video, Collaborative work ...)

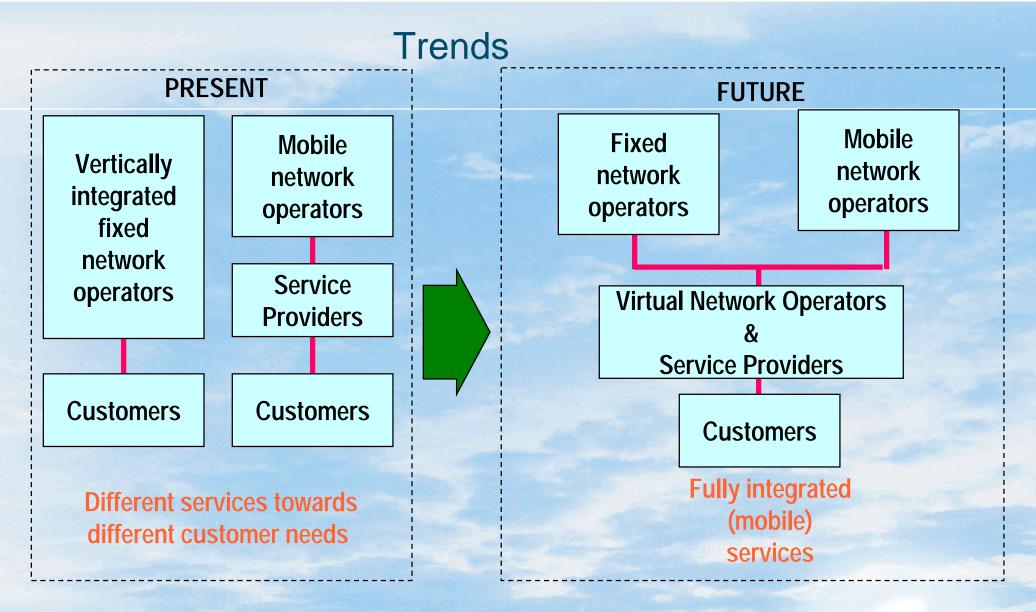


#### **Technical Challenges:**

Provide Higher Bandwidth Converged Networks

#### **Economic Challenges:**

Low Investment Costs Reduced Life Cycle Costs



## Innovative mobile services - key factor for new revenue Examples of attractive mobile services and applications

mobile business

# mobile commerce banking, trading, purchasing, ticketing, auctioning, travel management, ...

#### weather, stock market, news, internet access, location dependent services, ...

mobile info-services

#### mobile services

repair, emergency, control, telematic services, ...

#### mobile communication

voice, messaging, SMS, mobile multimedia, ...

#### mobile entertainment

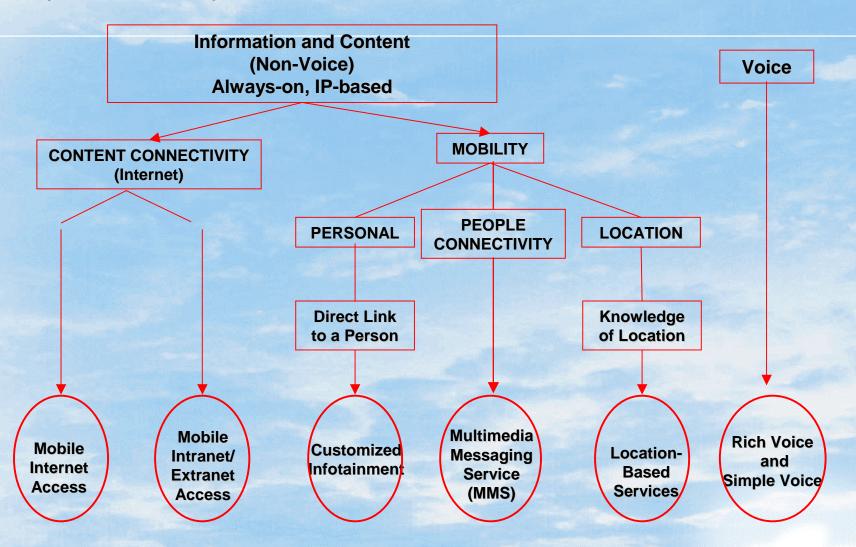
music, video, games, lottery, ...

#### mobile office

e-mail, scheduling, directory, ...

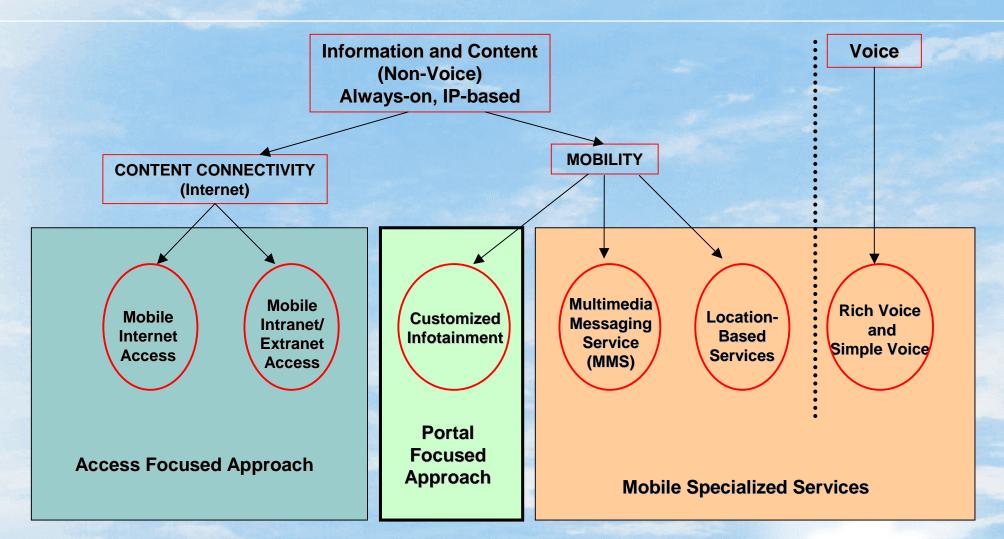
#### Innovative mobile services - Another view

(source: UMTS Forum)

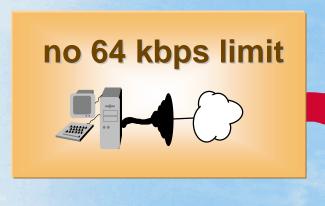


### Innovative mobile services - Delivery mechanisms

(source: UMTS Forum)



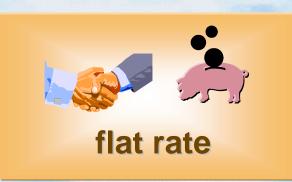
## Air interface & asymmetric data service requirements

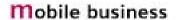




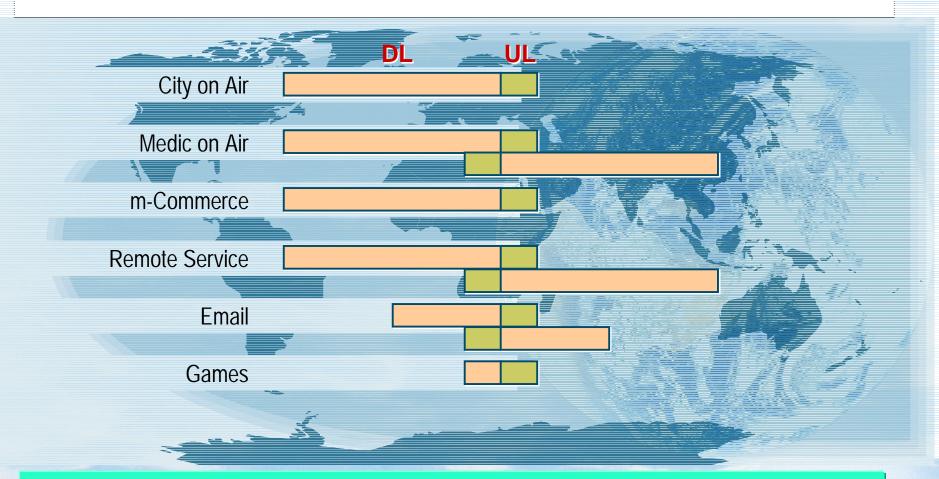








#### **Multimedia Services & TDD**



TDD can be perfectly matched to this asymmetry without wasting system capacity.

## The Internet goes mobile



- 1999: SMS generates 10% revenue of an operator
- Early 2000: WAP deployed in most of the networks
- End 2000: GPRS starts commercial service
- Focus on Business User Segment at the beginning
- 2001: GPRS will push SMS and WAP to mass market
- 2002: UMTS will integrate voice/data/video services

## The 3rd Internet Wave: Mobile Operators of today will be the largest ISP/ASP's of tomorrow







- 1998 PC Installed Base: 298 Million
- 2003 Estimated PC Installed Base:

550 Million

- 1998 Cable Installed Base: 199 Million
- 2003 Est. Cable Installed Base:

260 Million

- 1998 Global Subscriber Base:290 Million
- 2003 Est. Global Subscriber Base:

1 Billion

Sources: CSFB, Dataquest

## Dedicated terminals will drive additional penetration



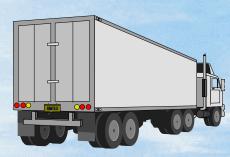
Mobile computing equipment

- Heavy nomadic users with high bandwidth demand
- WWW, Internet/Intranet access, unified multimedia messaging



**Mobile Smart Phone** 

- Highly mobile users with moderate bandwidth demand
- •WAP, Java, info services, Location dependant services, payment, ...



Data only Terminal

- occasional transfer
- Fleet Management,
   Telematic, Telemetric, ...

## What is happening in the mobile world?

"Internet-mobility" or "Mobile-Internet"?

How will IP be introduced into UMTS/IMT-2000?

And beyond UMTS/IMT-2000?



#### Internet-on-Air

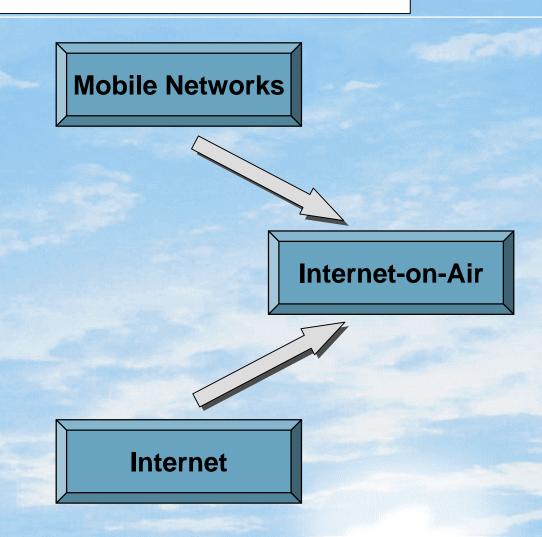
#### The Evolution Target of Mobile Networks and Internet

#### **Evolution Path of Mobile Networks:**

- Transport voice & data over IP.
- Push IP into the RAN.
- Terminate IP in the mobile host.

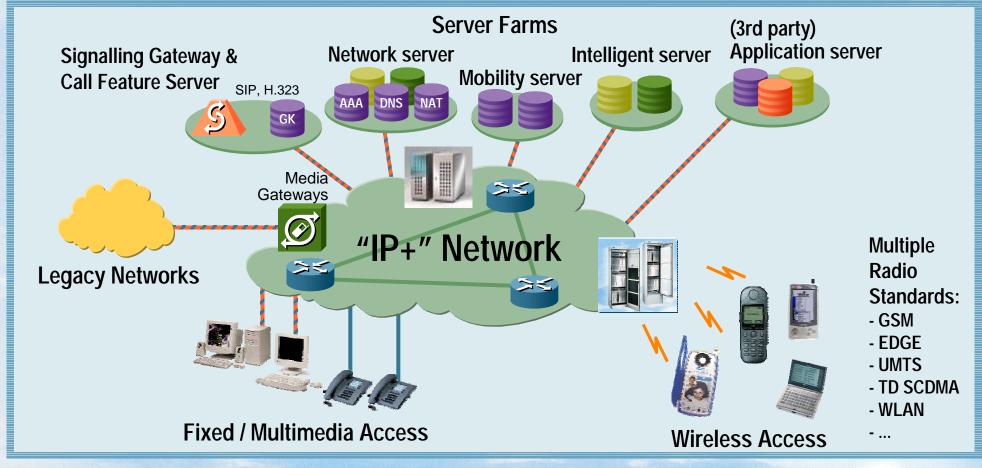
#### **Evolution Path of the Internet:**

- Enable wireless access.
- Support user & terminal mobility.
- Go beyond "Best Effort".
- Provide Security and AAA.



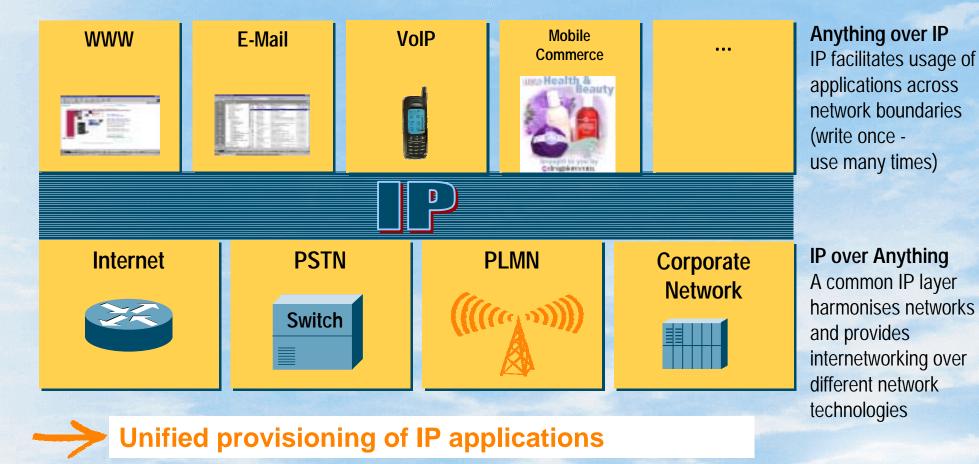
## 3G goes IP:

### Our Vision of the Future Network - Internet on Air



### **IP – the Unifier**

### Hides the Network Infrastructure from the Applications



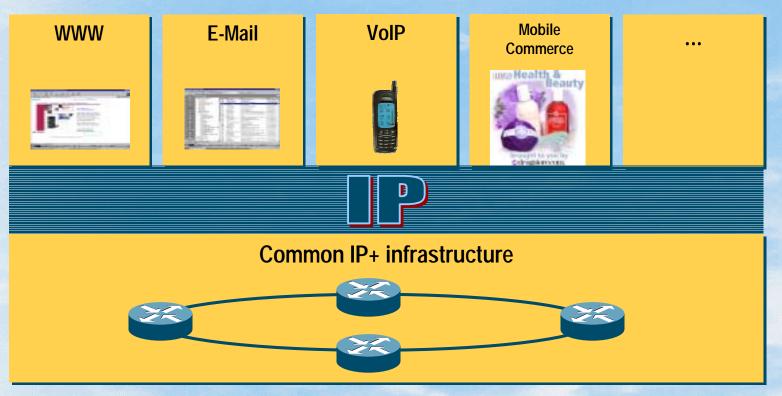
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### **IP – the Unifier**

### Opens the Door to a Unified IP Infrastructure



Interworking
with non-IP networks
via media gateways
or mediation devices



Reduction of complexity and cost due to unified IP infrastructure

#### Characteristics of the UMTS "Internet on Air" Network

- End-to-End IP, Internet compliant (IETF, W3C, DMTF).
  - Enhancements where necessary to enable mobility. Design is based on IPv6.
- Support end-to-end multi-media communication over heterogeneous networks.
- Use TCP/IP as a common framework for multimedia communication.
- Enable global mobility.

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- Access over many different networks (wireless & wireline).
- Interworking with existing (legacy) networks.
- Provisions for allocation and management of network resources.
- Voice is only one possible application, although an important benchmark.

Clear split between transport network and applications.

#### **Mobile Wireless Internet Forum – MWIF:**

#### **MWIF Mission Statement:**

Drive an open internet-based architecture that:

enables seamless integration of mobile telephony and IP-based services (voice, data, video, web, etc.) for the mobile wireless networks

and

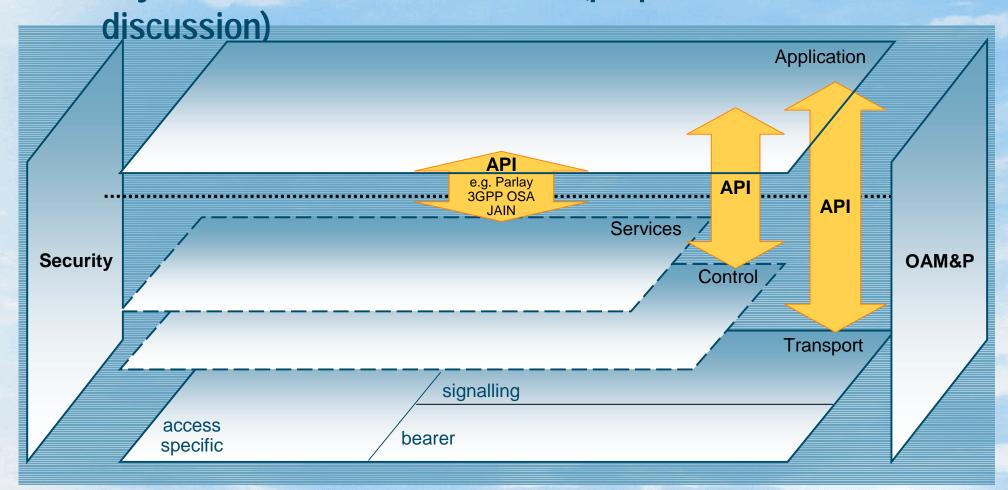
is independent of the Air Interface

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## **Mobile Wireless Internet Forum – MWIF: Layered Functional Architecture (proposal under**



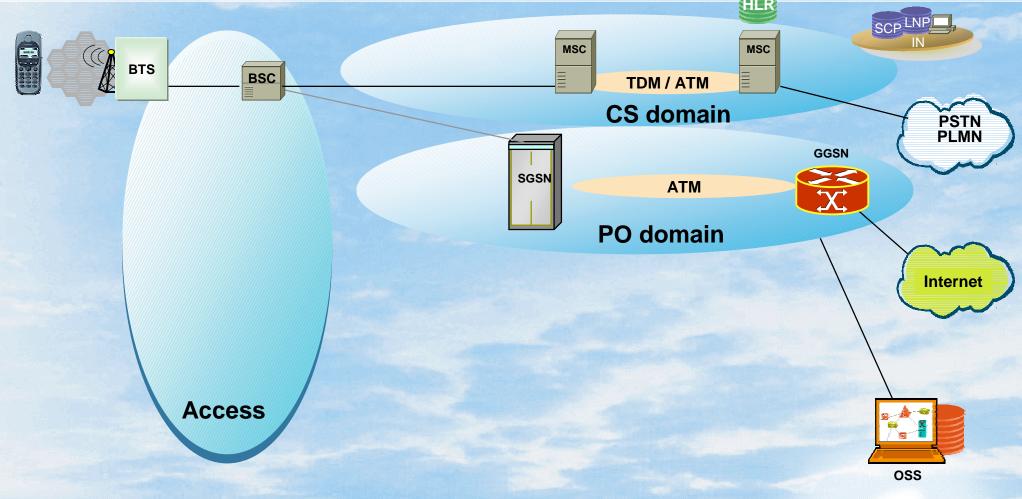
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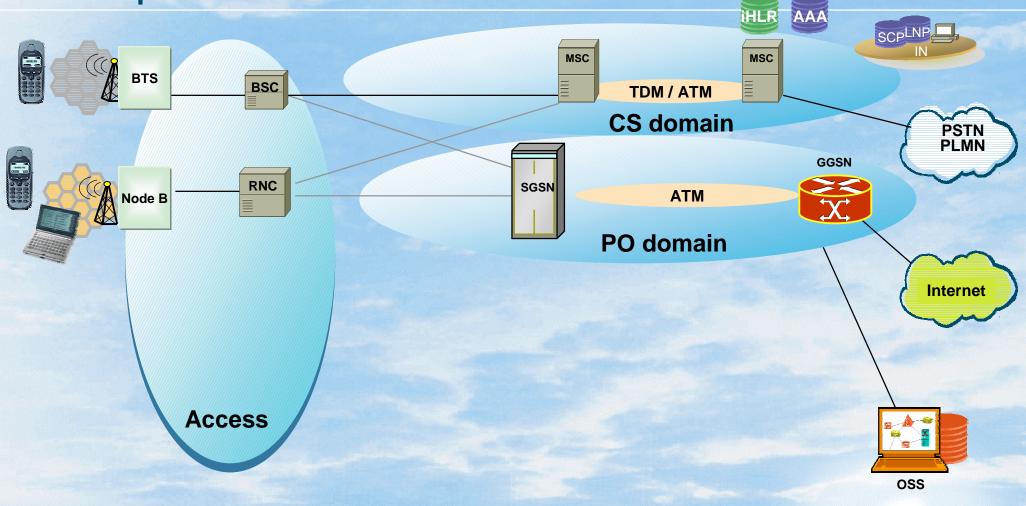
And beyond UMTS/IMT-2000?

#### **Network Evolution** Today: **GSM / GPRS deployment**

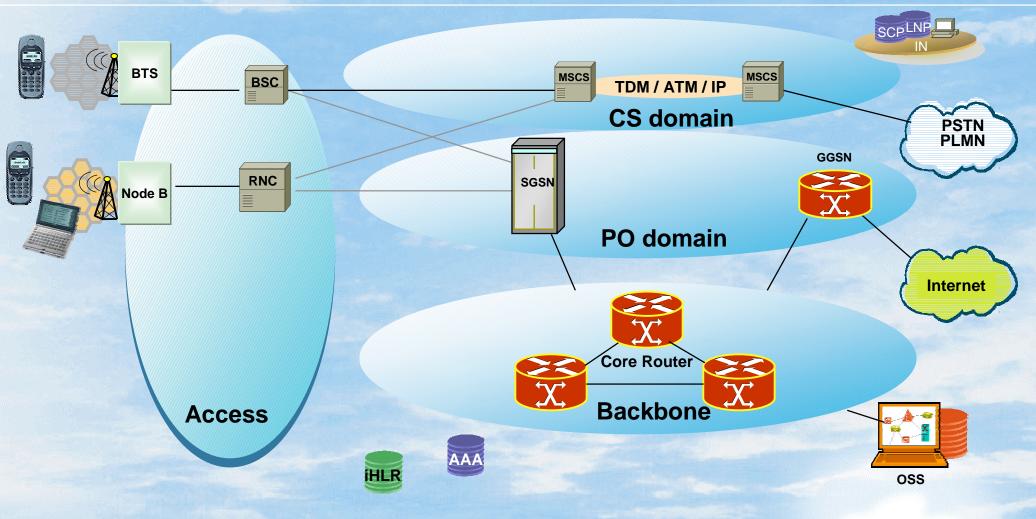


## **Network Evolution**

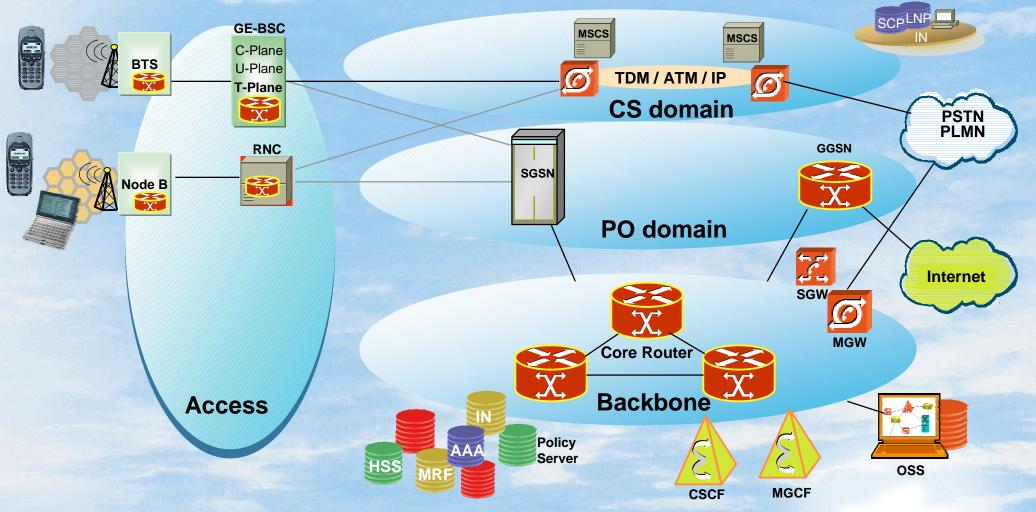
Introduction of UMTS Step 1:



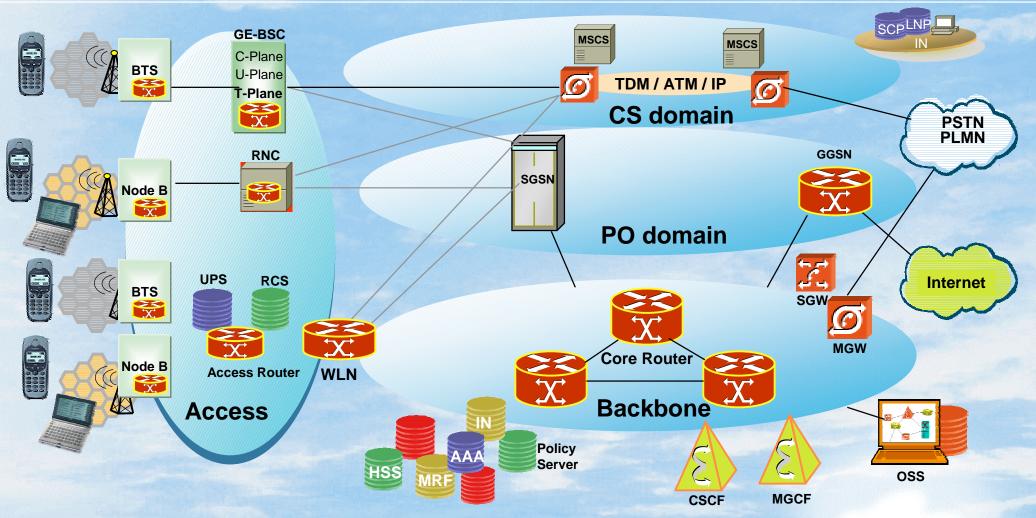
#### **Network Evolution** Introduction of IP backbone step2:



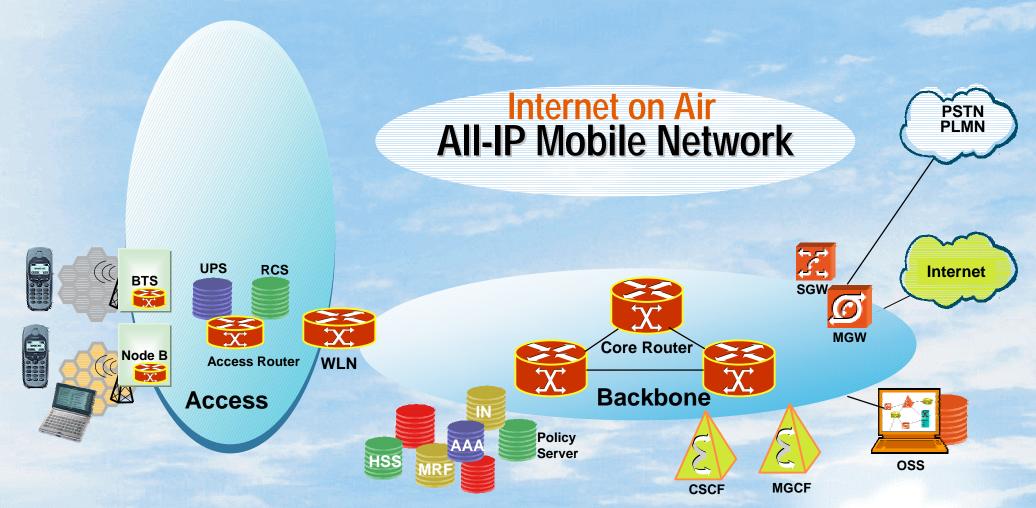
## Network Evolution Step 3: IP in the Radio Access

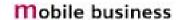


## Network Evolution Step 4: IP-based Radio Access Solution



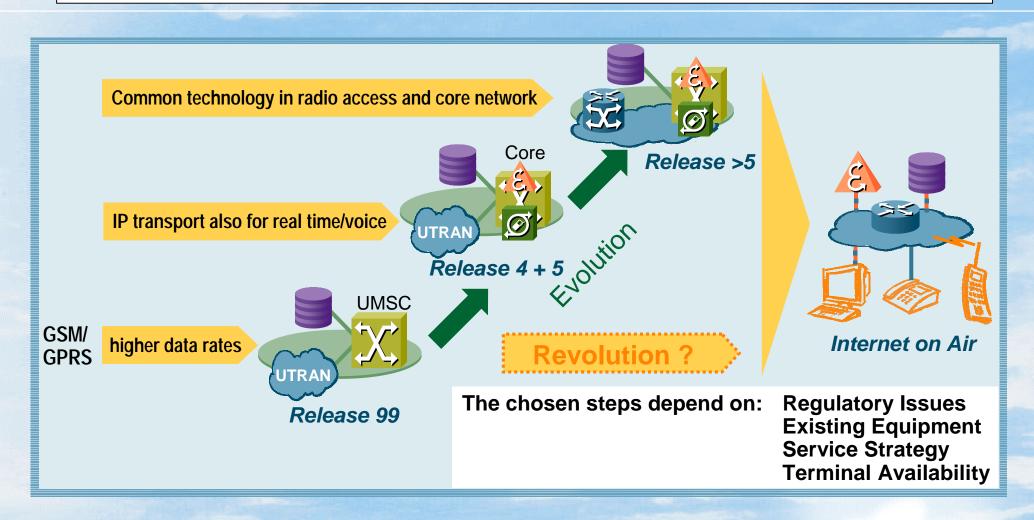
## Network Evolution Step 5: End-to-End IP





## The Options:

"All Roads Lead to Rome" - The Operator has the Choice which one to Take



What is happening in the mobile world?

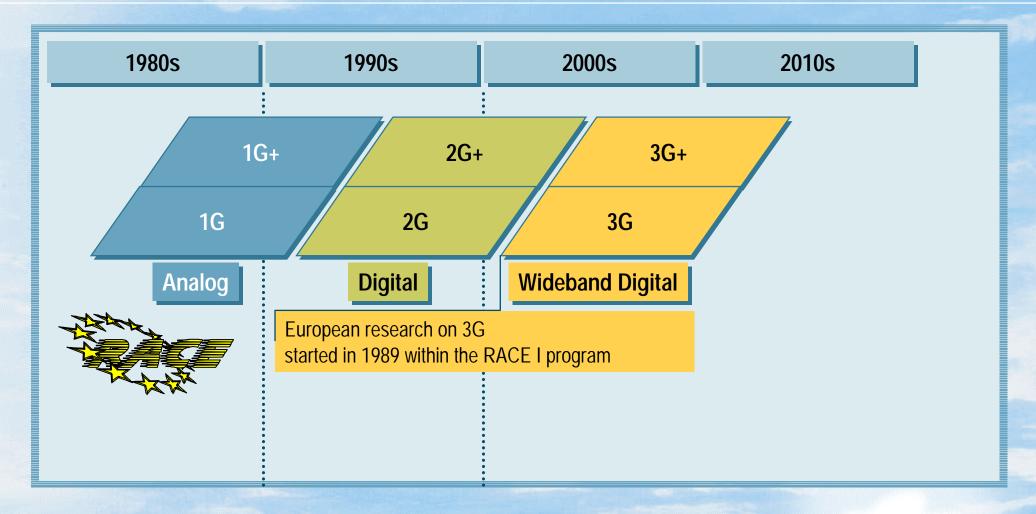
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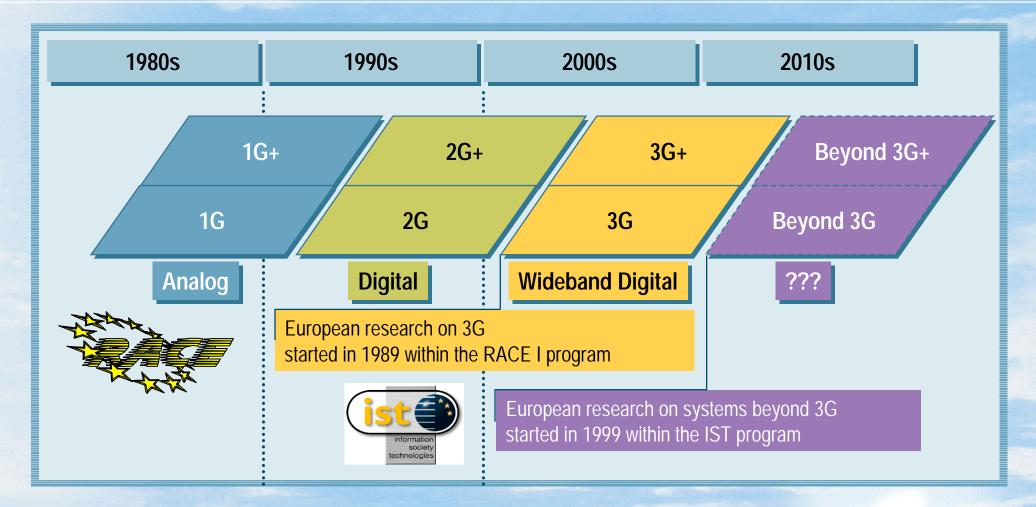


## **Evolution of Mobile Communication Systems**



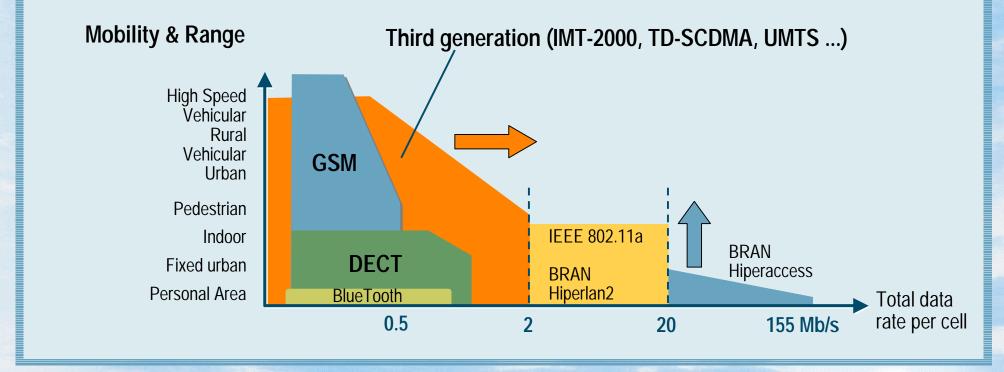


## **Evolution of Mobile Communication Systems TAKES TIME**



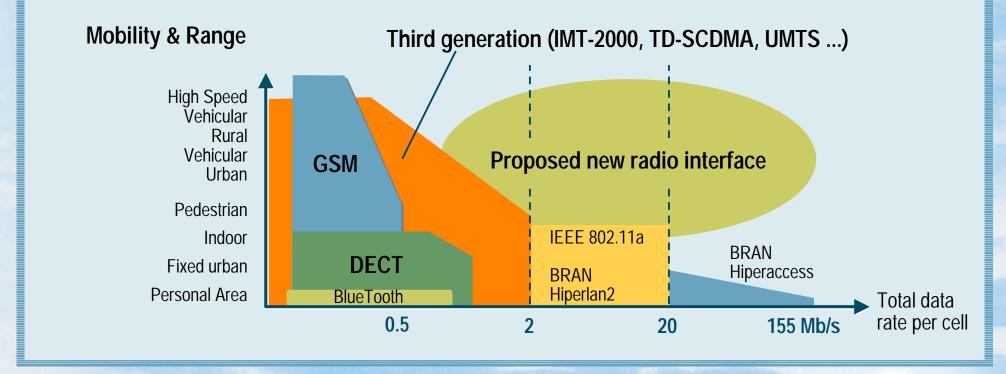
## A Complete Portfolio of **Specialized Radio Solutions is Required**

- Mobile radio access networks are designed to meet certain maximum requirements for grade of mobility and range
- WLAN are designed for high data rates, low ranges and generally low mobility



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## **SIEMENS**: Smooth evolution from GSM to UMTS and beyond

## THANK YOU!

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