

Transforming to Digital Service Provider

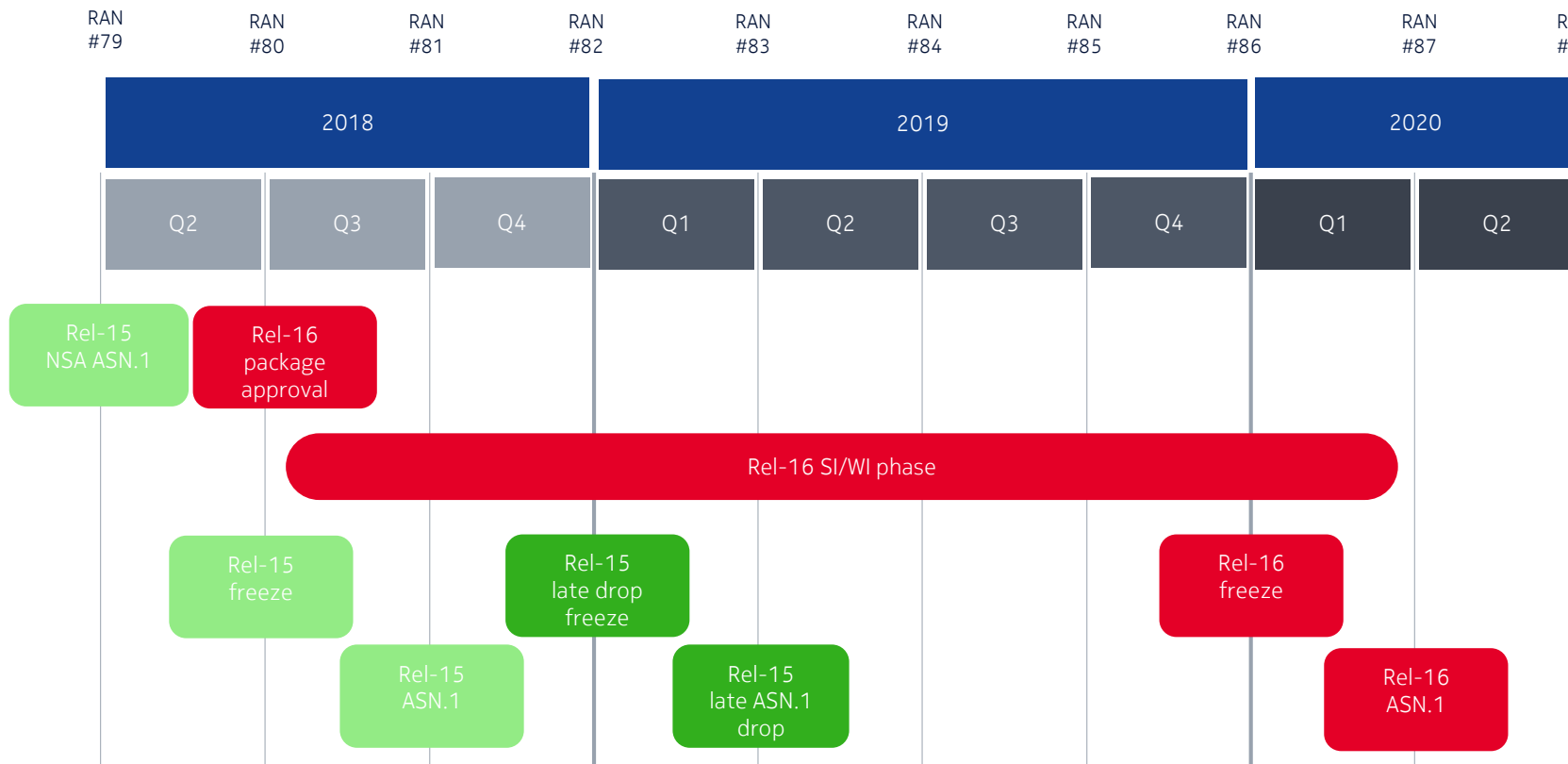
How 5G Design, Virtualization and Automation enable operator's transformation to Digital Service Provider

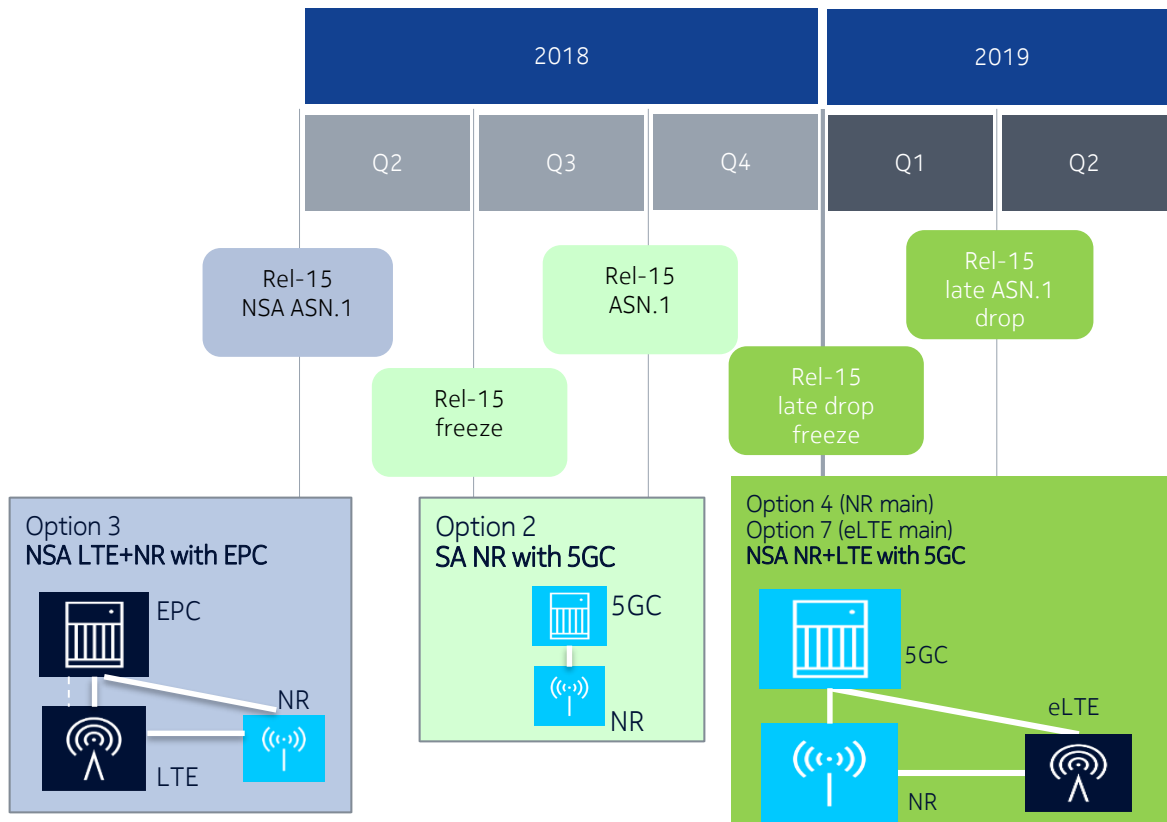
Dr. Ulrich Dropmann
Head of Standardization
Nokia

India Meeting of 3GPP Executives on catalyzing 5G Launch in India
Le Meridien, New Delhi, 27-03-2018

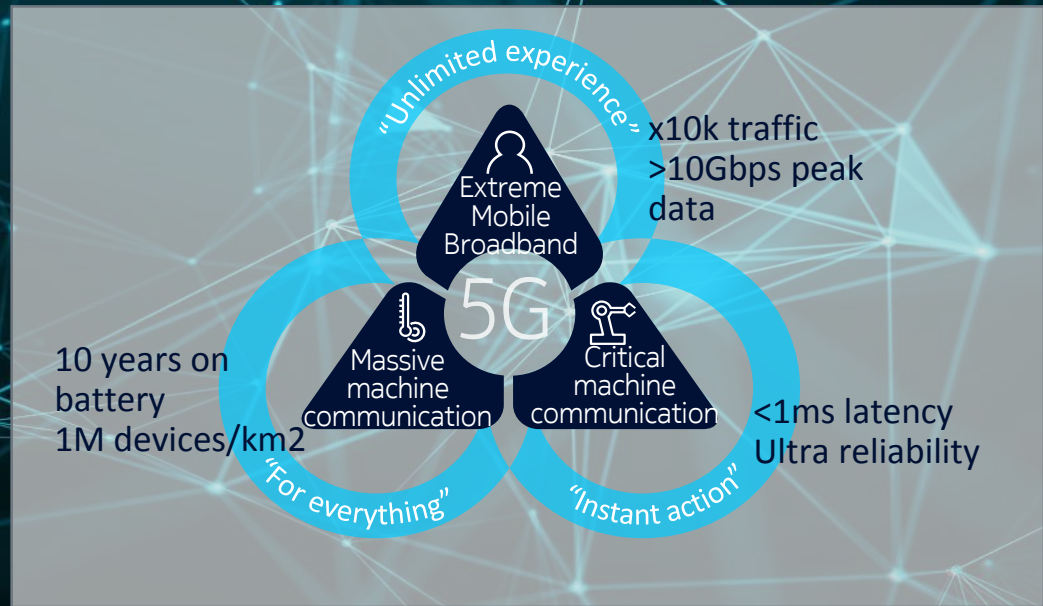


Timeline (agreed at RAN#79 in Chennai)



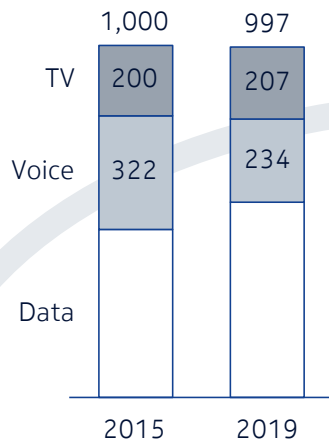


Digital Transformation with 5G



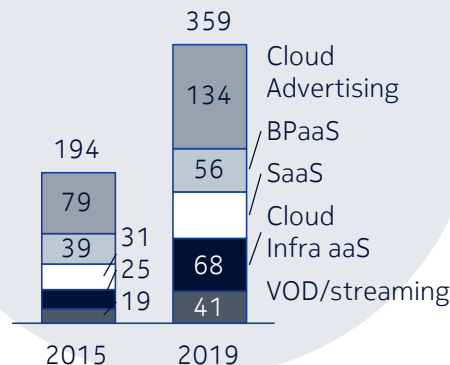
The economic incentive to find new revenue sources is clear for today's CSPs

Traditional CSP service revenues in mature markets* (\$B) are flat



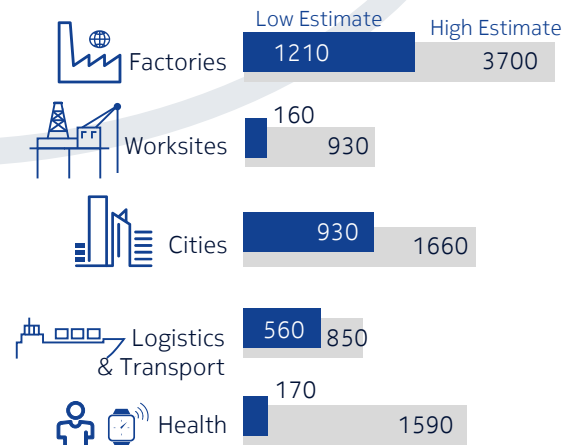
* Western Europe, Canada, USA, Japan, South Korea, Singapore, Australia, and NZ
Source: Gartner

Cloud Services (\$B) have strong growth but value captured by CSPs has been limited



Source: Gartner
BPaaS = Business Processes as a Service

Future DSP markets (\$B in 2025) offer revenue expansion for CSPs



Estimated 2025 value creation potential of the IoT
- McKinsey Global Institute

Value creation lies in novel services where network service performance is critical

The future of digital service delivery from Digital Service Providers (DSPs)

Traditional CSP

- **Focus on “elephant” mass-market services** that can justify the cost & time
- **Expensive and slow** to get new service to market due to **complex** OSS/BSS systems, and **manual processes**



Cloud Transformation

- **Webscales** deliver rapid, personalized, on-demand services - leverage **cloud automation** but mainly **over the top delivery**
- **CSPs** starting to evolve with **NFV/SDN** to speed the delivery of network services



Future DSP

- Digital experience: broad array of new services that **combine cloud services and network resources**
- **Tailor virtual networks for each use case:** latency, bandwidth, security, choice of functions
- Agile network: services are **rapidly** trialed, deployed & scaled
- Open platform: **ecosystem of** cloud and network **players**

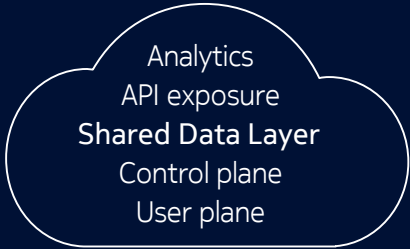


Source: Analysys Mason

New Markets | Faster New Services | Faster Time to Revenue | Higher Customer Satisfaction

Shared Data Layer

A paradigm shift towards a data centric network architecture

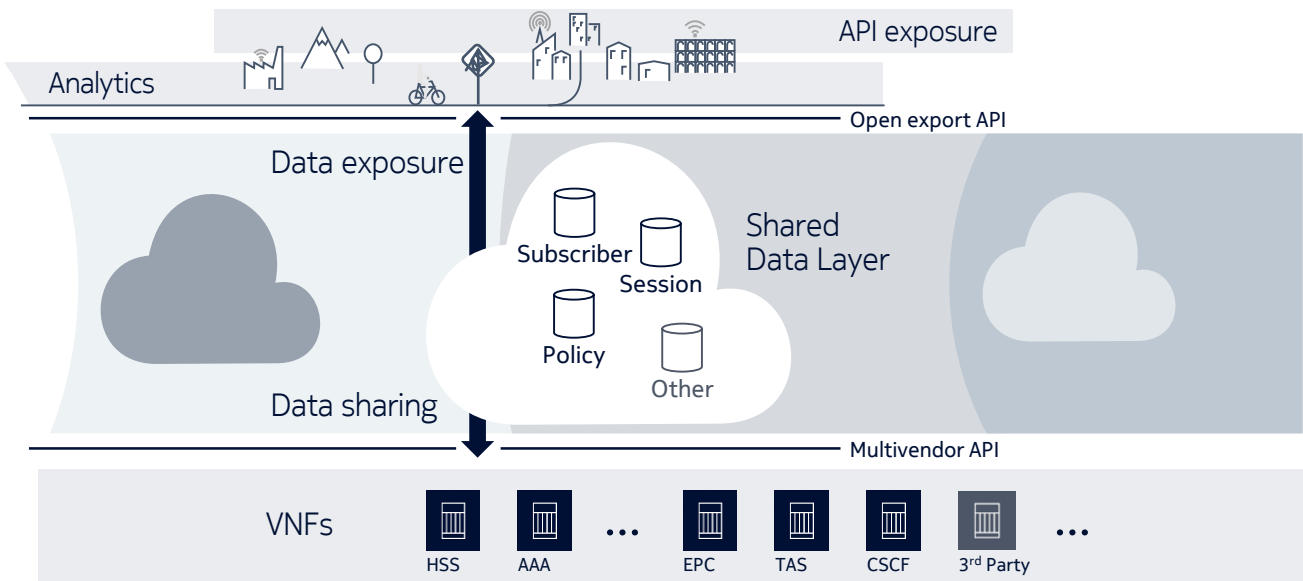


Shared Data Layer is Cloud optimized data layer, provides

- 1. Framework for stateless VNF architecture with unlimited linear scalability
- 2. Unbreakable Core with Geo-redundant Session Resiliency
- 3. Open ecosystem for data exposure and unified data analytics

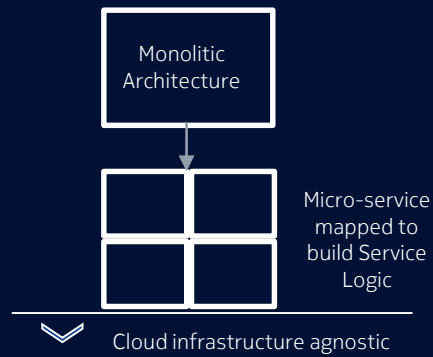
The Role of the Shared Data Layer – key enabler for 5G

A paradigm shift towards a data centric network architecture



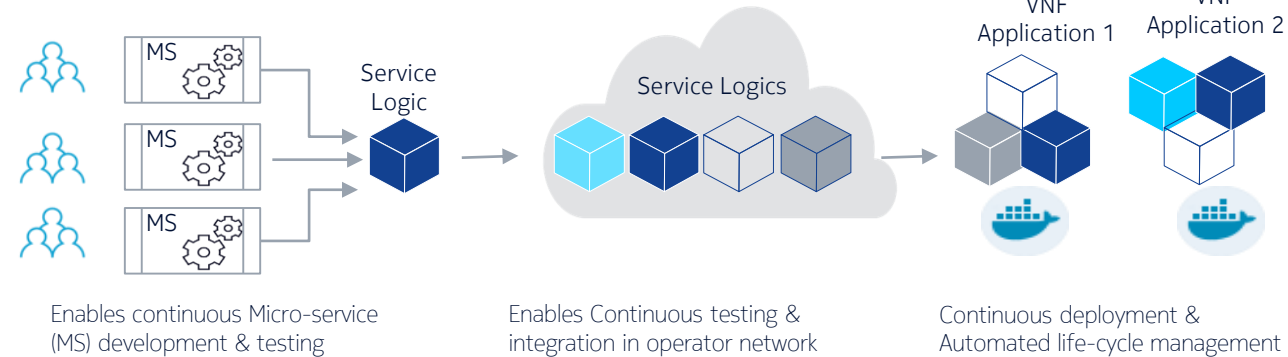
Service Based Architecture

Micro-services Design
VMs decomposed to independent services with reusable micro-services.



- 1. Simplified and independent deployments
- 2. Independent scalability, automation, testability, fault isolation, upgradability and manageability
- 3. Enables use of best of breed technology using Open interface

Micro services are mapped to build Virtual Machines (VMs) that can be deployed, scaled, upgraded, managed independently



Benefits



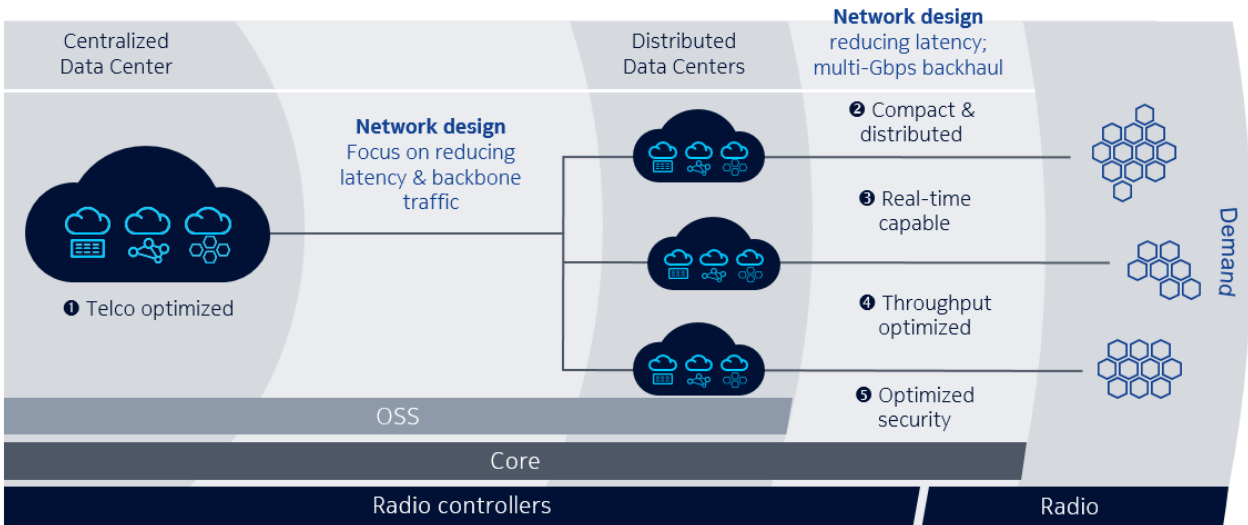
- 1. Simplified and independent deployments
- 2. Independent scalability and automation
- 3. API Driven well defined interfaces
- 4. Enables use of best of breed Technology
- 5. Independence testability and fault isolation
- 6. Enables speed and agility

Distributed/Edge Cloud

Datacenter facility solutions for multi-layer cloud
Scalable from centralized datacenters to distributed edge clouds



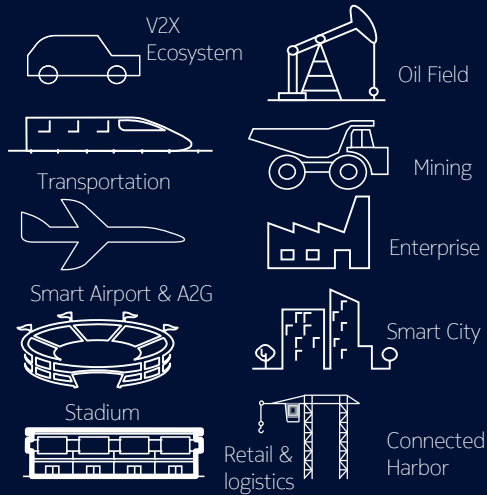
Distributed cloud architecture driven by telco performance requirements



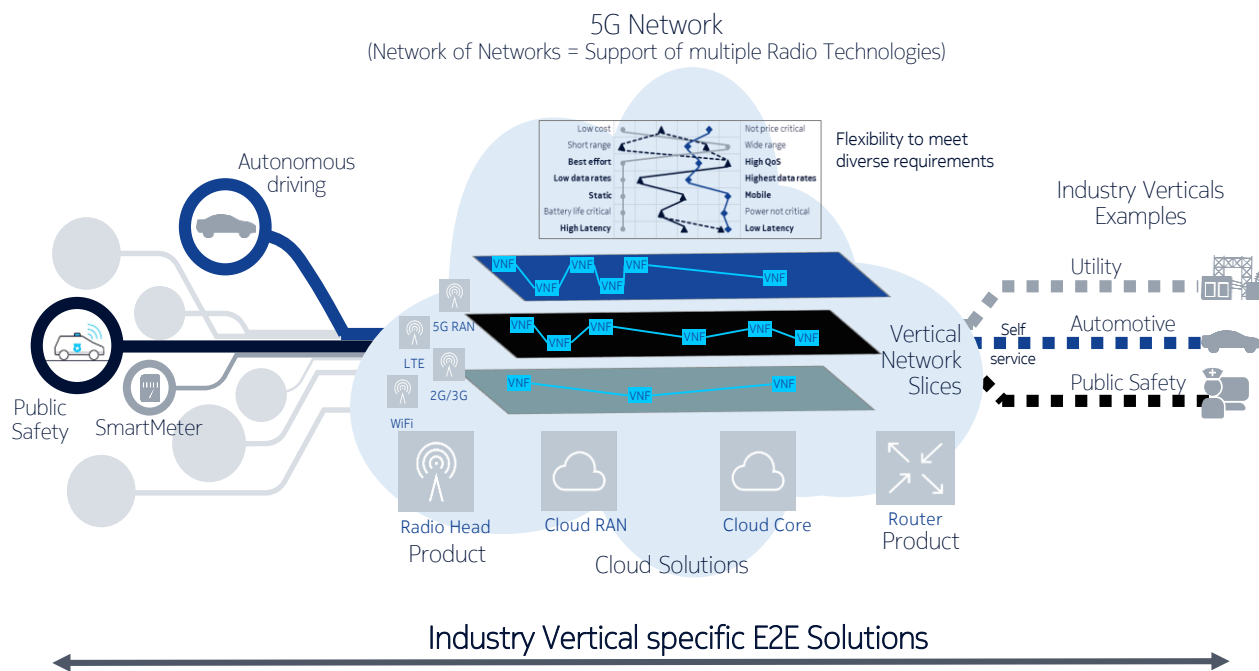
Leverage Multi-access Edge Computing as a platform for edge cloud for accelerating 5G use case creation

Network Slicing

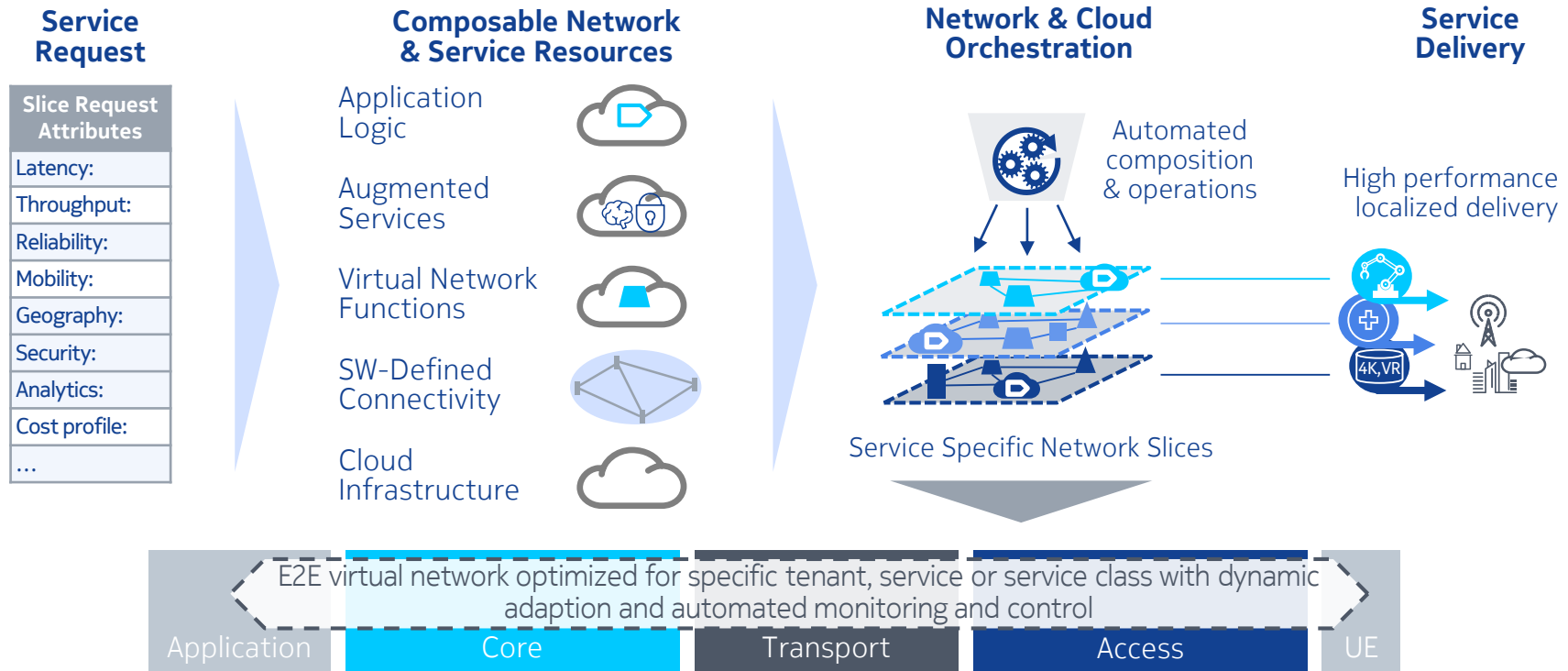
Running multiple logical networks on a common physical infrastructure



Optimized service delivery for heterogeneous use cases

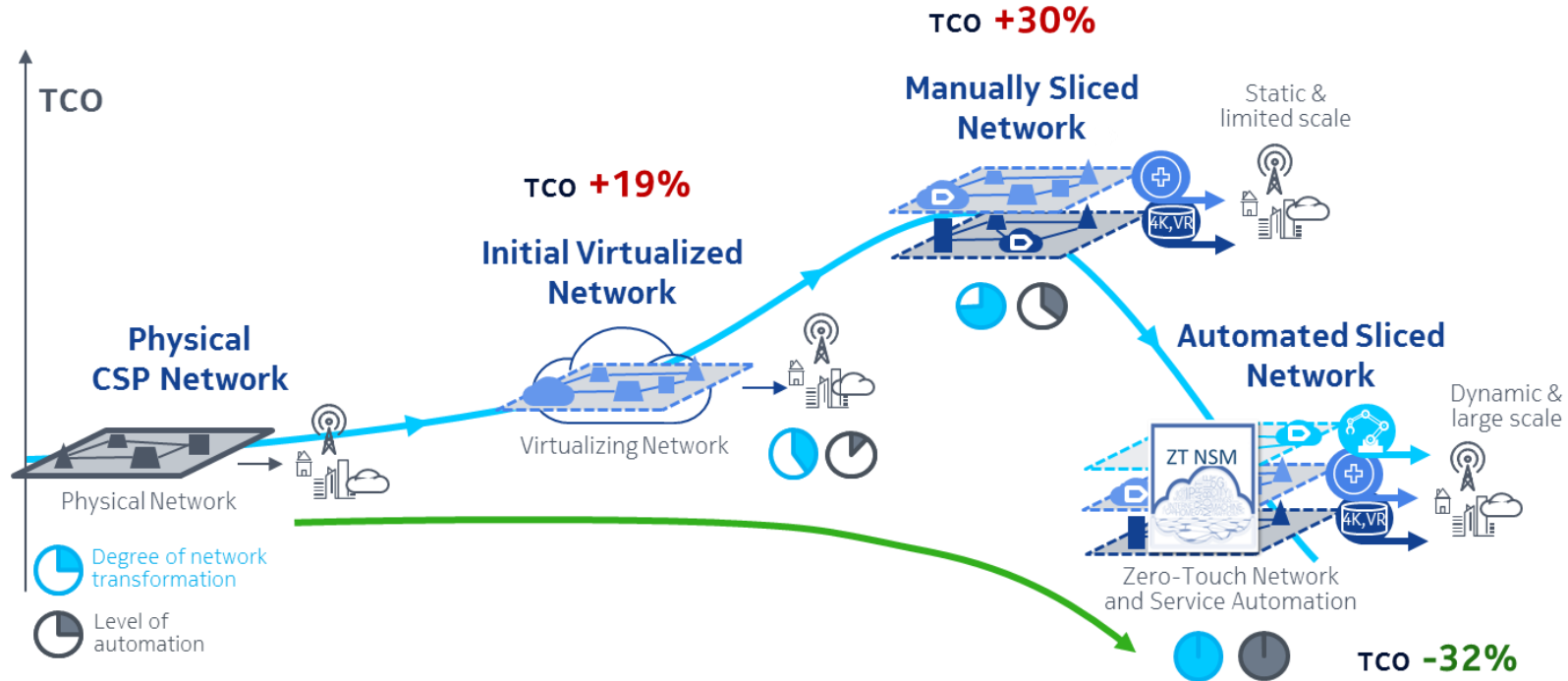


Network Slicing - The foundation for future value creation.



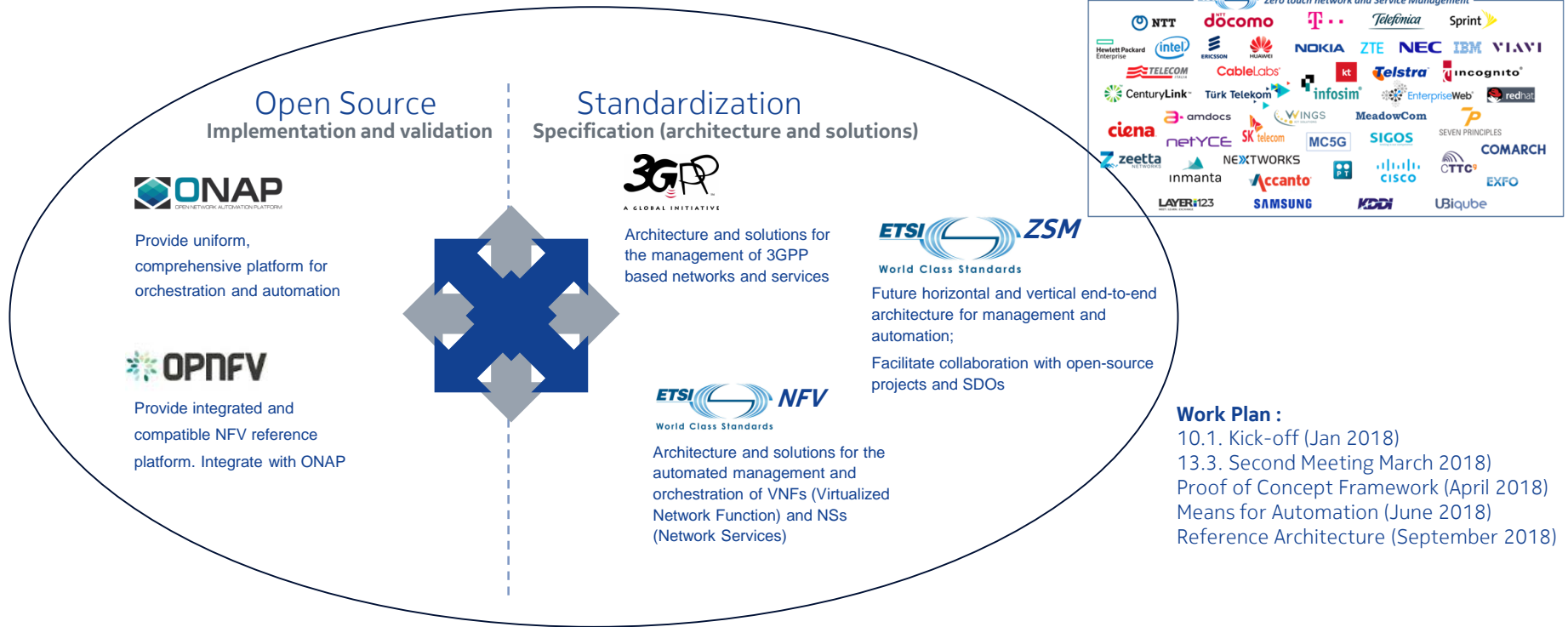
Network slices are end-to-end 'virtual private services'

Network and Service Automation are essential to DSP economics



Without E2E automation NFV/SDN & network slicing add significant cost and complexity

Open Source and Standard Landscape for Network Automation



- Work Plan :**
- 10.1. Kick-off (Jan 2018)
 - 13.3. Second Meeting March 2018)
 - Proof of Concept Framework (April 2018)
 - Means for Automation (June 2018)
 - Reference Architecture (September 2018)

Achieve automated end-to-end network and service management, enabling agile service delivery and new business opportunities

5G Digital Service Provider transformation : Backbone for Digital India

Make your voice
heard now:

