



ITU / BDT

***Regional Seminar on Costs and Tariffs for TAL Group
Member Countries***

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Migration from former networks to NGN

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Migration to NGN Content

- **Key factors for the evolution towards NGN**
 - **Services and revenue motivations.**
- **Network architecture consolidation at transit, local and access levels**
 - **Topology and migration**
- **Network optimization based on planning methods and tools**
 - **Support to Network Design**



Network Architecture - migration to NGN

Key Factors: Motivation

- **New services and revenue** increase with multimedia services:
 - Compensate voice revenue reduction and increase BB related business
- **Cost reductions** by sharing network infrastructure and systems
 - Savings are a function of network scenario, equipment modernization status and customers grow speed
- **Simplification of O&M**, thus lowering OPEX
 - Integrated operation platforms, maintenance and training



Network Architecture - migration to NGN

Key Factors: Issues to consider

- Ensure service and business **continuity** for existing customers.
- Introduction of **new services** based on profitability
- **Inter-working** with existing PSTN and other operator's networks
- **QoS** for guaranteed services and critical business customers
- **Tariff principles** as a function of market demand and consumption of network resources (Backward Cost Assignment)
- **Universal Service Obligations** for basic services and internet



Network Architecture - migration to NGN

Key Factors: Questions

- **When** to start network migration ?
 - **Short term** versus **long term** versus **combined** per network segment
- **Where** to start ?
 - **Access** versus **local** versus **transit** versus applications
- **How** to perform migration ?
 - **Overlay** versus **substitution** versus **new** sub-networks at growing areas



Network Architecture – migration to NGN

Key Factors: Country Status

- **Diversity** of Geo-scenarios in customers density and development level: homogeneous versus heterogeneous
- **Development** level for accessibility, fixed services, mobile services and video
- **Aging** of installed equipment for Outside Plant, Transmission and Switching
- **Competition level** for fixed and mobile services
- **Regulatory** status



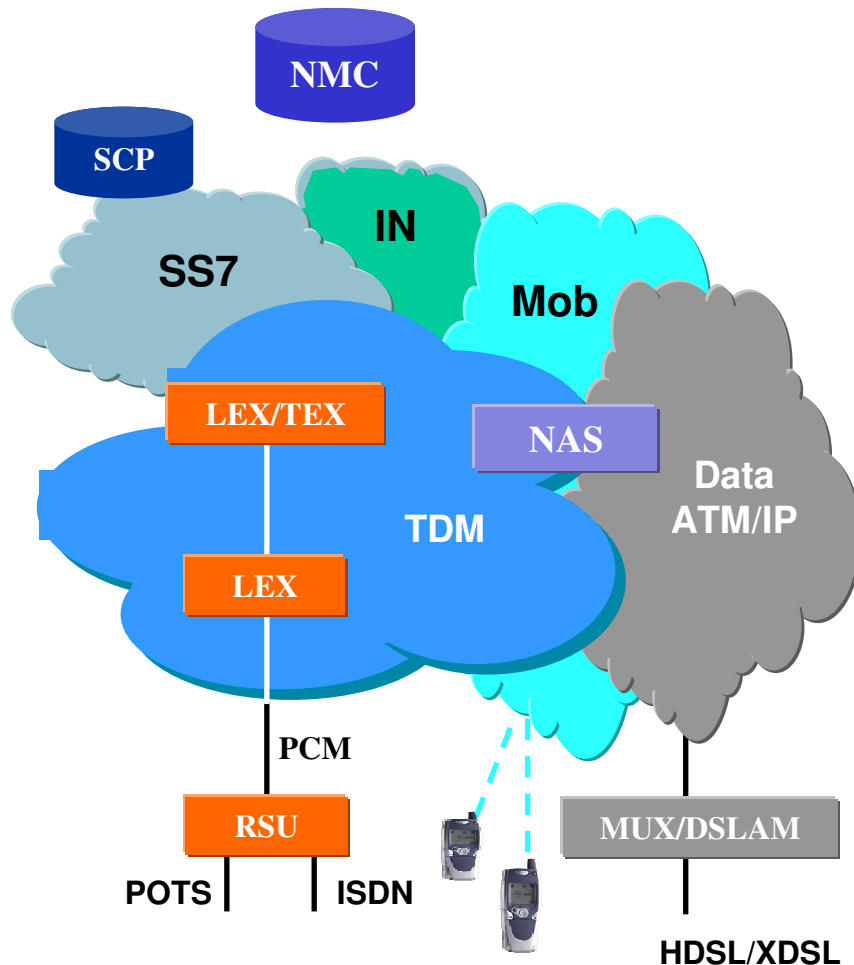
Network Architecture – migration to NGN Content

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Network Architecture – migration to NGN

Existing networks and architecture

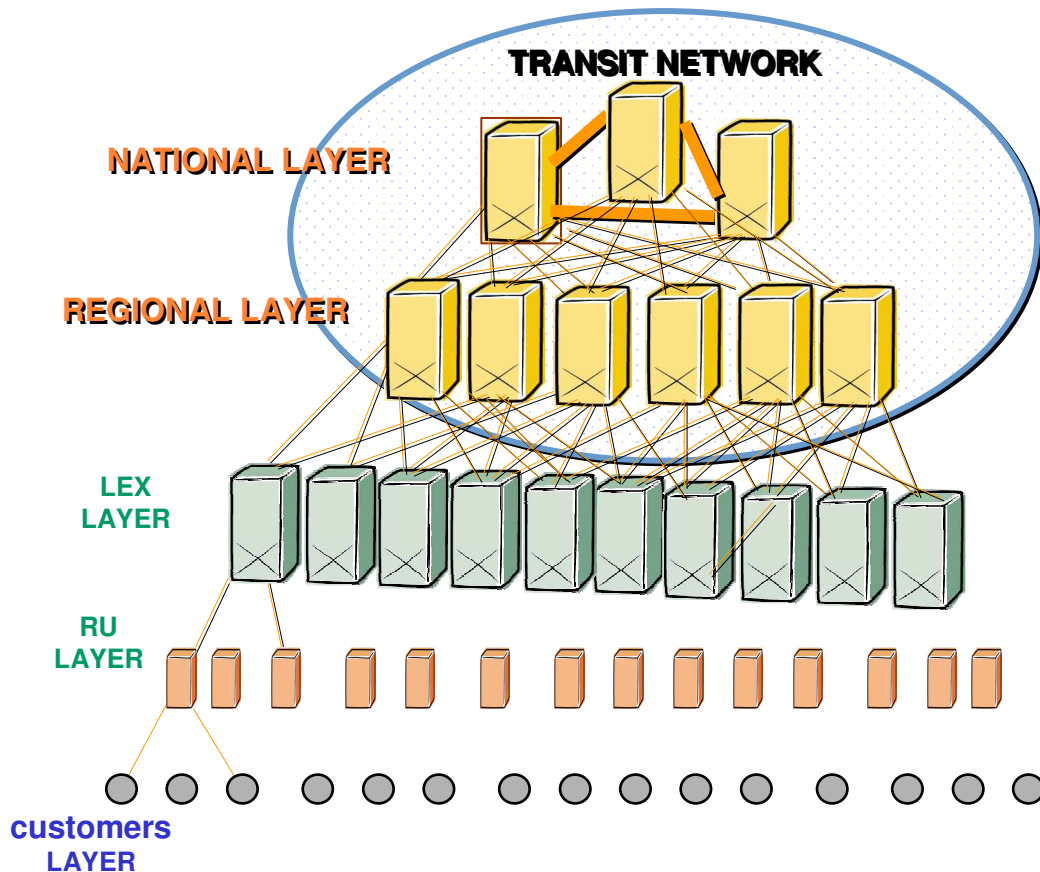


- 5 different network types to handle telecom services
- TDM for fixed and mobile networks working in circuit mode with end to end reserved paths
- SS7 and IN network working with message switching mode
- Data network working with leased lines and packet mode with different and conventional IP protocols



Network Architecture – migration to NGN

Existing networks and architecture



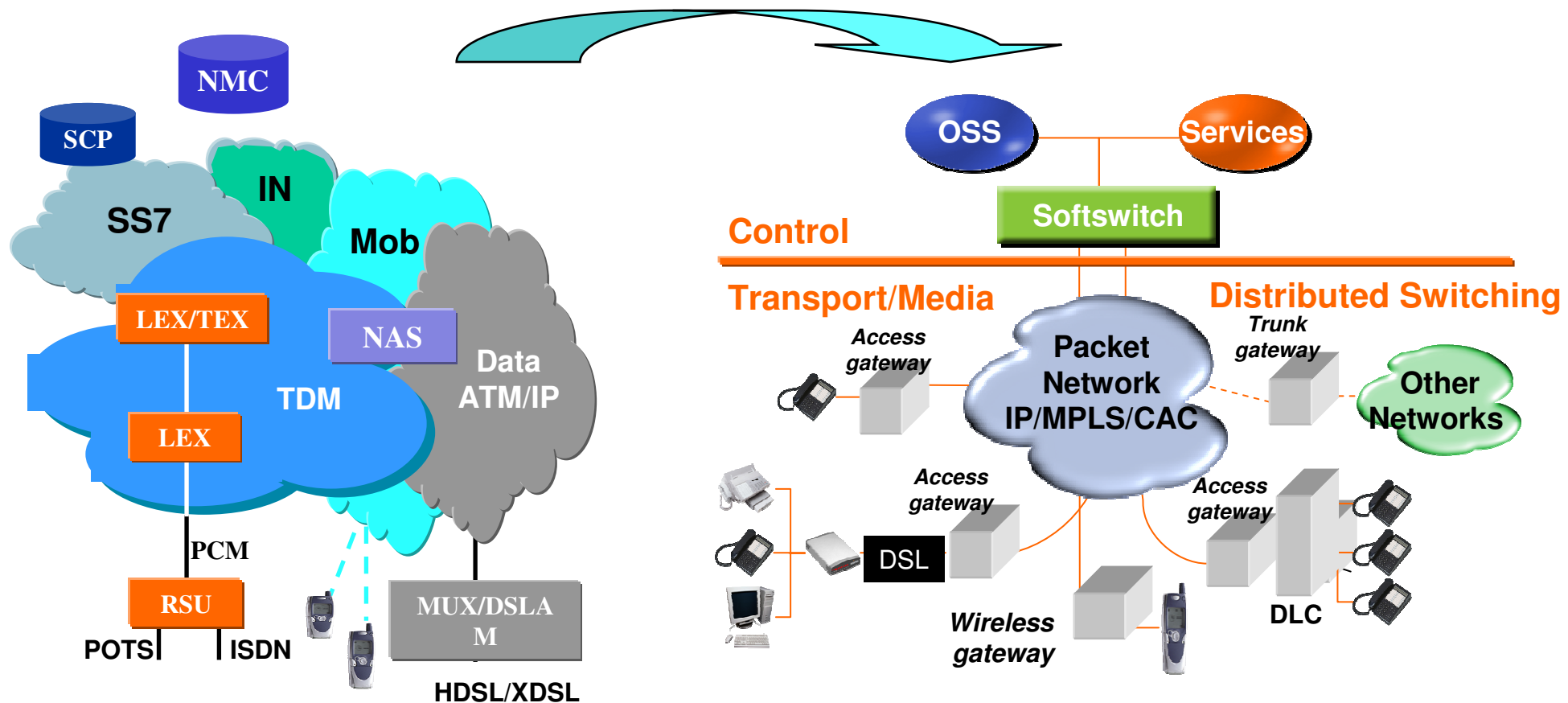
- Hierarchical topology with 4 to 5 layers, connectivity to the upper next layer and within each layer as a function of economical optimization
- Number of nodes as a function of O/D traffic and nodes capacity
- Service handling for media, signaling and control at all exchange nodes
- Carrier grade quality with well defined QoS criteria and standardized engineering rules



Network Architecture – migration to NGN

Architecture Consolidation: Topology

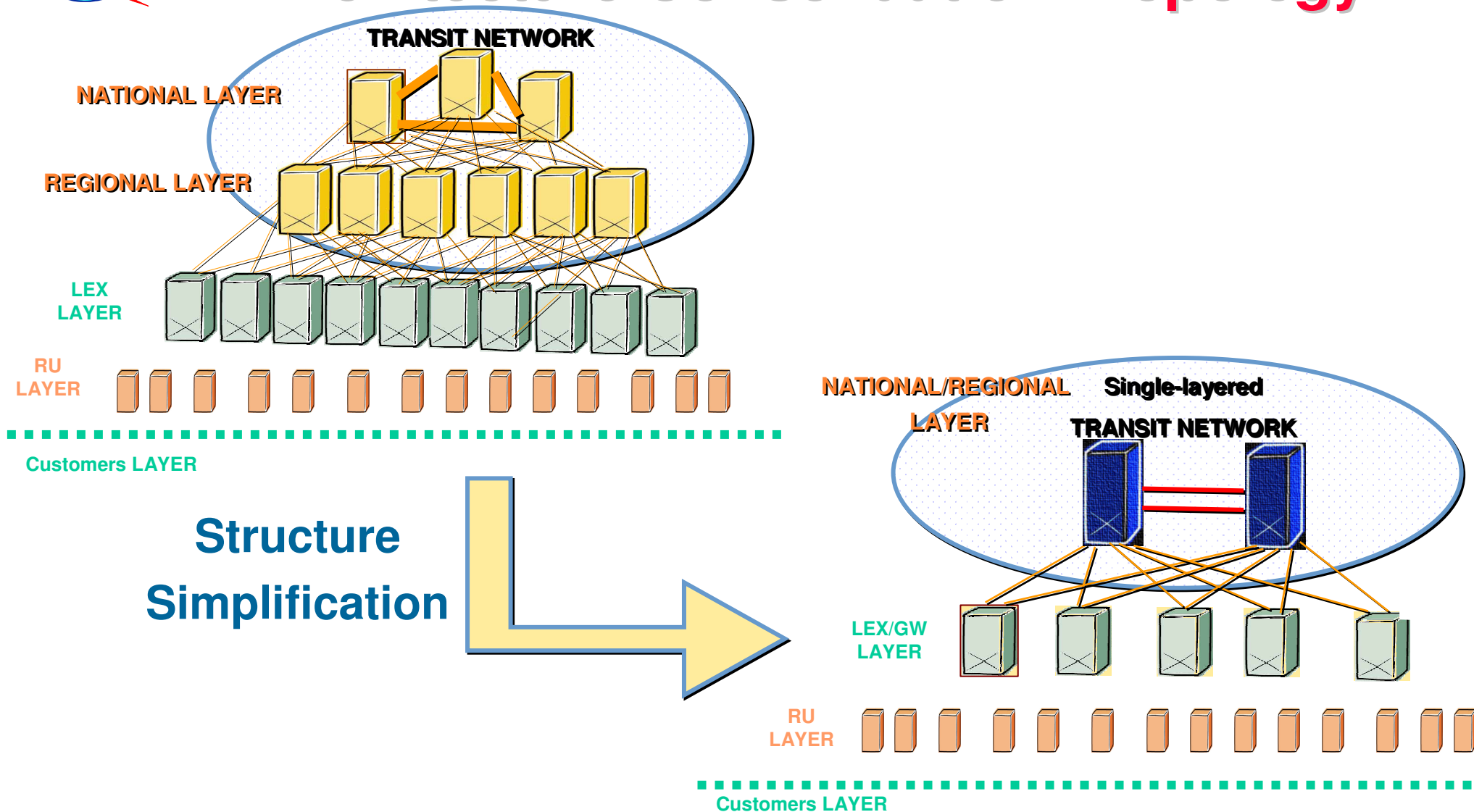
What changes from current scenario towards target network ?





Network Architecture – Migration to NGN

Architecture Consolidation: Topology





Network Architecture – migration to NGN

Architecture Consolidation: Access

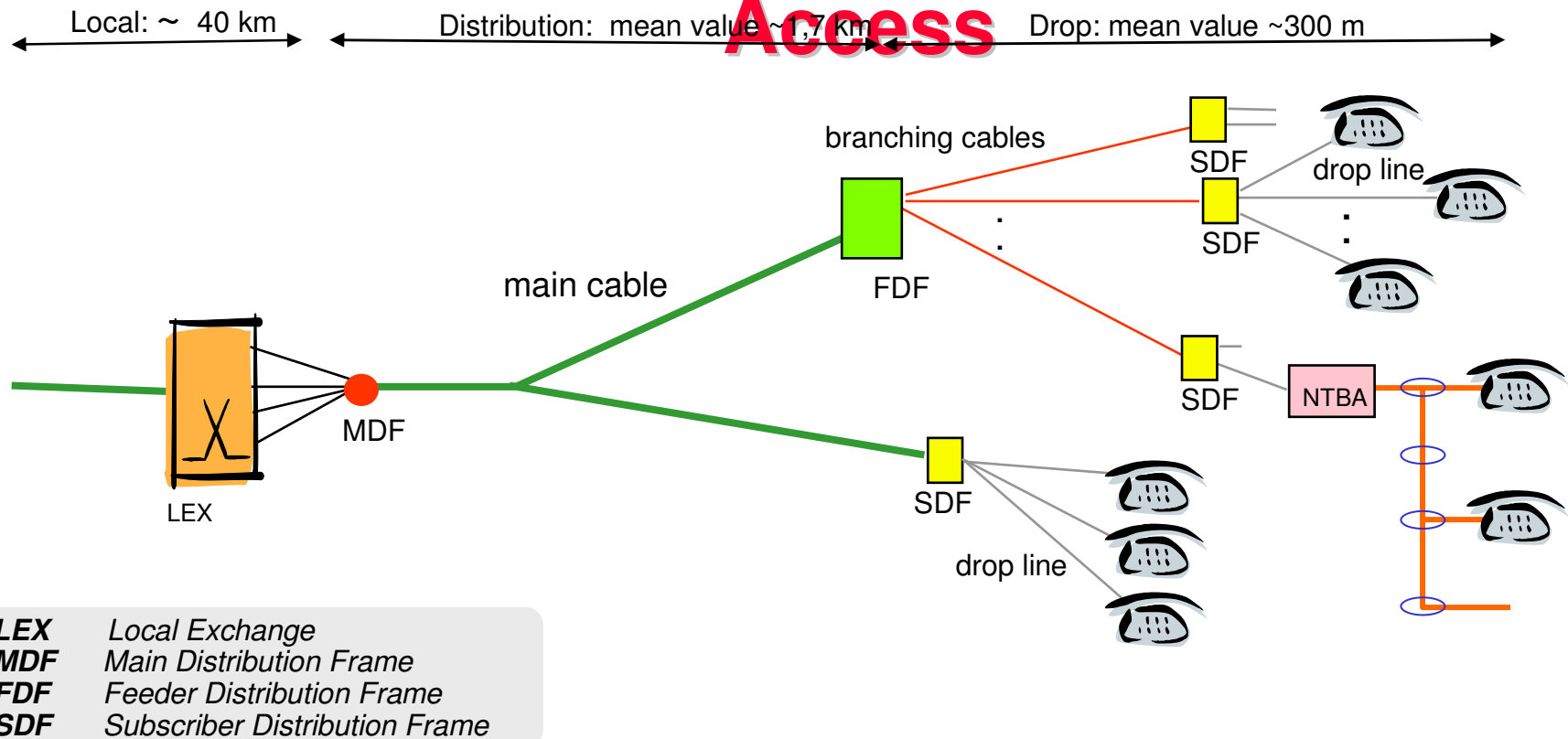
Access dominated by physical infrastructure cost and deployment time

- Quick deployment of DSL and Multimedia Services
- FO closer to customer when implementing new outside plant or renovating existing one
- New Wireless technologies for low density customer scenarios
- Shorter LL length than classical network to be prepared for high bandwidth Multimedia services



Network Architecture – migration to NGN

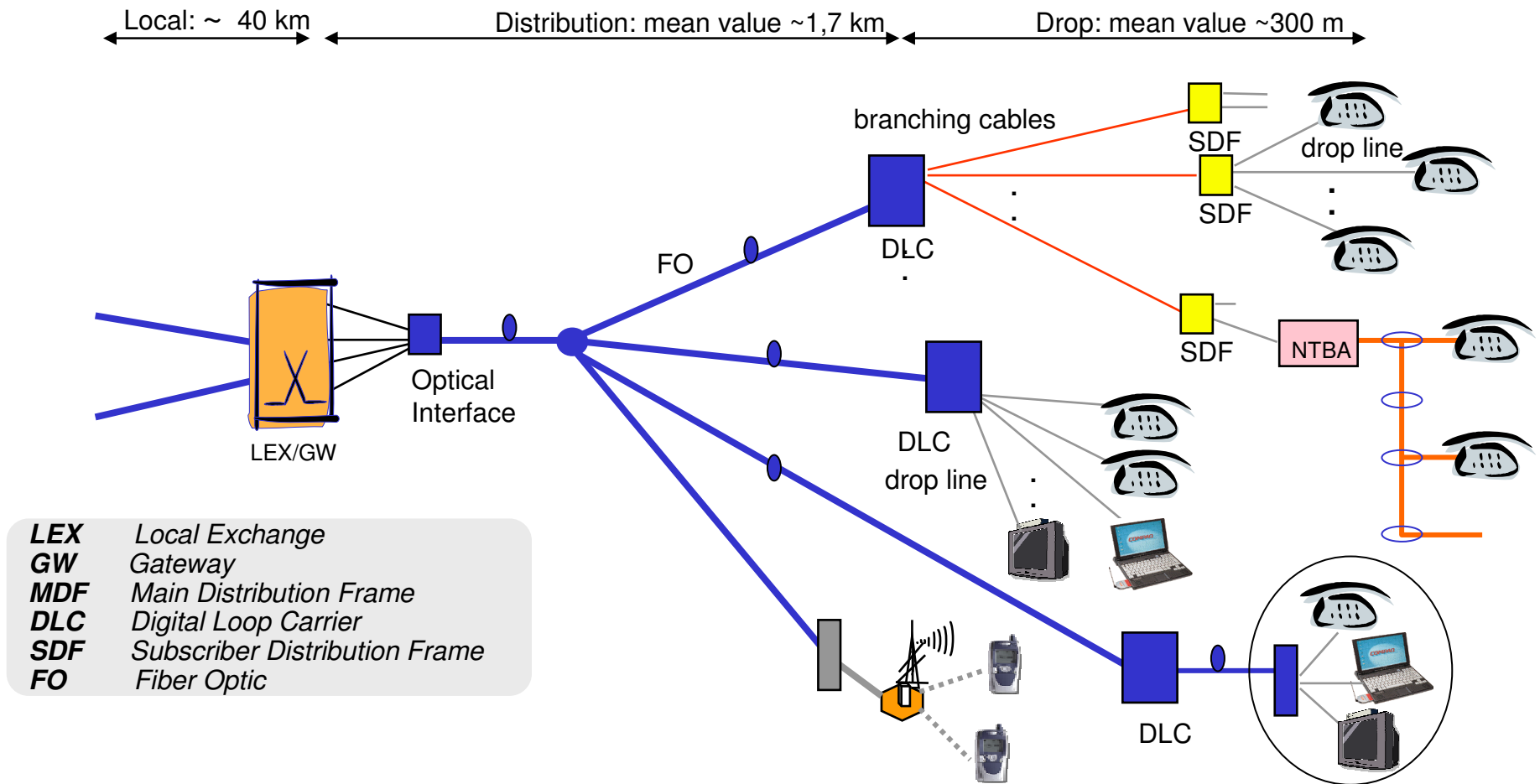
Typical historical Access Network structure





Network Architecture – migration to NGN

Architecture Consolidation: Access evolution





Network Architecture – migration to NGN

Architecture Consolidation: Local

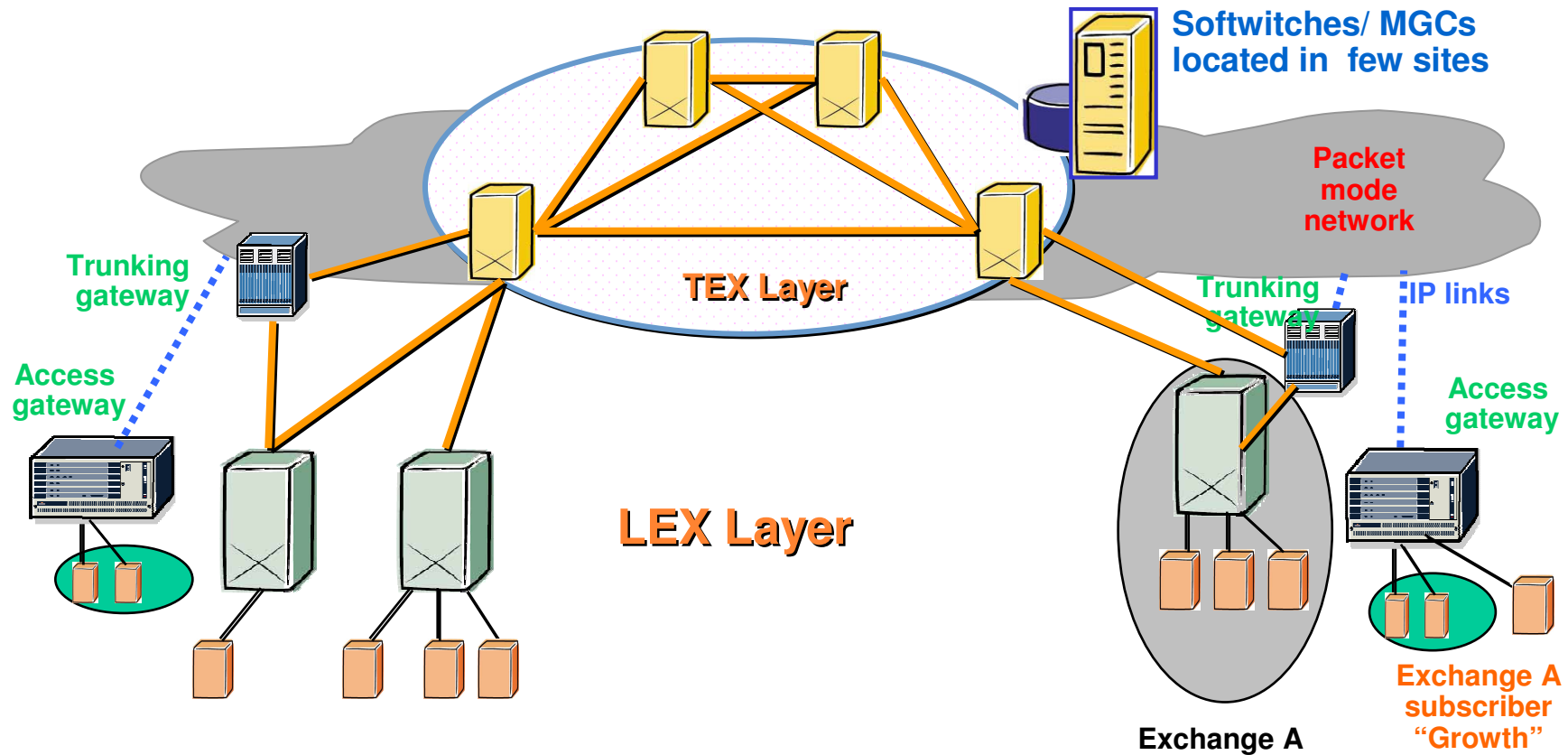
Dominated by functions migration investment and interoperability

- Move from joint switching and control to separated control and media GW
- Introduce Multimedia Services at all areas
- Optimize number, location of nodes and interfaces among existing and new network
- Requires longer time and higher investments due to variety of geo-scenarios and geographical distribution



Network Architecture – migration to NGN

Architecture Consolidation: Local





Network Architecture – migration to NGN

Architecture Consolidation: Core

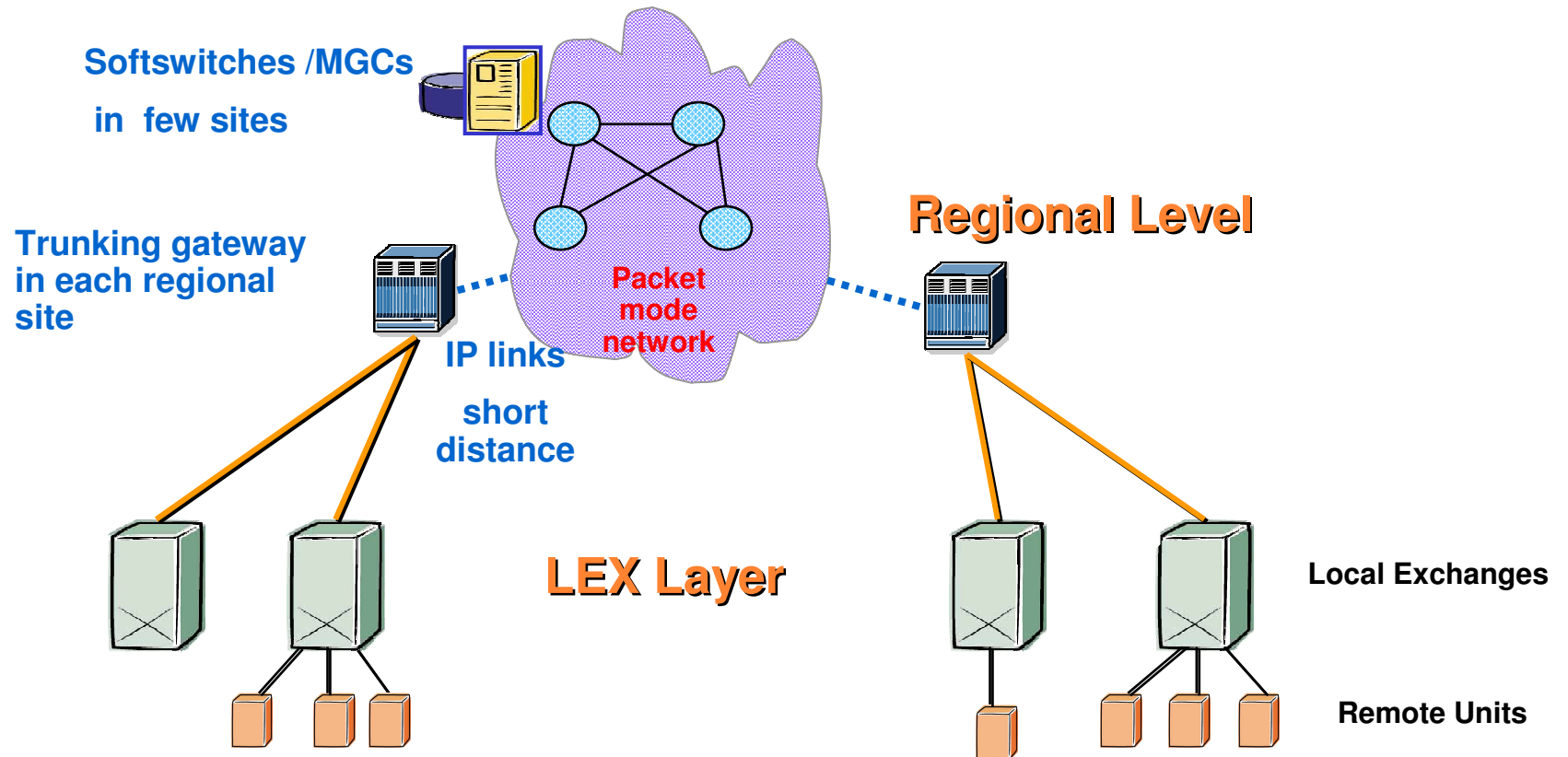
Dominated by high capacity and protection level

- Overlay deployment for full coverage in all regions
- Quick deployment needed for homogeneous end to end connections
- Strong requirements for high quality, protection, diversity paths and survivability
- Importance of the optimization for location and interconnection



Network Architecture – migration to NGN

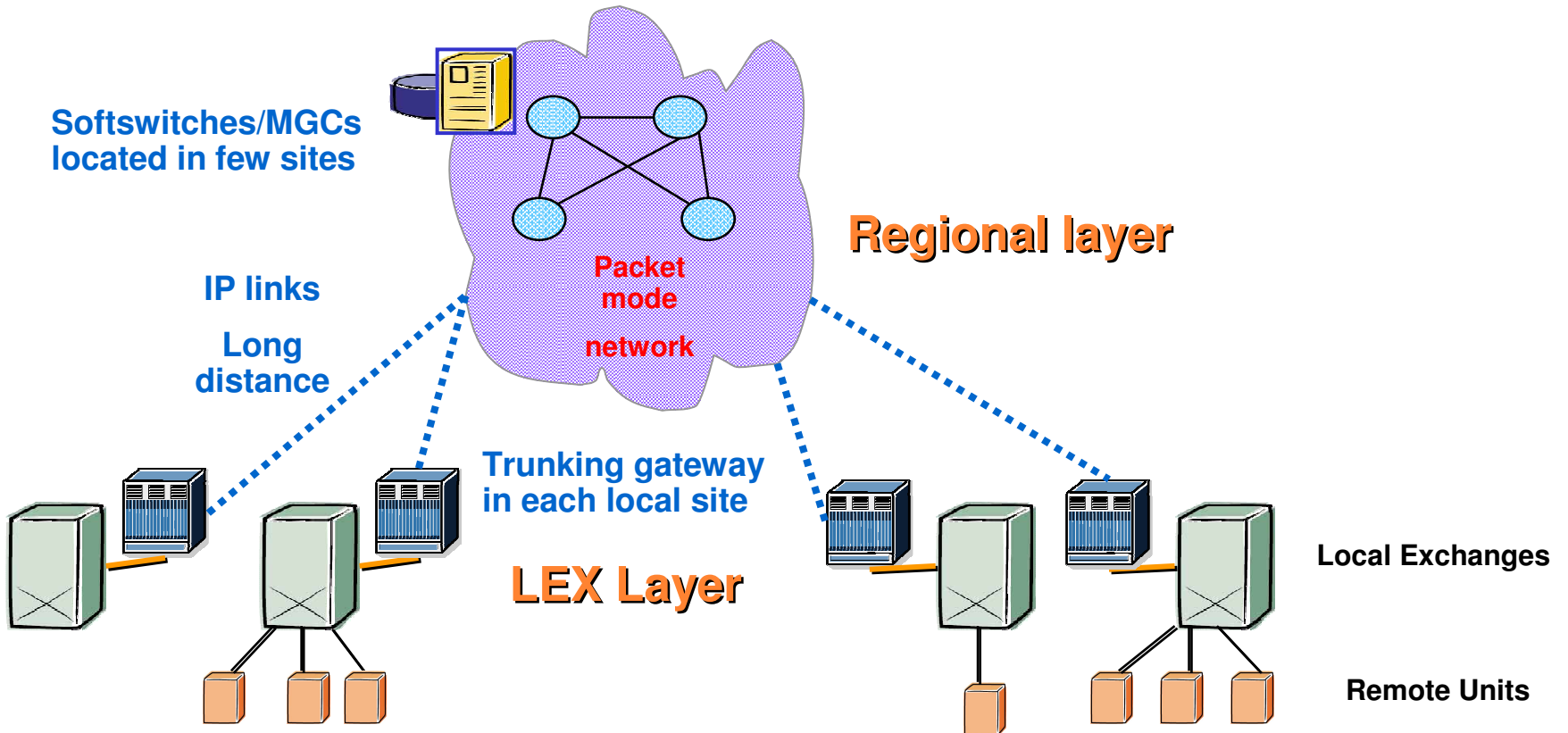
Architecture Consolidation: Core





Network Architecture – migration to NGN

Architecture Consolidation: Core





Network Architecture – migration to NGN

Architecture Consolidation: Combined Segments

Where to start and how to co-ordinate migration?

Network “consolidation”

Cost Optimization of the network

- Reducing nodes and increase their capacity
- Deployment of ADSL and multiservice access

Network expansion

NGN solution :

- **Cap and Grow**; this means keeping the existing PSTN network as it is, and grow demand with NGN equipment

Network replacement

Replacement of out-phased (end of life) TDM equipment

- gradual replacement : this means **coexistence** of the two technologies
- **full accelerated replacement** with a short transition period

Need to optimize overall network evolution: technically and economically



Network Architecture – migration to NGN

Architecture Consolidation: Combined Segments

Overall impact of evolution on network CAPEX and OPEX

CAPEX

- TDM and NGN CAPEX are **close**
- NGN CAPEX in the first years driven by **geographic coverage**
- Access systems represent a large part of CAPEX
 - **similar values** in TDM and NGN

OPEX

- OPEX in NGN trends to be **lower**
- Migration scenarios will have a **mix** of TDM OPEX (installed base) and NGN OPEX (substitution and growth)
- Significant impact of manpower cost due to **convergence** in operations

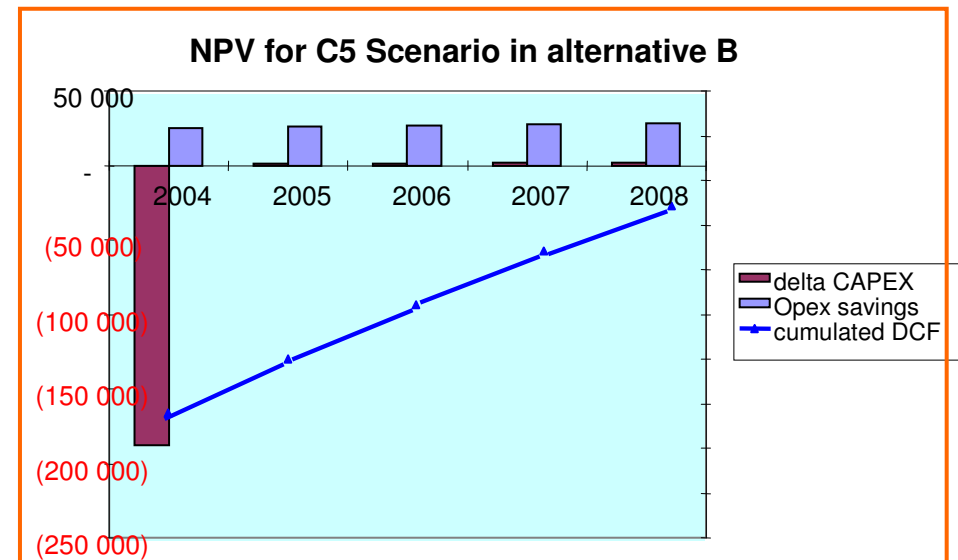
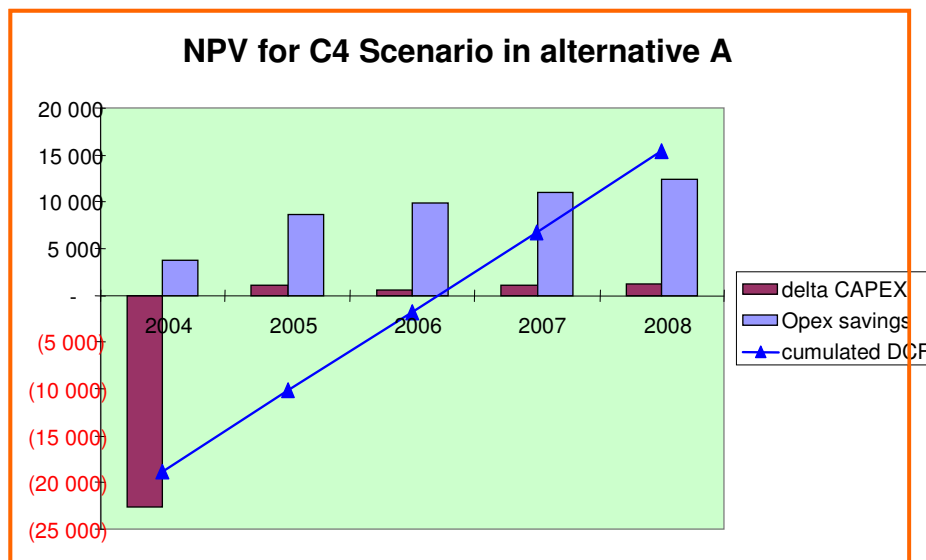
Key factors for the evaluation: Geo-scenarios, Network grow rates, Aging of equipment, New services



Network Architecture – migration to NGN

Architecture Consolidation: Scenario evaluation

- **Net Present Value (NPV)** for the overall migration project is the best global evaluator



A large variety of country scenarios and transition strategies generate major differences in the economical results ➡ **Planning to be performed per country and operator**



Network Architecture – migration to NGN

Content

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NGN

Support tools: Design and Optimization

Required functionality for Technical design tools

- Service demands characterisation and traffics for VoIP and NGN multiservice flows
- Conceptual Network Design and Capacity Planning
- Comparison of different network structures
- Routing flows for most typical cases including OSPF, shortest path, widest path and weighted cost functions.
- Optimizing locations and connections of network gateways
- Cost, Performance and Reliability Analysis
- Estimation of investment costs for the rollout and the extension of the investigated multi-service network
- Estimation of end-to-end delays
- Technical Site and System Planning
- Allocation of the IP or MPLS links
- Formation of virtual networks
- Routing over ATM links or PDH/SDH systems or tunneling via other IP links
- Sub-networking and addressing



Network Architecture – migration to NGN

Support tools: Design and Optimization

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Planning of IP / MPLS Networks

NETWORKS IP
Introduction

2.5/3G Mobile Network

Data Services

Demands on Resources

IP / MPLS Network

IP / MPLS Network Planner

ATM / SDH Transport Network

NETWORKS - Mobile
NETWORKS - SS7

NETWORKS - IP
Transport Planning Module

NETWORKS - ATM
NETWORKS - Trans

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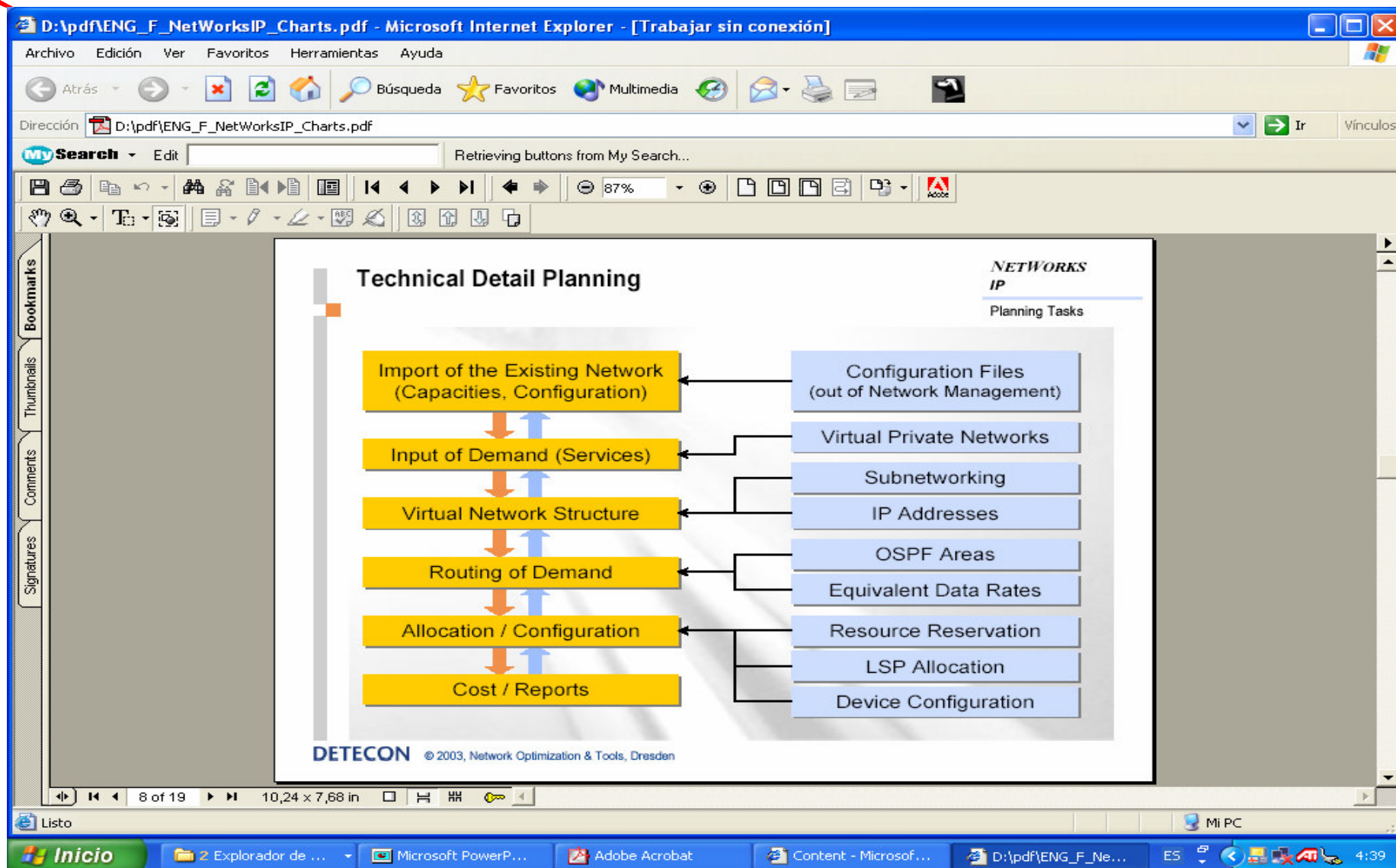
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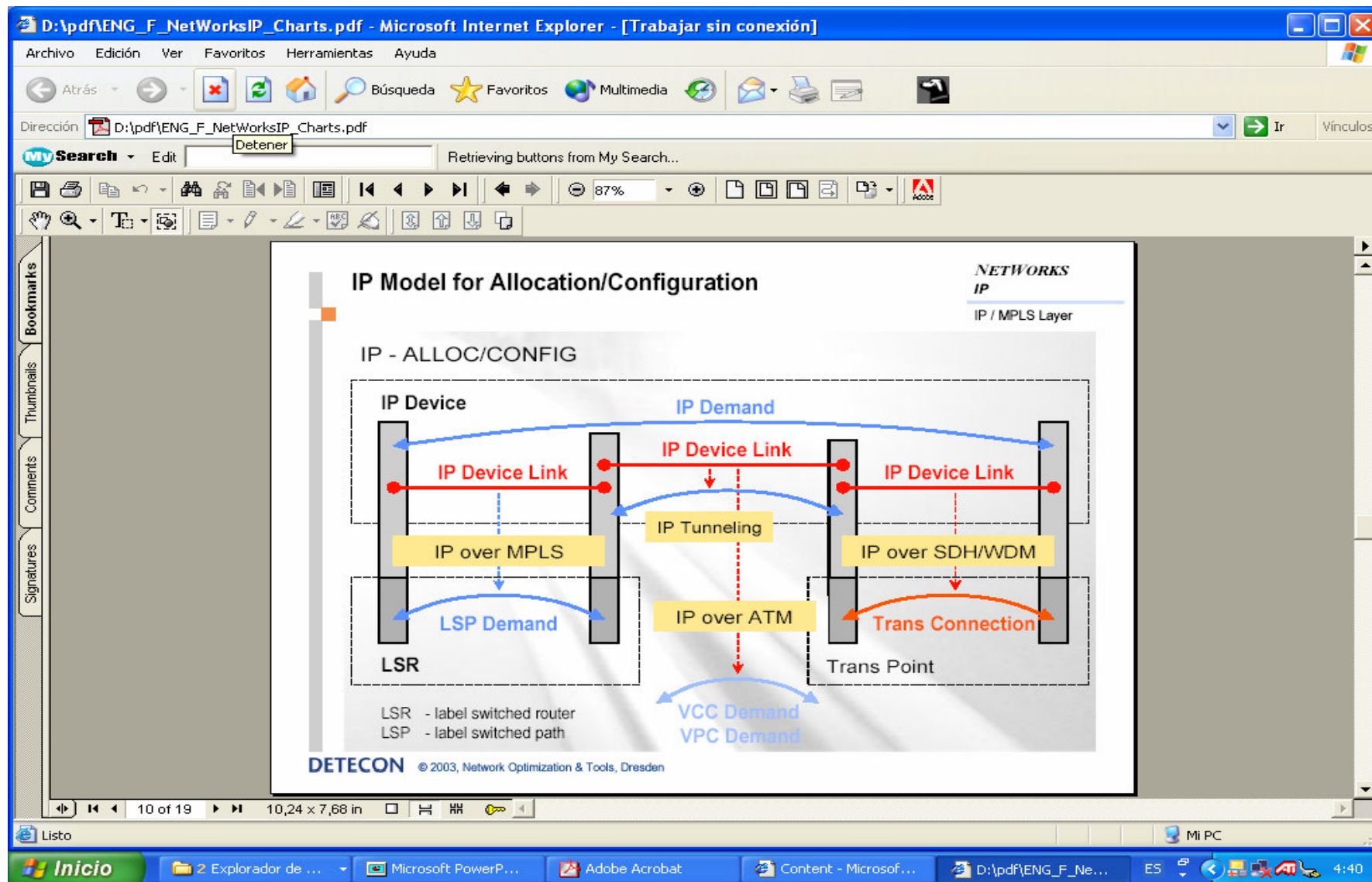
Support tools: Design and Optimization





Network Architecture – migration to NGN

Support tools: Design and Optimization





Network Architecture – migration to NGN

Support tools: Design and Optimization

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Interaction between IP / MPLS and Transport Layer

NETWORKS IP
Layer Interaction

IP Layer

TRANS Layer

Location

IP Device (LSR)

Trans Point

Trans Connection

System Link

System Route

Assignment IP Device → Trans Point

Assignment IP Device Link → System Route

- Rule 1: IP Devices (LSRs) of one Location on one Trans Point
- Rule 2: IP Devices (LSRs) on a Physical Device at the Trans Point
- Rule 3: IP Device Links (LSP Links) on Trans Connection + System Route

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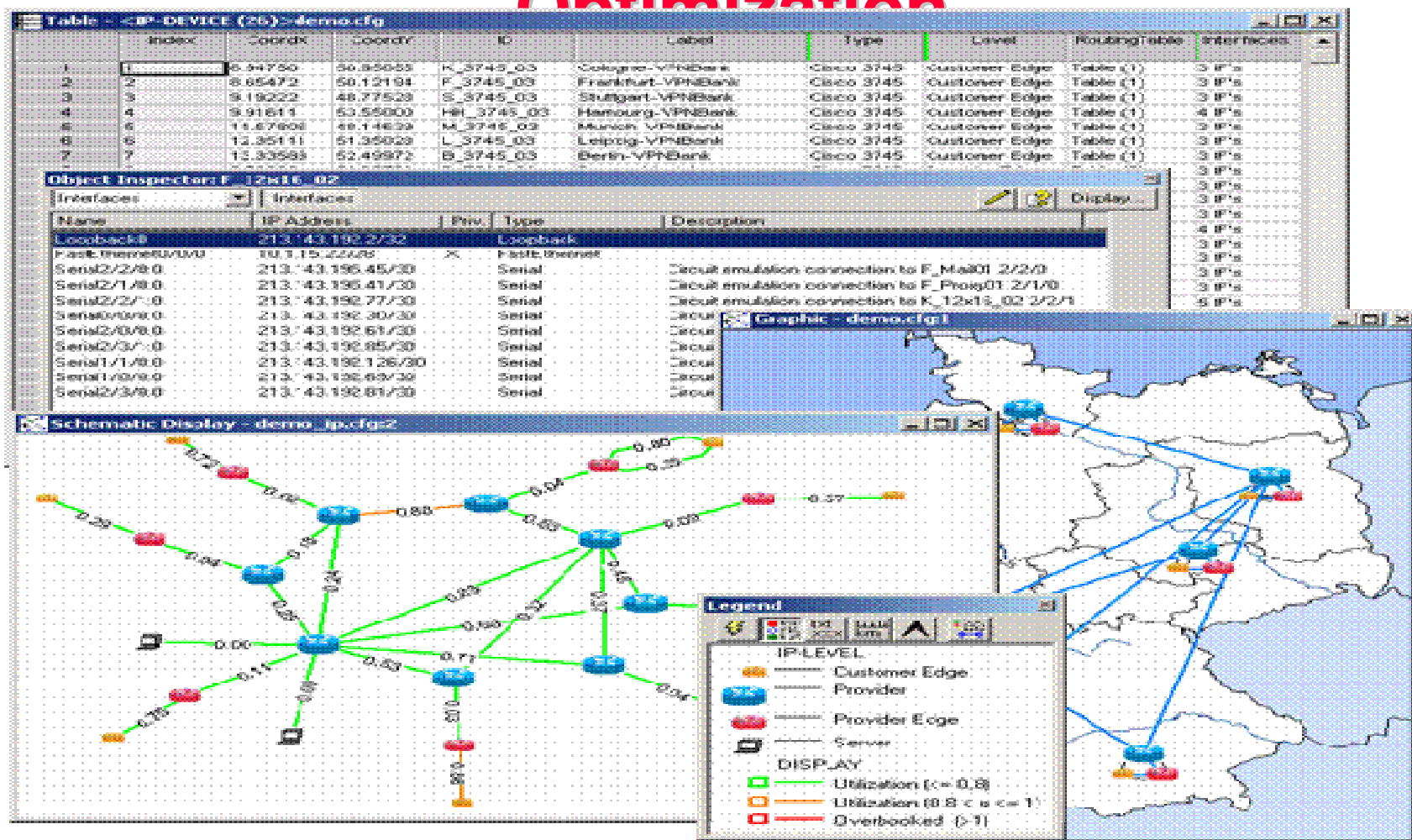
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Network Architecture – Migration to NGN

Support tools: Design and Optimization





Network Architecture – migration to NGN

Summary of Evolution Factors

- Ensure service **continuity**
- Plan **business and services first**, later the network with proven solutions.
- Implement **pilot cases** before network migration
- **Differentiation** to competitors on new services and quality