Security Level:

Huawei Corporate and IPv6 Network Evolution

www.huawei.com

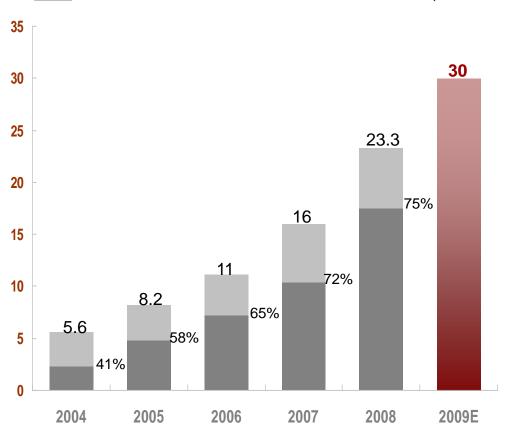


Contents

- Global Market Progress
- Huawei IPv6 Strategy
- Creating Value for our Customers

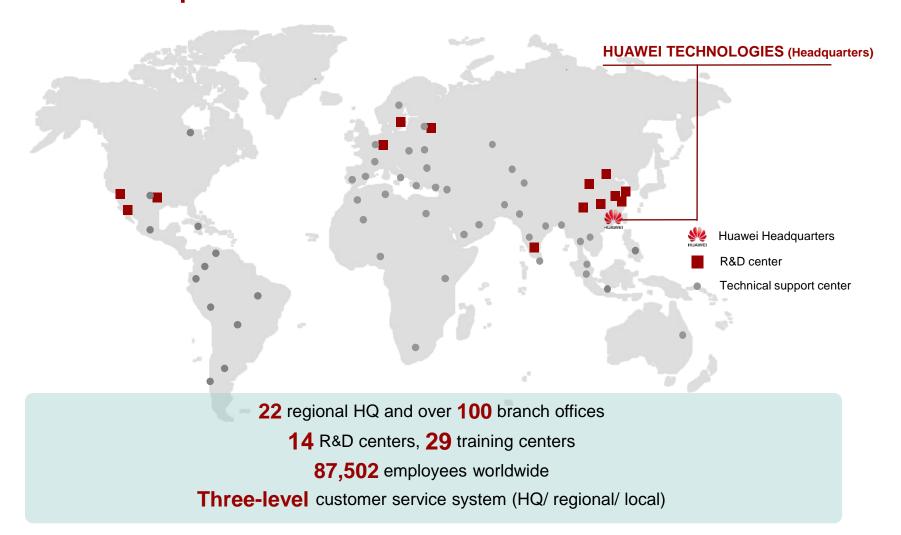
Sustainable growth

Contract sales from the international market (USD in billions)



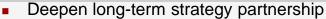


Global operations



Serving 36 of the world's top 50 operators





 Providing UMTS solutions for Vodafone in Spain, Greece, Hungary, Romania, South Africa, Turkey etc.



- Strong strategic infrastructure partnership
- Major GSM/UMTS/HSPA network supplier
- Major supplier of Broadband, Transmission and Metro Ethernet for the whole group



- Deployed networks in 20+ countries
- Corporate strategy partner for 2G/3G, FTTx, transition etc



- Solely responsible for constructing PS core networks in Germany, Britain, the Netherlands, Austria, and the Czech Republic
- Deployed GSM network in Czech republic
- IMS, NG WDM, GPON, Core router, IP Microwave, Femtocell supplier



- Mobile broadband partner for building UMTS/HSPA networks in Italy and Brazil
- Major FTTx supplier in Italy



 To provide TELUS with LTE-ready HSPA network, which is the first such network in North America



 Chosen by TeliaSonera to deploy the world's first LTE/SAE commercial network in Oslo, Norway, bringing the unique advantages of mobile broadband service



Huawei mobile market update

UMTS/HSPA

128 contracts
No.1(contract no.)

Mobile Softswitch

1.2 Bln+ users No.1

GSM

3 MIn+ TRX 21% (shipment)

CDMA

0.48MIn+ TRX No.2

WIMAX

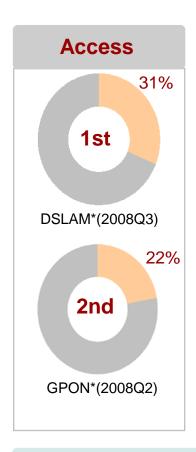
34 contracts

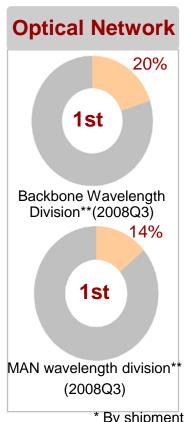
Data until Q4 of 2008

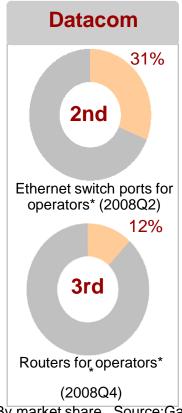
Large-scale adoption of WCDMA by leading operators
WCDMA/HSPA network deployment in Europe, North America and Japan
The industry's first commercial LTE contract in Europe

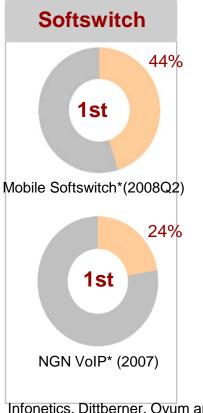


All-IP broadband market update









By shipment ** By market share Source:Gartner, Infonetics, Dittberner, Ovum and etc

Global leader in the access and optical fields; Leader in IPTime packet mobile transport Mobile/NGN bearer network serves over **1.3 billion** subscribers, ranking **No.1** in the world

Huawei in MENA



- MENA office being established since year 2000;
- One Region and 2 sub-regions: Middle East, Northern Africa
- 22 branch offices across MENA and active in 33 countries
- Over 4,800 employees, 60% of whom are local staffs



Top 3 Vendor in MENA

Huawei is the top3 vendor in MENA and has established partnerships with 94 operators in the region.













mobinil

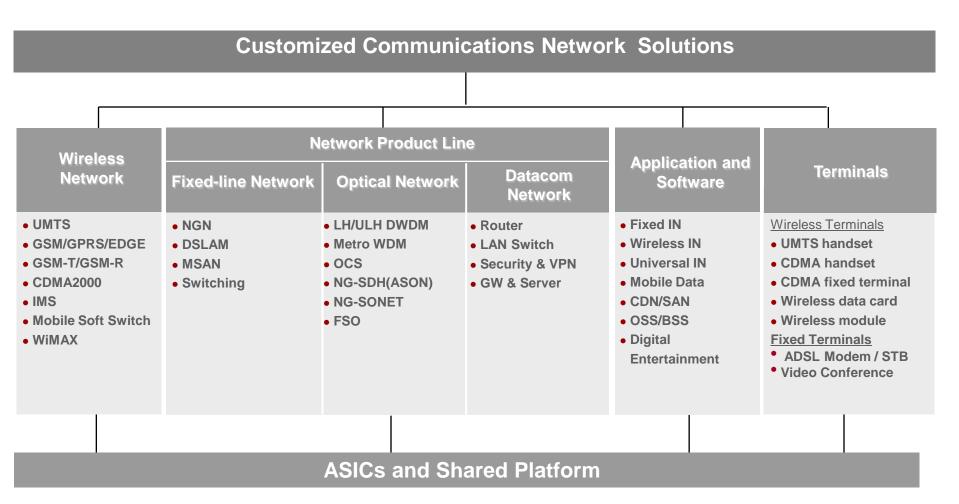


mobilu





Huawei Product Portfolio



- ISO 9001:2000/TL9000/CMM for quality control
- ISO 14001:2004 for environment management

Your trusted services partner

What we offer

- Network Rollout
- Network Integration
- Customer Support
- Managed Services
- Network Technology Services
- Learning Services

Customers' values

Fast Time-to-Market

Efficiency Enhancement

Seamless Evolution

Business Transformation

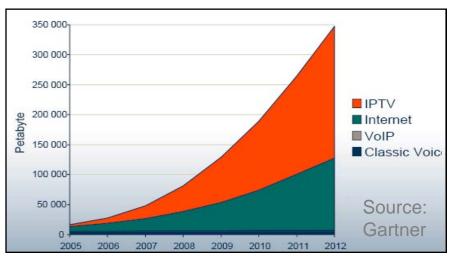
Huawei attaches strategic importance to Professional Services and provides **24/7** customer service with the support of thousands of employees and engineers across the region.

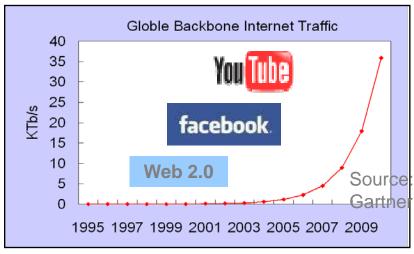


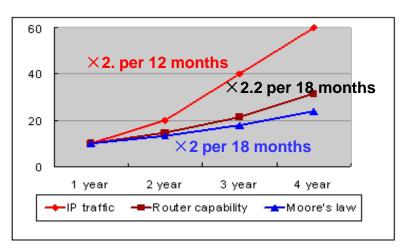
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Booming Internet Traffic

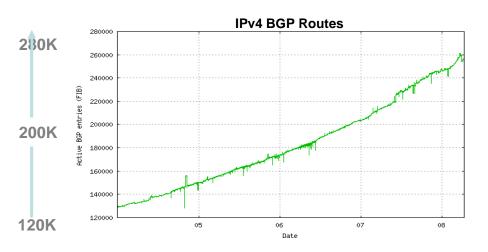


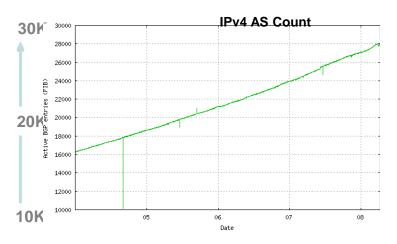




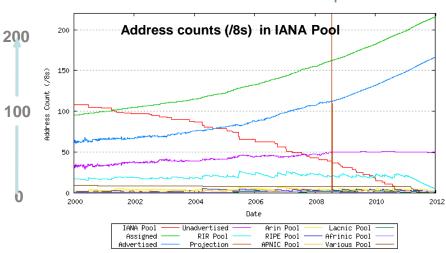
- Based on Gartner report, Internet traffic doubles ~ every 12 months
- Capacity of an individual equipment cannot keep up with the rapid growth
- Network scalability is becoming one of the major challenges

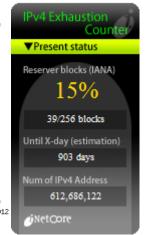
Route Expansion and Address Exhaustion





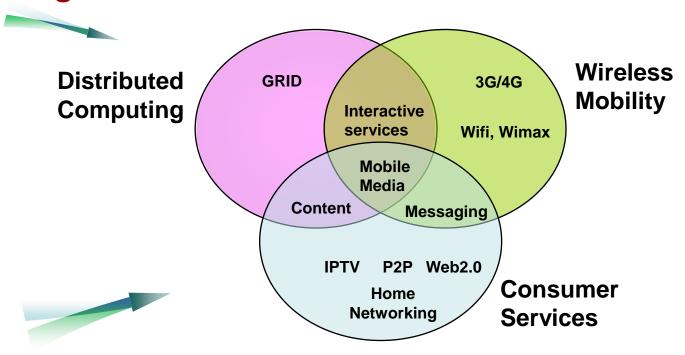






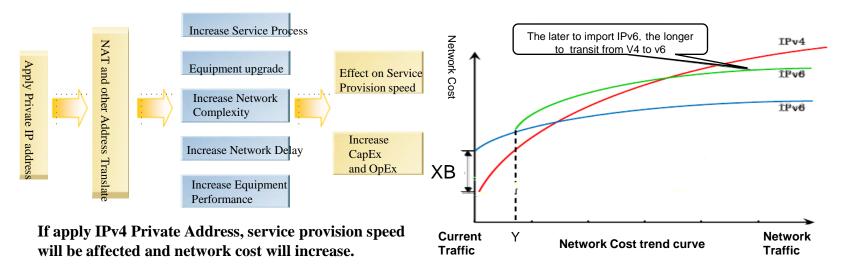
- IANA IPV4 Routes and AS Count increase more than 15% per year!
- IANA IPV4 Pool will be exhausted before 2012!

Driving to IPv6



- This despite increasingly intense conservation efforts
 - •NAT (network address translation)
 - .CIDR (classless inter-domain routing)
 - .PPP / DHCP address sharing
- Theoretical limit of 32-bit space: ~4 billion devices
- •Practical limit of 32-bit space: ~250 million devices (RFC 3194)

IPv6 is the ultimate solution



NAT can slow down the consumption of IPv4 address, but not a permanent solution

- Destruct end-to-end connectivity, NAT and ALG etc.postpone business cycle.
- Private network address space is limited,
 Increase the complexity of deployment.
- Reduce performance, it is difficult to deployed on a large-scale.
- Increase network cost of the long term.

Later deployment of IPv6, the total cost is higher.

- At present, IPv6 transformation costs x billion.
 IPv4 networks need more intercommunion cost,
 and total cost higher than IPv6 network (blue line)
- IPv6 transformation more later, the total cost more higher and the transformation cycle more longer. (green line)

IPv6 is the ultimate to solve the shortage of IP address, it has reached consensus to deploy IPv6 globally.

Main considerations of IPv6 deployment

customer

- Network impact is minimal, the user is no-perceived.
- IPv6 users visit IPv4 service.
- Enhance the user experience of IPv6

cost

- Weighed between the cost of reconstruct and upgrade, choose the time to introduce
- IPv6 mobile services, dual stack terminal cost, singlestack terminal need large volume of NAT-PT.

IPv6 Deployment

network

- Reduce impact to the network, consider build a new private network, using an independent IPv6 Gateway to access IPv6 users
- Consider the end-to-end deployment of IPv6.

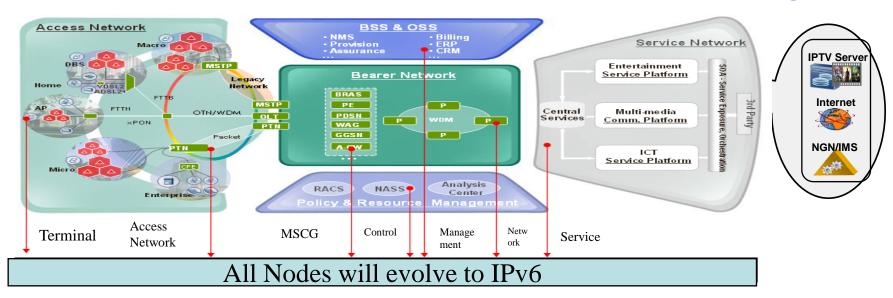
service

- Start from closed business, interoperability is undemanding, easy to deploy.
- IPv4/IPv6 will be long-term coexistence.
- Integrated service intercommunication



Evolution of IPv6 E2E Solution

IPv6 is a step-by-step evolution, IPv4/IPv6 will co-exist in a very long time



- ➤The parts of IPv6 E2E evolution:
 - ➤ the network nodes, including the access, metro, backbone, management, terminals and services.
- ➤The objectives of IPv6 E2E evolution :
 - >upgrade the whole network to IPv6.
- ➤ The State of IPv6 network:
 - ➤ Chips and external components of the main vendor equipments support IPv6 well, can be upgraded to support IPv6 natively.
 - Main vendors support IPv6 routing, VPN and other basic protocols well; IPv6 access, interoperability waiting for standardization.



IPv6 Network Evolution Steps

<u>Initial stage:</u> Interconnect Isolated IPv6 network

Build up V6 backbone

- IPv6 networks are only small and medium-sized experiment network
- Isolated IPv6 networks can communicate with each other.
- Accumulation of IPv6 network design, operation and maintenance experience.

Mid stage: Provide IPv6
Access network

V6 Access and service migration

- The metro network has IPv6 service accessed capabilities
- Dual-stack and IPv6 access network coexist
- IPv4 and IPv6 mix-access and intercommunicate
- Provide large IPv6 core network structure or switch plane
- Move resources, services and applications of IPv4 networks to IPv6 Networks Gradually

Future stage: native
IPv6 network

native V6 network

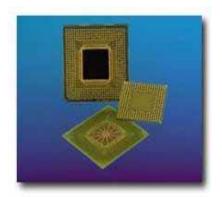
- New users only IPv6 access
- IPv6 Networks
- Native IPv6 core network , IPv4 network only constitute small and medium-sized local network
- Few IPv4 local network
 communicate each other
 through the IPV6 network



Continuous innovation - independent research and development of the IPv6 core chips

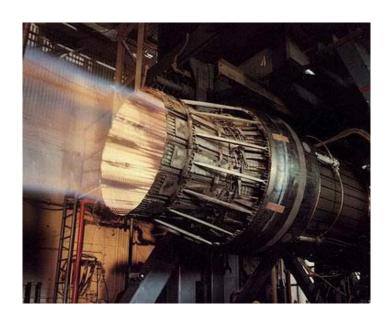






- Huawei high-level ASIC chip full support for IPv6 features,
- Greatly enhance the T-bit core router brand competitiveness

Continuous innovation - a comprehensive operating system support for IPv6 network





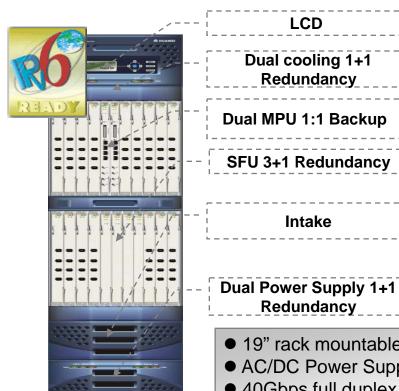


- VRP OS ® (Versatile Routing Platform) is a generic Huawei software platform IP products,
 VRP5 full support for IPv6
- Huawei's participation of the standard / draft more than 20, involving IPv6 multicast, mobility, security, network management, etc.; Huawei IPv6 related fields in more than 60 patents

Huawei IPv6 Architecture

Manage ment layer	SNMP v6	SSH v6	DNS v6	Cops v6	Alarm/LOG
Value- added Service	FW v6	C v6 DPI v6	IPSEC v6	Mobile ipv6	NetStream v6
Service Access Control	PPPoX v6	DHCP v6 /Snooping	Radius v6	NAT-PT	VPLS/Vlan Access/ Interface
	IPv6 QoS	ACL v6	MLD /Snooping	VRRP v6	management
Service Transport	MPLS (PWE3/EoMpls/6PE/6VPE/TE) IP(6over4/6to4/GRE/L2tp/Isatap)				
Base Protocol	Base Ipv6 Protocol (Address/Interface/ND/ICMP/socket) Unicast routing protocol Protocol				
Link- layer	PPP	Ethernet	HDLC	FR/ATM	
Base Platform	IPv4 & IPv6 Share Resource Platform				

NE5000E Single Chassis



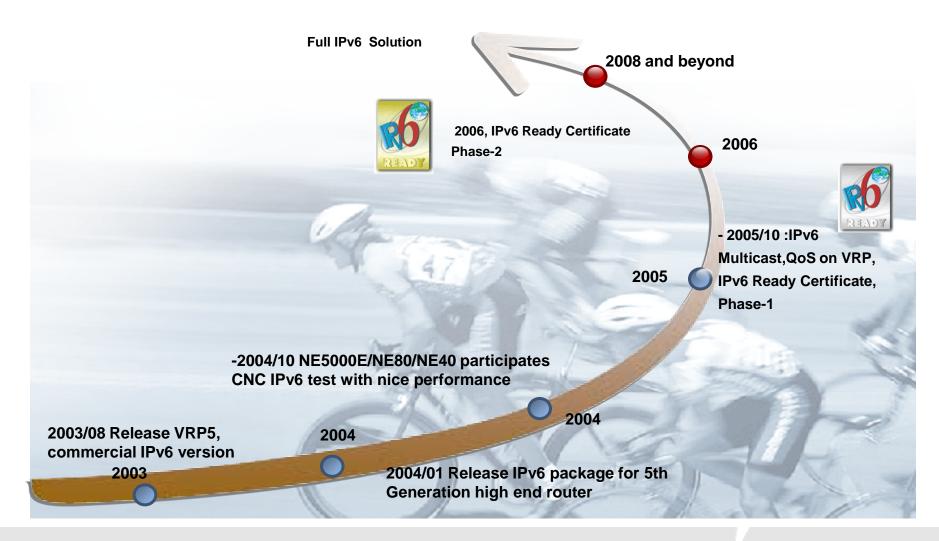
ltem	Specificatio n
Backplane Capacity	4 Tbps
Switching Capacity	2.56 Tbps
Port Capacity (bidirectional)	1.28 Tbps
Forwarding Performance	1600 Mpps

- 19" rack mountable, H x W x D = 160 x 44.2 x 66.9 cm
- AC/DC Power Supply; Max Power Consumption: 5KWatt
- 40Gbps full duplex per slot
- MPU: 1/2GB Memory, scalable to 4GB; 512M Compact Flash Card
- 16 LPU: 512MB CPU Memory, 256MB packet buffer
- 4 SFU: Non-blocking crossbar switching fabric, 640Gbps per SFU,3+1 redundancy

NE5000E fully supports IPv6 commercial use, and got IPv6 golden authentication



Huawei Contributions to IPv6







Huawei IPv6 Solution Highlights

Comprehensive IPv6 Support

- Support RIPng, OSPFv3, BGP4+, ISISv6 and ISIS multi topology
- Support of IPV6 Multicast and IPV6 security in all the core routers.
- IPv6 ready on all line cards and interfaces with vigorous testing
- Support all main steam transition technologies

Wire Speed IPv6 Performance

Only vendor with wire speed 10G POS forwarding at 60 bytes.

Leading Migration Solution

- Leading IPv6 application experience, An absolutely dominate share on CNGI
- Distributed and hardware based Tunnel processing at wire speed
- Only vendor with wire speed Gigabit NAT-PT capability

NP based 5th generation implementation

Combine both the advantage of ASIC performance & CPU flexibilities.



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Industry IPv6 Deployment Status

China Telecom	2009 deploy Experimental IPv6 network, in 2010 try to be commercial. 2008-2009, the critical period to argue IPv6 service deployment, the Telecommunications Research Institute draft guidance of large-scale IPv6 introduction, Hunan Telecom starts IPv6 test point. In 2010 Shanghai World Expo and Guangzhou Asian Games will consider to display IPv6.
China mobile Silvery 2 ang Parkey 2 ang Delivery 1 ang De	3G mobile broadband deploy IPV6, to resolve the limitation of private network address space. The original IPv4 reserve is very limited, the mobile broadband has more requirements. During 2010, China mobile will deploy 3G IPv6 commercial services.
China Unicom China unicom中国联通	2010 commercial-scale test users will reach at least 20,000, China unicom will build a new type IPv6 access network, the users will be at least 15,000; upgrade existing broadband IPv4 access network, develop IPv6 end-users at least 5000.
France Telecom	2009 Q2-Q3 FT will deploy Enterprise IPV6, in 2009 tests the family and the mobile service, in 2010 deploy the family IPv6 Livebox, the Core network maintains IPv4 temporarily. Poland subnet has strong interest, actively discusses the deployment of IPv6 solution, requests the current network equipments support dual-stack.
Japan ONTTGroup	IPv6 large-scale commercial from 2005, package the new concept of next-generation network, provide high-speed network services based on IPv6, leveraging next-generation network evolution, and promote various IPV6 new technologies and new services.
America	The U.S. government required government and Defense departments migrate telecommunication network into IPv6 platform before the summer of 2008. It led that the United States new applied IPv6 addresses reached 14,729 pieces, the world's ranking jumped from No. 11 to No. 1.



CERNET2 in China

Background

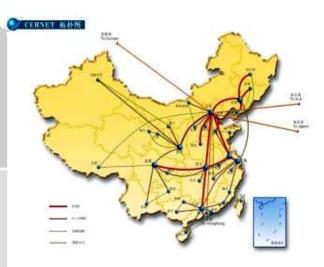
- CERNET---China Education and Research Network, built since 1994.
- CERNET2--- The world's largest pure IPv6 network, built in Dec. 2004.
- Connecting 200+ Universities and 100+ Research Institutes in China at 1Gbps-10Gbps

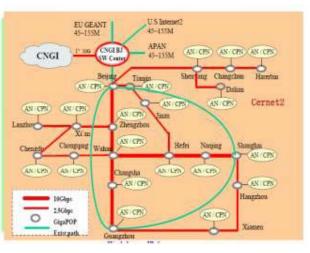
Huawei Solution

- CERNET2 backbone connecting 15-20 Giga POPs at 2.5G-10Gbps;
- Multicast, E2E performance monitoring, Middleware and Advanced Applications;
- Over 80% of the key equipments that CERNET2 network used are from Huawei

How Benefited

- Provide services for education and research, also for international collaboration;
- Lay solid foundation for education development



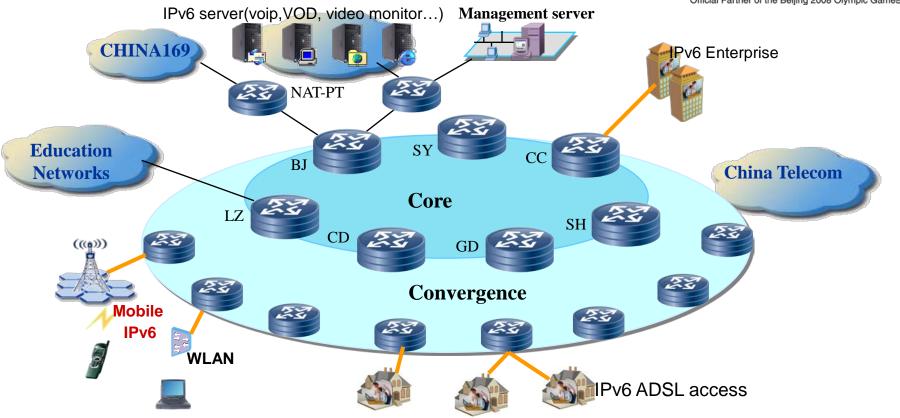


China Netcom CNGI IP Backbone





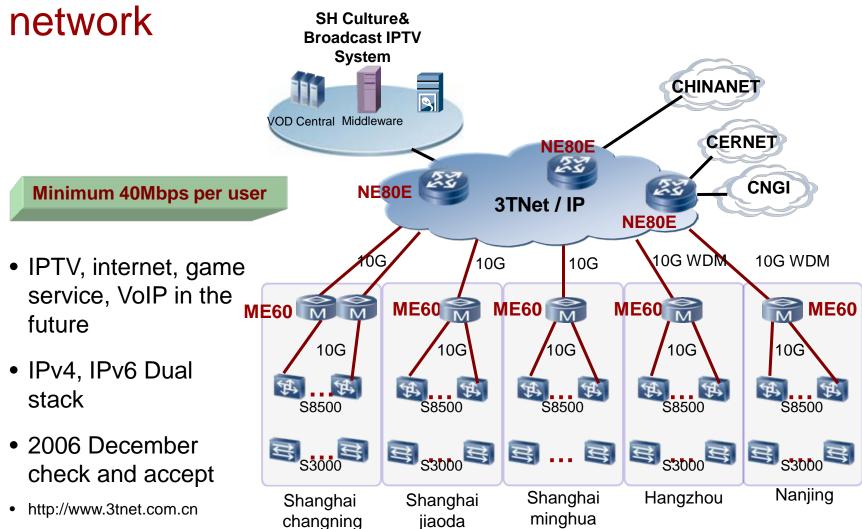
北京2008年奥运会合作伙伴



➤ Network Service: VOIP, VOD, video monitor, IPV6 adsl access, Olympics applications etc.

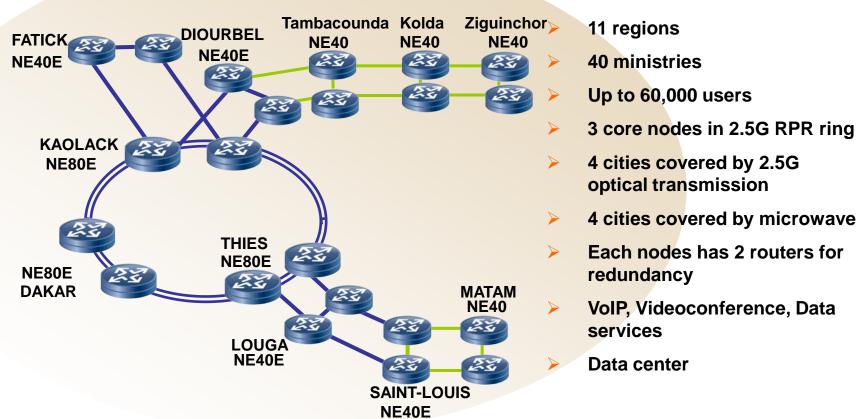


Shanghai 3TNET broadband multimedia



IPTV: 30k subscriber, 101 IPTV channels, 2000 VOD channels

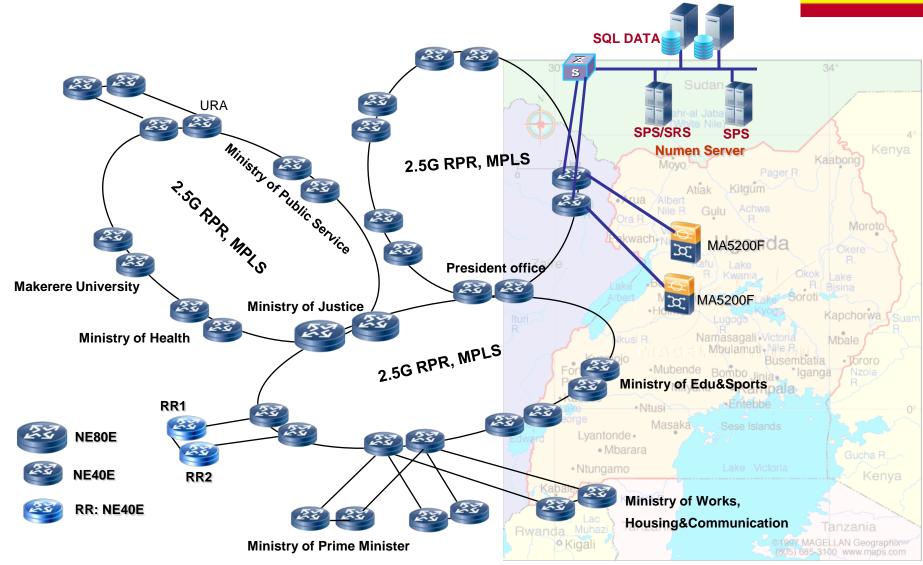
Senegal Backbone Network Topology





Uganda e-Government





Thank you

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