

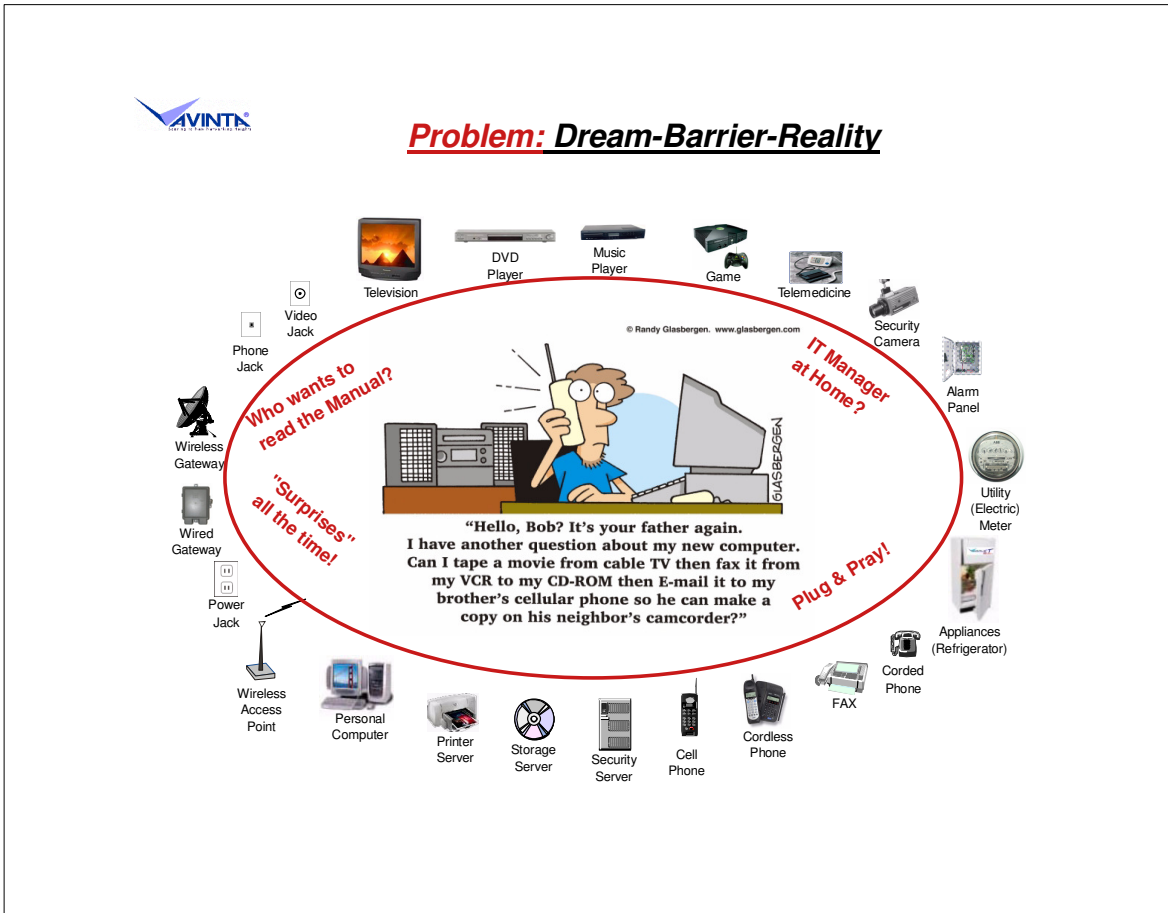


Project Phoenix

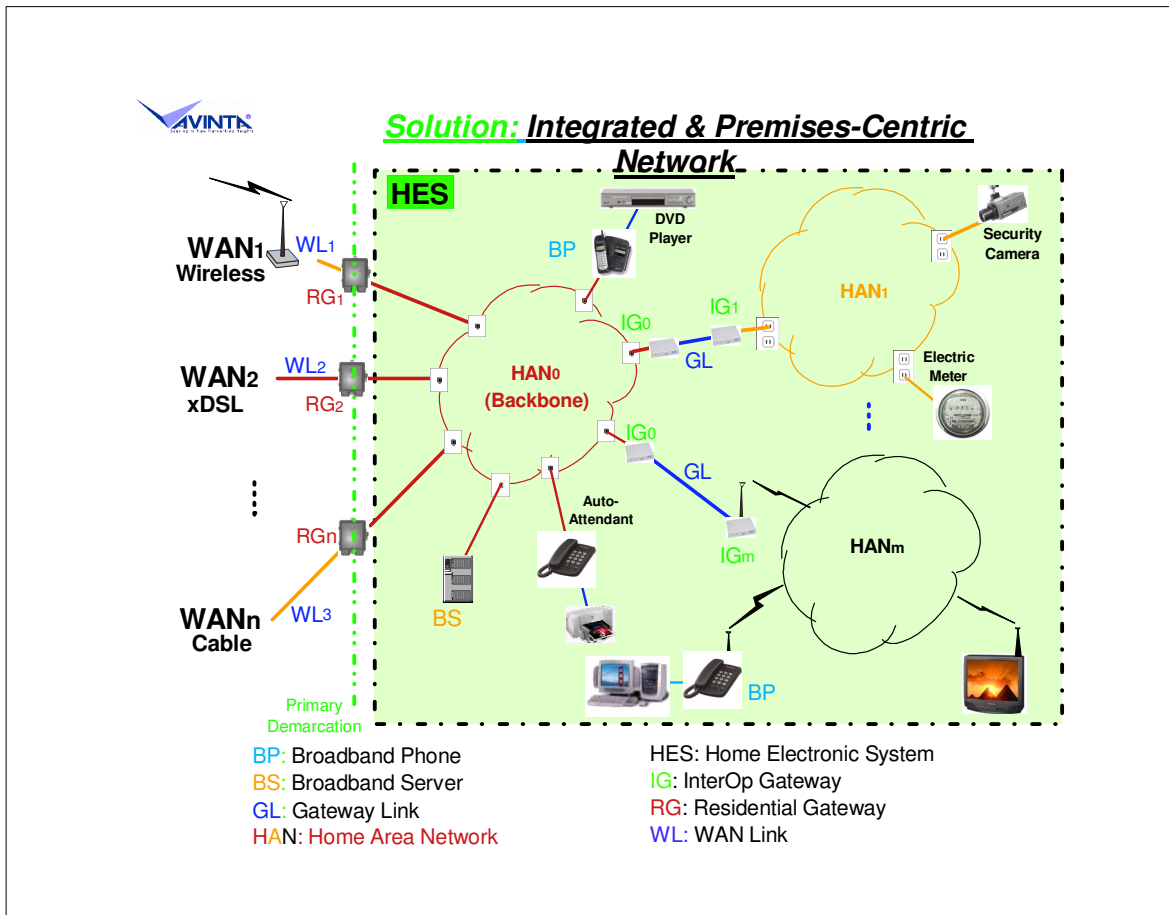
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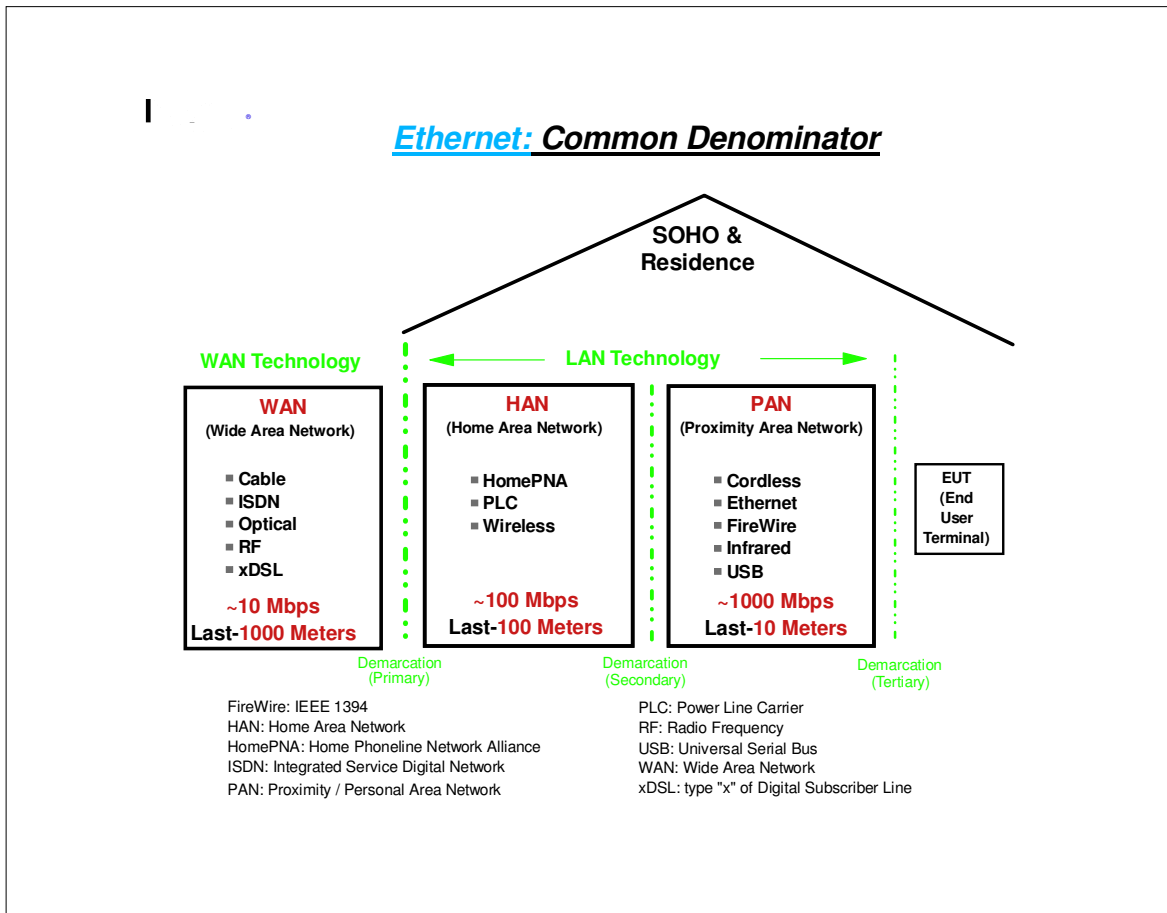
- ▶ Home: Communications industry's ultimate challenge
 - Delivering vast and advanced applications –(data, voice, video, security, intelligent home.....)
 - Utilizing available networking media on premises (phone line, power line, wireless – each with shortcomings)
 - Satisfying consumer budget & Mom-and-Pop behavior (limited IT skills, demanding simplicity)
- ▶ Avinta Communications, Inc.
 - Premises network system engineering company
 - Provide advanced solutions that address market needs and promote technology potentials
 - Robust network architecture, technology integration, and system engineering disciplines
 - End-user-oriented philosophy and patented core technology suite
 - Develop best-of-breed product
 - Embracing new technology with proven product features and engineering disciplines
 - Synergized performance, accelerated maturation and time-to-market, enhanced user experiences, improved market response
- ▶ Project Phoenix
 - The Greek mythological Phoenix symbolizes “Rebirth of peerless beauty and excellence”
 - Our project emblem reflects our vision and commitment for new-generation premises networks
 - Converged services, enabling advanced HES (Home Electronic System)
 - Versatile, flexible, high-performance
 - Consumer-oriented
 - Low cost of ownership
- ▶ Presentation Outline
 - Problem & Solution (Problem Definition, Avinta Solution, Realization Example)
 - Avinta (Advantages, Core Technology, Market Strategy)
 - Technical Justifications (Product Block Diagram, Ubiquitous Ethernet)



- ▶ Dilemma of today's Home Electronic System (HES)
 - The Good – The Bad – The Ugly
- ▶ The Good (The Dream)
 - Wide selection of home electronics products which are very effective in each of their own categories (i.e. TV/DVD/Video Games/Entertainment systems) and affordable to the average household
 - Enormous application potentials
 - Sky's the limit
- ▶ The Bad (The Barrier)
 - While individual systems are effective on their own, they generally have to be operated separately,
 - Don't link to one another in a straightforward manner, are difficult to customize, and confusing to troubleshoot.
 - *Ad hoc* & non home-centric end-to-end mingled services
- ▶ The Ugly (The Reality)
 - Overwhelming propositions and confusions to consumers
 - Most products operate in isolation, without tapping into their true potential through interoperation.
- ▶ Broadband networking can be broken down to three general levels:
 - Infrastructural architecture
 - Medium and transport, then
 - Application and services
- ▶ Current offerings all emphasize on the last one by pulling parts of the first two to make the solution functional.
 - Without properly addressing the foundation, product or service falls apart as soon as any variation is desired by the consumer.
 - Worse yet, even troubleshooting abnormalities of a product itself is not straightforward, because they often lead to secondary issues.
 - These create a lot of TechSupport business opportunities which are actually very negative to consumer
 - Consumers have been enduring these frustrations because they do not know of any alternatives.
- ▶ Avinta's approach starts from building a firm foundation.
 - Consistent universal architecture, AvintaNET, is decided (our patents).
 - Utilizes only capable transport technology to verify that AvintaNET is realizable and compatible with current solutions.
 - Any and every application can be built on top of AvintaNET afterwards, because they are all transparent to AvintaNET.



- ▶ **Solution**
 - Encompassing and flexible underlying premises platform
 - Premises-centric architecture
 - Capable transport technology
 - MaP (Mom-and-Pop)-Friendly features & products
- ▶ **Principles & Advantages**
 - Network demarcation: Clear & accountable service responsibilities, cooperative working relation, focused efforts
 - Functional modularity: Product flexibility & interoperability
 - User-centric products: Application-oriented & user experience-focused
- ▶ **Gateway Link (GL)**
 - Using InterOp Gateway (IG) (technically, Network Adapter on PC's Ethernet port) pair, connects and integrates disparate HANs to form a more encompassing and versatile premises network
 - Pair-wise integrations of several HANs
 - IG0 can be eliminated, If GL and HAN₀ use the same technology,
 - Ethernet is the first candidate as the 'bridging' technology
- ▶ **Residential Gateway (RG)**
 - Serves as a gateway to WAN connectivity
 - Secures domestic traffic from leaking to WAN
 - Provides a demarcation of WAN service delivery & troubleshooting
 - Multiple RGs coexist for additional bandwidth, performance, and redundancy
- ▶ **Once each HAN can be treated as an isolated island yet easily interconnected via IGs when desired, consumer can feel assured by building a HES from any facility that is ready. Considering HDTV bandwidth, Security & Reliability, HPNA3 and xDSL over phoneline is the first fully qualified combination.**
- ▶ **References:**
 - ISO/IEC FCD 15045-2 Residential Gateway Pt. 2 - Modularity and Protocol
 - ISO/IEC CD 18012-2 Guidelines for Product Interoperability - Part 2
 - ISO/IEC/SC25/WG1-N1139 Unifying HomeGate & Interoperability Models



- ▶ Home Area Network (HAN) characteristics:
 - Arbitrary-topology, multi-drop, peer-to-peer, behind-the-wall wiring, and uniform-interface device, etc.
- ▶ PAN-HAN-WAN Architecture
 - PAN: Forming a subgroup for devices within a locale for ease of management
 - HAN: Forming the premises network that interconnects PANs for local sharing, and connects to outside for accessing WAN services
 - WAN: Connecting to HAN via Residential Gateways to deliver services to the premises
 - Primary Demarcation: Clarifies WAN service delivery accountability and troubleshooting responsibility
 - Secondary and tertiary Demarcations: Enable modular product substitutions for straightforward diagnostics
 - Available bandwidth capacities under this architecture fit well with application requirements
- ▶ Ethernet as the "bridging" technology between transport facilities
 - Agnostic to transport technologies
 - High throughput performance
 - Low cost
 - Simple & matured technology
 - Ubiquitous and pervasive installed base
 - Available on most HAN devices and PCs
 - Adapter between Ethernet and each WAN, HAN and PAN technology commercially available
- ▶ Note:
 - Physical Ethernet cables (Cat-5 and up), unless prewired within walls, should be confined within short distance to avoid safety issues



Advantages: AvintaNET

- Network Convergence
 - Voice & Data
 - Media Agnostic & Integration
- Premises-Centric Network Architecture
 - Data Security
 - Service Delivery Demarcation
- Mom-and-Pop Friendliness
 - Deployment: True Plug and Play (PnP)
 - Operation: Simple and Familiar (SnF)
 - Diagnosis: Quick and Easy (QnE)
 - Failure Recovery: Swap-and-Play (SnP)
- Investment Protection
 - Immune to EUT throughput upgrades
 - No related costs due to technology upgrade

- ▶ Network Convergence
 - Data & voice
 - Enhanced functions & features - dPABX
- ▶
- ▶
- ▶ Premise-Centric Network Architecture
 - Agnostic to various home networking media (wired and wireless)
 - Enhanced premises network by integrating disparate HAN clusters
 - Best-of-breed implementation with flexible deployment schemes
 - Data security through traffic isolation at HAN-WAN interface
 - Service demarcation for clear service delivery & troubleshooting responsibilities
 - Supporting CE, intelligent home networking, & advanced WAN applications
- ▶
- ▶
- ▶ Mom-and-Pop Friendly
 - True PnP network deployment & reconfiguration
 - Patented IP addressing scheme for subgroup and locale treatment
 - Intuitive built-in diagnostic and performance measurement tools
 - Swap-and-play recovery upon equipment failure

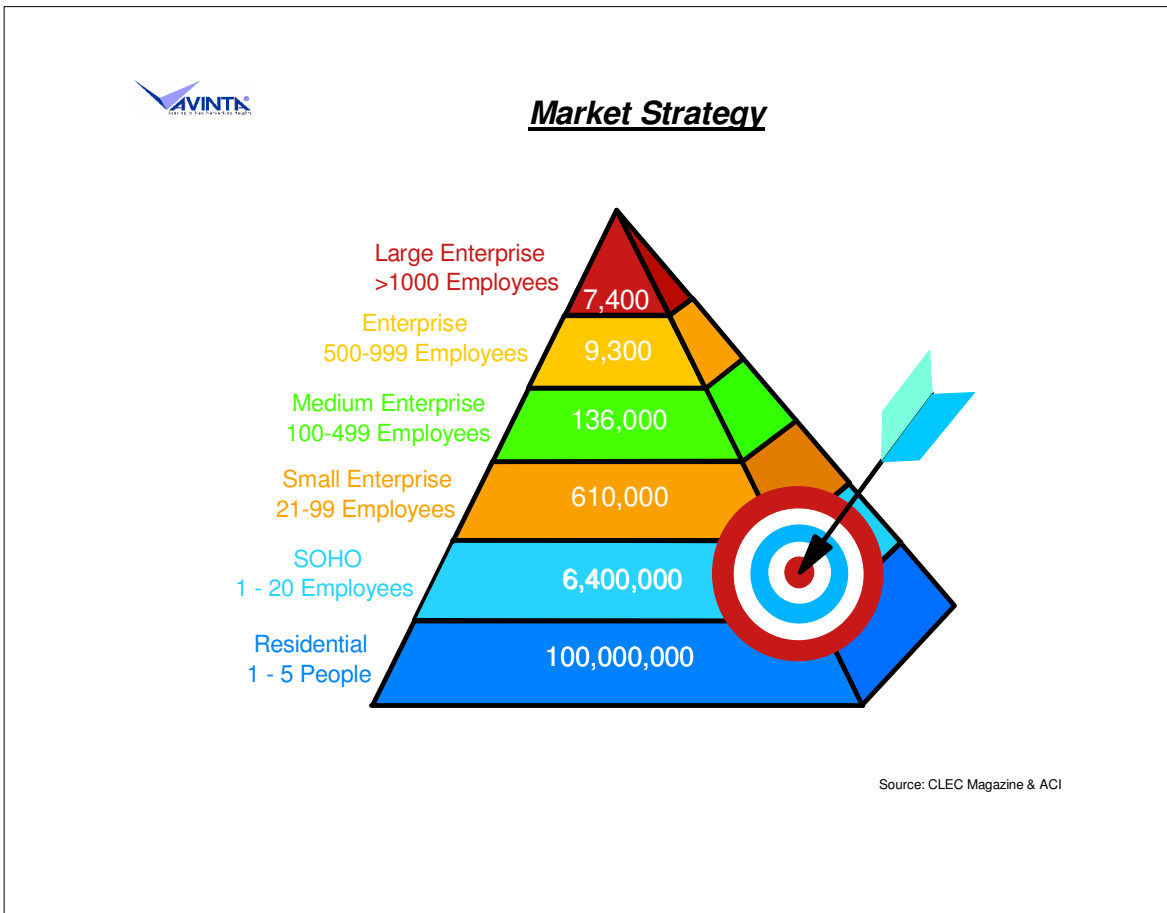


Core Technology: Avinta IP

- Avinta's Suite of Closely Related Patents
 - Converged networking with unified demarcation (voice & data)
 - Unified workstation identification system (user-assignable)
 - Alternate/back-up WAN access
 - Distributed architecture
 - Built-in diagnosis (dPABX)
 - Enhanced subscriber control on call setup

- Enabling MaP-Friendly Premises Networking
 - Converged, integrated, premises-centric

- ▶ Avinta IP: Suite of closely related patents collectively enabling converged, integrated, premises-centric, and Mom-&-Pop-Friendly networking
 - ▶
 - Station controller for distributed single line PABX
 - US Pat. No. 5,596,631
 - Enabling distribute PABX
 - ▶
 - Unified distributed voice and data local area networking
 - US Pat. No. 6,456,633
 - Signal multiplexing scheme enabling integrated data and quality voice communication via a common transmission medium
 - ▶
 - Alternate wide area network access facility for locally networked computing devices
 - US Pat. No. 6,512,760
 - Use of backup gateways for WAN links
 - ▶
 - User settable unified workstation identification system
 - US Pat. No. 6,721,790
 - Subgroup and locale treatment of a networking device via special IP addressing scheme
 - ▶
 - Unified voice and data networking having demarcation lines
 - US Pat. No. 7,051,090
 - Enabling a converged network with diagnostic demarcations
 - ▶
 - Extended public switched telephone network architecture with enhanced subscriber control on call setup
 - US Pat. No. 5,930,346
 - Expanding PSTN Numbering Plan
- ▶ Patent status
 - US: 6 awarded
 - International: 4 awarded

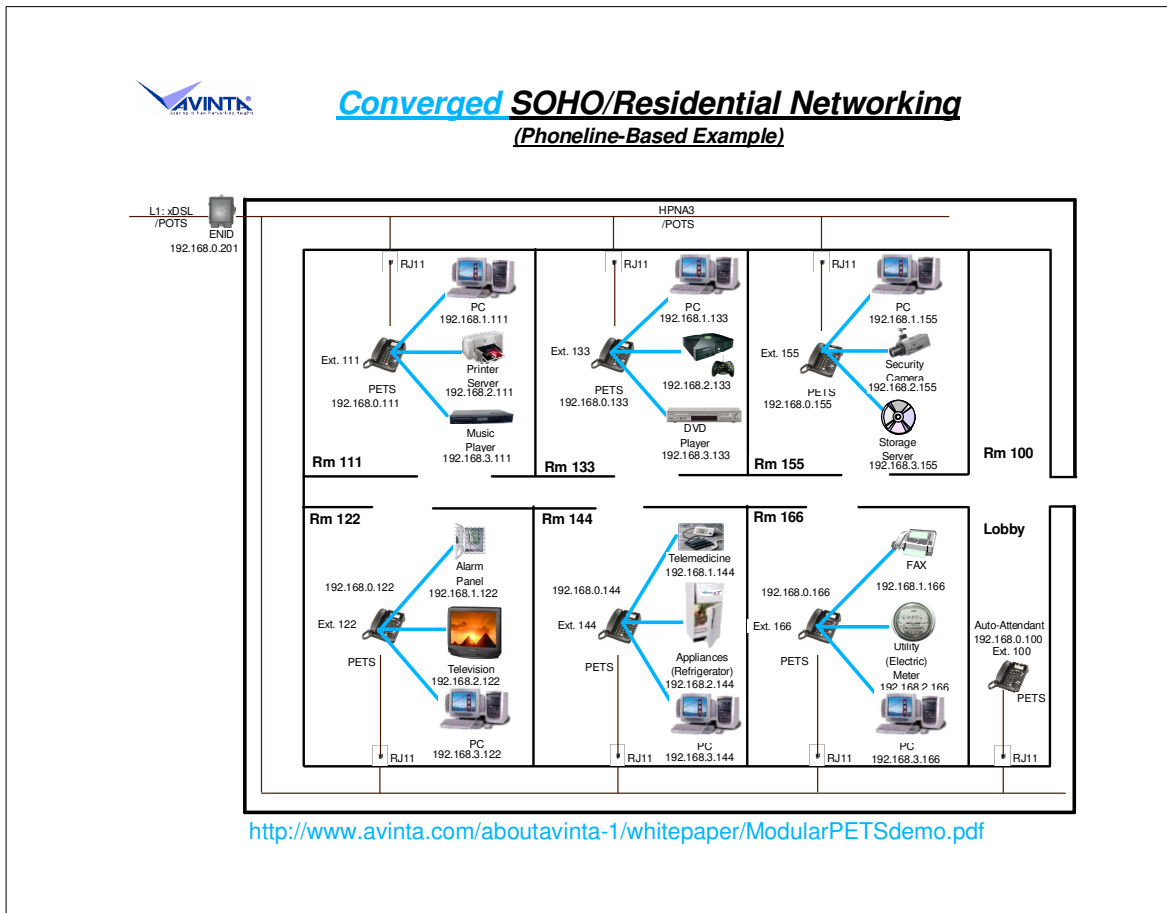


► Market Entry

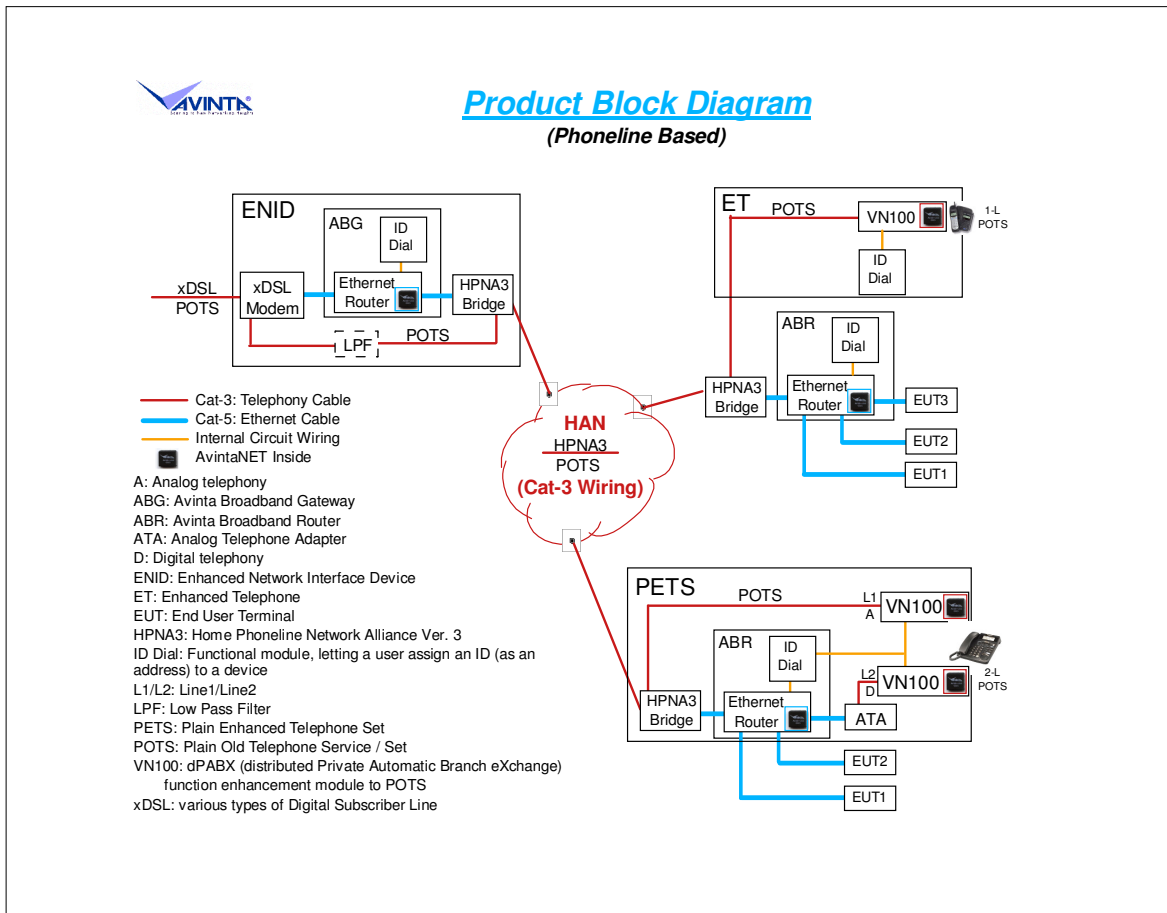
- AvintaNET modules applicable to all market sectors
- Initial entry point: SOHO has the ideal mix of characteristics
 - Need to project professional image for competing against larger businesses
 - Cost justifiable as office expense
 - Like Residential, no resources for dealing with technical issues
 - Compared to established business, less reliance on named vendor and more flexible to try new products
 - Less price-sensitive than pure Residential
- Expansion to Residential market after production ramp-up and cost-down
- Possible expansion to Small Enterprise and higher markets when transmission technologies become feasible

► Business Characteristics & Advantages

- Enables an on-premises networking business unregulated by government
- Builds a follow-up profitable CE business over AvintaNET foundation



- ▶ A typical home or small office would have any one or mixture of the following products:
 - Data: PC, Printer, Storage, Scanner, etc.
 - Voice: dPABX - Telephony, Intercom, etc.
 - Entertainment: Music, TV, DVD Player, Game, etc.
 - Home Automation: Security Alarm, Utility Meter Reading, Energy Management, Appliance Monitoring, etc.
 - Telemedicine: Vital Signs, Chemistry Balance, Medicine Dosage, etc.
- ▶
- ▶ PETS (Plain Enhanced Telephone Set)
 - Multifunction device: analog phone + digital phone + distributed PABX + router
 - Deployed at each service locale
 - Interconnected via Cat-3 on-premises phone wiring
 - As an analog phone, provides lifeline service, dPABX, and basic network connectivity diagnostics
 - As a digital phone, permits multiple concurrent digital-mode phone calls with the provisioning of multiple digital channels over the broadband
 - As a router with multiple Ethernet ports, supports multiple End User Terminals (EUTs).
- ▶
- ▶ ENID (Enhanced Network Interface Device)
 - Residential Gateway for the converged premises network
 - Deployed at WAN-HAN service delivery & troubleshooting demarcation
 - Conventional NID + broadband networking modules
 - May be powered by Telco, hence extends lifeline telephony service to broadband



- ▶ ID Dial
 - Functional subsystem, letting a user assign an ID (such as a telephone extension number, room number or a personal code) to a device
- ▶ ABR/ABG (Avinta Broadband Router/Gateway)
 - Ethernet router with built-in ID Dial capability
 - Deployed over HPNA3 network via an HPNA3 Bridge
- ▶ ET (Enhanced Telephone)
 - POTS enhanced with VN100 and ID Dial to provide dPABX functions
- ▶ PETS (Plain Enhanced Telephone Set)
 - Conventional 2-line POTS incorporating broadband data modules (VN100, ABR/HPNA3 Bridge, and ATA), in its original housing
 - Provides converged services (video, data, analog and digital telephony, dPABX) over a single pair of phone line
- ▶ ENID (Enhanced NID)
 - Conventional NID (Network Interface Device) incorporating broadband data subsystems (xDSL Modem, ABG, HPNA3 Bridge), in its original housing
 - Functions as a RG for WAN service demarcation
 - Low-Pass Filter (LPF) provides a signal path for analog POTS
 - ABG provides a facility for distributing WAN data and enforcing data security between HAN and WAN