Private 5G network use cases discussion

Ammar Sabbagh Head of Industry & Partnership – Energy Business Enterprise Wireless Solution

Ericsson is a world leader in mobile networks

Maintaining a leading position in 5G

Ericsson presence

50 % market share in 5G networks

Granted patents

60,000

R&D budget (USD b)



105,500 employees serving customers worldwide



Oil & Gas Industry challenges and goals



O&G players use cases trials and implementation

O&G player

ExonMobil

Market Cap

Market Cap

ارامكو السعودية

Market Cap

Market Cap

Market Cap

Partnerships

Revenue

Revenue

Revenue

Saudi Aramco

Revenue

Revenue

\$360B

\$279B

Shell

\$195B

\$262B

\$2129B

\$91B

\$156B

\$103B

\$89B

equinor

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\$346B

Real time

Automation

H

Digital Twin

Real time

Automation

Digital Twin

ERICSSON 🗲

Autonomous

Robotics

MA

Autonomous

Robotics

Qø

Autonomous

Inspection

Autonomous

Robotics

Qg

Robots for

Autonomous

Robotics

Qø

Autonomous

Inspection & Logistics

Autonomous

Robotics

Qø

Robots for

Underwater

Maintenance

Legend

Maintenance

AR/VR

문

AR/VR for inspection

& Maintenance

accenture

Trials

leakage detection

Hazard and

Maintenance Sensing

75

Drones for Methane

leakage detection

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Implementation IT Solutions

ptc

Monitoring

Enhanced

Broadband

8

IBM

Connected Workers

Others

R

Inventory

Optimization

SAP

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BOSCH

(intel)



Partnerships is key lacksquarefor success

K

realwear

Addressing Oil & Gas challenges with our solution



Safety, efficiency

- Workers & visitors tracking
- Drone border monitoring
- Push To Talk

IOT use cases

- Asset condition management
- Connected worker
- Push To Talk

Safety & IOT use cases

- Connected, safe worker
- Drone Detection aaS
- Push To Talk

Efficiency & productivity

- Collecting health and performance data
- Actionable insights to offer pumps as a service
- Global management and control



S. East Asia Oil company

Challenge

Solution

Result

- Safety, efficiency
- Reliable and secure infrastructure
- Use cases: Assets condition monitoring, robotics
- Future applications: ML, AI, Digital Twin
- Private 4/5G network fully under Customer control.
- Operations Support System (OSS) and Network Operating Center (NOC)
- Industry partners for trails and implementation
- Enhanced communication using PTT solution over LTE
- Drone surveillance solution
- Collaboration for assets condition monitoring is being tested
- Remote Operating Vehicle undersea is being tested

Petronas experience with 5G





Bacho Pilong, senior vice president for project delivery and technology at Petronas, said "Our strategic adoption of 5G technology sets us ahead in the energy industry. By combining 5G with Internet of Things, artificial intelligence and automation, we're putting Petronas among the leaders in the global technological race, while ensuring we meet the demands of supplying safe, reliable, costoptimized and emission-abated energy solutions for Malaysia and our customers globally," he added.

Cellular connectivity brings a new dimension of Mobility & Reliability

Cellular

- Built for mobility
- Security built in from start
- High and predictable performance under load
- Low latency
- High reliability
- Built for M2M communication

Land mobile radio

- Voice + data + video
- 9.6K data
- Systems getting old with high costs to operate
- Device ecosystem not as developed

• High speed and predictability

Cables

- Less flexibility when you need to do changes in your operations
- No mobility for moving devices e.g. combined indoor/outdoor use cases
- breakages or erosion can occur
- Harder to scale and to deploy devices that were not planned for
- Some places are hard to reach for cables

Wi-Fi/Wi-Fi 6

- Less stable performance and latency under load
- Unlicensed spectrum only
- Not so good in combined indoor/outdoor use cases
- Harder to build good outdoor coverage

Ericsson Private Cellular Networks

How does it solve for oil and gas:

AI/ML

Robotics

LTE and 5G system in a box

Easy to operate, small footprint, fast to deploy, future proof



Cloud compute

IoT/sensors

Digital twin

Private cellular networks fully enable digital transformation efforts for oil and gas

- **Coverage reach:** 10s of miles instead of 100s of feet.
- Multiple applications: voice, cameras, sensors, robotics, all on one common infrastructure.
- **Commercial off-the-shelf:** no customization, no vendor lock-in.
- **Reliability:** More reliable than Wi-Fi and public cellular.
- **Practical bandwidth:** Capable of 100Mbps, instead of 10-100 kbps.

Private networks

• Security: Fully encrypted and close-ended system.

AR/VR

Oil & Gas industries of the Future Driving Efficiency and Safety using Cellular networks



Private network for the ROI for the IT team

With 5G PN IT teams can

- Deploy and manage a cost effective network
- Ensure high-performance, secure, and mission critical connectivity
- Future proof connectivity

Wi-Fi is 22% higher in total cost per square foot than cellular



Cost Breakdown – Wi-Fi

Equipment, cabling, and install (CAPEX)

43 % of total cost

Product support, helpdesk, onsite IT (OPEX)

57% of total cost Equipment and install (CAPEX)

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65 % of total cost

Product support, helpdesk, onsite IT (OPEX)

35 % of total cost

Cost Breakdown - Cellular

Based on the following equipment:

160 Wi-Fi APs 10 PoE switches Router Wireless Access Controller Server (network/user mgmt) Install, cabling, racks etc Based on the following equipment:

15 small cells

vEPC distributed LTE core Install, cabling, racks etc

Source: Ericsson internal studies

Private network for the ROI for the OT team

With 5G PN OT teams can

Perform predictive maintenance of assets **Enhance** operational efficiency and safety Achieve real-time data access and information Achieve Autonomous operations

Implementing OT use cases over cellular networks can yield substantial returns



Source: RealWear

Source: Ericsson Analysis

Source: Ericsson Analysis

Private network is driving value for the IT and OT teams



Our industry 4.0 partners



Industry





Processing





Offshore

Oil & Gas industry

Ericsson test lab with industry partners Effectively solving industry pain points



Surveillance deployment was reduced from 2 days to 15 minutes



Remote operation of equipment in a Refinery



Reduce project cycle time by 5% and reduce expert travel costs by 1/3



Digital twin to control machinery from the lab

Why Ericsson for private networks?

Values and benefits





Thank you

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Ericsson Oil & Gas