

COMPUTER

NETWORK

ASSIGNMENT

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Real Time Stock market network

Scenario: A stock exchange needs ultra-low latency network

A) Compare copper and fiber in terms of latency

Feature	Copper cable	Fiber optic cable
Speed	UP to 10 Gbps (shorter range)	10 Gbps to 100+ Gbps (long range)
Latency	Higher (electrical signals)	Lower (light signals travel faster)
Interference	Susceptible to EMI	Immune to EMI
Distance limit	< 100 meters (CAT6)	UP to 40 km or more

6) Explain jitter and its effect on financial data

- Jitter: Variation in packet arrival time.
 - Inconsistent delays cause some packets to arrive faster or slower than expected

Effect on Financial Data:

- Delayed or out-of-order data can:
 - Disrupt real-time price feeds
- Cause execution errors or order mismatches
- Lead to financial loss or compliance issues.

Minimizing jitter is critical for trading systems where microseconds matter

c) Suggest a layer 1 optimization for speed

- use direct Fiber optic connections (Dark Fiber)
- Dedicated Fiber links between stock exchange system
- Avoids shared infrastructure, reducing congestion

Other optimizations:

- Shorter cable paths - minimize physical distance
- Low-latency transmitters - Fast signal conversion at endpoints
- High-quality connectors - Reduce signal degradation

d) Recommend high-speed media with redundancy

Recommendation:

- use a dual homed Fiber ~~set~~ setup (two paths, separate routes).
- or hybrid: Fiber (Primary) + microwave or 5G (Secondary backup).

Reason: Redundancy ensures failover protection and continuous up time, essential for 24/7 trading environments.