



# SK telecom's Approach

to Creative Economy Innovation

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# New Innovation Paradigm

- The 4<sup>th</sup> Industrial Revolution is around the corner.
  - Mass production -> Mass customization
  - Value-driven industry

## **1** st

Water and steam power is used to create mechanical production facilities.

## 2nd

Electricity lets us create a division of labor and mass production.

1900

## 3rd

IT systems automate production lines further.

## 4th

IoT and cloud technologies automate complex tasks.



1800







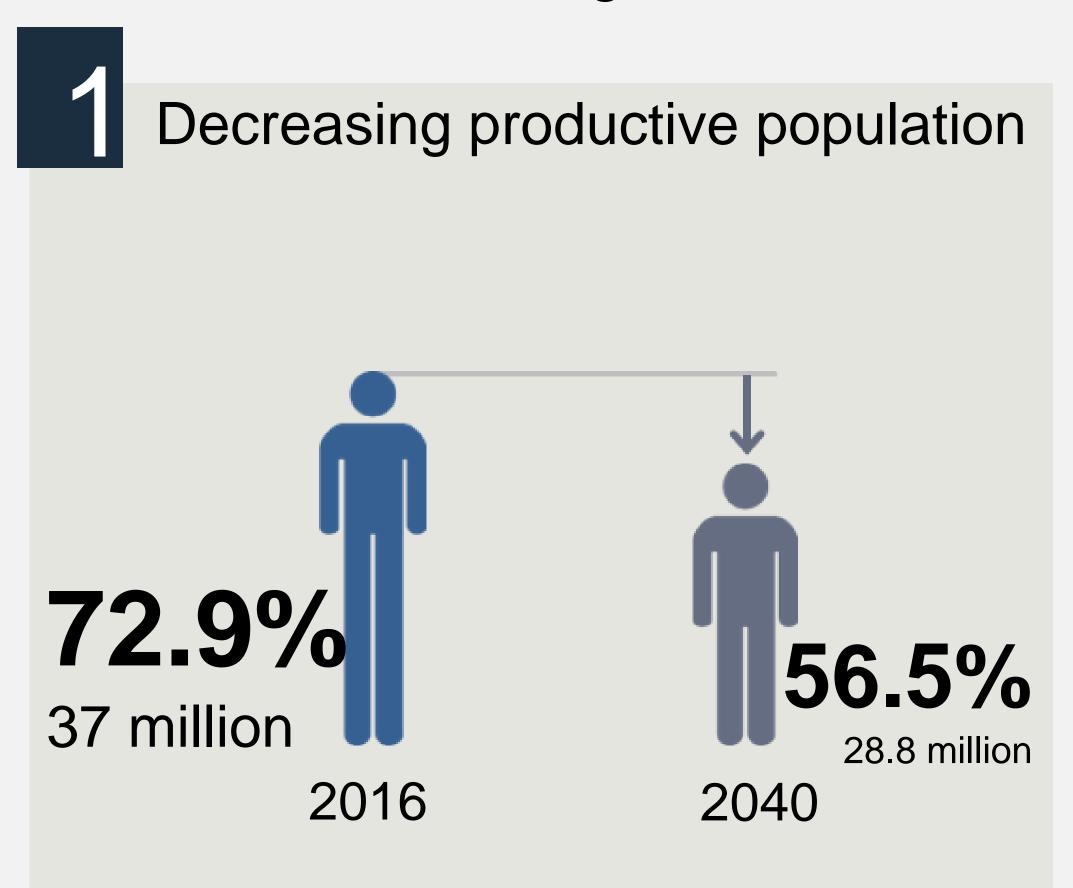
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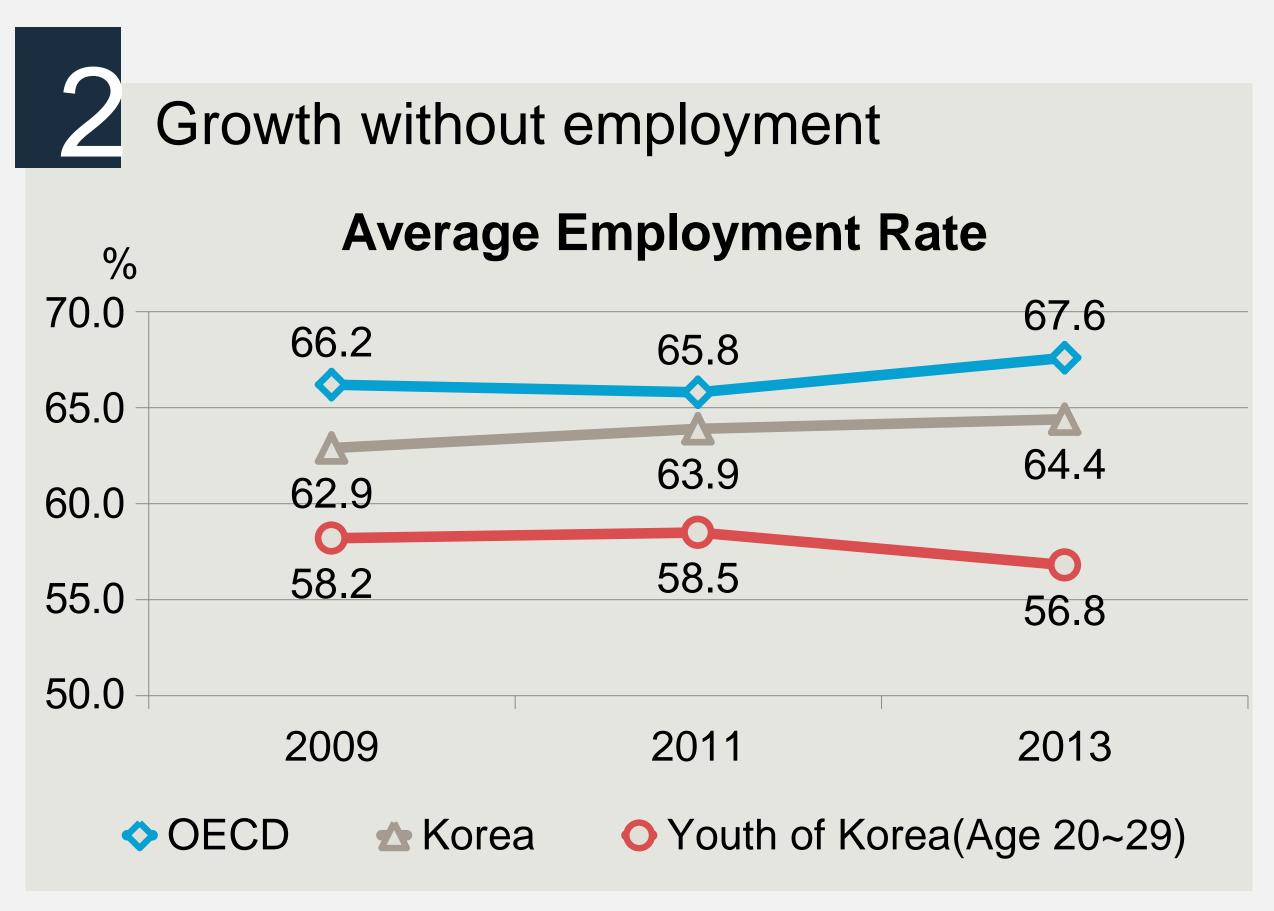


#### **SITUATION 02**

## Social Trend

 Korea's productive population is decreasing, while the youth unemployment rate is increasing.





Source: Statistics Korea, Ministry of Employment and Labor

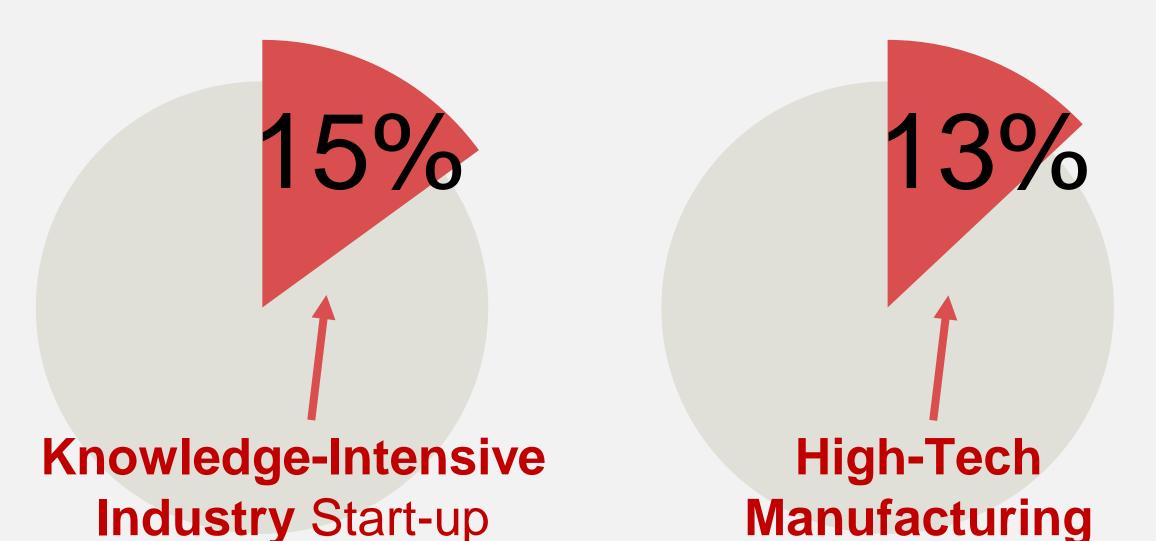
# Start-up Ecosystem

Only 0.03% of small business manage to become midsize business in Korea

Start-up

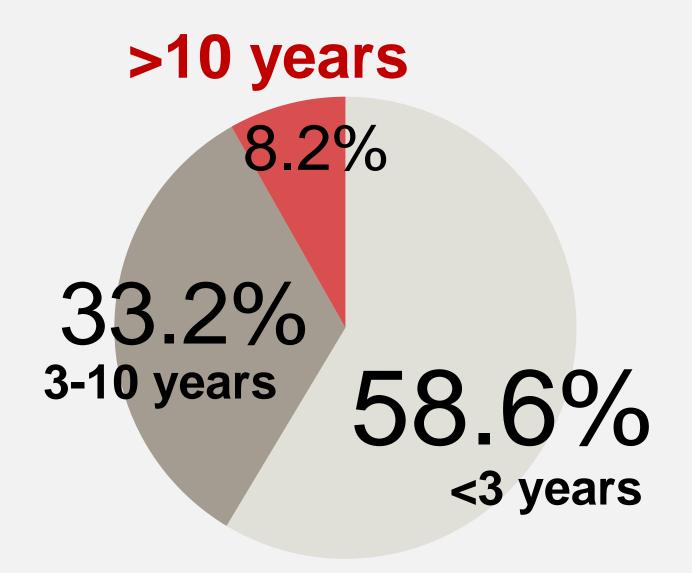


Low percentage of high valueadded industry start-up





Most start-ups only last less than 3 years



Source: Hyundai Research Institute



# Creative Economy Innovation in Korea

- In the past, the economy policies are led by the government
- Now, the government drives the creative economy together with the private sector



CCEI (Center for Creative Economy Innovation in Korea)
led by various economic agents

CCEI is a nationwide and regional business creation environment, provided with resources from conglomerates, local governments, and regional organizations

- Started in September 2014
- 18 centers in major cities and provinces
- SK, Samsung, Hyundai, LG, etc.



New Growth Engines & Platforms to enhance the competency of the private sector

## 14 New Growth Engines

- 5G mobile communications
- Smart cars
- Marine plants at the seabed
- vertical takeoff and landing unmanned aerial vehicles
- Intelligent robot production
- Wearable smart device
- Tangible/Immersive Contents
- Smart bio-production systems
- Virtual training system

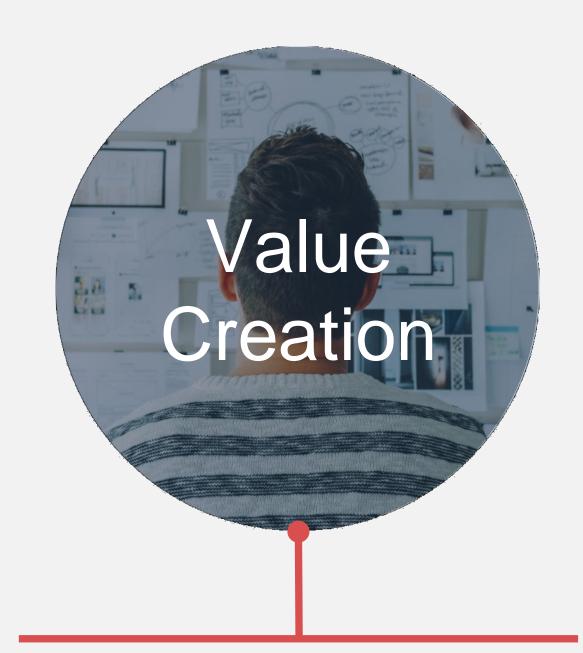
- Customized care and wellness
- Disaster safety management system
- Hybrid renewable energy
- DC transmission and distribution
- Supercritical CO2 generation

## **5 New Growth Platforms**

- Intelligent semiconductor
- Convergence materials
- Intelligent Internet of Things
- Big data
- Advanced materials processing system



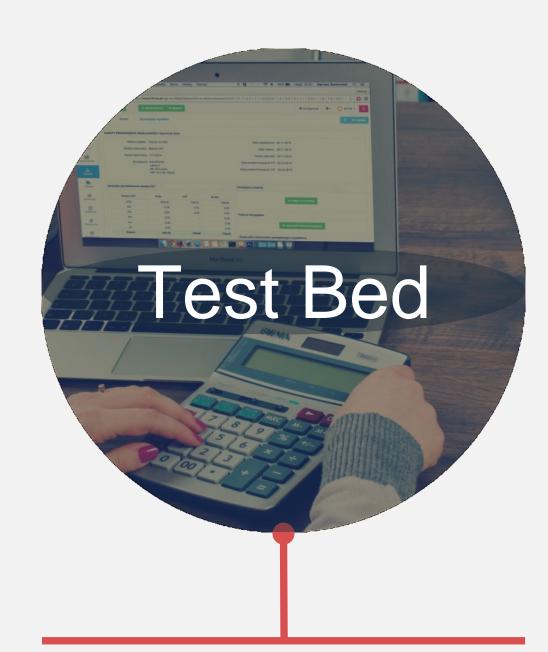
## SK telecom's Approaches



- DAEJEON CCEI
- SEJONG CCEI



- 5G Global Innovation Center
- T developers
- T open lab



BUSANOpen Smart City



#### **Value Creation**

# CCEI (Center for Creative Economy Innovation in Korea)



## **DAEJEON CCEI**

- Specialized services and resources to ICT and S/W related startups
- Incubation and globalization support

## **SEJONG CCEI**

- Revitalization of local farms by ICT
- Enhancement of productivity and distribution



#### **Value Creation**

## Success Stories of CCEI





Awarded 2015 Grand Prix at UNESCO Netexplo with 'TEGWAY' (Flexible thermo-electric element)









Entered Silicon Valley in 2015 with mobile video SNS platform 'Sero' (Video making & sharing platform)

Support for global entry of 12 start-ups in MWC Shanghai 2016

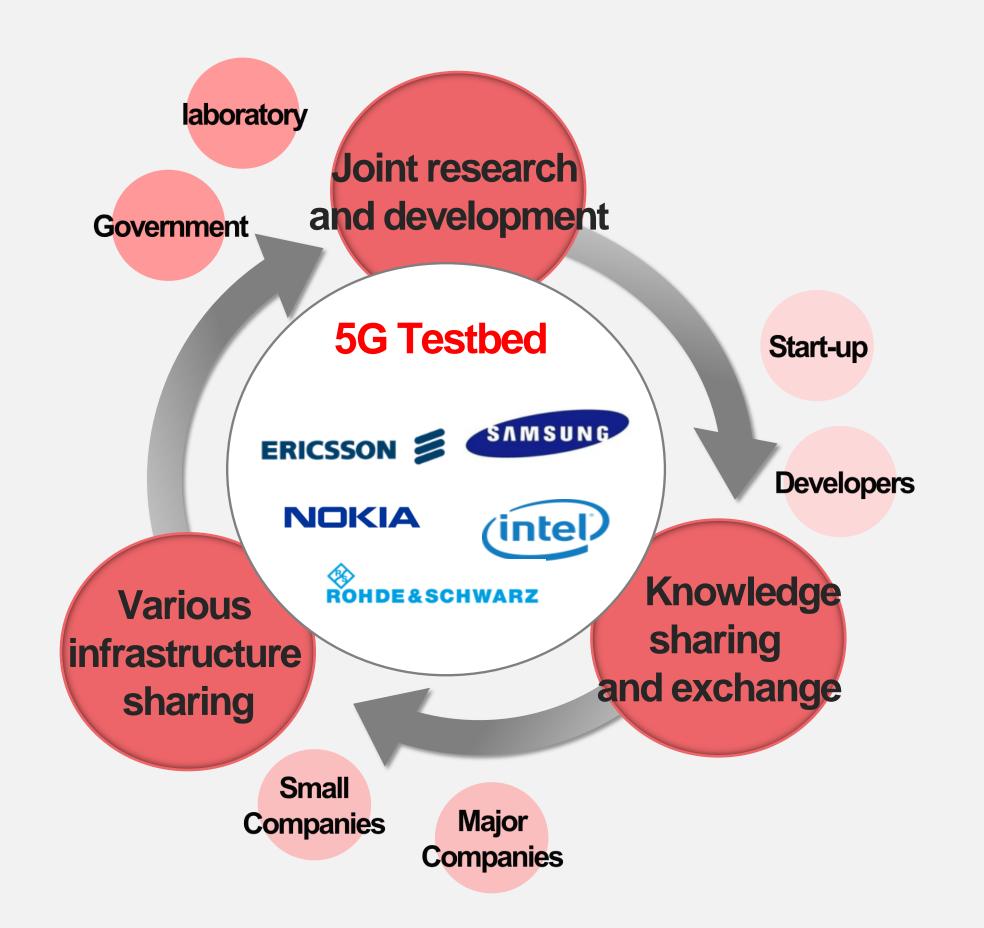
Wisejet and Ezbelle funded by China Unicom



**Ecosystem Cultivation** 

## 5G Global Innovation Center

5G Innovation = 5G Technology + Future Services + Ecosystem







### **Virtual Experience Room**

Future service development for the innovation of new experiences (VR/AR, Table Top Display, Robot, etc.)

#### **5G Testbed**

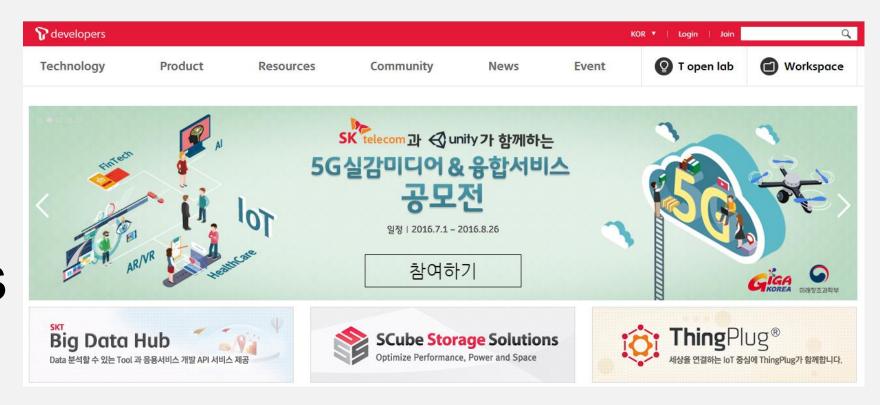
R&D foundation for 5G core technology & future service development (mmWave, Massive MIMO, etc.)



## **Ecosystem Cultivation**

# T developers

- SK telecom Online Center for Developers
- Sharing SK telecom's technologies, products, services
- https://developers.sktelecom.com



## **Technologies & Products**



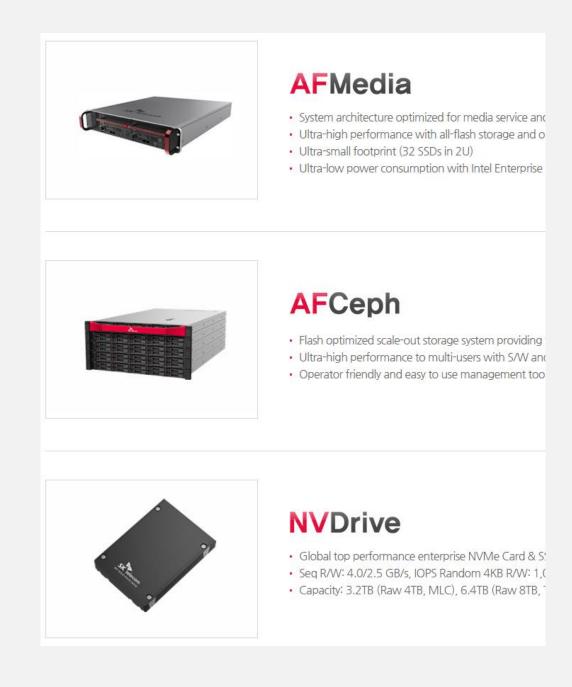
## SONA (SDDC Network Virtualization)

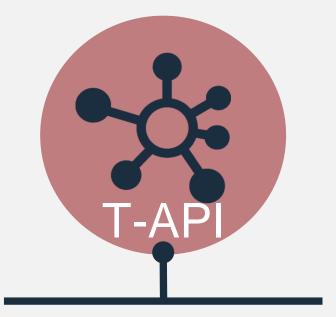
This is a technology to virtualize data center network, and thus to enable virtual exclusive network configuration between virtual machines for every cloud using customer.



#### T-ROS(SDDC Operation Platform)

This is a data center management platform offering the functions necessary in data center management, such as integrated resource management, automatic software distribution, operation automation and resource monitoring.





API services of SK telecom's core assets (geo-fence, billing, etc.)

## Services



Backend cloud service for mobile application development and operation



Provides various development tools for web/mobile service (user behavior analytics)



## **Ecosystem Cultivation**

# T open lab

 New cooperation model for Open R&D

Opened in June 2012
 at SK Telecom Bundang office

Business
Development
Program

R&D Infrastructure

(Test Room, LTE Devices, Spectrum Analyzer, etc.) Community for Developers

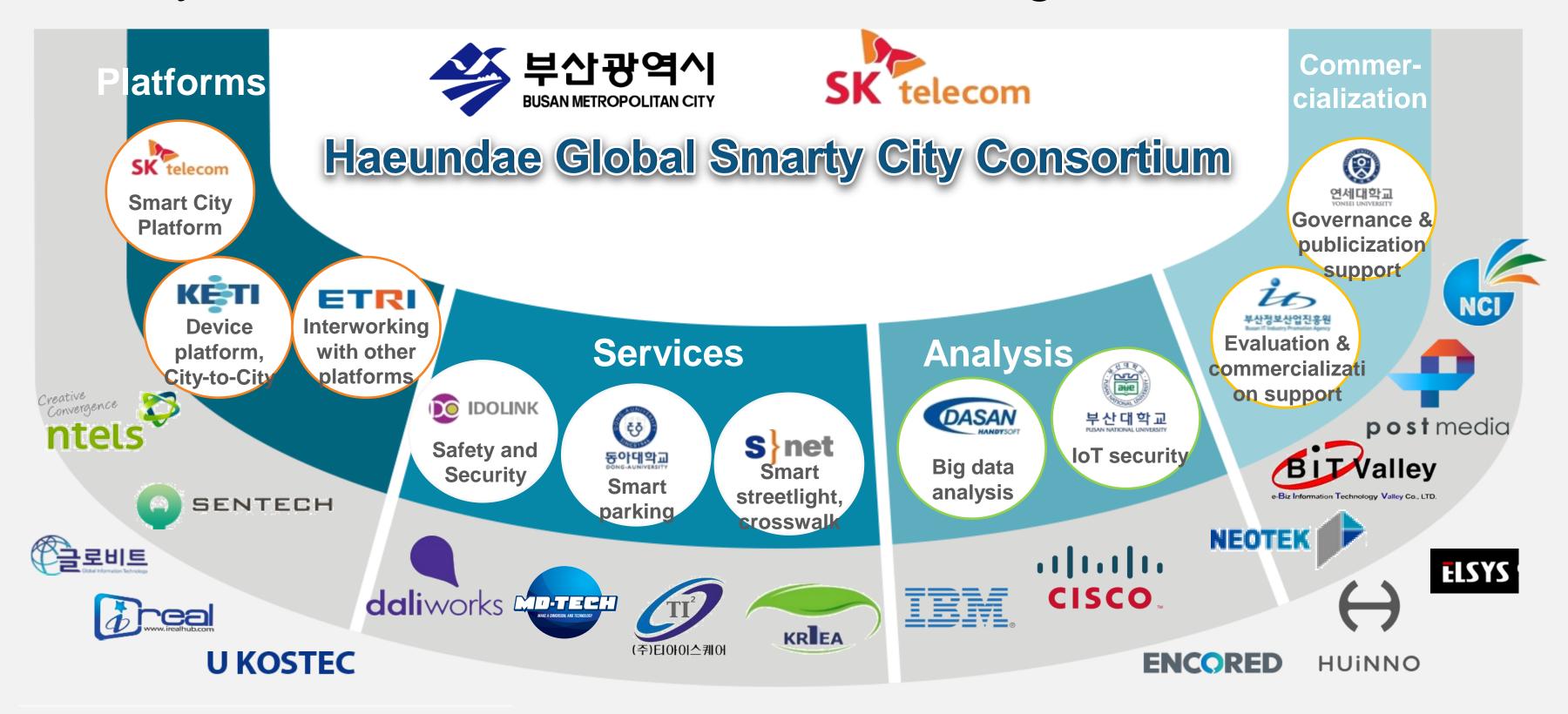
- T dev forum
- T hackathon



**Test Bed** 

# Global Smart City Testbed in Haeundae, Busan

- Open platform test bed for new technology
- SK telecom and City of Busan leads the consortium with Ministry of Science, ICT and Future Planning



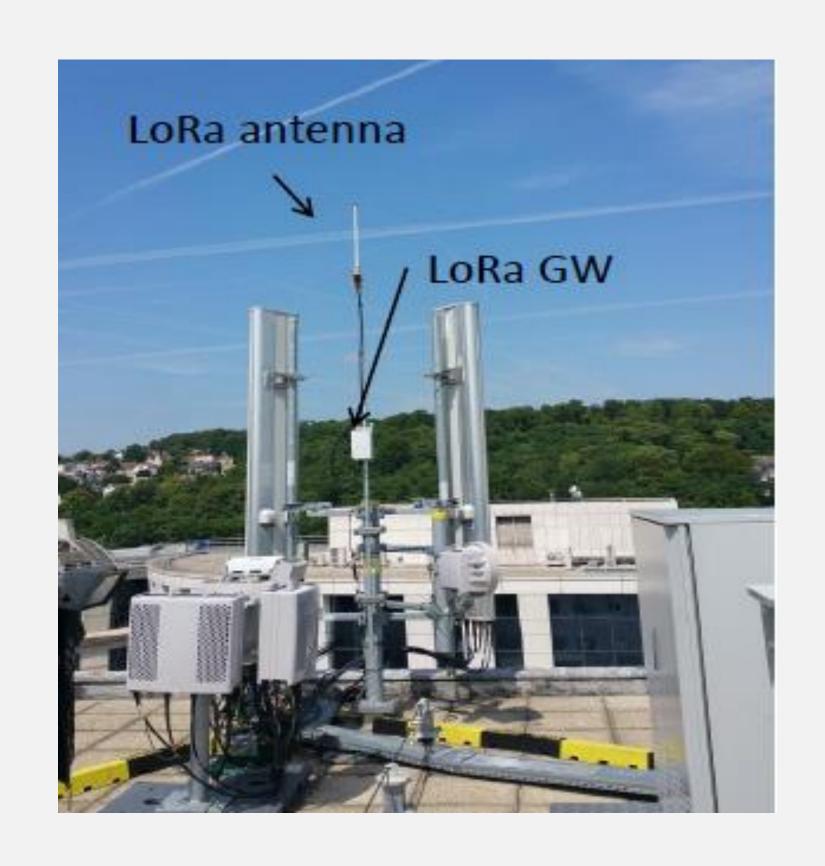


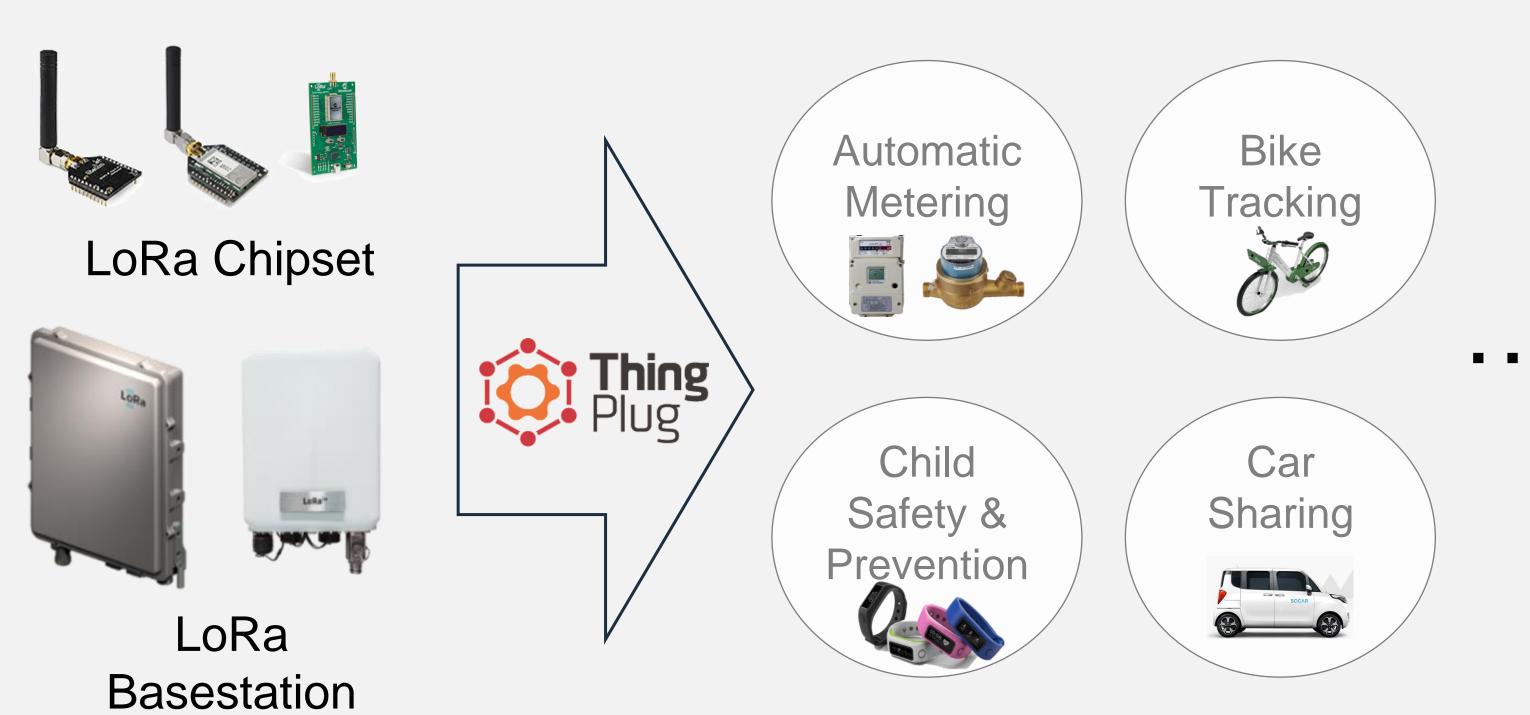
**Test Bed** 

## Nationwide IoT Network

- Word-first IoT Dedicated Network
- Playground for start-ups, personal developers, SMB

(Wi-Fi AP like)







# Partner for New Possibilities

This is SK telecom's vision for new paradigm