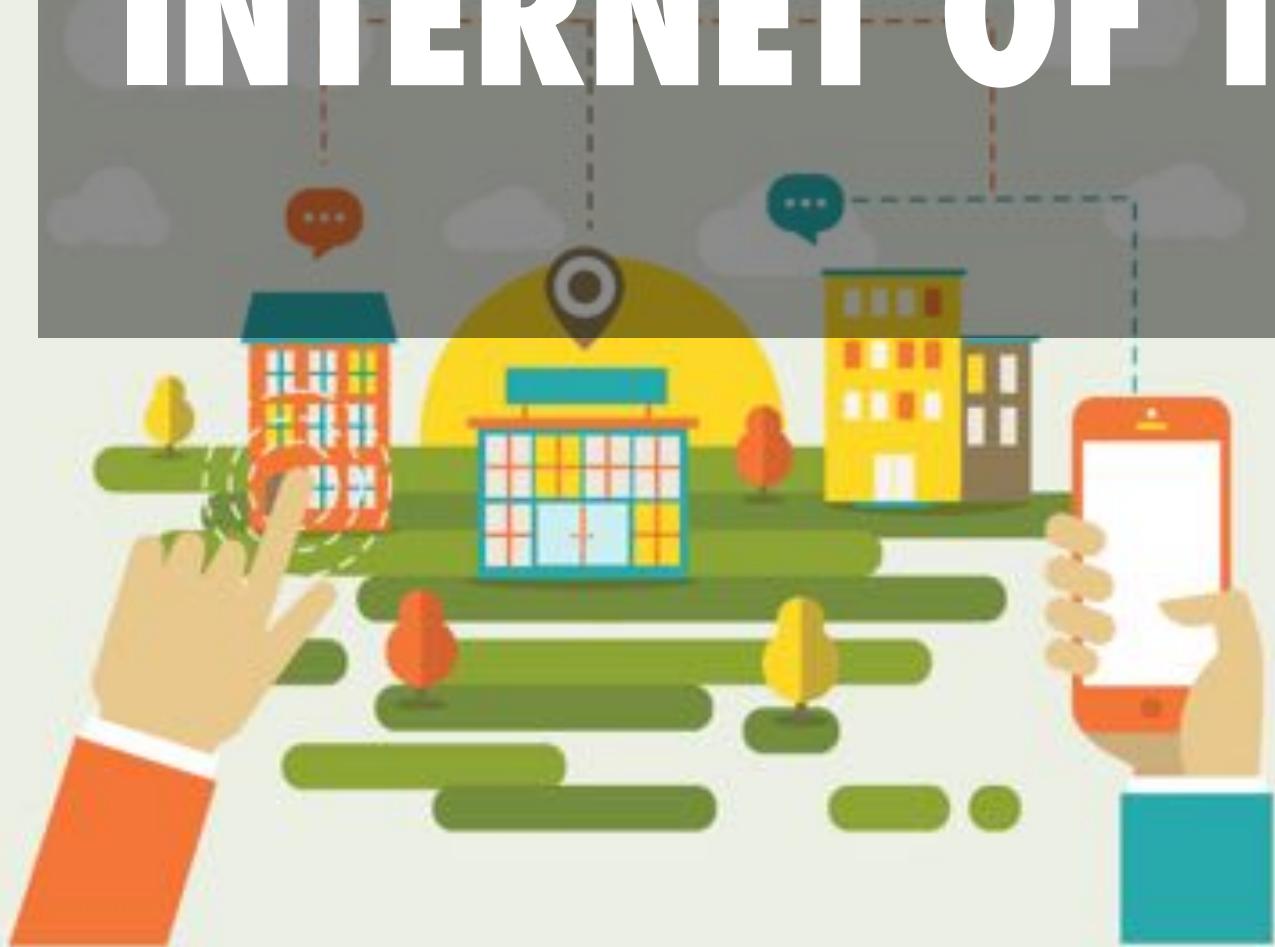


INTRODUCTION TO INTERNET OF THINGS (IOT) & SMART CITY



Dr. Mazlan Abbas
CEO - REDtone IOT Sdn Bhd
Email: mazlan.abbas@redtone.com

June 21, 2016

KEVIN ASHTON – “FATHER OF THE IOT”



Kevin Ashton coined “Internet of Things” during his job at MIT Auto-ID Center

“So you get stuff like the smart wine bottle, the smart bikini, and the smart water bottle. This stuff is not the Internet of Things – this stuff is all rubbish.”

He believed IoT could “turn the world into data” that could be used to make macro decisions on resource utilization.

“Information is a great way to reduce waste and increase efficiency, and that’s really what the Internet of Things provides”

TECHNOLOGIES THAT ENABLE IOT



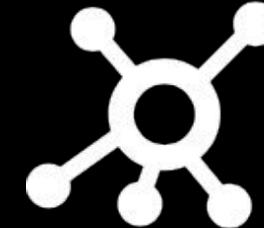
Big data
(unstructured
data)



IPv6



Cheap sensors
(50% cheaper)



Cheap bandwidth
(40x cheaper)

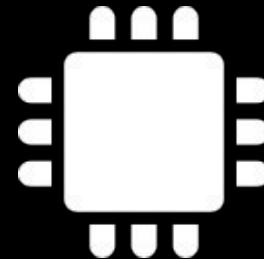


Ubiquitous wireless
coverage
(free wifi)

For the Past 10 Years



Smartphones
(personal gateway)



Cheap
processing &
smarter
(60x cheaper)

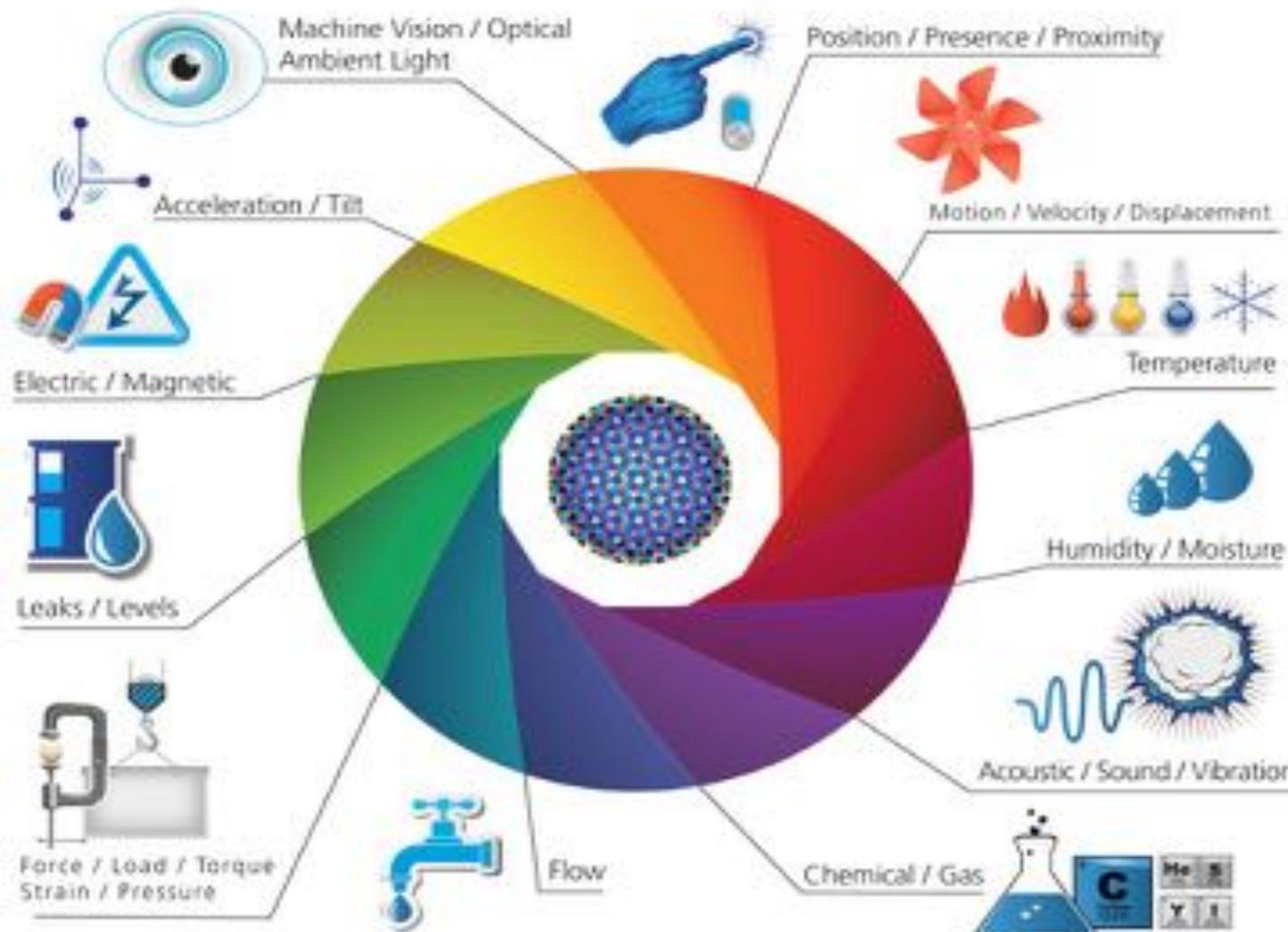
The Internet is currently a human-to-human affair,
but that is **CHANGING.**

The Internet of Things is
EVERYTHING to **EVERYTHING**
communication.

VIDEO - FACEBOOK OF THINGS

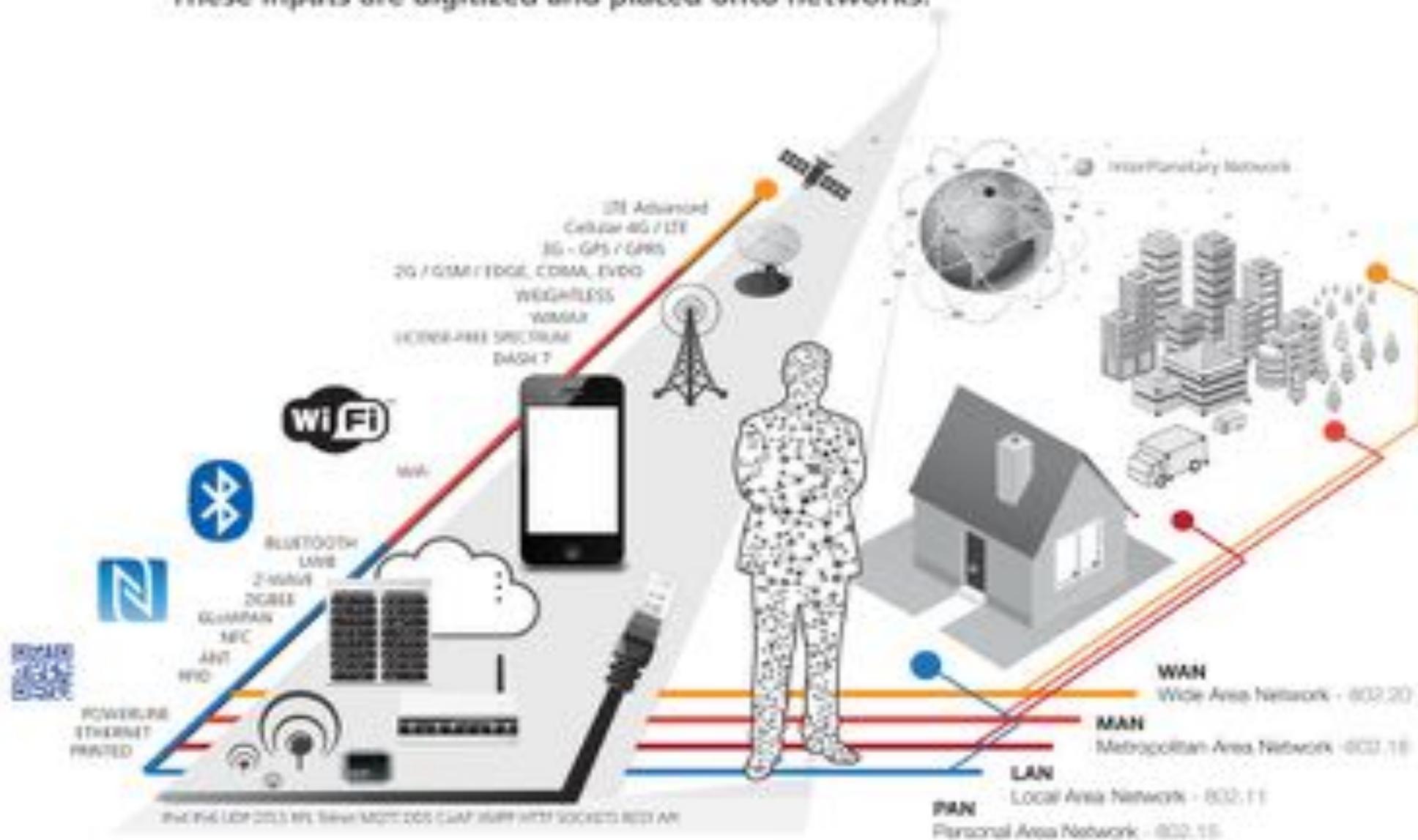
1 SENSORS & ACTUATORS

We are giving our world a digital nervous system. Location data using GPS sensors. Eyes and ears using cameras and microphones, along with sensory organs that can measure everything from temperature to pressure changes.



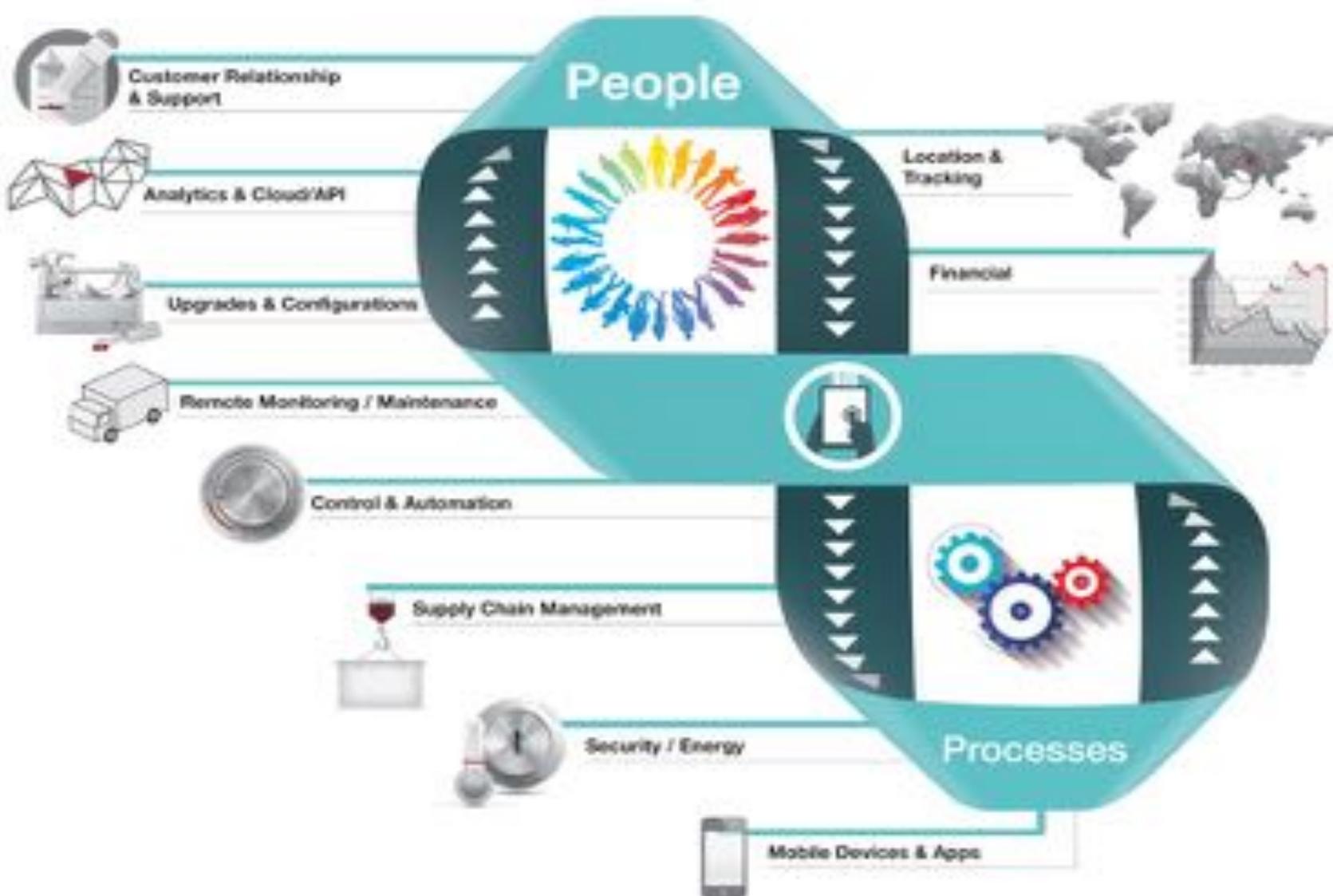
2 CONNECTIVITY

These inputs are digitized and placed onto networks.



3 PEOPLE & PROCESSES

These networked inputs can then be combined into bi-directional systems that integrate data, people, processes and systems for better decision making.



Global Internet Device Forecast

INTERNET OF THINGS

8 Billion Devices
in Use by 2014

TABLETS

5 Billion Devices in Use
by 2014

SMARTPHONES

5 Billion Devices
in Use by 2014

INTERNET OF THINGS

40 Billion Devices
in Use by 2020

TABLETS

9 Billion Devices
in Use by 2018

SMARTPHONES

8 Billion Devices
in Use by 2018



There will be as many as

40 TO 80 BILLION
connected objects
by 2020.



There will be
10 connected
objects
for every man,
woman, and child
on the **PLANET**.



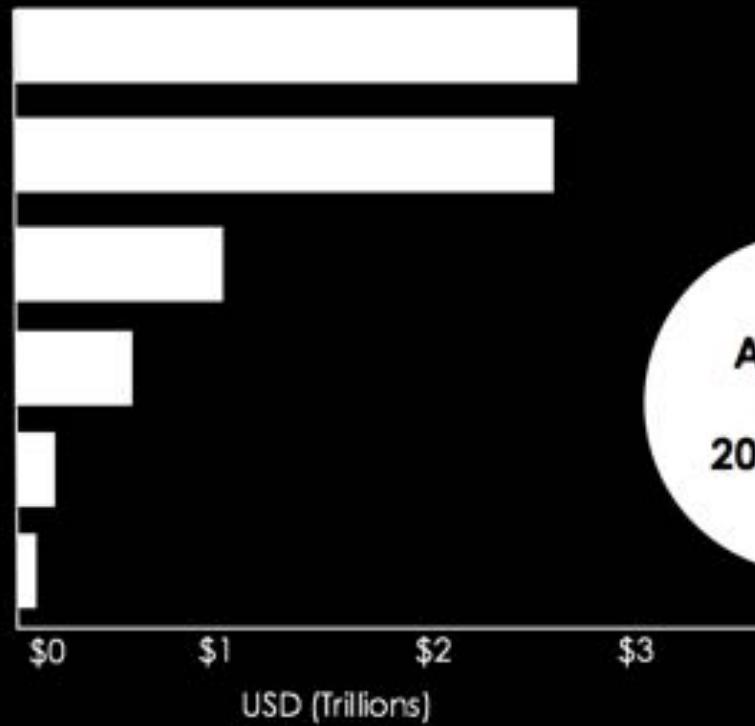
Through the power of smart devices, people will not only consume data, but contribute observed data to the IoT through their phones and tablets as **human sensors**

HOW BIG IS THE IOT MARKET?

MARKET OPPORTUNITY



Application Development
Device Hardware
System Integration
Data Storage
Security
Connectivity

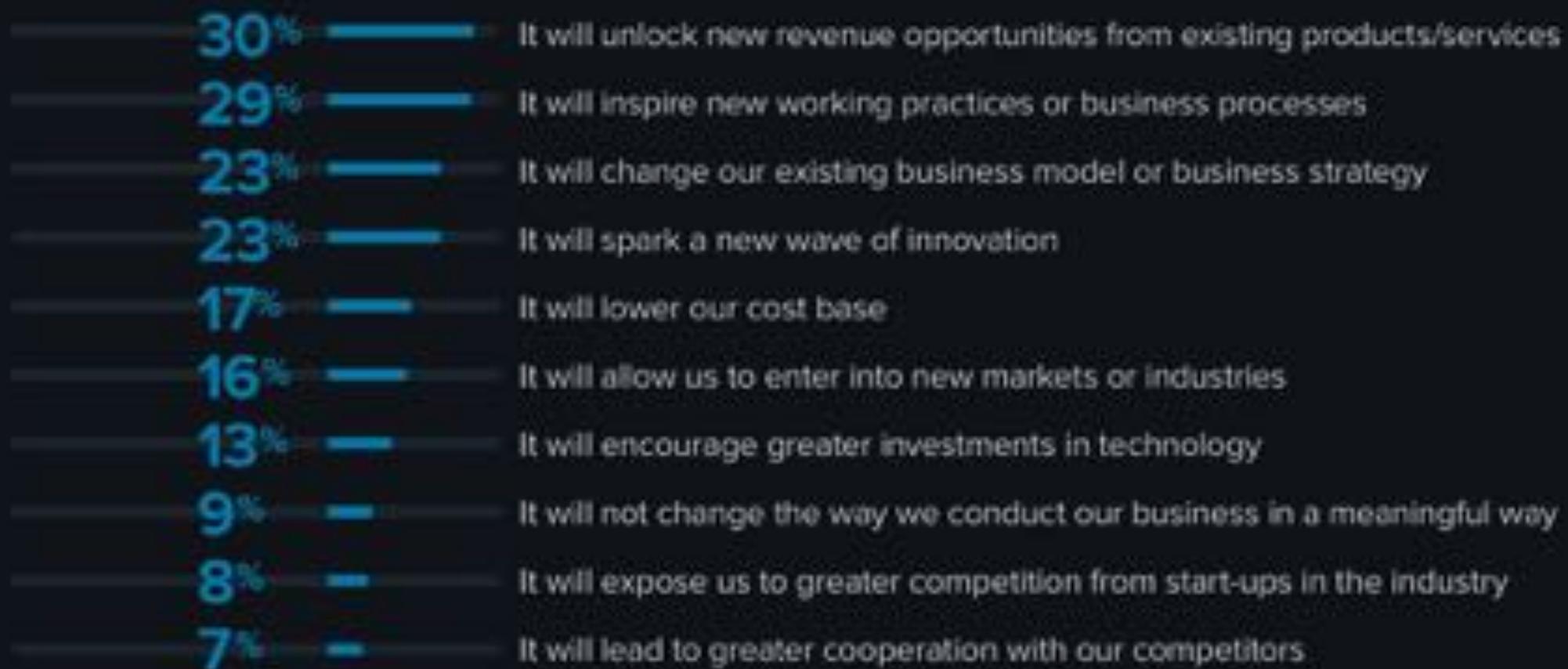


Amount
Spent
2015-2020

63 devices connected every second

By 2016 Gartner predicts **6.4 billion** devices will be connected to the internet – and **5.5 million** new 'things' will join them each day.

'How will the IoT change the way your company operates?



IOT BENEFITS



Consumers

- 5B Devices Installed By 2020
- \$900M Spent (2015-2020)
- \$400 ROI (2015-2025)



Government

- 7.7B Devices Installed By 2020
- \$2.1B Spent (2015-2020)
- \$4.7B ROI (2015-2025)



Businesses

- 11.2B Devices Installed By 2020
- \$3B Spent (2015-2020)
- \$7.6B ROI (2015-2025)



Reduce Costs



Improve Efficiency



Create Innovative Products



New Revenue Streams

ENVIRONMENTS



Manufacturing

35% of manufacturers already use smart sensors. 10% plan to implement them within a year, and 8% plan to implement them within 3 years, according to PwC



Oil, gas, and mining

In five years, it is predicted that 5.4 million IoT devices will be used on oil extraction sites. BI Intelligence said that these devices will primarily be internet-connected sensors used to provide environmental metrics about extraction sites.



Transportation

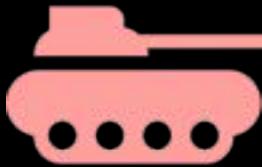
Connected cars are a top IoT device. We estimate there will be over 220M connected cars on the road by 2020.



Insurance

A survey has found that 74% of insurance executives believe the IoT will disrupt insurance within the next five years. 74% also plan to invest in developing and implementing IoT strategies by 2016, according to an SMA Research survey.

ENVIRONMENTS



Defense

We estimate spending on drones will reach \$8.7B in 2020. In addition, 126K military robots will be shipped in 2020, according to Frost & Sullivan.



Agriculture

We estimate 75M IoT devices will be shipped for agricultural uses in 2020, at a 20% CAGR. These devices are primary sensors placed in soil to track acidity levels, temperature, and variables that help farmers increase crop yields.



Connected Home

smart meters are already a reality, and from the 313 million installed in homes worldwide in 2013, Navigate Research predicts that number to jump to 1.1 billion by 2022



Food Services

With the world population on the rise, IoT will help to keep food production levels at good pace. BI Intelligence estimates 75 million IoT device installations for agricultural uses by 2020, at a 20% CAGR.

ENVIRONMENTS



Infrastructure

We estimate municipalities worldwide will increase their spending on IoT systems at a 30% CAGR, from \$36B in 2014 to \$133B in 2019. This investment will generate \$421B in economic value for cities worldwide in 2019.



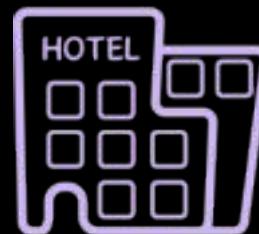
Utilities

Energy companies throughout the world are trying to meet the rising demand in energy. To do this, they will be installing nearly 1 B smart meters by 2020.



Retail

Beacons, paired with mobile apps, are being used in stores to monitor customer behavior and push advertisements to customers. In the US, we estimate \$44.4B will be generated from beacon triggered messages.



Hospitality

31% of hotels use next-generation door locks, 33% have room control devices, 16% have connected TVs, and 15% use beacons throughout the hotel, according to Hospitality Technology's 2015 Lodging Technology survey.

ENVIRONMENTS



Logistics

Tracking sensors placed on parcels and shipping containers will help reduce costs associated to lost or damaged goods. In addition, robots such as Amazon Kiva robot, help reduce labor costs in warehouses.



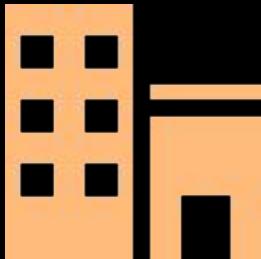
Healthcare

We estimate 646M IoT devices will be used for healthcare by 2020. Connected healthcare devices can collect data, automate processes, and more. But these devices can also be hacked, thereby posing a threat to the patients who rely on them.



Banks

There are nearly 3M ATMs installed globally in 2015, according the World Bank. Some teller-assist ATMs provide live-stream video of a teller for added customer support.



Smart Buildings

43% of building managers in the US believe the IoT will affect how they run their building within the next 2 to 3 years, according to a survey from Daintree Networks.

THE 4 STAGES OF IOT MATURITY



Monitoring



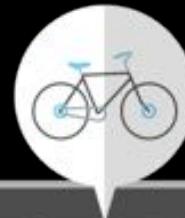
Control



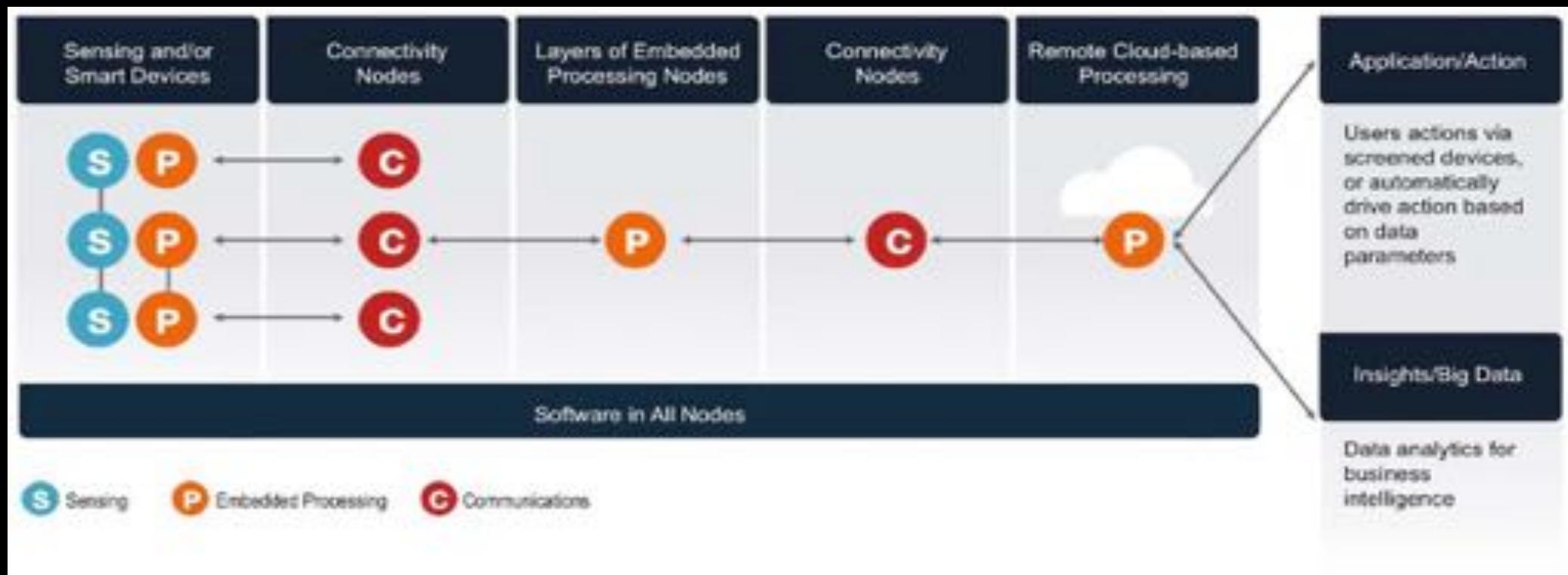
Optimization



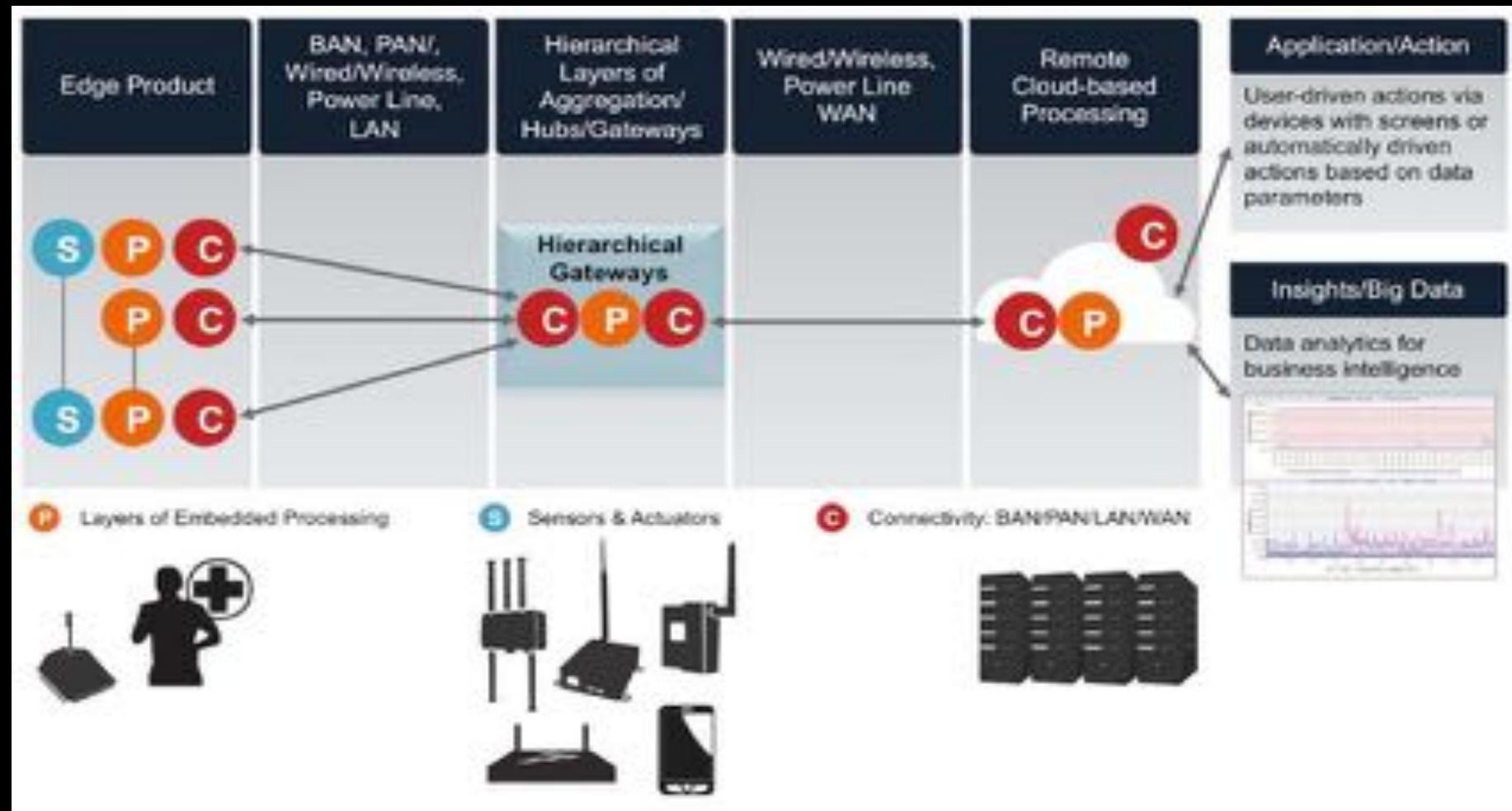
Autonomous



FUNCTIONAL VIEW OF IOT TECHNOLOGIES



“BOX-LEVEL” VIEW OF IOT BUILDING BLOCKS



THE GOLD RUSH

**MAKING SENSE OF DATA ... BUT
WHAT DATA?**

What's Generating Data?

Big data is generated in a number of ways, including:



Moving around with
your smartphone

Sensors in gambling
casino chips

Sensors in pallets
of products

Internet browsing

Sensors in soil

Sensors in pet collars

Sensors in oceans



44x

as much Data and Content
Over Coming Decade

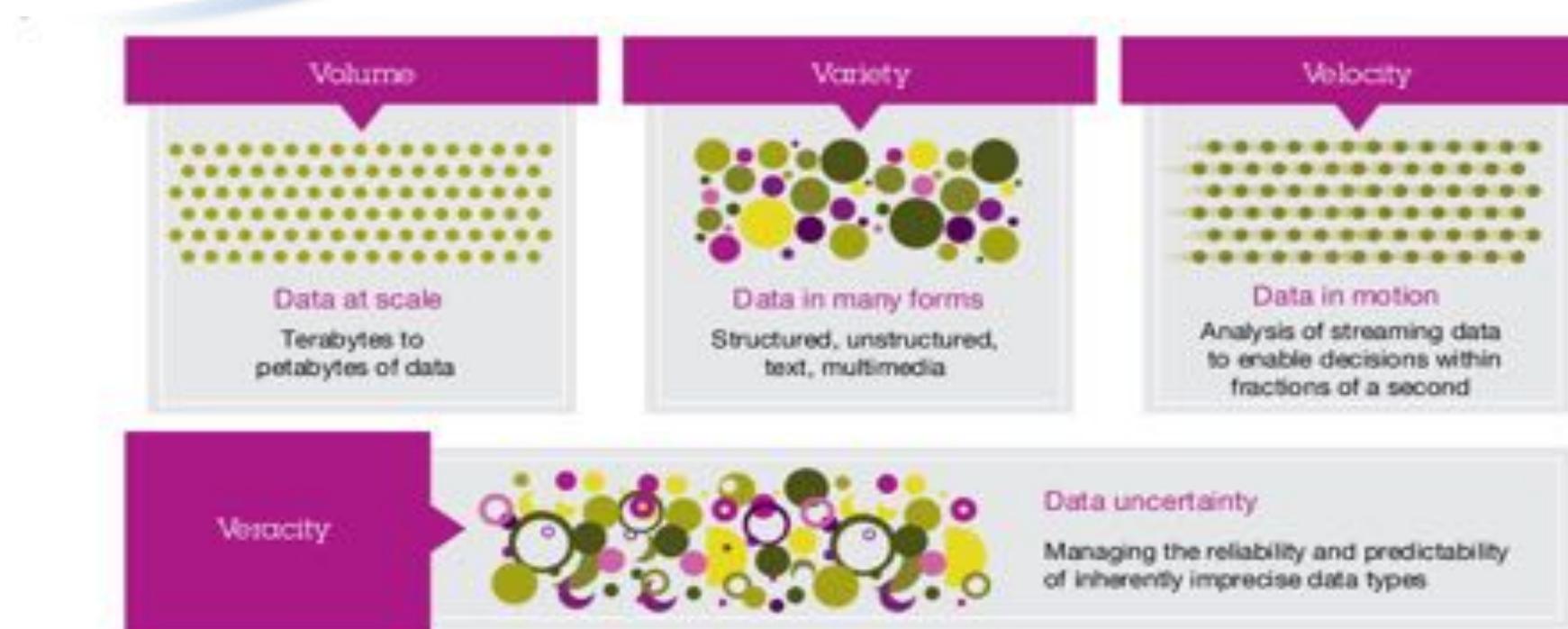
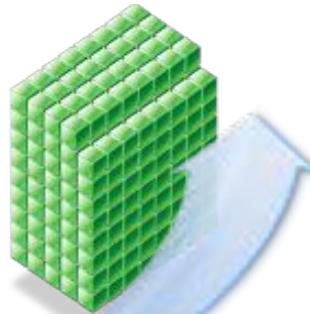
2020
35 zettabytes

80%

Of world's data
is unstructured

Velocity
Variety
Volume

2009
800,000 petabytes



DATA OWNERSHIPS



Personal /
Household



Private

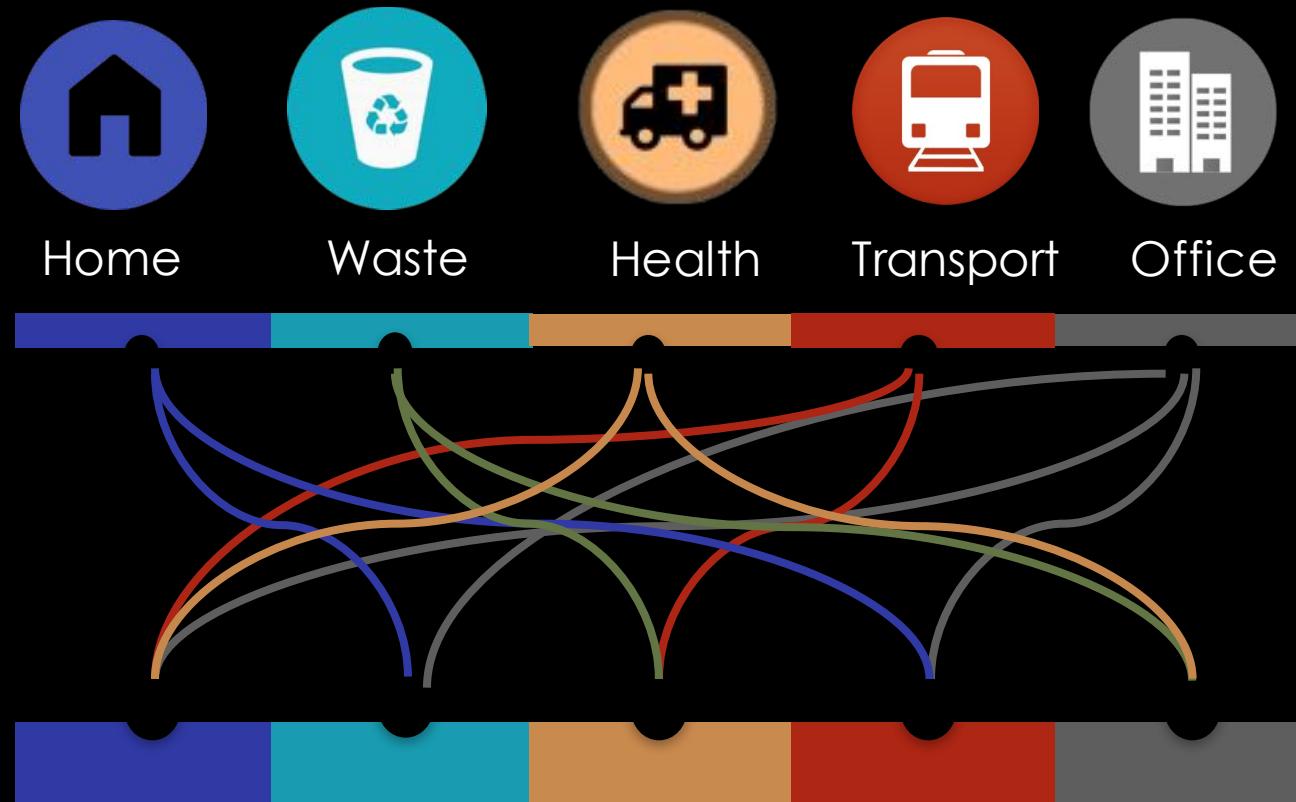


Public



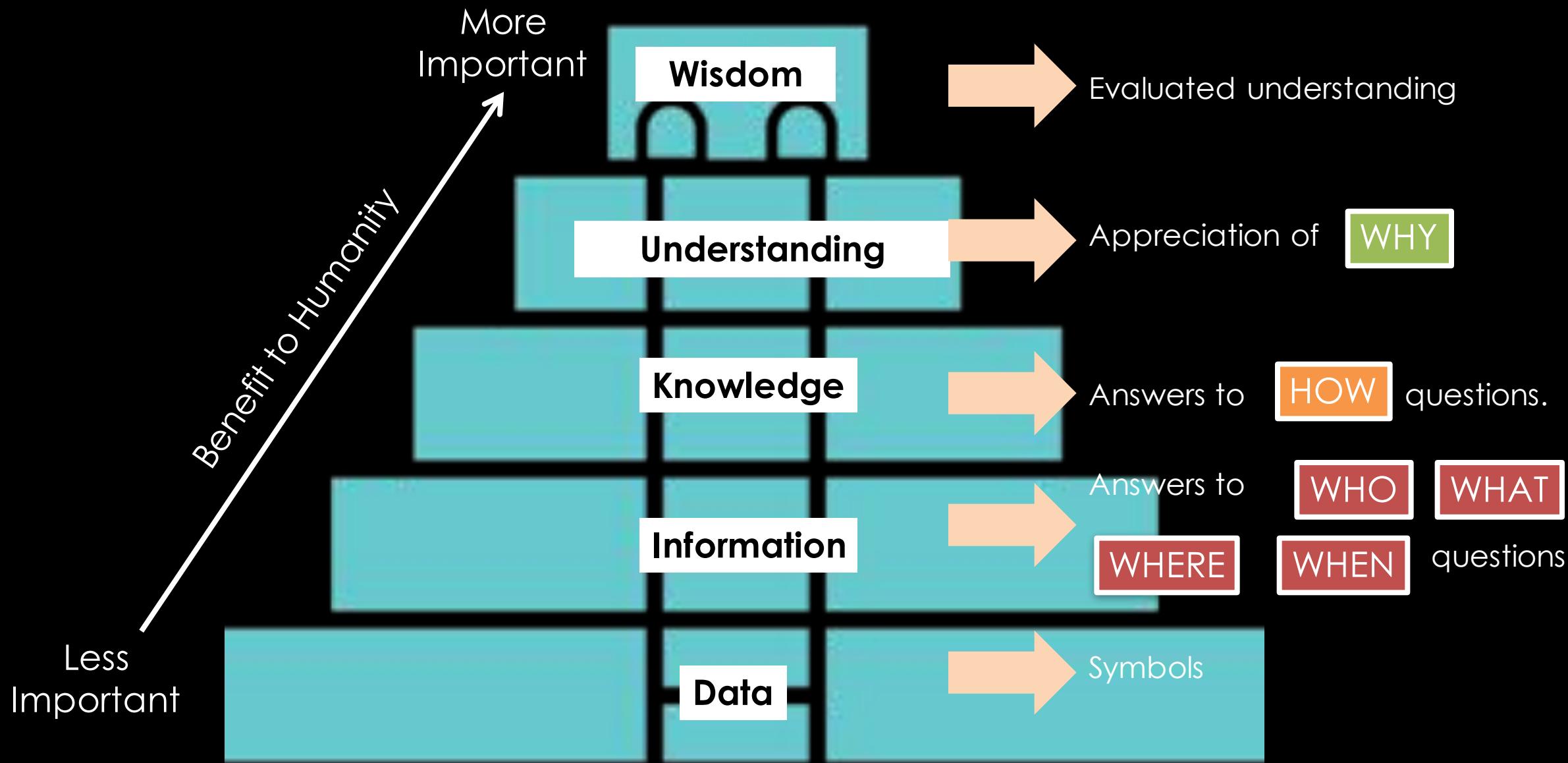
Commercial Sensor
Data Provider

IOT MAKE SENSE WHEN YOU BLEND THE DATA

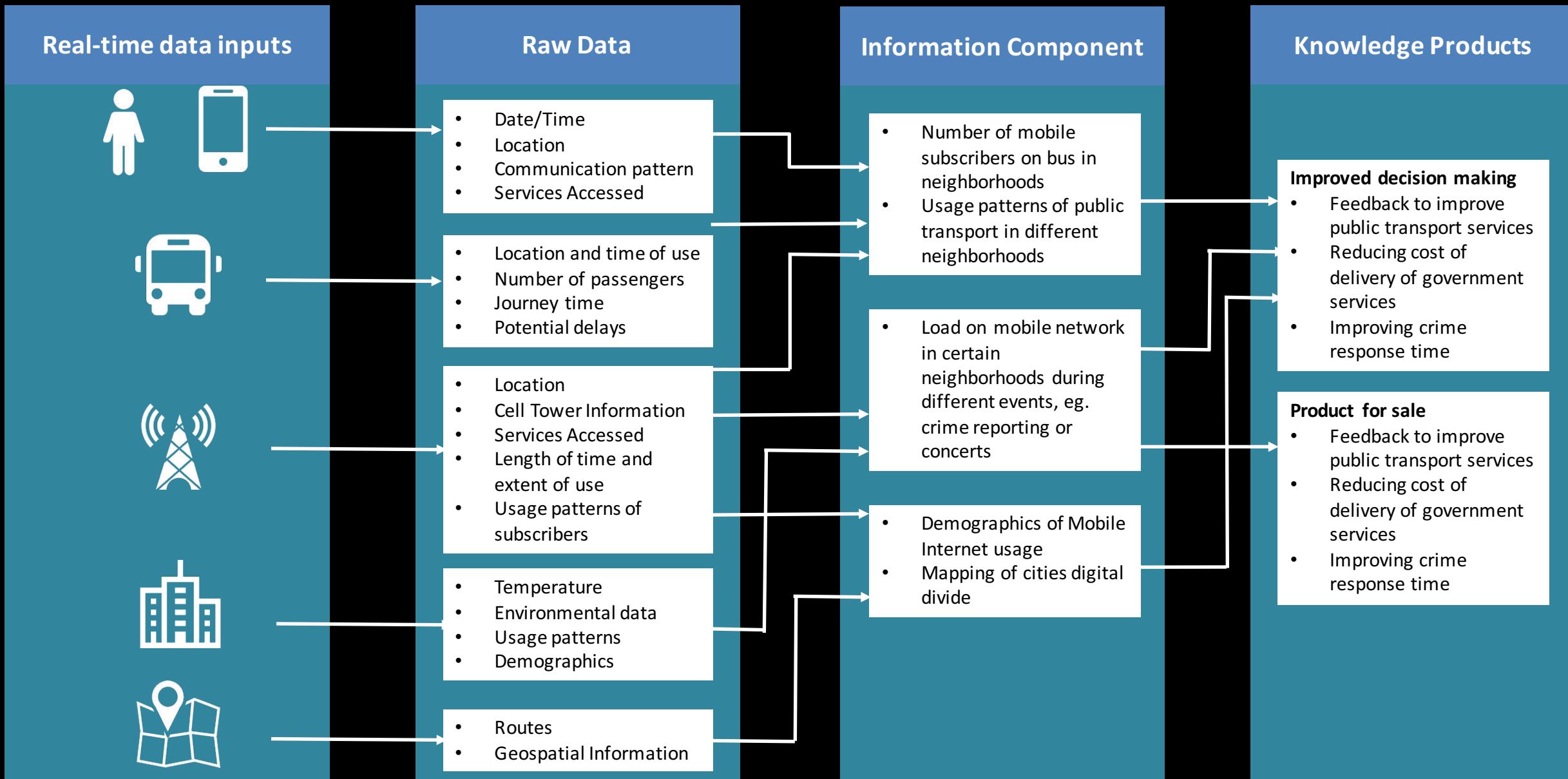


Creating New Compound Applications

VALUE IS CREATED BY MAKING SENSE OF DATA



COMPLEXITY OF SMART CITIES



WHAT IS
SMART CITY

FIVE BIG REASONS WE FOCUS ON CITIES



More than half the world lives in cities.



By 2050, 70% of the world's population will live in cities



More than 60% of cities have yet to be built.



Cities have been the center of civilization, life, and knowledge for centuries.



Cities are at the forefront of global innovation.

BUILDING 3 TYPES OF CITIES



ROI-driven



Carbon-driven



Vanity-driven



CITIZEN-FOCUSED • BUILDING TRUST

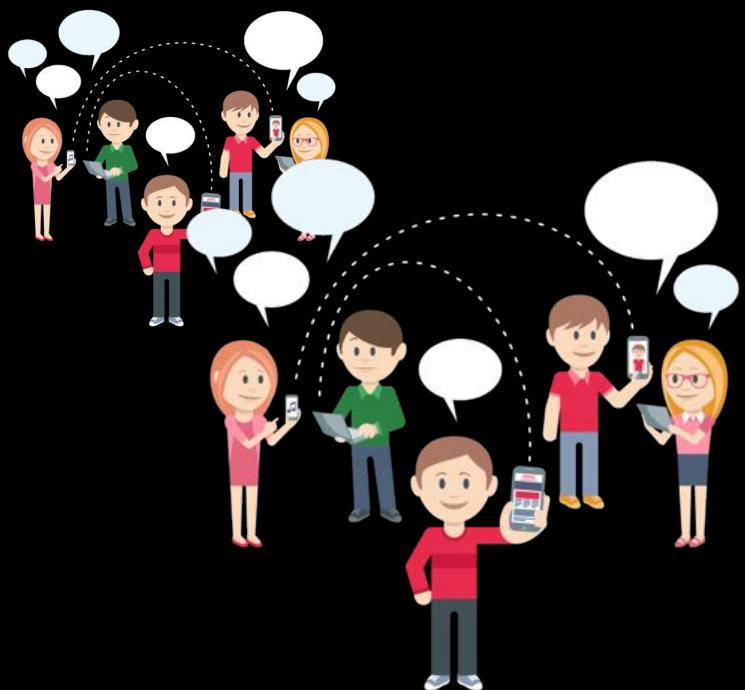
Citizen-Centric

Data-Driven Decision

Collaborative

Smart Tools

Responsive



Cost Effective

Accountable

Transparent



SMART CITY

BETTER CITY • BETTER WORLD

Build cities through the eyes
of the **CITIZENS**

#bettercitybetterworld

VISION OF THE CITY OF THE FUTURE

Technology may help mitigate the “black hole” problem.



Make
visible the
invisible



Sensing the city



Provide tools for
the citizens to
interpret and
change the
workings of the
city



Open source and
open data

CROWDSENSING VIA
**CITIZEN
ENGAGEMENT**



REDtone IOT APPROACH

BUILDING THE NEXT SMART CITY SOLUTIONS

We Build Cities Based on Citizen-Centric Approach



01 CROWDSENSING
Get citizens input via their smartphones



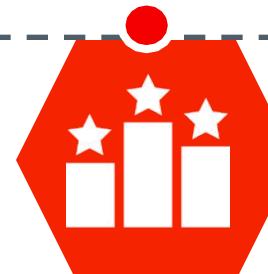
02 IDENTIFY & SOLVE
Identify locations of issues
and City Authorities respond accordingly



03 LIVEABLE CITIES
Citizens have a better quality of life



06 BUILD NEXT SMART CITY SOLUTION
Leverage innovative IOT solutions to solve the pain points of cities inhabitants



05 RANK & DECIDE
Authorities decide and justify their next plan of action



04 CITY INDICATOR
Citizens will see how their cities perform

CROWDSOURCING

CitiAct



Available on the
App Store

ANDROID APP ON
Google™ play

HELP TO
IDENTIFY
CRIME AREAS

POLICE

POTHOLEs

PREVENT BEFORE BECOMING UNBEARABLE



SMART CITY

#bettercitybetterworld

Smart Cities are responsive to the problems of the citizens.

CitiAct



Available on the
App Store

ANDROID APP ON
Google play

FLASH FLOOD

THE DANGERS OF UNKNOWN



CROWDSOURCING HELP TO IDENTIFY FLOOD AREAS

CitiAct



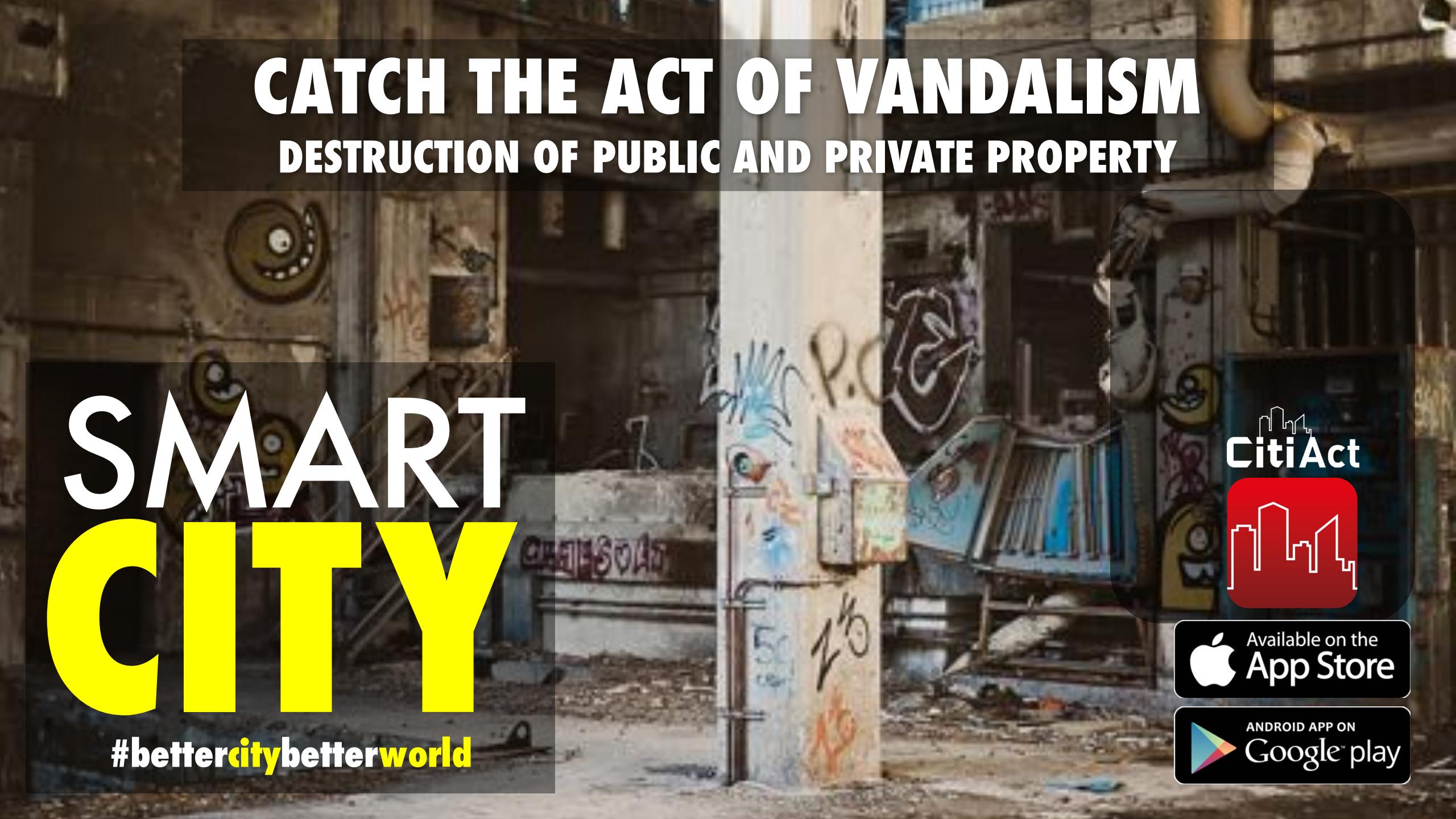
Available on the
App Store

ANDROID APP ON
Google™ play



SMART
CITY

#better**city**better**world**



CATCH THE ACT OF VANDALISM
DESTRUCTION OF PUBLIC AND PRIVATE PROPERTY

**SMART
CITY**

#better**city**betterworld

CitiAct



Available on the
App Store

ANDROID APP ON
Google play

SMS

Whatsapp

Facebook

Ad Hoc
Chaotic
Unmanaged

Twitter

Radio

TV



BE THE EYES OF THE CITY

REPORT TO THE CITY COUNCILS



LET ALL CITIZENS BE THE CITY'S "EYES"



**SAVES TIME TO REPORT
A PICTURE IS WORTH A 1000 WORDS**



A close-up photograph of a woman with dark hair, wearing a red long-sleeved shirt. She is shouting or screaming, with her mouth wide open and her hands clutching her head. The background is dark.

**REPORT AN ISSUE
BUT NOT FEEL LIKE A COMPLAINT**

BUT NOT FEEL LIKE A COMPLAINT

“When we coupled both IOT technology and human sensitivity, it gave a totally different dimension - Nothing beats the data generated that has a human emotion inside”

- Dr. Mazlan Abbas-



CITI ACT

APP FOR ACTION, NOT TALKING



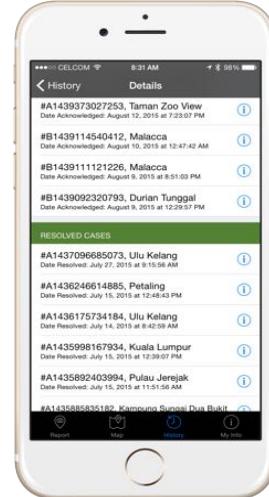
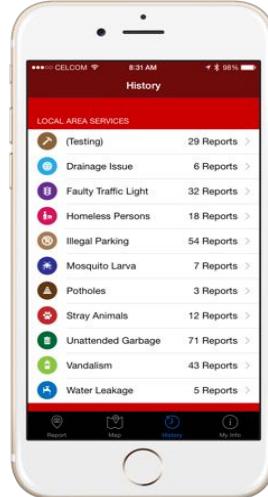
ANDROID APP ON
Google™ play

Available on the
App Store





MOBILE
APPLICATION



CRIME AREAS

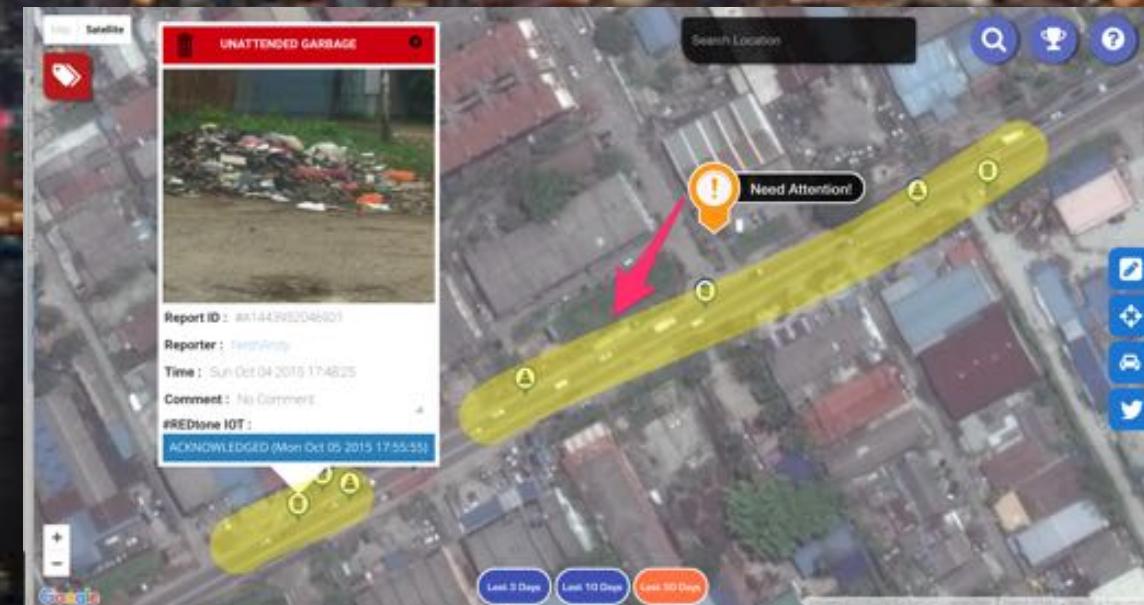
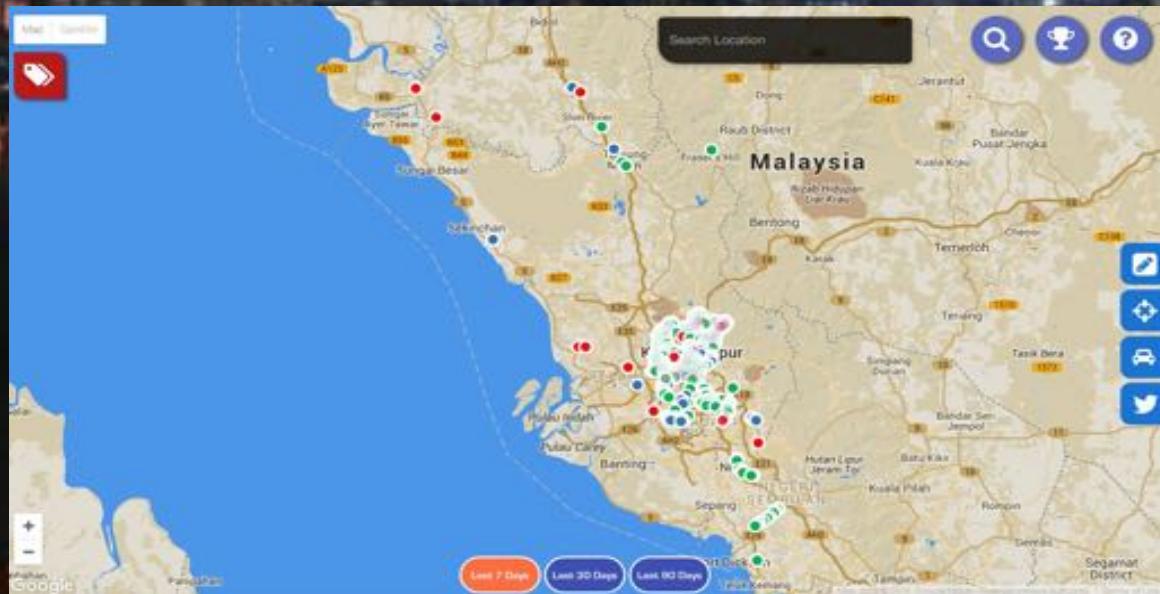
FLASH FLOODS

NOISE LEVEL

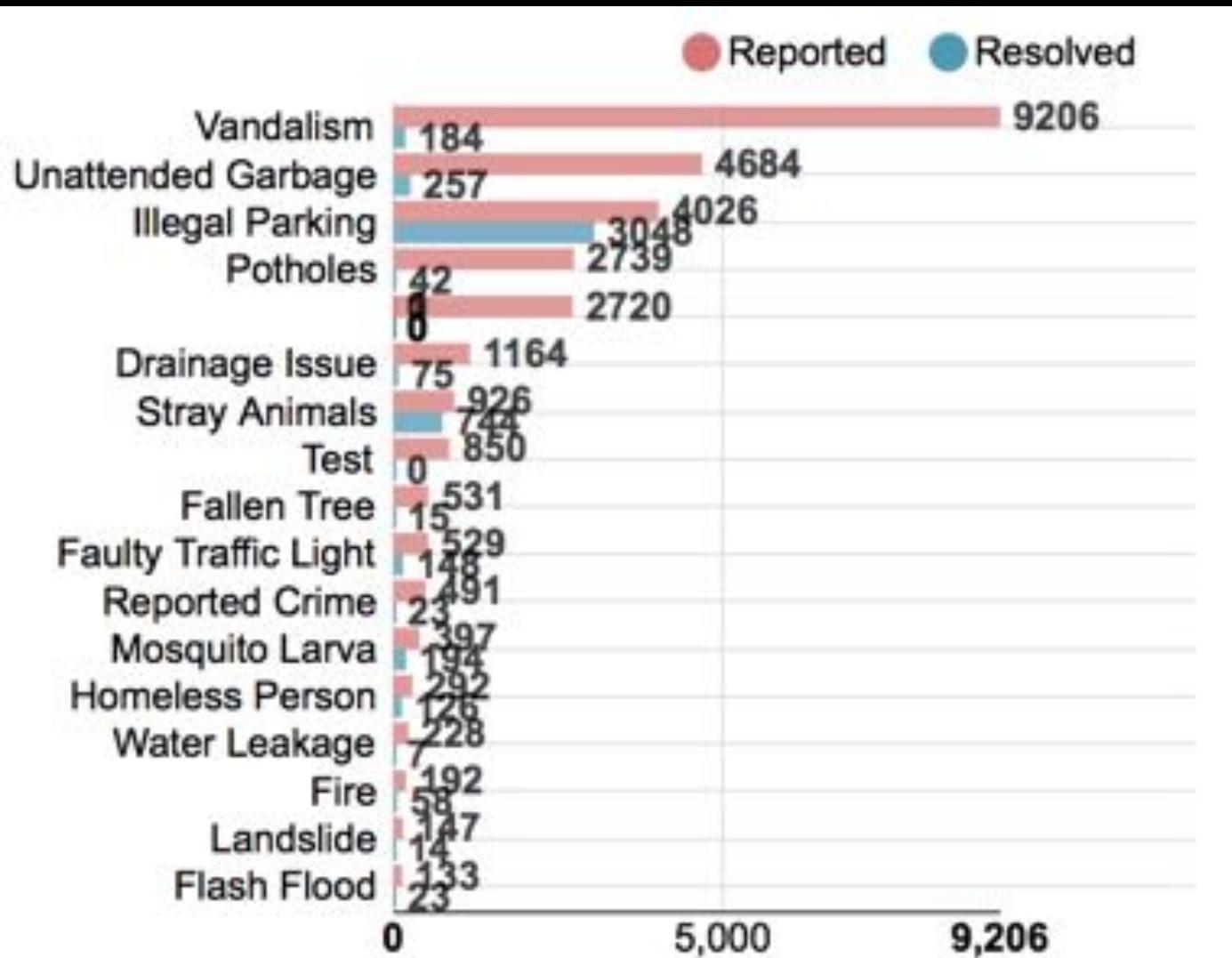
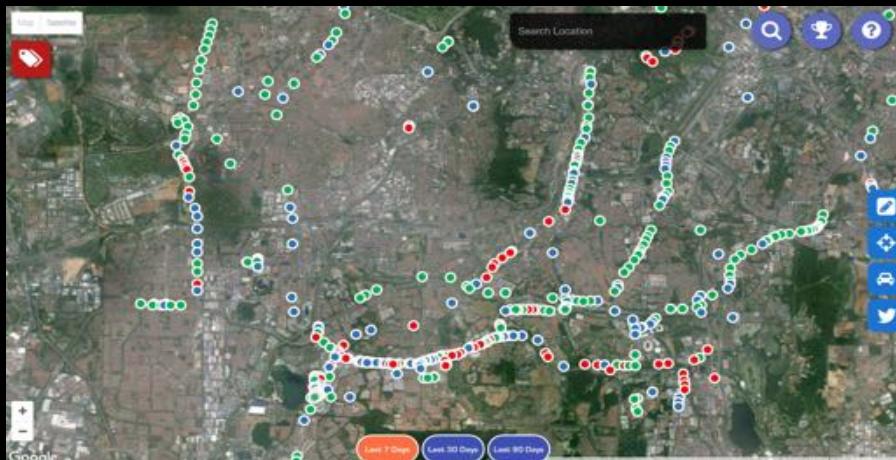
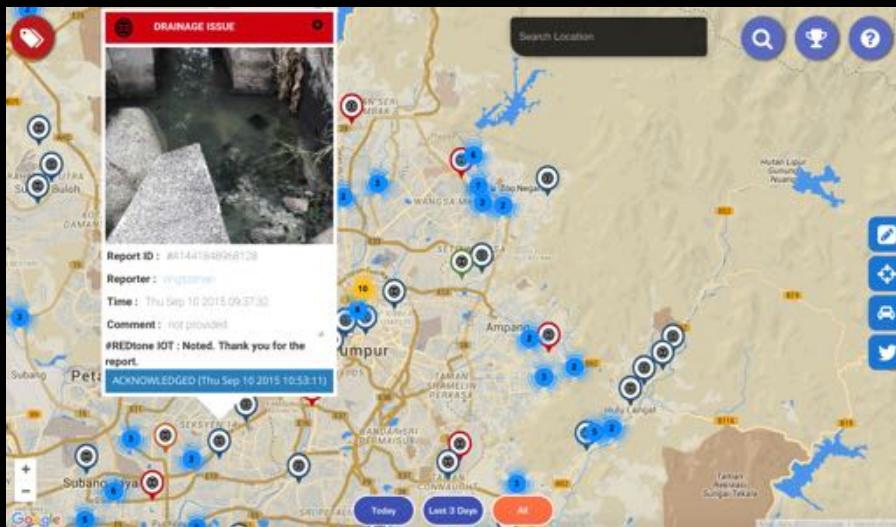
ROAD QUALITY

PROFILING OUR CITIES

GAINING INSIGHTS • OPTIMISING RESOURCES



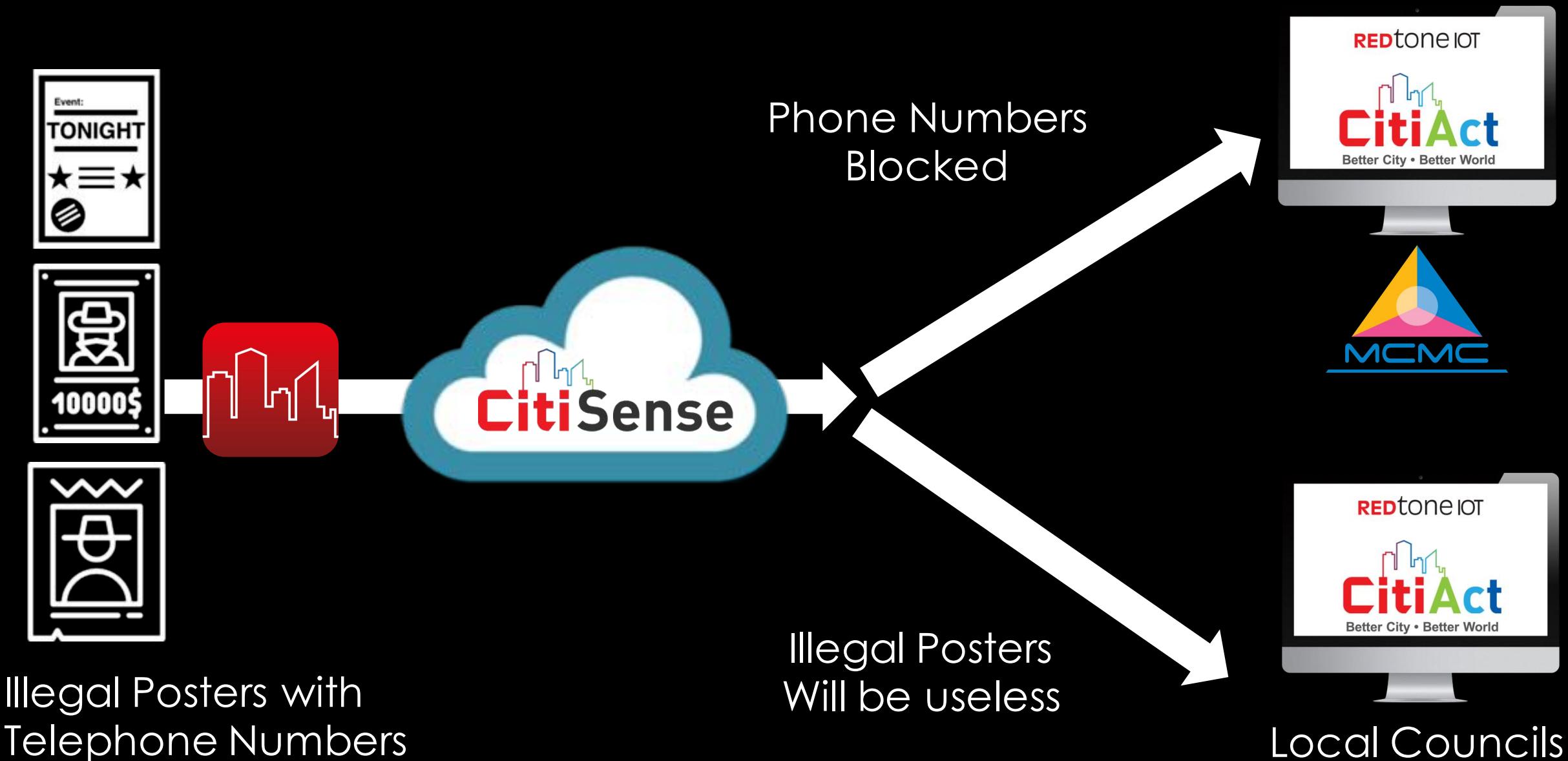
TOP CITIZENS' PAIN POINTS



HOW-TO

BUILD YOUR **NEXT** SMART CITY SOLUTIONS?

SMART VANDALISM MANAGEMENT SYSTEM



SMART WASTE MANAGEMENT

"I'M FULL"



ALERT



UNATTENDED
GARBAGE



RIGHT ROUTES



TIMELY SCHEDULE

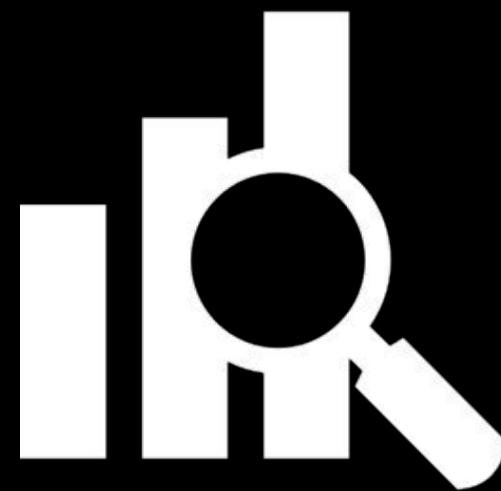
SMART PARKING



Smart Parking
With Sensors



Location of
Parking
Availability

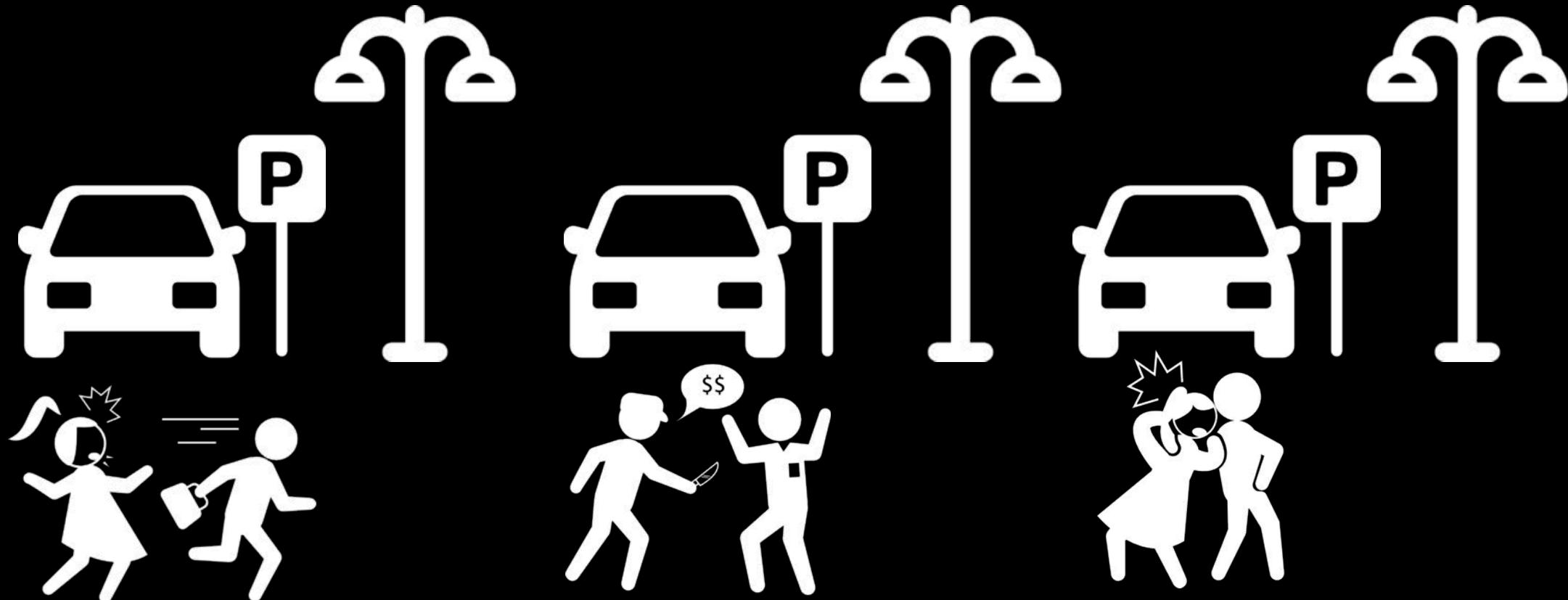


Parking
Utilization



Tiered Pricing
Parking

SMART STREET LIGHTING



Prevent Crime with Proper Lighting

-
- GPS
 - Infra-red sensors

Smart Waste Management

Sensors in waste bins and garbage trucks

Smart Citizen

Crowdsensing

- User generated feedback with smartphones that help to make cities better

Guidance to free parking lots

Panels located at intersections

- Taking information retrieved by the deployed parking sensors in order to guide drivers towards the available free parking lots

Environmental Monitoring

Multiple Sensors

- Temperature
- CO
- Noise
- Car Presence

Outdoor Parking Management

Parking sensors

- Ferromagnetic sensors

River Monitoring

Water Quality and Flood Warning

- Water level
- Weather
- Flow sensor
- pH sensor

Traffic Intensity Monitoring

Devices located at main entrance of city

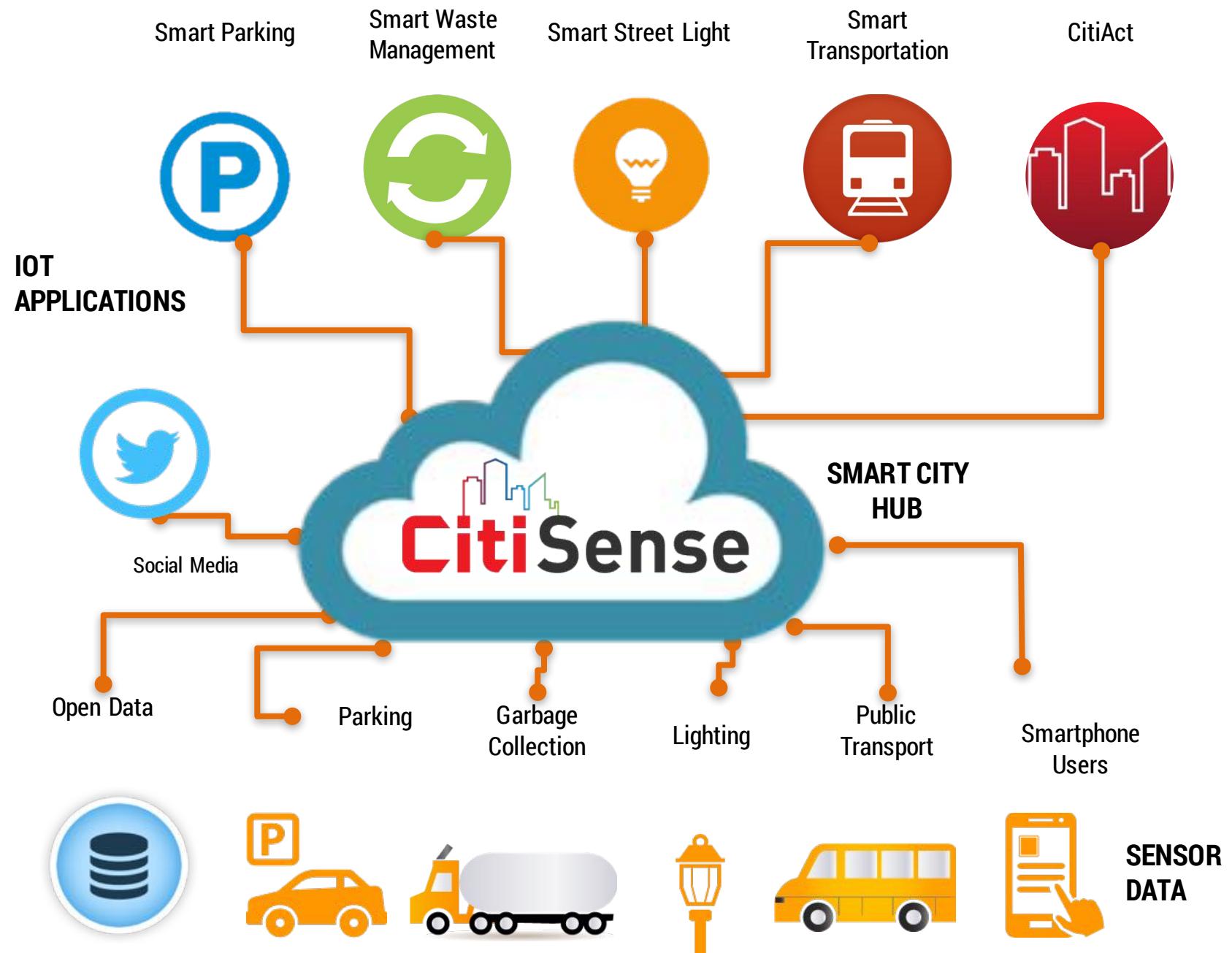
- Measure main traffic parameters
 - Traffic volumes
 - Road occupancy
 - Vehicle speed
 - Queue Length



GETTING CONNECTED



CitiSense is REDtone IOT's Middleware that connects and aggregates sensor data from multiple sources. It also provides an interface for developers to access the data and create innovative applications and derive meaningful insights for business decision making.



HOW TO ACHIEVE SMART NATION TRAITS



MOBILE
APPLICATION



COLLABORATIVE



ACCOUNTABLE

CASE
MANAGEMENT
SYSTEM



COST EFFECTIVE

CitiSense
PORTAL
CITISENSE.COM



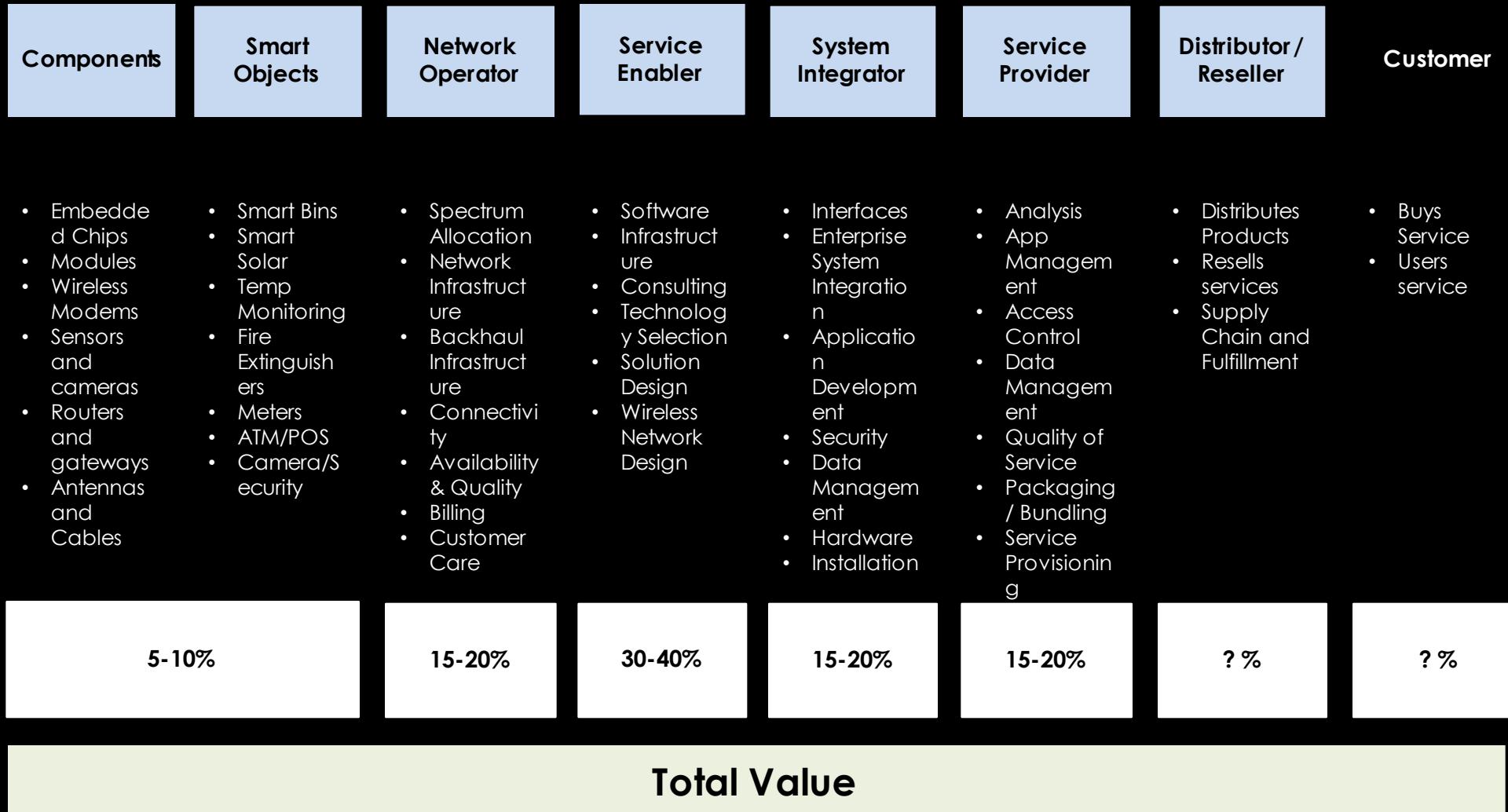
TRANSPARENT

CONTRACTOR
APP

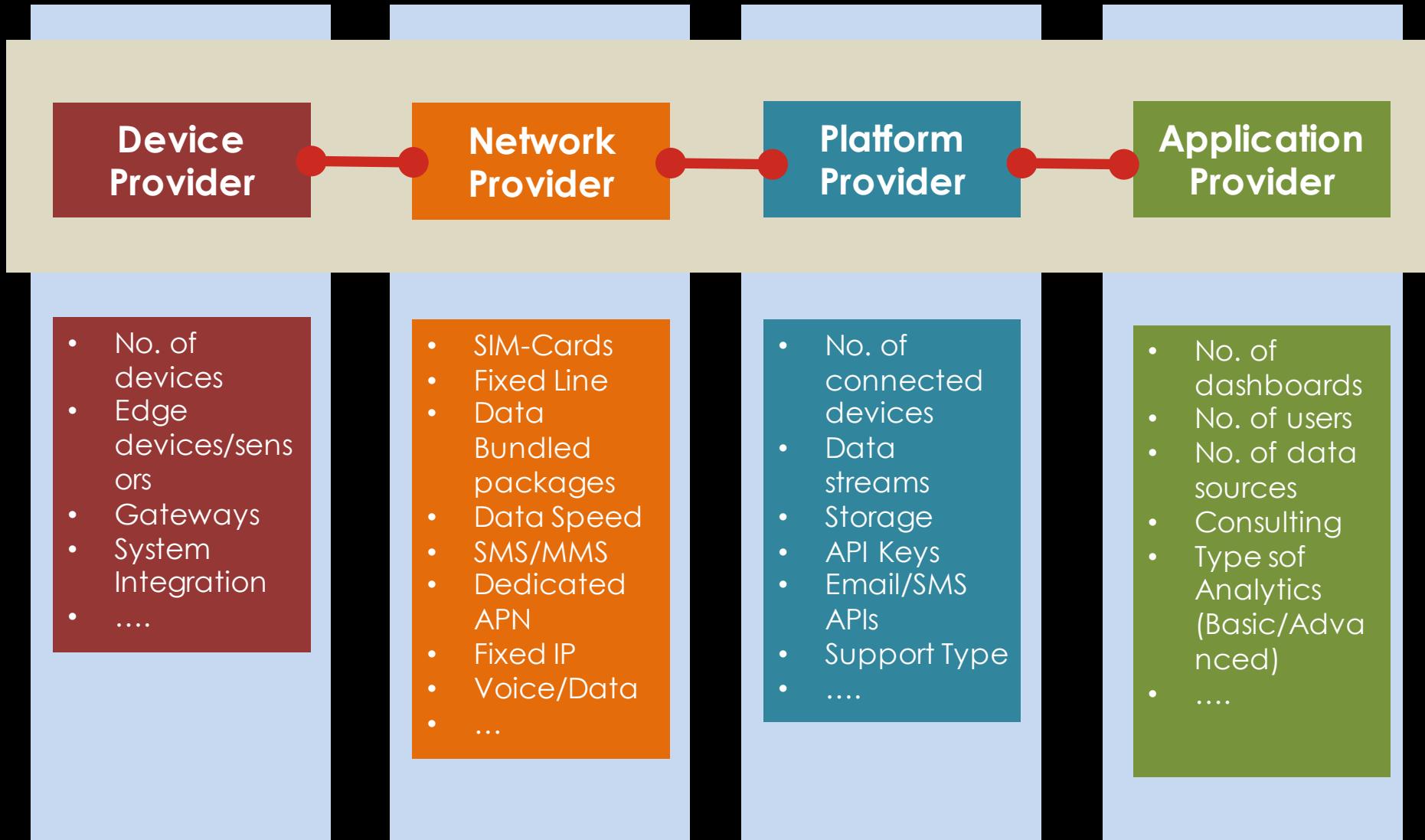


RESPONSIVE

IOT VALUE CHAIN



IOT VALUE CHAIN – WHERE IS THE MONEY?



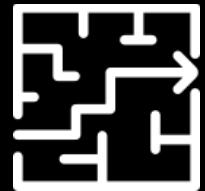
ISSUES AND CHALLENGES

WHY TELCOS HAVE DIFFICULTY TO EMBRACE IOT

LEGACY BUSINESS IS STILL CONNECTIVITY



Sim-Card based



Less complex



Old habits die hard

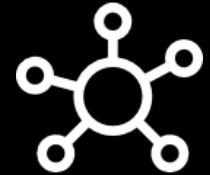


Low ARPU



M2M high volume

LACK OF DOMAIN EXPERTISE



Think beyond connectivity



Need go-to-market partner



Solutions, selling and managed services



MINDSET BLOCK



Full of skeptics



Slow business cycle



Low single digit growth contribution



STABLE BUSINESS VS. RISKY VENTURES



Telco business culture



Stakeholders expectations



IoT business is fluid

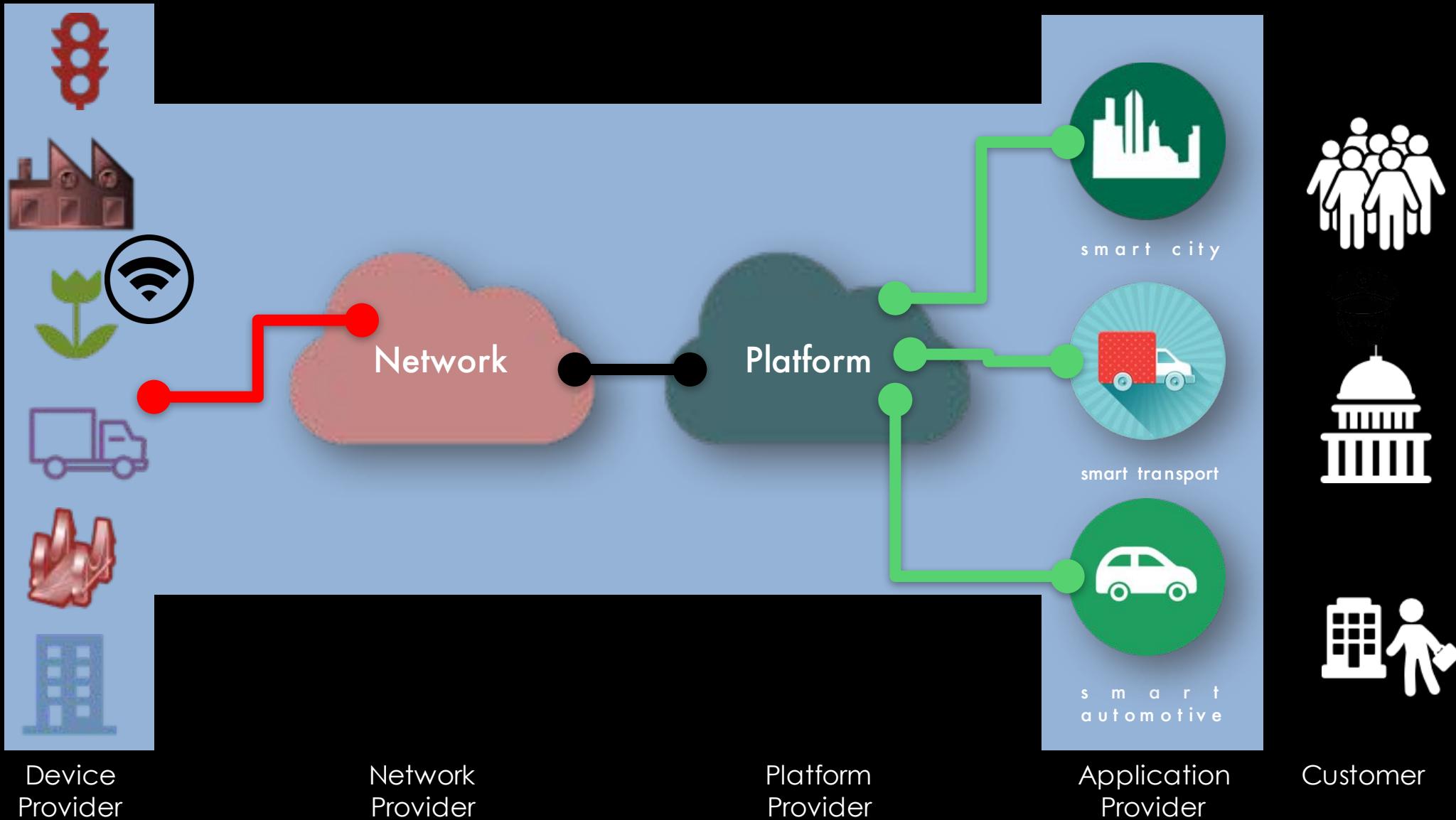


Need to work like startup

THE END GAME

**END-TO-END IOT SERVICE
PROVIDER**

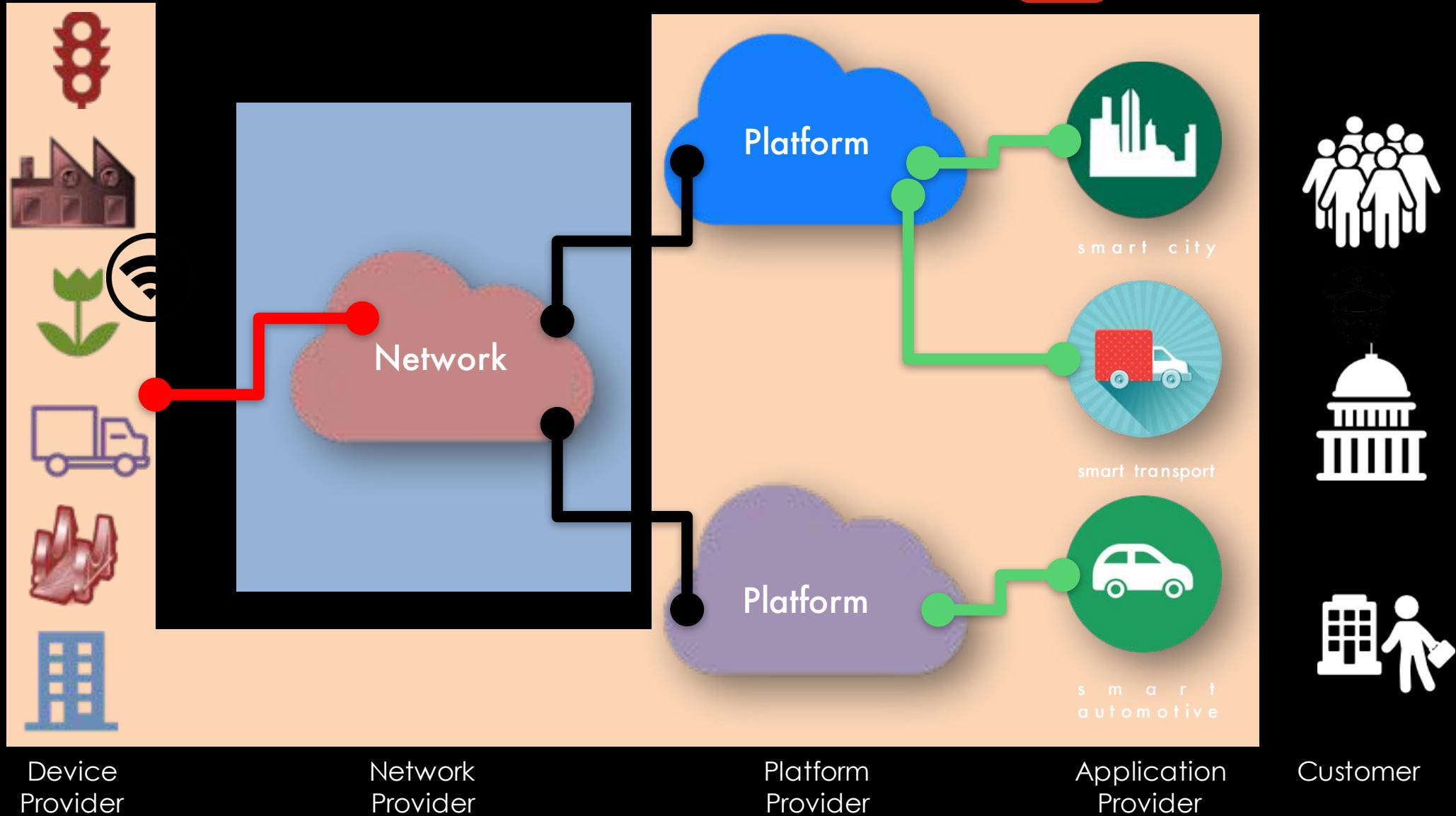
END-TO-END IOT SERVICE PROVIDER



PHASE-1

CONNECTIVITY PLAYER

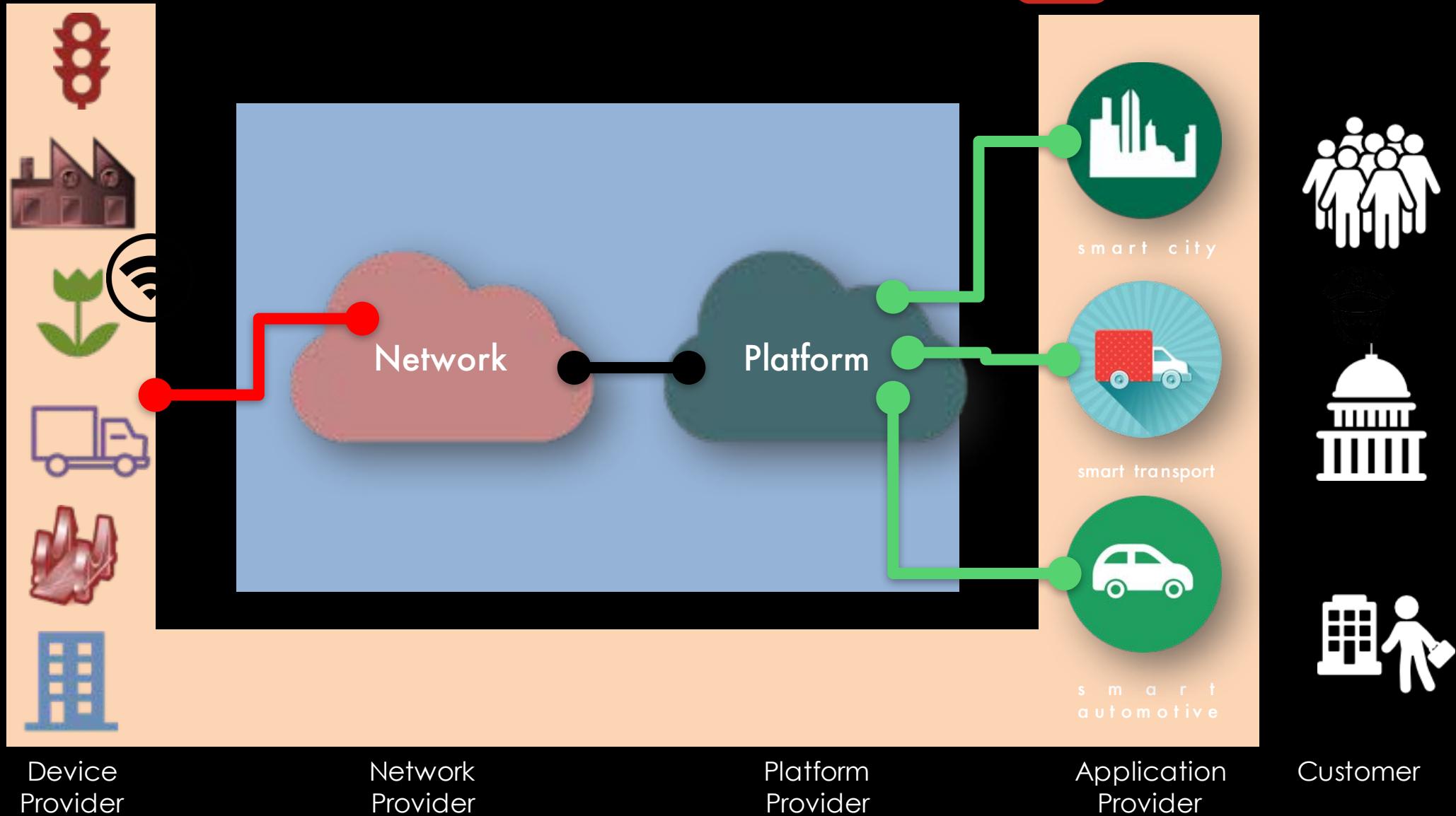
BUSINESS MODE 1



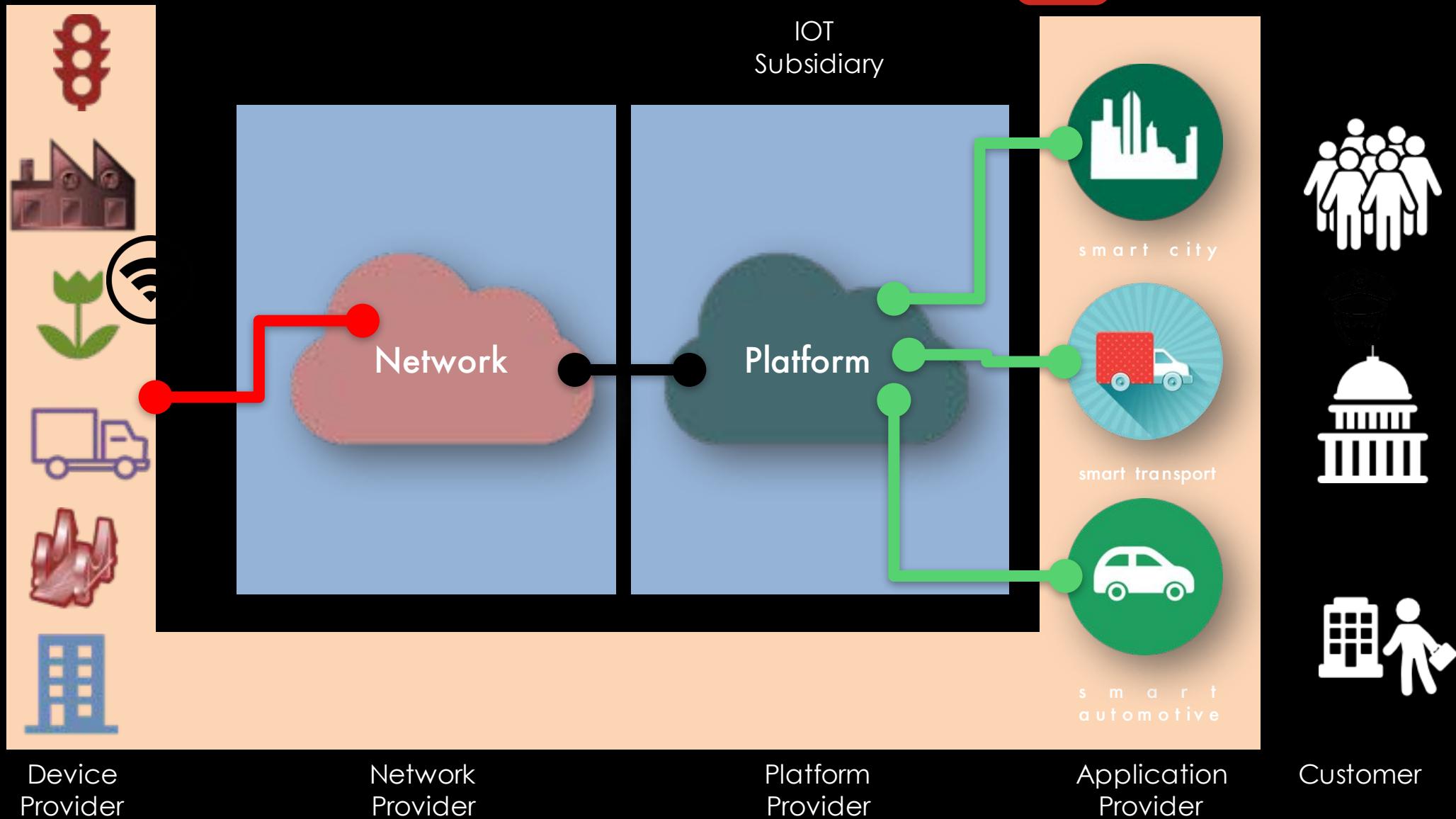
PHASE-2

IOT ENABLER PLAYER

BUSINESS MODE 2



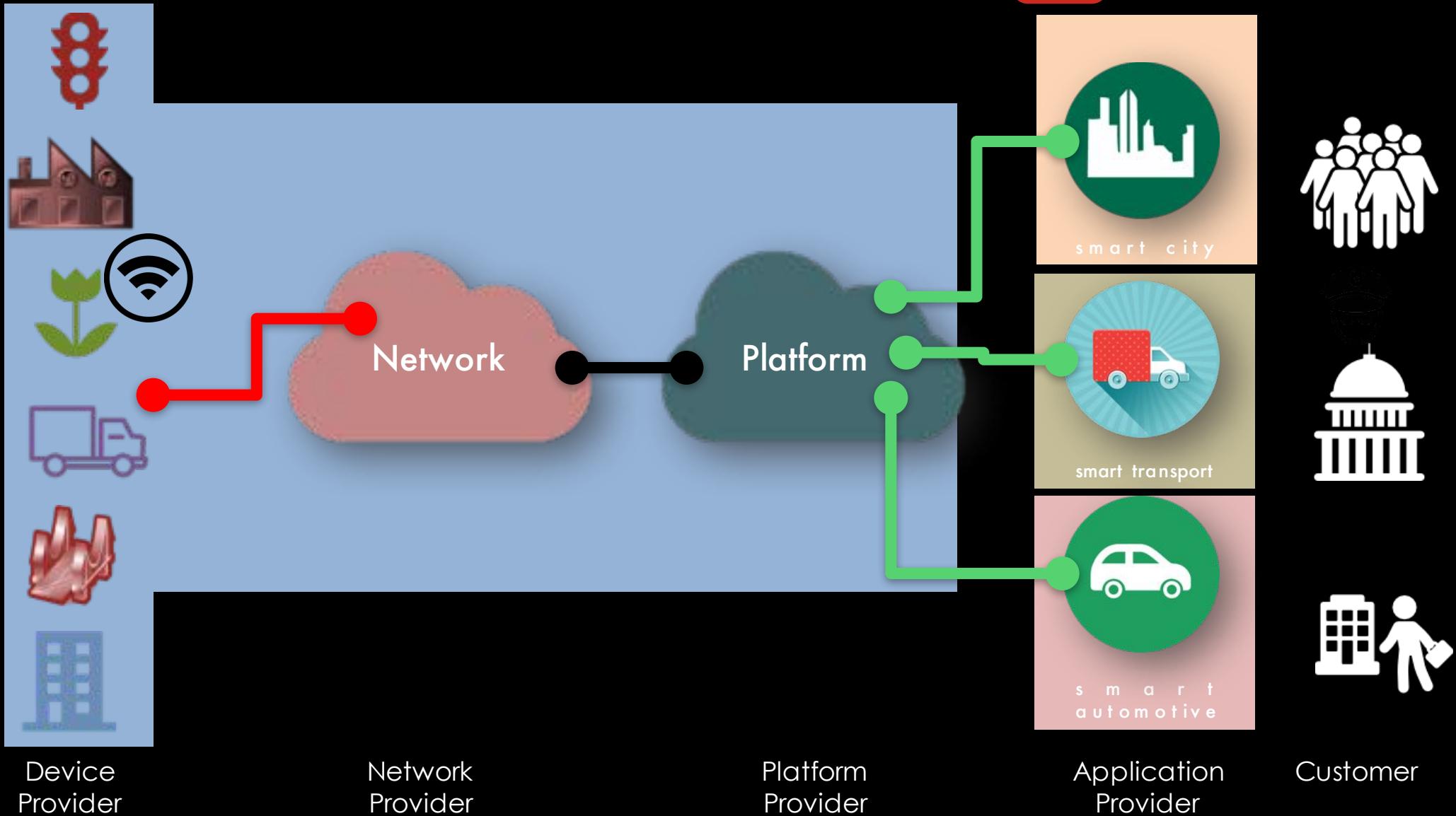
BUSINESS MODE 3



PHASE-3

IOT SOLUTIONS PLAYER

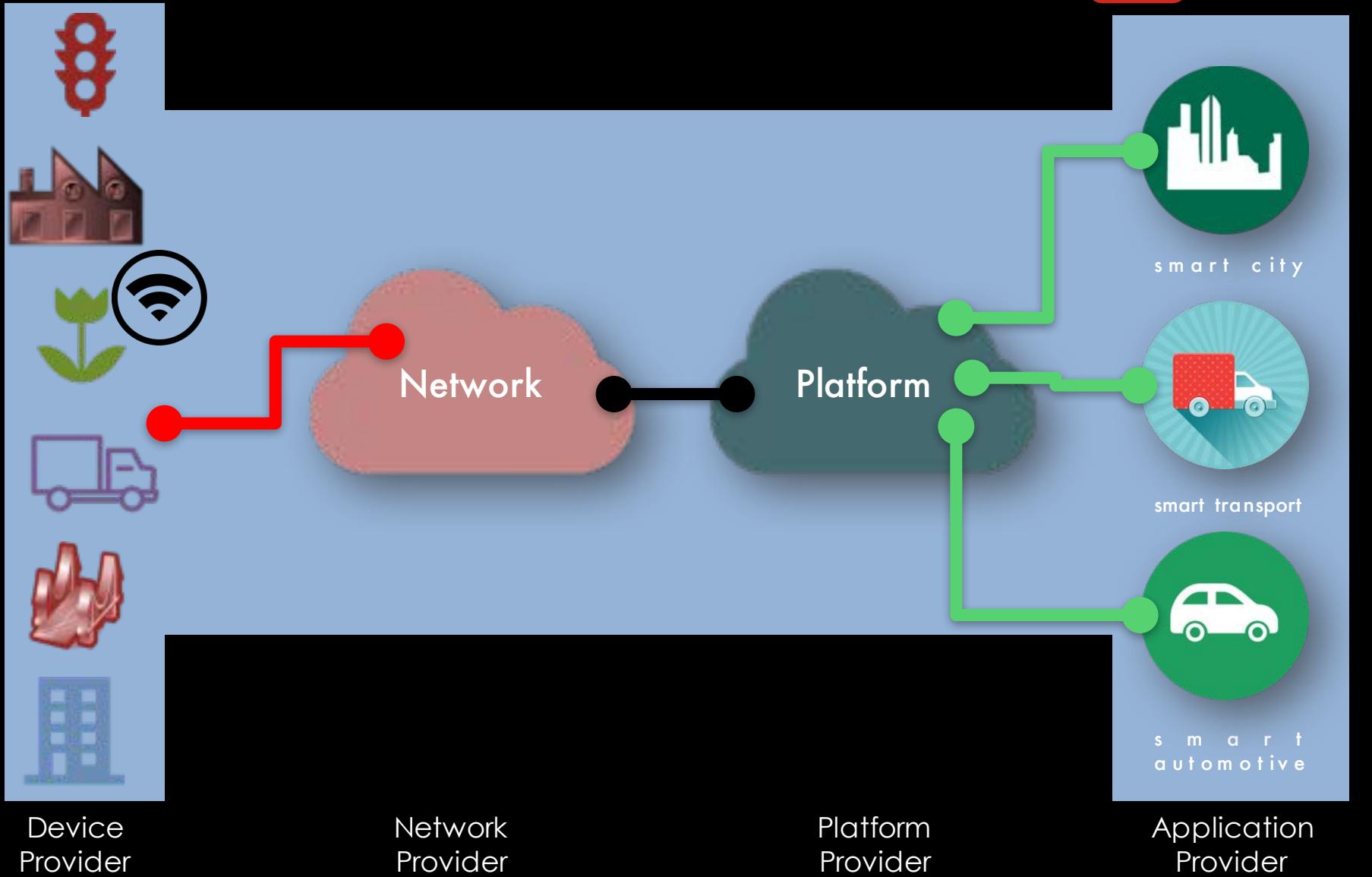
BUSINESS MODE 4



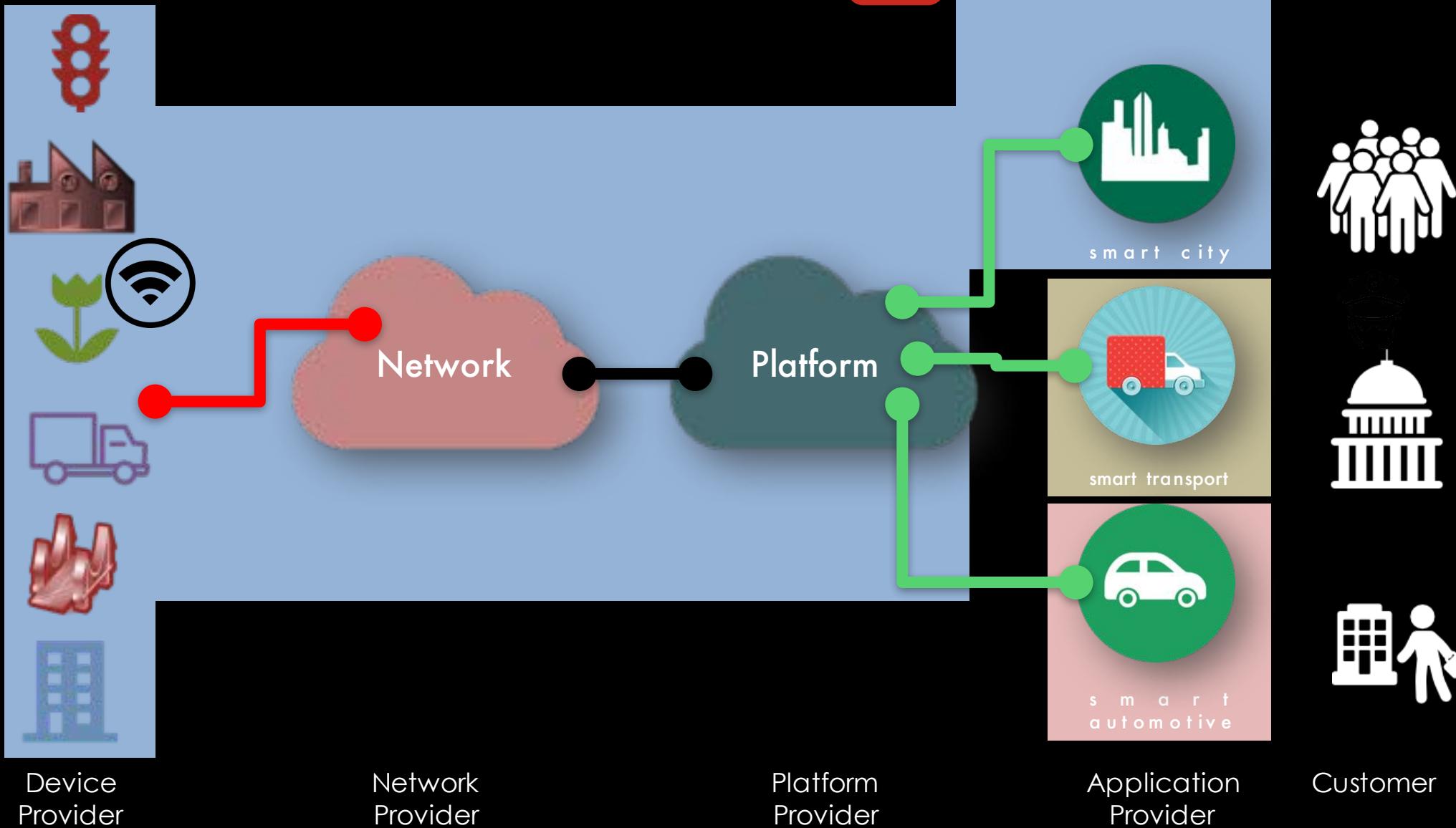
PHASE-4

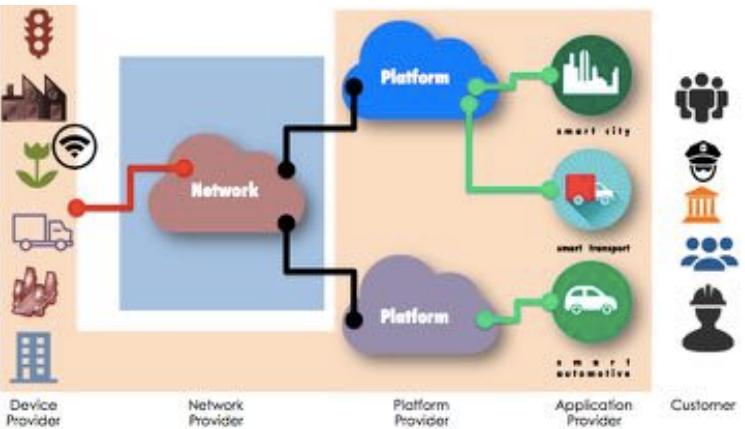
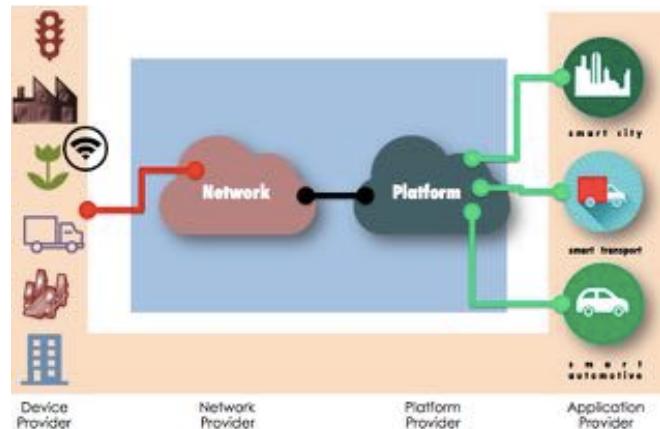
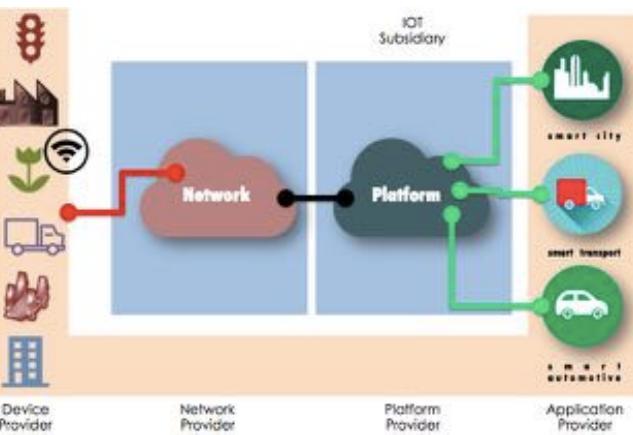
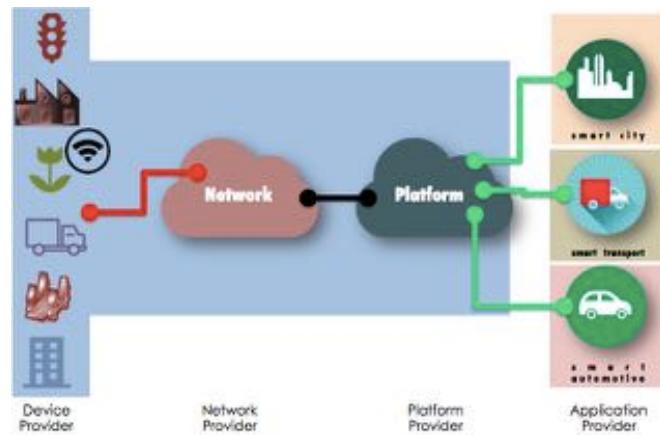
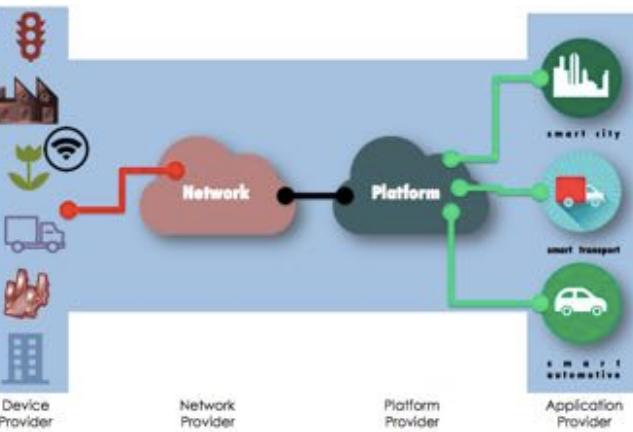
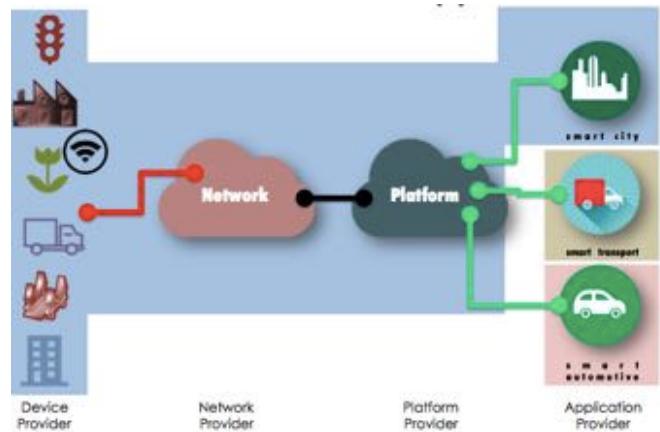
IOT SERVICE PROVIDER

BUSINESS MODE 5



BUSINESS MODEL 6 -HYBRID



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How to Evolve to a End-to-End IoT Service Provider

10 MOST IMPORTANT IOT TRENDS IN 2016

1. Potentially Record-Breaking Number of Acquisitions
2. IoT Playing Field Grows More Crowded
3. IoT Is So Complex That Partnerships Are a Must
4. Established Companies Double Down on IoT to Offset Declining Revenue
5. Security Still a Massive Concern
6. IoT Shines for Industrial Applications amidst Patchy Success in the Smart Home Market
7. Keen Interest in IoT Outside of the United States
8. Smart Cities and Self-Driving Cars Gain Traction
9. IoT Is Now More about Data Than It Is Things
10. Beyond the Hype and into Reality

THANK YOU



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@REDtoneIOT

- **EMAIL:** mazlan.abbas@redtone.com
- **TWITTER:** @mazlan_abbas
- **FACEBOOK:** www.facebook.com/drmaizlanabbas
- **LINKEDIN:** my.linkedin.com/in/mazlan/
- **SLIDEShare:** www.slideshare.net/mazlan1
- **ABOUT ME:** about.me/mazlan.abbas