

Mobile Proximity Services

Market & Technology Trends









Mobile Proximity Definition

A transaction between a Mobile Device and a local terminal or machine in exchange of goods and services.









The 2 Faces Of Mobile Proximity

Connectivity

- Infrared
- ISO/IEC 14443, type C

Today's subject

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■ Application

- Transaction flow
- Security of the transaction
- Multi-issuer card security scheme

Natural role for the card







Some Applications Examples

Payment

- Magnetic stripe, EMV, Purse
- Physical access control
 - Transportation
 - Event ticketing
 - Corporate (access + time stamping)
- Mobile workforce
 - Tracking
 - Logical access control
- Handset as Universal control object
 - Network services access facilitator
 - 0 Configuration







Service Appealing To End User

- **■Simple & convenient**
 - "Touch & Go"
- ■81% of users said they are interested in performing proximity transactions via their mobile phone!
 - 46% are very interested, which is particularly high
 - 30% prefer their phone bill as payment means
 - Most appealing services: event and transport ticketing

Source: Gemplus/TNS Sofres survey (2004)









Smart Card Requirements

- 'Sellotape effect': form factor change → no value add
 - Value add is memory sharing
 - Remote management (load, personalisation, top-up...)
 - **■** Local redeem
 - Dual interface microprocessor chip
 - → Concurrent execution platform
- **■** Fragmented market
 - Multi-type silicon is a trend and is required







Various Options ...

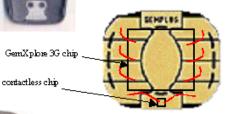
2-chips solution

- Tag
- Twin or (hybrid)
- Dual slot (STK or SFMC)

■ 1-chip solution

- Chip in handset
- Dual interface banking card (non-GSM networks)
- Dual interface (U)SIM card







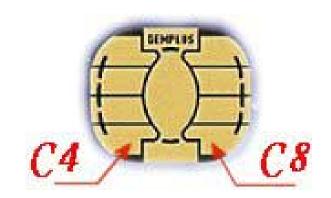




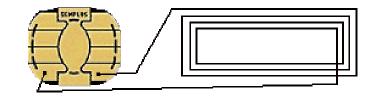


What About The RF Coil?

- Plug-in → externalize the coil
 - Small
 - Variable position in handset



- **■** Externalizing the coil using C4/C8
 - Contacts left free by ISO/IEC
 - No redesign of existing chips



Issue

Chip capacitance standardisation







What About Handset Manufacturers?

- Why should handset manufacturers integrate only an RF coil?
 - Business model?
 - Interoperability issue
 - Case by case → South Korea projects
 - Accessory approach still possible





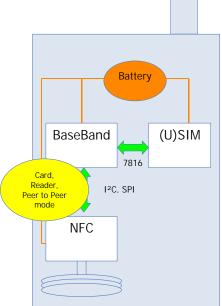


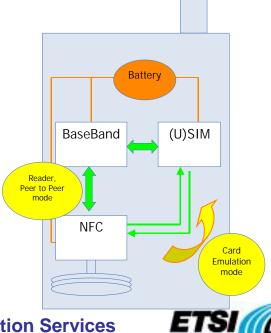




The NFC Concept...

- An important trend...
 - Multi-standards → lacks type B today though
 - Radio issues concentrated in one place
 - Major actors involved
 - Enabler for large range of applications







RFID and Telecommunication Services



Conclusion

- Appealing Services
- (U)SIM combi deployment difficult
 - Handset support
 - Antenna tuning
- NFC will most likely happen
 - Rational way of integrating RFID connectivity in a handset
 - Opportunity for (U)SIM in card mode
- (U)SIM combi or (U)SIM + NFC? → same work on card side!

Issues are more business than technical











Thank You For Your Attention!

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