

## ***Lecture 1***

# Introduction to Mobile Business II

Application Design, Applications,  
Infrastructures, and Security

**Mobile Business II (SS 2017)**

**Prof. Dr. Kai Rannenberg**

Deutsche Telekom Chair of Mobile Business & Multilateral Security  
Goethe University Frankfurt a. M.



- The Chair of M-Business and Multilateral Security
- Teaching and Research Agenda
- Introduction into Mobile Business - History of Mobile Business & Mobile Telecommunication Systems
- Outline of this Course

## Business Informatics @ Goethe University Frankfurt

<b>E-Finance</b>  Prof. Dr. Peter Gomber	<b>Business Informatics (Informatics)</b>  Prof. Dr. Mirjam Minor	<b>Information Systems Engineering</b>  Prof. Dr. Roland Holten
<b>Business Education (associated)</b>  Prof. Dr. Gerhard Minnameier	<b>Business Informatics</b>	<b>Business Education (associated)</b>  Prof. Dr. Eveline Wuttke
<b>Information Systems &amp; Information Management</b>  Prof. Dr. Wolfgang König	<b>Business Informatics &amp; Microeconomics</b>  Prof. Dr. Lukas Wiewiorra	<b>Mobile Business &amp; Multilateral Security</b>  Prof. Dr. Kai Rannenberg

# Chair of Business Administration, especially Business Informatics, Mobile Business and Multilateral Security

Deutsche Telekom Chair of Mobile Business & Multilateral Security

Theodor-W.-Adorno-Platz 4  
Campus Westend  
RuW, 2<sup>nd</sup> Floor

Phone: +49 69 798 34701  
Fax: +49 69 798 35004  
eMail: [info@m-chair.de](mailto:info@m-chair.de)

[www.m-chair.de](http://www.m-chair.de)





## Vita of Kai Rannenberg

Einbeck, Göttingen, Eystrup, Wolfsburg, ...  
TU Berlin (Dipl.-Inform.)  
Uni Freiburg (Dr. rer. pol.)

Dissertation on “**Kriterien und Zertifizierung mehrseitiger IT-Sicherheit**“  
Standardization at ISO/IEC JTC 1/SC 27 and DIN NI-27

Kolleg “**Sicherheit in der Kommunikationstechnik**“  
Gottlieb Daimler- and Karl Benz-Foundation

**Multilateral Security:**  
“Empowering Users, Enabling Applications“, 1993 - 1999

**Recent History**  
1999-09 till 2002-08  
Microsoft Research Cambridge UK  
[www.research.microsoft.com](http://www.research.microsoft.com)  
Responsible for “Personal Security Devices and Privacy Technologies“

2001-10 Call for this chair  
2001-12 till 2002-07 Stand-in for the chair

Since 2002-07 Professor





Kai Rannenberg



Jetzabel  
Serna-Olvera



Sebastian  
Pape



Fatbardh  
Veseli



Welderufael  
Tsfay



Ahmed Seid  
Yesuf



Christopher  
Schmitz



David  
Harborth



Majid Hatamian



Iulia Bastys

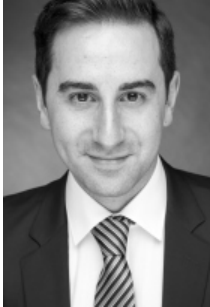


Akos Grosz

# Research Fellows & External PhD Students



Shuzhe Yang



Gökhan Bal



Mike  
Radmacher



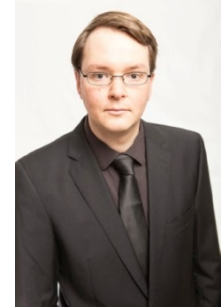
Andreas  
Albers



Stefan  
Weiss



André  
Deuker



Markus  
Tschersich



Sascha  
Koschinat



Stephan Heim



Lars Wolos



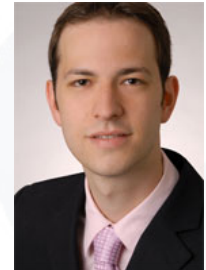
Tim  
Schiller



Niels  
Johannsen



Ahmad Sabouri



Marvin Hegen

## Office:

Elvira Koch

Email: [elvira.koch@m-chair.de](mailto:elvira.koch@m-chair.de)

Office Hours: Mo.-Fr. 10:00-14:00





Ahmed Seid Yesuf, M.Sc.

Building RuW, Office 2.236

Phone: 069 / 798 - 34699



Iulia Bastys, M.Sc.

Building RuW, Office 2.232

Phone: 069 / 798 - 34705



[twitter.com/mchair](https://twitter.com/mchair)

[mob2@m-chair.de](mailto:mob2@m-chair.de)

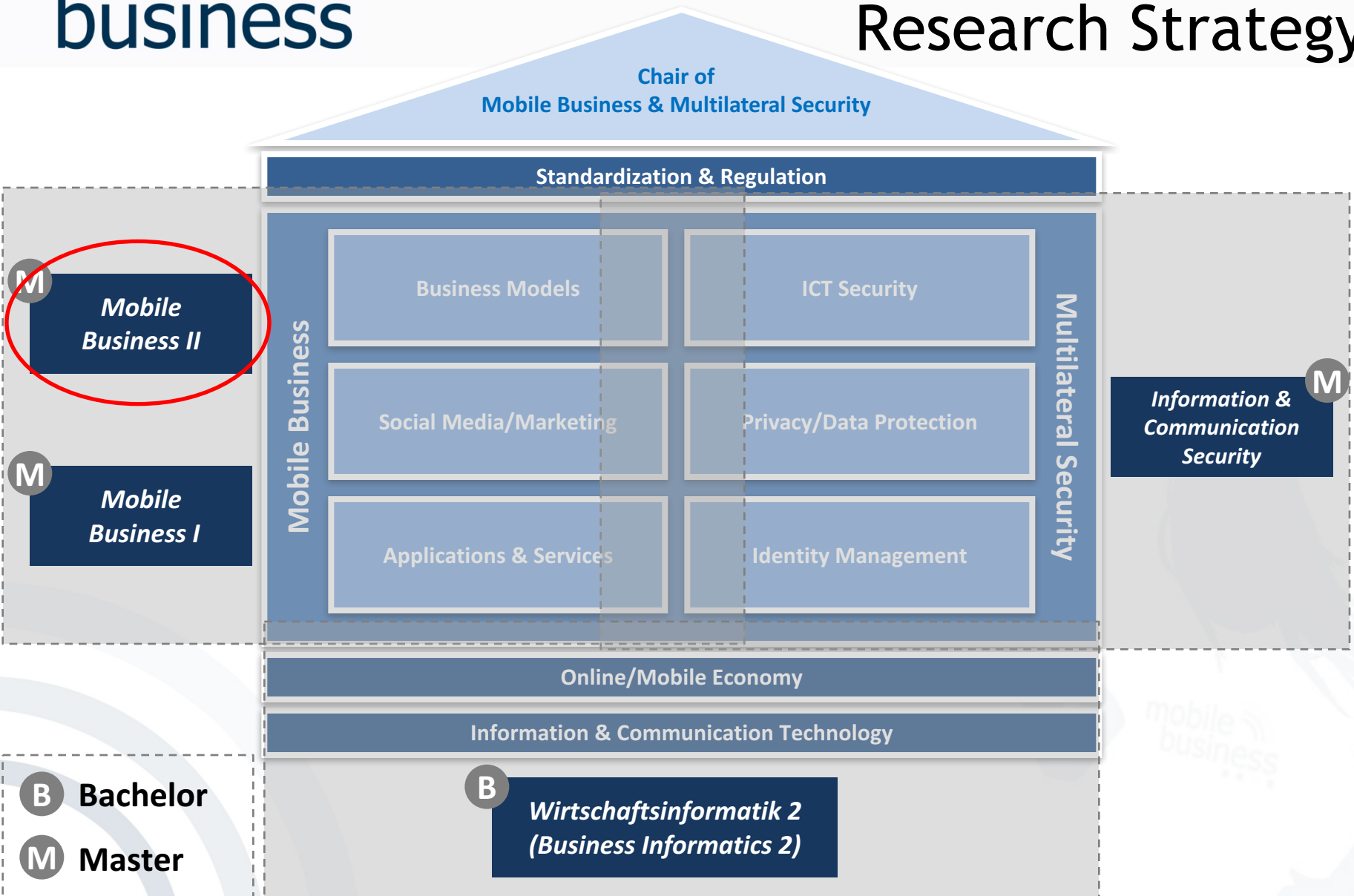




- The Chair of M-Business and Multilateral Security
- Teaching and Research Agenda
- Introduction into Mobile Business - History of Mobile Business & Mobile Telecommunication Systems
- Outline of this Course



	SS 2017	WS 2017/18
Bachelor	<p><i>Course</i> “Business Informatics 2 (PWIN)”</p>	<p><i>Course</i> “Business Informatics 2 (PWIN)”</p>
Master	<p><i>Course</i> Mobile Business II - Application Design, Applications, Infrastructures, and Security</p> <p><i>Course</i> Privacy vs. Data: Business Models in the digital, mobile Economy</p> <p><i>Seminar</i> Augmented Reality: "The Next Big Thing"</p> <p><i>Seminar</i> Project-Seminar, “Privacy in smartphone ecosystems”</p>	<p><i>Course</i> Mobile Business I: Technology, Markets, Platforms, and Business Models</p> <p><i>Seminar</i> Project-Seminar, Topic tbd</p>



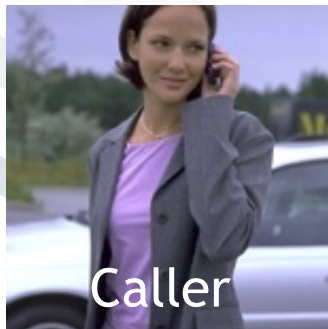
- Usage and trial of “Mobile Services & Devices”
- Experience “M-Business” life
- Experience security issues
- Compare with state of the discussion in research
- Feedback to designer and developers
- Influence future work environments



- **Multilateral Security**
  - Security, Trust and Privacy
  - Mobile Signatures
  - Personal Security Devices
- **Mobile Life, Work, and Business**
  - Location Based Services
  - Mobile Communities
- **M-Infrastructures**
  - Combination, Integration, Innovation
  - Standardisation, Regulation

### The features

- User specified automatic call filtering
- Higher protection for caller and callee
- Range of possibilities to signalise urgency
- Range of reaction possibilities

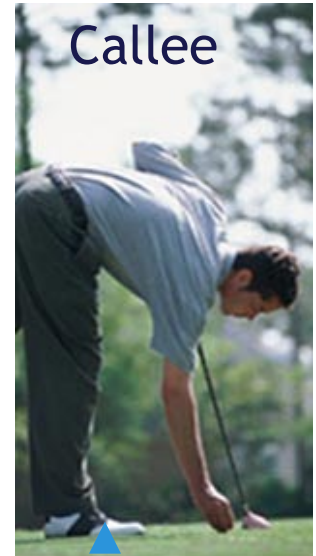


Call



Call

Negotiation



# Topics of Negotiation

- Extent of identification
- Urgency of the call
- Security requirements
  - authentication
  - confidentiality
  - non-repudiation




**RMS Call**

**Who** Rannenberg, Katrin

◆ **My ID:** none

◆ **Subject:** Meeting?

 \_\_\_\_\_

**Urgency:**

☒ Normal
 ☐ High
 ☐ Emergency

**Security Settings:** View Details

◆ **Confidentiality:** Important

◆ **Authentication:** Don't care

Cancel

Call



Statement of urgency

“It is really urgent!”

Specification of a function

“I am your boss!”

Specification of a subject

“Let’s have a party tonight.”

Presentation of a voucher

“I welcome you calling back.”

Provision of a reference

“My friends are your friends!”

Offering a surety

“Satisfaction guaranteed  
or this money is yours!”

**RMS Question**

The subscriber wishes to be informed of your identity before the call could be connected.

Katrin Rannenberg's RMS requests for your identity:

◆ Id: ✓ none  
Damker [DS 97], Herbert  
Damker, Herbert  
Pseudonym Harry Hurtig (P)

**RMS Question**

At the moment the subscriber can only accept urgent calls. Please decide!

Katrin Rannenberg's RMS requires an answer to the request above:

☒ My call is urgent, please connect.  
☐ At the moment my call is not so urgent.

Cancel Answer



# RMS Accepted Call (Callee Display)

- Bell is ringing!
- Callee notified
- Callee can still decide to accept or deny the call.

RMS 100

◆ Current Situation: **Private**

Accept Call?

Call with normal urgency  
 For: Kai Rannenberg  
 From: Herbert Damker  
 Subject: Paper accepted!

Stop Ringing

Deny

Accept


i


+Show


Send


Call


X


  
 Names

  
 Dates

  
 Extras

  
 Undo

  
 Find

  
 Assist



# RMS Denied Call (Caller Display)

- Call not connected
- Caller gets information (configured by callee)
- Caller can leave a message or request a call back.

**RMS: Call denied**

Unfortunately the subscriber can not accept the call at the moment.

**Leave with Katrin Rannenberg:**

☒ Text message  
☐ Request for callback (with voucher)  
☐ No message

**Cancel** **OK**



## Situations

Set of rules how to deal with an incoming call

## Rules

Combination of features

Users can reconfigure initial rules and situations as they like.

### Define Situation 'Meeting'

<input type="checkbox"/>	Emergency	-> connect
<input type="checkbox"/>	Callback voucher	-> connect
<input type="checkbox"/>	Caller in group Colleagues	-> let caller decide Text: 'Request decision'
Else		-> deny Text: 'Not available'

### Define Rule

In the situation 'Meeting'  
my RMS should for ...

<input checked="" type="radio"/> all calls	<input type="radio"/> calls of class:
<input type="radio"/> business calls	<input type="radio"/> private calls

... and ...

<input type="radio"/> no caller ID
<input type="radio"/> caller want to be anonymous
<input checked="" type="radio"/> callback voucher
<input type="radio"/> caller in group:
<input type="radio"/> caller is:
<input type="radio"/> every caller
<input type="radio"/> Emergency

... do the following:

<input checked="" type="radio"/> connect
<input type="radio"/> deny
<input type="radio"/> divert to:
<input type="radio"/> require surety of \$10 and connect
<input type="radio"/> require subject and connect
<input type="radio"/> let caller decide
<input type="radio"/> require caller ID

Text to send: -



- **Fictitious**, but **realistic** cases
- **Real users:**  
ca 40 doctors, nurses,  
admin people, etc.
- 1 week **“Playtime”**
- 18 months **preparation  
and analysis:**  
workflow analysis  
usability tests, script  
writing, attack planning



- Reachability manager
- Negotiating security
- Identities and pseudonyms
- Signing device
- Medical information (patient records and knowledge base)
- Hospital communication

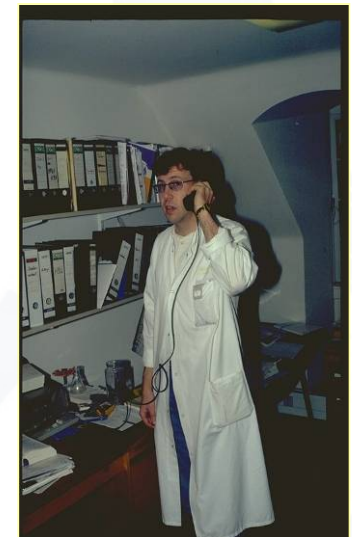
### Overall results

- High benefit for everyday tasks
- Increasing awareness of security
- Integration of asynchronous messages very useful
- Manual filtering of calls often used

### User demands

- Smaller device - RMS functionality in mobile phone
- Integration of full-flavour email
- Authentication also during a call

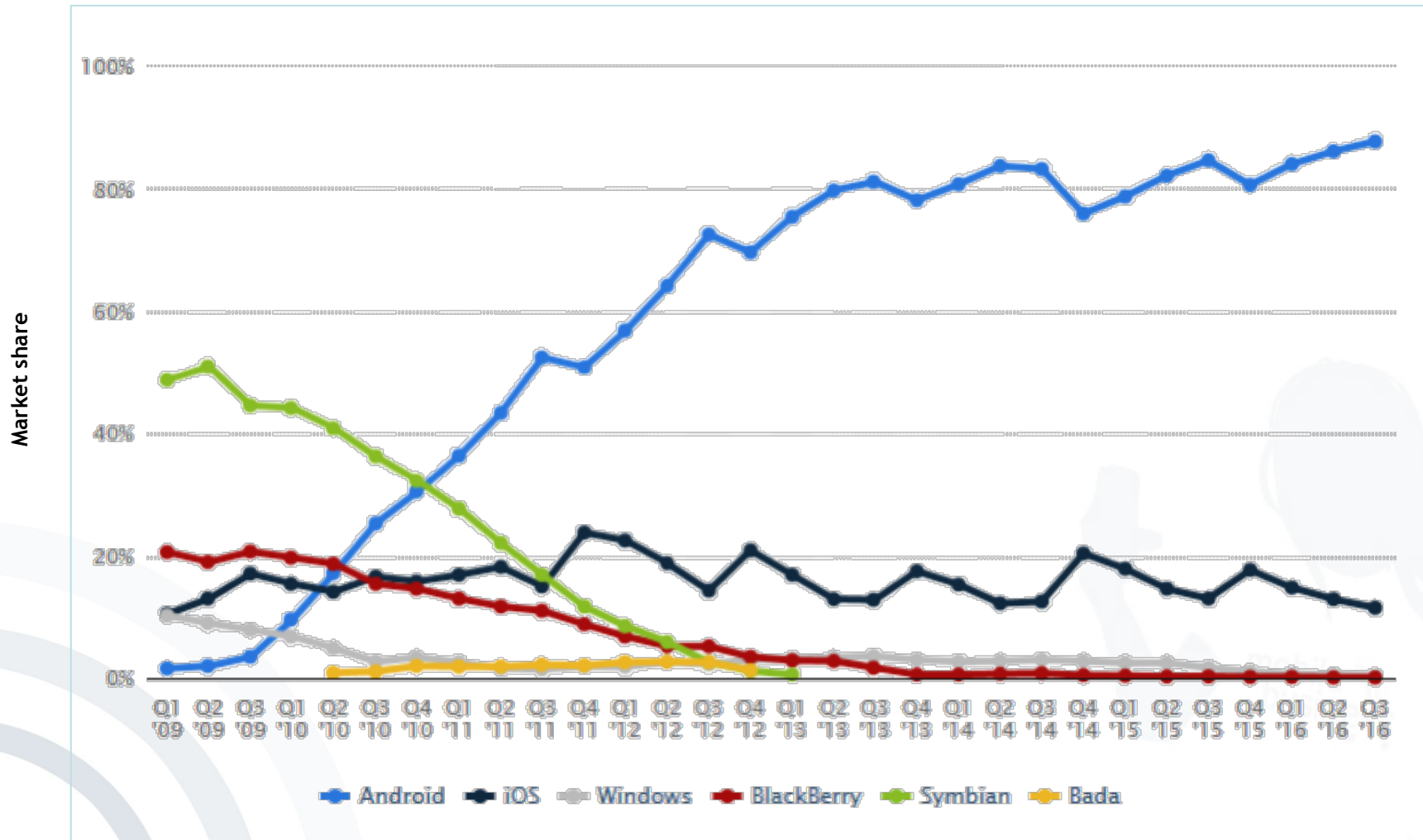
### Many more *design* hints





# mobile business

## Worldwide Smartphone Sales to End Users by Operating System (2009-2016)



# Mobile Applications are getting more and more popular

- Over 1.500.000 Applications in Apple's App-Store in July 2015 (over 725.000 native iPad Apps)
- Centralised marketplace for software
- Several (dis)advantages compared with websites like
  - Access to hardware resources (like GPS)
  - Offline functionalities
  - Has to be developed for each OS individually
  - Mobile Native Apps vs. Mobile Web Apps
- HTML5 may integrate the advantages of Apps and mobile websites



- The Chair of M-Business and Multilateral Security
- Teaching and Research Agenda
- Introduction into Mobile Business - History of Mobile Business & Mobile Telecommunication Systems
- Outline of this Course

# What is Mobile Business ?

- There are as many definitions as interested parties.
- “Ask again in 5 years at best, then we will have further information ...”
- A multitude of related notions:  
E/C/V-Business, Mobile Commerce, Mobile...
- Hypes and myths
  - “Mobile Business is THE future!”
  - “Mobile Business is just a hype!”

# What is Mobile Business ?

We chose a definition that (hopefully) lets us do interesting things:

*“The usage of  
mobile devices, infrastructure,  
communication and interaction  
for  
mobile applications and  
transactions.”*

- Workplaces and private life will change thoroughly through mobile technologies and services.
- This implies extraordinary challenges and chances.
- The development will be strongly affected by international factors.





## GSM World

**Equipment Manufacturers**  
(Apple, Samsung, Microsoft, Nokia,  
Lenovo/Motorola, Huawei, ...)

**Telcos**  
(Telekom, Vodafone, Telefónica...)



IBM,  
Infineon, ...

MS, ...

Dell, ...

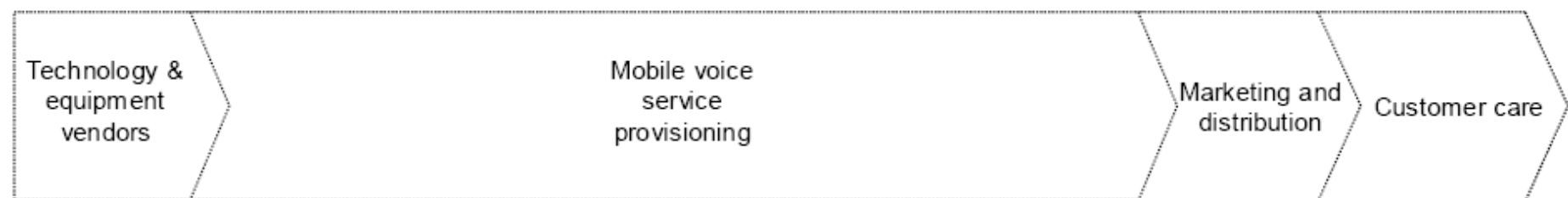
Cisco,...

Telekom  
Vodafone  
...

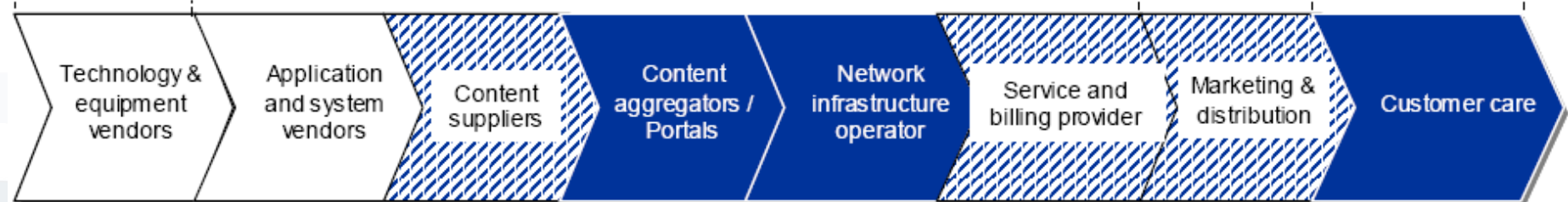
MS,  
IBM,  
...

MS,  
SAP,  
Telekom,  
Google  
...

## TRADITIONAL VALUE CHAIN OF MOBILE SERVICE DELIVERY



## EMERGING MOBILE OPERATOR VALUE CHAIN



Primary opportunity for operator



Some opportunity



Opportunity through alliances

## What makes Mobile Business mobile?

- Customers?
  - Terminals?
  - Service provisioning?
  - Means of payment?
  - Possibilities of interaction?
  - Business cases for Mobile Operators (and others)?
- ➔ One instrument for analysing are scenarios & visions.

- Not every country's scenario (e.g. health care) can simply be transferred to another country.
- Mobile Business does not only relate to mobile phones. Other platforms are important, too.



- Classification of videos
  - Videos are useful because they convey visions.
  - Visions have to be benchmarked by reality.
  - Which aspects of visions are reasonable / useful?
  - What is necessary for their realization?
  - Can a business model emerge from this?
  - For whom?



# Illustrative Microsoft Video



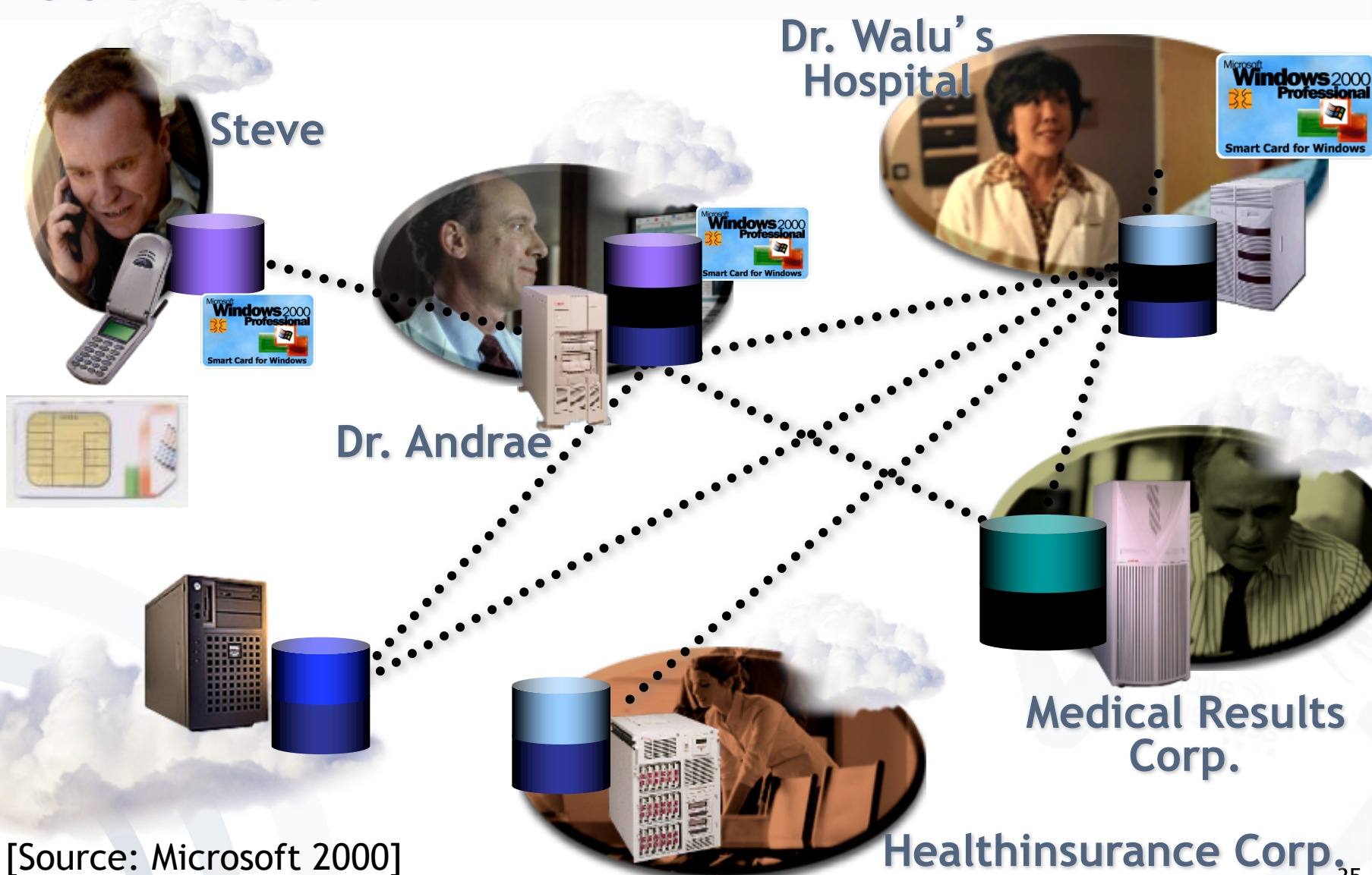
video

[Source: Microsoft]



# mobile business

## Parties Involved



[Source: Microsoft 2000]

# History of Mobile Business

## Early Approaches



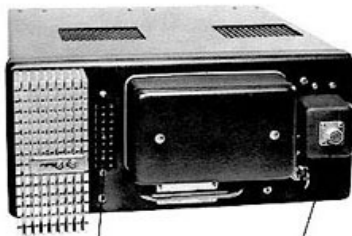
- February 14, 1876. Alexander Graham Bell, a Scotch deaf-mute teacher, patents his telephone (no. 174.465).
- June 17, 1946. AT&T and Southwestern Bell introduce MTS (mobile radio telephone service) in St. Louis, Missouri.



GE DTD/DTO Mobile Telephone  
DIAL CONTROL UNIT



MANUAL CONTROL UNIT

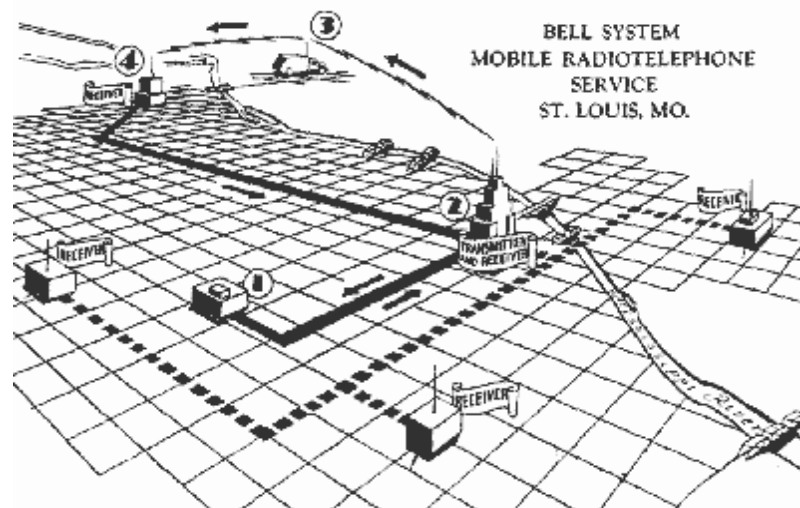


POWER/CONTROL  
CONNECTOR



ANTENNA  
CONNECTOR

ANTENNA



# History of Mobile Business

## Early German Mobile Networks

- 1958 A-Net (till 1977)
- 1972 B-Net (till 1994)
- 1986 C-Net (till 2000)



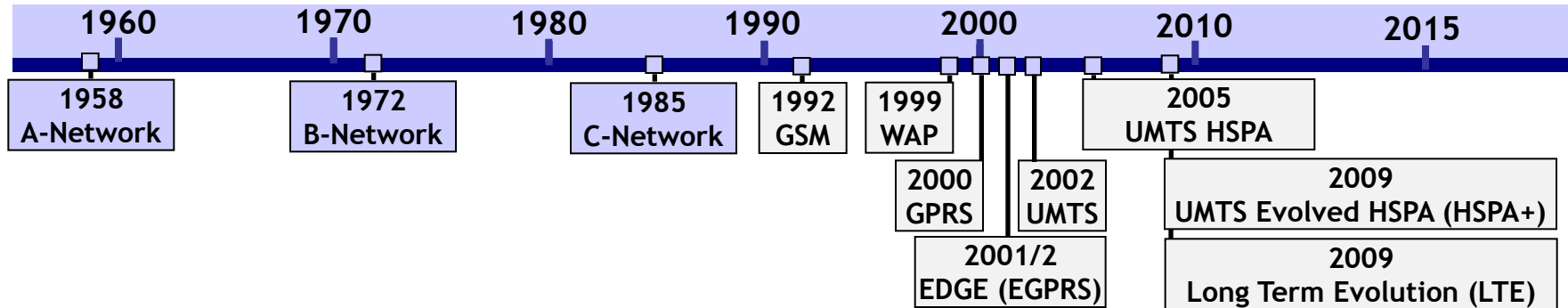
- Since 1981 NMT-450 (Nordic Mobile Telephone) in Norway, Sweden, Saudi Arabia, Denmark, Finland, ...





- First GSM trials 1991
- Commercial usage since 1992
- First digital mobile radio network with high voice quality and reliability (roaming).
- Global diffusion in more than 212 countries with more than 1 billion users.
- In February 2004 the first commercial mobile radio network (based on GSM) was launched in Iraq.
- GSM is the basis of data services like GPRS and EGDE.





### A-Network (1958 - 1977)

Switching was done manually by operators (switchboard clerks). To call one needed to know the location area of the mobile station.



### B-Network (1972 - 1994-12-31)

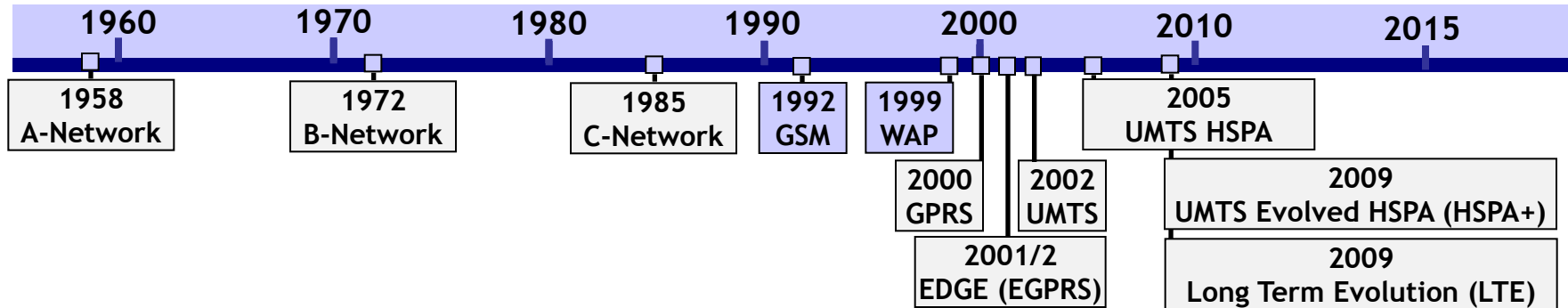
Callers could call mobile stations directly, but needed to know the current mobile station's area and use the respective area code.



### C-Network (1985 - 2000-12-31)

First German cellular mobile radio network with centralized management of the mobile station's location.





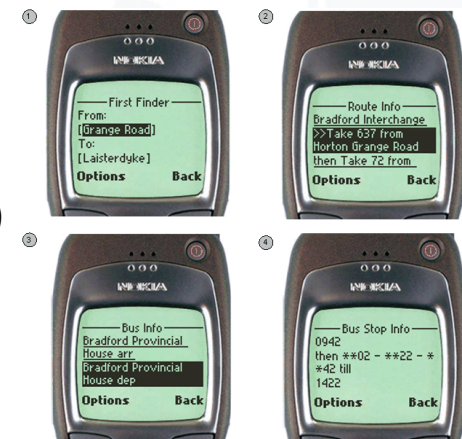
### GSM

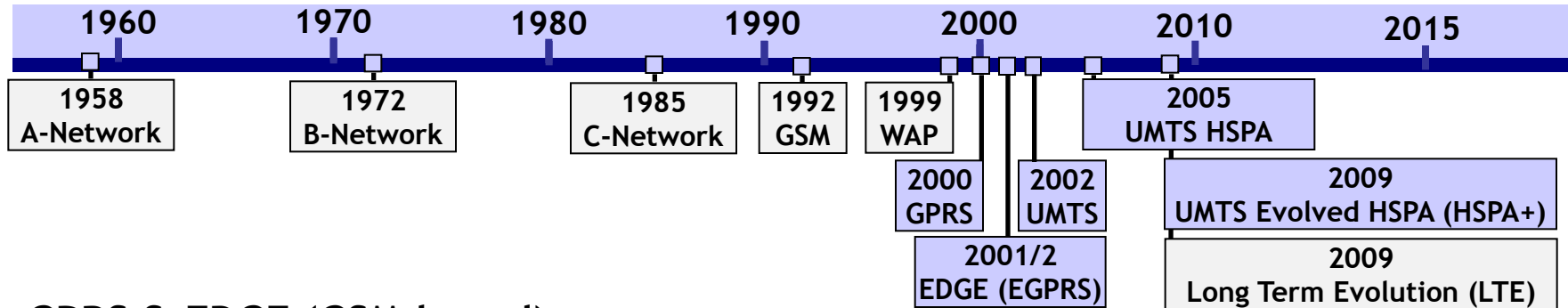
The technical standard for digital mobile radio networks in more than 100 countries; GSM includes data transfer services.

### WAP

The WAP standard describes a protocol suite. With special mobile phones certain mobile contents (pages) are accessible using WAP-enabled mobile phones.

[Source: WAP 2010]





## GPRS & EDGE (GSM-based)

Further development of the GSM standard: Data is transferred in packets. EDGE is an enhancement to GPRS and provides increased data transmission rates (3 to 4 times faster than GPRS).

## UMTS (3G) network

Third mobile radio standard and the successor of GSM for mobile multimedia incl. video and audio transmissions.

## UMTS High Speed Packet Access (HSPA), UMTS Evolved HSPA (HSPA+)

HSPA and Evolved HSPA (HSPA+) provide enhanced performance in speed and latency.

## Long Term Evolution (LTE)

LTE is the first all-IP mobile network technology. It provides significantly higher data rates, capacity and lower latency than HSPA and HSPA+.

- The Chair of M-Business and Multilateral Security
- Teaching and Research Agenda
- Introduction into Mobile Business - History of Mobile Business & Mobile Telecommunication Systems
- Outline of this Course

- Interest ...
  - ... in new topics
  - ... in the interaction of technology, business, economy and society
  - ... in experiments
- Other Business Informatics lectures help but are not mandatory.



## *Lectures and Exercises*

20-Apr-17	VL1	Introduction by Sebastian Pape	Lecture
27-Apr-17	VL2	Positioning Methods for Location-based Services	Lecture
27-Apr-17	VL3	LBS Business Models	Lecture
4-May-17	Ü1	LBS and Mobile Communities	Exercise
11-May-17	VL4	Cryptography	Lecture
11-May-17	VL5	M-Payment I	Lecture
18-May-17	Ü2	Cryptography	Exercise
1-Jun-17	VL6	M-Payment II	Lecture
8-Jun-17	G1	PWC: IoT Business Models	Guest Lecture
8-Jun-17	Ü3	M-Payment	Exercise
22-Jun-17	VL7	Regulation of Mob. Telec.	Lecture
22-Jun-17	VL8	Regulation by Licensing	Lecture
29-Jun-17	G2	TBA	Guest Lecture
6-Jul-17	VL9	Data Protection / IdM	Lecture
6-Jul-17	Ü4	Regulation	Exercise
13-Jul-17	VL10	HCI Issues	Lecture
20-Jul-17	VL11	Design Evaluation	Lecture
20-Jul-17	VL12	Current Research / Q&A	Q&A

*Please keep yourself updated*

1. Schedule:

[http://m-chair.de/index.php?option=com\\_teaching&view=lecture&id=30](http://m-chair.de/index.php?option=com_teaching&view=lecture&id=30)

2. Exam:

<http://www.wiwi.uni-frankfurt.de/mein-wiwi-studium/pruefungsamt.html>



## Please Note:

Electronic library of Journals, access to more than 2000 Journals

<http://www.ub.uni-frankfurt.de/online/emedien.html>

Available only for University members via HRZ account (141.2.XXX.XXX IP-addresses; PC Pool) or via University Library login:

[www.ub.uni-frankfurt.de/login.html](http://www.ub.uni-frankfurt.de/login.html)



[search.epnet.com/login.asp](http://search.epnet.com/login.asp)  
[www.jstor.org](http://www.jstor.org)



## Online search engines:

[scholar.google.com](http://scholar.google.com)

[academic.live.com](http://academic.live.com)

Microsoft (2000) Materials for the Introduction of .Net

Passerini, K.; Gagnon, S. Cakici, K. (2004) Opportunities in the Digital Economy: A New Value Chain and Services for Mobile Telecom Operators, in: C. Bullen and E. Stohr (Eds.) *Proceedings of the 10th American Conference on Information Systems*, New York, NY, USA, pp.2530-2535.

Statista2014a,  
<http://de.statista.com/statistik/daten/studie/73662/umfrage/marktanteil-der-smartphone-betriebssysteme-nach-quartalen/>

Statista2016a, Marktanteile der führenden Betriebssysteme am Absatz von Smartphones weltweit vom 1. Quartal 2009 bis zum 3. Quartal 2016.  
<https://de.statista.com/statistik/daten/studie/73662/umfrage/marktanteil-der-smartphone-betriebssysteme-nach-quartalen/>