

## DEC Model for RCS – Data Engagement Charging

For GSMA A2P RCS Meeting November 16<sup>th</sup>, 2018



# Currently 4 Charging Models for RCS



#### **Access Based/Hybrid**

- Flat fee for unlimited messages to the base
- Access to base + charge per unique user



**Per Event** 

Replicating existing SMS model



#### **Session Based**

- Time based (5m, 1d, 1w, etc.) or series of messages (i.e. 10 messages = 1 session)
- Discount scheme?



#### **Revenue Share**

Outside the scope of interconnect; likely to be fulfilled through commercial arrangements



# Event Based Model – Agreements and recap

from workshop discussions

Rate card vs "payload" Event = message going to or from the brand/bot

- Option 1: Payload = 20mb
  OR
- Option 2: Rate card
- Daily limit in place to limit bill shock for brands
- Assumption: Data model; both parties pay, unless brand specifically agrees to pay for all data

**Action:** Trials and proof of concepts to test event based model

Option 1: Payload			
Message type	Metric/limit	Pricing	
Per message	<20mb	£x.xx	
Daily cap per conversation limit)	n (brand does not pay for add	litional messages over this	i

Option 2: Rate card		
Message type	Metric/limit	Pricing
Plain Text Message – (spec limit 8kb) No rich content i.e. QR code	8kb	£x.xx
Rich content i.e. Static image, video, carousel, rich card, audio	<20mb	£x.xx
Location - x	Per content tag	£x.xx
Delivery report	Zero rated	£x.xx
Display report (read receipt)	Per content tag	£x.xx

Daily cap per conversation (brand does not pay for additional messages over this limit)

= 12 messages

= 12 messages



# Conversation Based Model – Agreements and recap from workshop discussions

Proposal to rename "session based" model to "conversation based" model

Working definition of "conversation based" model

- Conversation starts when the first message is sent whether A2P message or P2A
- Conversation ends when the consumer has been inactive for 60 mins
- Fair use: Over 30 messages per conversation= new conversation

Message type	Metric/limit	Pricing
Time based conversation	<b>60</b> m	£x.xx
# of Messages	30	£x.xx
Per xx MB	20mb?	£x.xx

Daily cap per conversation (brand does not pay for additional messages over this limit) = 12 messages

## Access/Hybrid Active User Model Agreements and recap from workshop discussions

- Access charge up front for first message for each unique MSISDN for each bot in a 30 day period
- Access to active user + event, conversation or event + conversation
- Revert to event, conversation or event and conversation based model for additional messages
- Event + conversation = 1<sup>st</sup> message is event, subsequent messages are a conversation
- Tiered payload? 20mb payload limit applies here

Message type	Metric/limit	Pricing	
Initial message	Per unique MSISDN, per bot, per 30 day period	£0.xx	
	There after either		
Event based	As per previous	£0.xx	
OR			
Conversation based	As per previous	£0.xx	
OR			
event+conversatio n		£0.xx	

Daily cap per conversation (brand does not pay for additional messages over this limit) = xx messages



# Issues with These Proposed Models

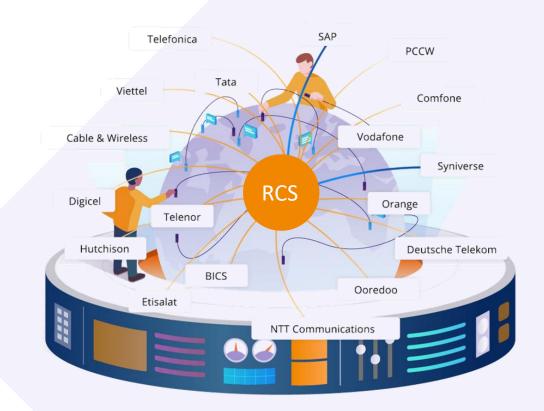
- RCS is a data service.
- These models perpetuate the current issues with A2P pricing, i.e. a race to zero
- OEMs, Aggregators and Brands really have no say in how the Carriers can charge.
   They can suggest, but not demand
- Carriers are not being consulted nor are they being vocal about pricing
- Carrier will be pushed into remaining a "dumb pipe"





# New Charging Proposal DEC

- Puts the Carriers in charge
- Charges for data used
- It builds on the current A2P pricing model
- Extremely flexible
- Brands will know the cost based on the program
- Carriers remain in the value chain



## **DEC Model Provides Unmatched Flexibility**

### **Examples**

- Supports 2FA or "Quick Messages"
- **BOT Sessions**
- **BOT Sessions with Rich Media**
- Heavy Graphic/Rich Media Messages

Messages Size	Cost
1 – 99kb	\$.001
100kb – 499kb	\$.007
500kb – 999kb	\$.01
1MB – 4.99MB	\$.03
5MB – 9.9MB	\$.05
10MB – 14.99MB	\$.08
15MB – 19.99MB	\$0.12
>20MB	\$0.20
Ancillary Rev Share	XX%

<sup>\*</sup> Wholesale rates fully negotiable between parties

## Examples in Focus

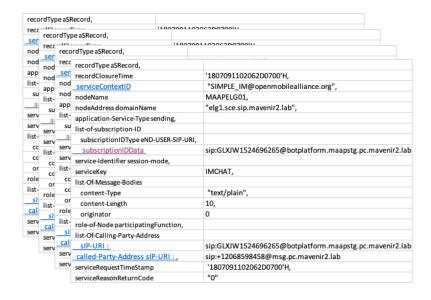
### **2FA/Quick Messages**

recordType aSRecord,	
recordClosureTime	'1807091102062D0700'H,
serviceContextID	"SIMPLE_IM@openmobilealliance.org",
nodeName	MAAPELG01,
node Address domain Name	"elg1.sce.sip.mavenir2.lab",
application-Service-Type sending,	
list-of-subscription-ID	
subscriptionIDType eND-USER-SIP-URI,	
subscriptionIDData	sip:GLXJW1524696265@botplatform.maapstg.pc.mavenir2.lab
service-Identifier session-mode,	
serviceKey	IMCHAT,
list-Of-Message-Bodies	
content-Type	"text/plain",
content-Length	5,
originator	0
role-of-Node participatingFunction,	
list-Of-Calling-Party-Address	
sIP-URI:	sip:GLXJW1524696265@botplatform.maapstg.pc.mavenir2.lab
called-Party-Address sIP-URI:,	sip:+12068598458@msg.pc.mavenir2.lab
serviceRequestTimeStamp	'1807091102062D0700'H,
serviceReasonReturnCode	"0"

Messages Size	Cost
1 – 99kb	\$.001

## **Examples in Focus** (continued)

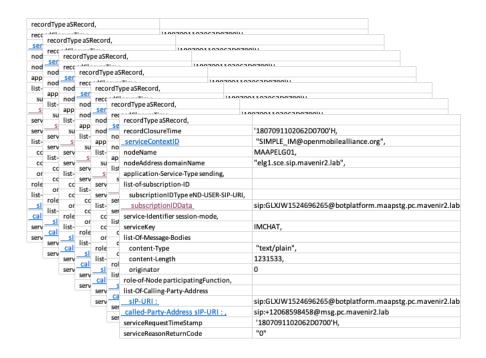
#### **BOT Session**



Messages Size	Cost
96kb – 120kb 12 messages <99kb x \$.001	\$.012
6 messages <1,020kb but >99kb x\$.007	\$.042
Total	\$.054

## **Examples in Focus** (continued)

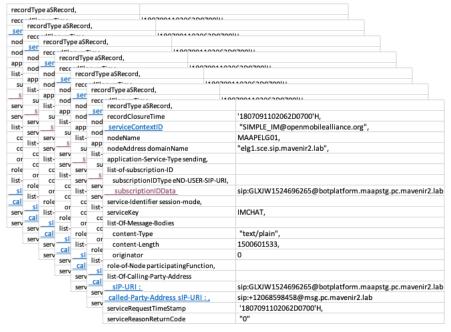
#### **BOT Session with Rich Media**



Messages Size	Cost
96kb – 1MB 10 messages <99kb x \$.001	\$.010
6 messages <2,020kb but >99kb x \$.007	\$.042
1 carousel >1MB but <4.99MB x \$.03	\$.030
Total	\$.082

## **Examples in Focus** (continued)

### **Heavy Graphic/Rich Media**



Messages Size	Cost
> 1MB 1 message 4MB x \$.03	\$.03
3 messages 6MB x \$.05	\$.15
1 message 11MB x \$.08	\$.08
2 messages 13MB x \$.12	\$.24
Total	\$.50

# Q&A

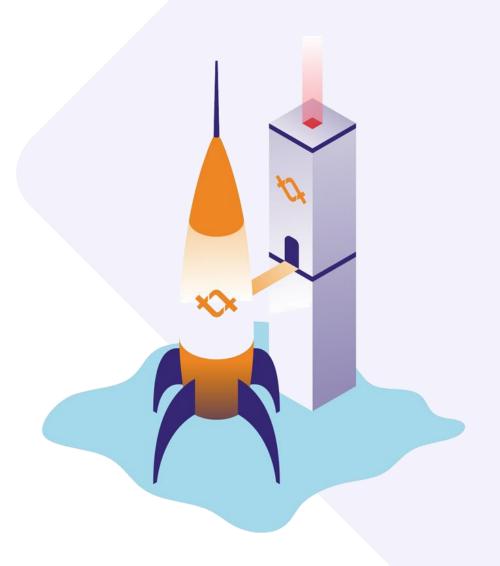
Next Step



### Get started.



**Eddie DeCurtis** President tyntec Inc. +1 214 415 4126 decurtis@tyntec.com



#### **Germany Offices:**

tyntec GmbH Hofmannstrasse 25-27 81379 Munich tyntec GmbH Semerteichstrasse 54-56 44141 Dortmund

#### U.S. Offices:

tyntec Inc. 555 California Street Suite 4925 San Francisco tyntec Inc. 1722 Routh Street Suite 200 Dallas

#### **UK Offices:**

tyntec Ltd. 6 St Andrew Street EC4A 3AE London

#### Singapore Office:

tyntec Pte Ltd 51 Goldhill Plaza #15-04 Singapore 308900

# Thank you

www.tyntec.com

