peer-to-peer (p2p) value & cost

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Odlyzko, "Content is Not King" Briscoe, Odlyzko & Tilly, "Metcalfe's Law is Wrong"



potential peers: value in numbers







- that's all about value to customers
- before we start dividing the spoils between us
- remember... competition
 - drives revenue towards cost



the cost of p2p file-sharing?





p2p quickly fills up fibre to the home



cost-shifting between services

- scenario
 - ISP also a higher level service provider (TV, video phone, etc)
 - competing with independent service providers (Skype, YouTube, etc)
- capacity & QoS costs for high value services
 - ISP buys capacity & QoS internally
 - independent SP just takes as much best-efforts bandwidth they need
 - because of how Internet sharing 'works'
- cost of heavy usage service subsidised by ISP's lighter users
- knee-jerk reaction of ISP
 - block p2p or independent services
- No! don't blame your customers
- fix the cost accountability foundations
 - separation between network & services is good
 - but need to add cost accountability to IP



underlying problems blame our choices, not p2p

- commercial
 - Q. what is cost of network usage?
 - A. volume? NO; rate? NO
 - A. 'congestion volume'



- *our own* unforgivable sloppiness over what our costs are
- technical
 - lack of cost accountability in the Internet protocol (IP)
 - p2p file-sharers exploiting loopholes in technology we've chosen
- we haven't designed our contracts & technology for machine-powered customers



not volume, but congestion volume: the missing metric

- not 'what you got' but 'what you unsuccessfully tried to get'
 - proportional to what you got
 - but also to congestion at the time
- 1. congestion volume: cost to other users
- 2. the marginal cost of upgrading equipment
 - so it wouldn't have been congested
 - so your behaviour wouldn't have affected others
- competitive market matches 1 & 2

NOTE: congestion volume isn't an extra cost

- part of the flat charge we already pay
- it's just the wrong people are paying it
- if we could measure who to blame for it we *might* see pricing like this...





note: diagram is conceptual congestion volume would be accumulated over time

capital cost of equipment would be depreciated over time



• or starting more 'TCP-fair' flows than anyone else (Web: x2, p2p: x5-100)

- or for much much longer than anyone else (p2p file-sharing x200)
- net effect of both (p2p: x1,000-20,000 higher traffic intensity)



fairer is faster



- what's required: limit congestion, not volume
 - then heavy usage will back away whenever light usage appears
 - so light usage can go much faster
 - hardly affecting completion times of heavy usage





problems using congestion in contracts

	1. loss	2. ECN	3. re-ECN
can't justify selling an impairment	8	0	\odot
absence of packets is not a contractible metric	8	0	\odot
congestion is outside a customer's control	8	(3)	\odot
customers don't like variable charges	8	8	\odot
congestion is not an intuitive contractual metric	8	8	8

- 1. loss: used to signal congestion since the Internet's inception
 - computers detect congestion by detecting gaps in the sequence of packets
 - computers can hide these gaps from the network with encryption

2. explicit congestion notification (ECN): standardised into TCP/IP in 2001

- approaching congestion, a link marks an increasing fraction of packets
- implemented in Windows Vista (but off by default) and Linux, and IP routers (off by default)



- 3. re-inserted ECN (re-ECN): standards proposal since 2005
 - packet delivery conditional on sender declaring expected congestion
 - uses ECN equipment in the network unchanged









wrap up

- expect consistent value growth from p2p
 - but don't just focus on value, cost as well
- separation of service & network is excellent industry goal
 - but how TCP/IP shares cost of transport needs serious attention
 - understanding of network economics is young, so is IP
- not the fault of ISP's customers or of p2p
 - ISPs will need a mitigating strategy until it's fixed
- please help us add cost accountability (re-ECN) to IP
 - please brief your technical & standards strategy people
- a platform on which customer contracts can be built
 - for basic transport, then services on top
 - so billions of machines work together in everyone's best interests





more info...

- Growth in value of a network with size
 - Bob Briscoe, Andrew Odlyzko & Ben Tilly, "Metcalfe's Law is Wrong", IEEE Spectrum, Jul 2006
- Inevitability of policing
 - The Broadband Incentives Problem, Broadband Working Group, MIT, BT, Cisco, Comcast, Deutsche Telekom / T-Mobile, France Telecom, Intel, Motorola, Nokia, Nortel (May '05 & follow-up Jul '06) <<u>cfp.mit.edu</u>>
- Stats on p2p usage across 7 Japanese ISPs with high FTTH penetration
 - Kenjiro Cho et al, "The Impact and Implications of the Growth in Residential User-to-User Traffic", In Proc ACM SIGCOMM (Oct '06)
- Slaying myths about fair sharing of capacity
 - Bob Briscoe, "<u>Flow Rate Fairness: Dismantling a Religion</u>" ACM Computer Communications Review 37(2) 63-74 (Apr 2007)
- How wrong Internet capacity sharing is and why it's causing an arms race
 - Bob Briscoe et al, "Problem Statement: Transport Protocols Don't Have To Do Fairness", IETF Internet Draft (Jul 2008)
- Understanding why QoS interconnect is better understood as a congestion issue
 - Bob Briscoe and Steve Rudkin "<u>Commercial Models for IP Quality of Service Interconnect</u>" BT Technology Journal 23
 (2) pp. 171--195 (April, 2005)
- Re-architecting the Future Internet:
 - The <u>Trilogy</u> project
- Re-ECN & re-feedback project page: <<u>http://www.cs.ucl.ac.uk/staff/B.Briscoe/projects/refb/</u>>



p2p value & cost





congestion competition - inter-domain routing

- if congestion \rightarrow profit for a network, why not fake it?
 - upstream networks will route round more highly congested paths
 - N_A can see relative costs of paths to R_1 thru $N_B \& N_C$
- the issue of monopoly paths
 - incentivise new provision



main steps to deploy re-feedback / re-ECN

- network
 - turn on explicit congestion notification in routers (already available)
 - deploy simple active policing functions at customer interfaces around participating networks
 - passive metering functions at inter-domain borders
- terminal devices
 - (minor) addition to TCP/IP stack of sending device
 - or sender proxy in network
- customer contracts
 - include congestion cap
- oh, and first we have to update the IP standard
 - started process in Autumn 2005
 - using last available bit in the IPv4 packet header
 - IETF recognises it has no process to change its own architecture
 - Apr'07: IETF supporting re-ECN with (unofficial) mailing list & co-located meetings

