To Help or Disturb: Introduction of Crowdsourced WiFi to 5G Networks

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Pillar of Engineering Systems and Design Singapore University of Technology and Design (SUTD)

September 12, 2023



About SUTD



- A new public university established in 2009.
- Was established in collaboration with MIT.
- Ranking in the world: 21st in Telecommunication Engineering according to ShanghaiRanking 2023.

Acknowledgement

• This is a joint work with Associate Professor Lingjie Duan.



Prof. Lingjie Duan



Prof. Costas Courcoubetis

- Results here have been appeared in IEEE TMC.
- Shugang Hao and Lingjie Duan, "To Help or Disturb: Introduction of Crowdsourced WiFi to 5G Networks," IEEE Transactions on Mobile Computing (IEEE TMC), vol. 22, no. 9, pp. 5583-5596, 1 Sept. 2023.

Overview

Background: WiFi's Complementarity for 5G Networks

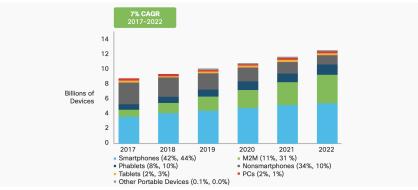
2 System Model

- 3 Equilibrium Analysis
- 4 Extension to Congested WiFi Case



Background: Overwhelming Mobile Devices

Figure 4. Global Mobile Devices and Connections Growth



Note: Figures in parentheses refer to 2017, 2022 device share. Source: Cisco VNI Mobile, 2019.

Rapid proliferation of mobile devices.

Cisco Visual Networking Index: Global Mobile Data Traffic Forecast Update, 2017–2022, 2019, [online] http://media.mediapost.com/uploads/CiscoForecast.pdf

Background: Overwhelming Mobile Data Traffic

Figure 2. Cisco Forecasts 77 Exabytes per Month of Mobile Data Traffic by 2022



Source: Cisco VNI Mobile, 2019

Mobile data traffic has been ever-increasing overwhelmingly with rapid proliferation of mobile devices.

Cisco Visual Networking Index: Global Mobile Data Traffic Forecast Update, 2017–2022, 2019, [online] http://media.mediapost.com/uploads/CiscoForecast.pdf

To meet overwhelming data traffic demand,

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 - The network capacity still grows slower than the data traffic demand¹.

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- A WiFi access point (AP) is supported by the latest gigabit WiFi amendments in 802.11ac/ad/ax.

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To meet overwhelming data traffic demand,

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 - The network capacity still grows slower than the data traffic demand¹.
- A WiFi access point (AP) is supported by the latest gigabit WiFi amendments in 802.11ac/ad/ax.
 - An individual AP has small service coverage.
 - It is difficult to deploy a ubiquitous WiFi network².

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Background: Crowdsourced WiFi Community

Crowdsourced WiFi community network has emerged to

• combine many users' home WiFi access points,

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Fon's crowdsourced WiFi network

• has included over 23 million APs,

BT Fon WiFi Map, https://www.btwifi.co.uk/find/.

Background: Crowdsourced WiFi Example

Fon's crowdsourced WiFi network

- has included over 23 million APs,
- and is fast expanding to cover many populous and crowded places.



WiFi hotspots by Fon in London area.

BT Fon WiFi Map, https://www.btwifi.co.uk/find/.

The crowdsourced WiFi community network's coverage

• is still not comparable to the ubiquitous 5G coverage,

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Co-existing 5G and crowdsourced WiFi networks:

- + British Telecom and Fon in the United Kingdom,
- Telenor and OpenSpark in Finland.

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Background: WiFi's Complementary for 5G Networks

Features of 5G and crowdsourced WiFi networks:

Features	5G	Crowdsourced WiFi
Coverage	Ubiquitous	Limited
Network Externality	Negative	Positive & Negative

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Network Externality	Negative	Positive & Negative

WiFi's complementarity for 5G:

5G users may add on the crowdsourced WiFi.

We will answer, after the introduction of the crowdsourced WiFi network,

how will 5G users add on the crowdsourced WiFi network?

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how will 5G operator adapt his price?

will 5G operator gain more?

how will users' payoffs change?

Related Work on Traffic Offloading

Li et al. (2019), losifidis et al. (2015), Lee et al. (2014)

- assumed a cellular network operator's deploying his own WiFi network to offload data traffic,
- focused on central operation.
- Manshaei et al. (2008), Li et al. (2021)
 - ignored the negative network externalities of the 5G network due to congestion.
- Gao et al. (2014)
 - only studied how a 5G operator bargains with a traditional WiFi network to decide the offloaded traffic amount and associated payment,
 - ignored the crowdsouced WiFi's positive network externality and the users' choices on both service.

- Single network:
 - Gong et al. (2017), Xiong et al. (2018), Wang et al. (2019),
 - focused on a single network's central decision-making to balance these two effects.

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 - Positive & negative network externalities in crowdsourced WiFi.
 - Negative network externalities in 5G network due to congestion.

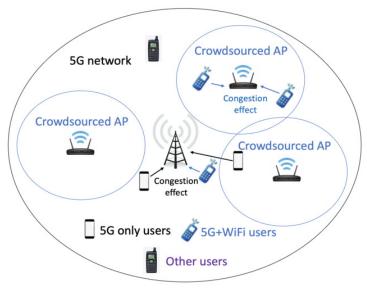
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System Model



Co-existence of the 5G and the crowdsourced WiFi networks.

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Before the introduction of the crowdsourced WiFi:

- the 5G network operator provides wireless service to users at price \bar{p}_1 (e.g., annually),
- he has limited network capacity Q to serve the users.

Denote $\bar{x}_1 \in [0,1]$ as the users' proportion or fraction of 5G subscription:

• the total subscriber number is $N\bar{x}_1$,

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5G operator's profit is a product of the number of subscribers and the price per subscriber:

$$\bar{\pi}_1(\bar{p}_1) = N \cdot \bar{x}_1(\bar{p}_1) \cdot \bar{p}_1,$$

Users have different sensitivities to the 5G congestion:

• the 5G operator only knows that each user's sensitivity $\theta \in [0, 1]$ follows continuous cumulative distribution function (CDF) $F(\cdot)$.

Gibbens et al., "Internet service classes under competition," IEEE Journal on Selected Areas in Communications, vol. 18, no. 12, pp. 2490-2498, Dec. 2000.

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- the 5G operator only knows that each user's sensitivity $\theta \in [0, 1]$ follows continuous cumulative distribution function (CDF) $F(\cdot)$.
- A user with higher θ travels more in the populous areas (e.g., shopping malls in downtown) to incur greater congestion cost, and is more reluctant to join.

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After paying price \bar{p}_1 to join the network:

• the user obtains the positive value V_1 (e.g., for mobile Internet access),

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After paying price \bar{p}_1 to join the network:

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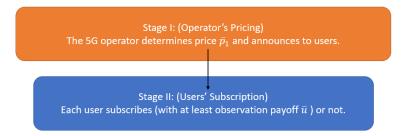
The user's payoff of 5G subscription is given by:

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Two-stage Stackelberg Game

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We expect all users' subscription with non-small capacity.

Two-stage Stackelberg Game

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We expect all users' subscription with non-small capacity.

We will derive equilibrium with backward induction.

Users' Equilibrium Participation in Stage II

Denote $F^{-1}(\cdot)$ as the inverse function of CDF of users' congestion sensitivity $F(\cdot)$.

Only users of low 5G congestion sensitivity will join the 5G network.

We expect the marginal user's payoff is equal to the fixed reservation payoff.

$$\bar{u}_1(\theta=\mathsf{F}^{-1}(\bar{x}_1^*))=\bar{u}.$$

Users' Equilibrium Participation in Stage II

Lemma 1. Equilibrium in Stage II before the introduction of the crowdsourced WiFi

Given any 5G price \bar{p}_1 in Stage I, only users with low congestion sensitivity $\theta \leq F^{-1}(\bar{x}_1^*)$ decide to join the 5G network, where

$$ar{x}_1^* = egin{cases} 1, & ext{if } ar{p}_1 \leq V_1 - ar{u} - N/Q, \ F(ar{ heta}^*), & ext{if } V_1 - ar{u} - N/Q < ar{p}_1 < V_1 - ar{u}, \ 0, & ext{if } ar{p}_1 \geq V_1 - ar{u}, \end{cases}$$

and cutoff $ar{ heta}^*\in(0,1)$ is the unique solution to

$$V_1 - \frac{N}{Q}F(\bar{\theta}^*)\bar{\theta}^* - \bar{p}_1 - \bar{u} = 0.$$

The final 5G subscription fraction \bar{x}_1^* increases with the 5G network capacity Q and decreases with price \bar{p}_1 .

5G Operator's Equilibrium Pricing in Stage I

Now we turn to Stage I to find 5G's best pricing.

With Stage II's user subscription \bar{x}_1^* , the 5G profit objective becomes

$$\bar{\pi}_1 = \begin{cases} N\bar{p}_1, & \text{if } \bar{p}_1 \le V_1 - \bar{u} - N/Q, \\ N\bar{p}_1 F(\bar{\theta}^*), & \text{if } V_1 - \bar{u} - N/Q < \bar{p}_1 < V_1 - \bar{u}, \\ 0, & \text{if } \bar{p}_1 \ge V_1 - \bar{u}. \end{cases}$$

The problem is still non-convex and is difficult to solve analytically given general $F(\theta)$ distribution.

5G Operator's Equilibrium Pricing in Stage I

Proposition 1. Stage I's Equilibrium before the introduction of crowdsourced WiFi

Assume PDF $f(\theta)$ of users' congestion sensitivity is continuous and non-increasing, which applies to uniform, exponential and Pareto distributions. At the equilibrium of the Stackelberg game, the 5G price equilibrium in Stage I is:

$$ar{p}_1^* = egin{cases} V_1 - ar{u} - rac{N}{Q}ar{ heta}^*F(ar{ heta}^*), & ext{if } Q < \left(2+rac{1}{f(1)}
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and the fraction of 5G subscribers \bar{x}_1^* is:

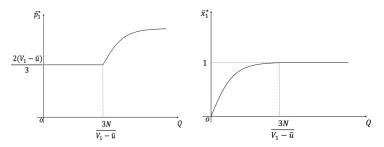
$$\bar{x}_1^* = \begin{cases} F(\bar{\theta}^*), & \text{if } Q < \left(2 + \frac{1}{f(1)}\right) \frac{N}{V_1 - \bar{u}}, \\ 1, & \text{if } Q \ge \left(2 + \frac{1}{f(1)}\right) \frac{N}{V_1 - \bar{u}}, \end{cases}$$

where $ar{ heta}^* \in (0,1)$ is the solution to

$$f(\bar{\theta}^*)\left(V_1-\bar{u}-\frac{2N}{Q}F(\bar{\theta}^*)\bar{\theta}^*\right)-\frac{N}{Q}F^2(\bar{\theta}^*)=0.$$

Equilibrium of Two-stage Stackelberg Game

With users' congestion sensitivity $\theta \sim U[0, 1]$, we have equilbrium as follows.



(a) 5G price equilibrium \bar{p}_1^* versus (b) Users' subscription \bar{x}_1^* versus cathe 5G network capacity Q pacity Q

- The 5G operator can only charge a small price when capacity is low.
- Having non-small Q, his price increases.

After the introduction of the crowdsourced WiFi,

• 5G users can further add on the crowdsourced WiFi service.

Mohammad Hossein Manshaei, et al., "On wireless social community networks," in Proc. IEEE INFOCOM, 2008.

After the introduction of the crowdsourced WiFi,

- 5G users can further add on the crowdsourced WiFi service.
- $x_1 \in [0,1]$: the fraction of *N* users joining the 5G network only,
- $x_2 \in [0,1]$: the fraction of joining both 5G+WiFi.

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- $x_1 \in [0,1]$: the fraction of *N* users joining the 5G network only,
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Each 5G+WiFi user

- contributes a normalized positive addition α ∈ (0,1) to the network coverage (using his home AP),
- the overall coverage of the crowdsourced WiFi network is αx_2 .

Mohammad Hossein Manshaei, et al., "On wireless social community networks," in Proc. IEEE INFOCOM, 2008.

Now the fraction x_2 in the crowdsourced WiFi also affects the 5G congestion.

Each 5G+WiFi user finds himself

- in the WiFi coverage with probability αx_2 ,
- and outside with probability $1 \alpha x_2$.

Now the fraction x_2 in the crowdsourced WiFi also affects the 5G congestion.

Each 5G+WiFi user finds himself

• in the WiFi coverage with probability αx_2 ,

• and outside with probability $1 - \alpha x_2$.

 $x_1 + x_2(1 - \alpha x_2)$ fraction of users will share the limited capacity Q.

A 5G-only user

• pays price p₁ to join the network,

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The user's payoff of 5G subscription only is

$$u_1(\theta) = V_1 - \frac{N(x_1 + x_2(1 - \alpha x_2))}{Q}\theta - p_1.$$

A 5G+WiFi user

• pays extra price p₂ to add on WiFi,

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- pays extra price p₂ to add on WiFi,
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A 5G+WiFi user

- pays extra price p2 to add on WiFi,
- obtains the positive value V_2 with WiFi and V_1 with 5G ($V_1 \ge V_2$),
- does not face 5G congestion in the WiFi coverage with probability αx_2 .

The user's payoff of 5G+WiFi subscription is

$$u_2(\theta) = (1 - \alpha x_2)V_1 + \alpha x_2 V_2 - (1 - \alpha x_2) \frac{N(x_1 + x_2(1 - \alpha x_2))}{Q} \theta - p_1 - p_2.$$

We will give analysis on WiFi congestion later to show similar insights.

Operators' Profits after the Introduction of the Crowdsourced WiFi

Both x_1 and x_2 fractions of users pay the 5G operator with price p_1 , the 5G operator's profit changes to:

 $\pi_1 = N(x_1 + x_2)p_1,$

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The crowdsourced WiFi operator selfishly decides price p_2 to the fraction x_2 of users, and his profit is:

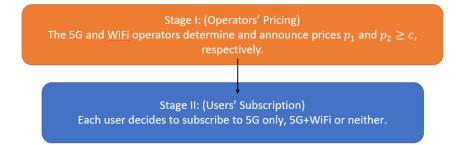
$$\pi_2=Nx_2(p_2-c),$$

c: the deployment cost per user/AP.

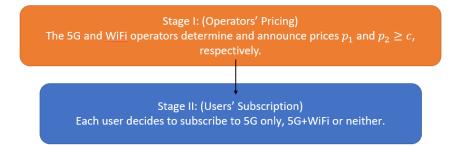
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Li et al., "Optimal Pricing for Peer-to-Peer Sharing With Network Externalities," in IEEE/ACM Transactions on Networking, vol. 29, no. 1, pp. 148-161, 2021.

Two-stage Dynamic Game

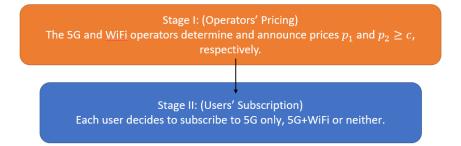


Two-stage Dynamic Game



We expect more users' subscription after the introduction of the crowdsourced WiFi.

Two-stage Dynamic Game



We expect more users' subscription after the introduction of the crowdsourced WiFi.

We will derive equilibrium with backward induction.

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• a user to add on WiFi helps reduce the 5G users' congestion and improve the WiFi network coverage.

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To simplify the user choice analysis:

- we first suppose the equilibrium fractions of users in 5G and 5G+WiFi (i.e., x₁^{*} and x₂^{*}) are known and stable,
- and derive each user's choice according to his personalized cost congestion θ .

Users' Subscription in Stage II

Lemma 2. Stage II's equilibrium after the introduction of the crowdsourced WiFi

At the equilibrium of Stage II, a user decides his service choice by comparing his personalized congestion cost $\theta \in [0, 1]$ to two cutoff points $F^{-1}(x_1^*)$ and $F^{-1}(x_1^* + x_2^*)$ as in the following two cases.

If there are a positive number of subscribers to choose 5G+WiFi (i.e., x₂* > 0), a user's equilibrium choice is:

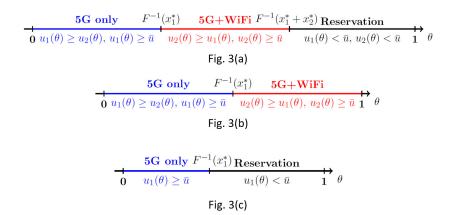
$$\phi(\theta) = \begin{cases} 1 \text{ (5G only)}, & \text{if } \theta \leq F^{-1}(x_1^*) \text{ and } u_1(\theta) \geq \bar{u}, \\ 2 \text{ (5G+WiFi)}, & \text{if } \theta \in (F^{-1}(x_1^*), F^{-1}(x_1^* + x_2^*)] \text{ and } u_2(\theta) \geq \bar{u}, \\ 0 \text{ (Neither)}, & \text{if } \theta \in (F^{-1}(x_1^* + x_2^*), 1], u_1(\theta) < \bar{u}, \text{ and } u_2(\theta) < \bar{u}. \end{cases}$$

• If there is no subscriber to 5G+WiFi (i.e., $x_2^* = 0$), a user's equilibrium choice is:

$$\phi(\theta) = \begin{cases} 1, \text{ if } \theta \leq F^{-1}(x_1^*) \text{ and } u_1(\theta) \geq \bar{u}, \\ 0, \text{ if } \theta \in (F^{-1}(x_1^*), 1], u_1(\theta) < \bar{u}, \text{ and } u_2(\theta) < \bar{u}. \end{cases}$$

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Users' Subscription in Stage II



- Congestion-insensitive users join 5G only to avoid additional payment.
- Congestion-sensitive users may join 5G+WiFi for better experience.

Equilibrium in Stage II

Proposition 2.

At the equilibrium of Stage II, user fraction of the 5G and WiFi networks (i.e., x_1^* and x_2^*) are solutions to

$$u_1(F^{-1}(x_1^*)) = u_2(F^{-1}(x_1^*)), \ u_2(F^{-1}(x_1^*+x_2^*)) = \bar{u},$$

if $x_1^* + x_2^* < 1$, and otherwise

$$u_1(F^{-1}(x_1^*)) = u_2(F^{-1}(x_1^*)), \ x_1^* + x_2^* = 1,$$

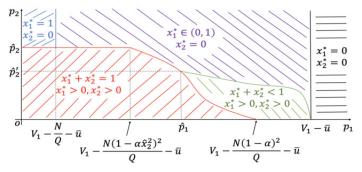
with $u_2(F^{-1}(x_1^* + x_2^*)) \ge \overline{u}$, where $x_2^* \in (0, 1)$ is the largest among all the possible solutions.

Equilibrium in Stage II

To deliver clean engineering insights, We consider

- users obtain the same mobile access profits as $V_1 = V_2$,
- users' congestion sensitivity to follow the uniform distribution: $\theta \sim U[0, 1]$.

Later we will show similar insights with θ 's truncated normal distribution.



If both prices of the 5G and the add-on WiFi services are low (see the lower left region), all the users either choose 5G or 5G+WiFi service.

Equilibrium in Stage II

Proposition 2. Stage II's equilibrium

The previous figure summarizes the structural results of the Stage II's equilibrium (x_1^*, x_2^*) in five cases, as functions of any given prices p_1 and p_2 . For example, if both prices of the 5G and the add-on WiFi services are low (see the lower left region), i.e.,

$$p_1 \leq V_1 - \bar{u} - rac{N}{Q}, \ p_2 \leq lpha \hat{x}_2 rac{N}{Q} \left(1 - lpha \hat{x}_2^2
ight) (1 - \hat{x}_2),$$

with $\hat{x}_2 \in [0,1]$ as the unique solution to

$$4\alpha \hat{x}_2^3 - 3\alpha \hat{x}_2^2 - 2\hat{x}_2 + 1 = 0,$$

then all the users either choose 5G or 5G+WiFi service without leaving the wireless market (i.e., $x_1^* + x_2^* = 1$), and the equilibrium user fraction x_2^* of 5G+WiFi is the greatest root in the range (0,1) to

$$p_2 - \alpha x_2^* \frac{N}{Q} \left(1 - \alpha (x_2^*)^2\right) (1 - x_2^*) = 0.$$

In another region (in the lower mid region), where the 5G capacity is small (i.e, $Q < \frac{N}{V_1 - \bar{u}}$) and the WiFi coverage addition per AP is small (i.e., $\alpha < 1 - \sqrt{\frac{V_1 - \bar{u}}{N/Q}}$), at the equilibrium not all the users choose 5G or 5G+WiFi service (i.e., $x_1^* + x_2^* < 1$).

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We do not have closed-form solutions of x_1^* and x_2^* in Stage II,

• it is even more difficult to derive the profit objectives π_1 and π_2 .

To make it tractable on 5G profits:

- we first keep the 5G operator's price unchanged after the introduction of the crowdsourced WiFi,
- and we will prove that the 5G operator can still gain from the introduction of the crowdsourced WiFi.

5G Operator's Equilibrium Profit in Stage I

Lemma 3.

At the equilibrium of the whole dynamic game, the 5G operator obtains at least the same profit after the introduction of the crowdsourced WiFi, i.e., $\pi_1^* \geq \bar{\pi}_1^*$.

Proposition 4. More profit with non-large capacity regime

At the equilibrium of the whole dynamic game, the 5G operator obtains a strictly greater profit after the introduction of the crowdsourced WiFi, i.e., $\pi_1^* > \bar{\pi}_1^*$, as long as the 5G capacity is small (i.e., $Q < 3N/(V_1 - \bar{u})$) and WiFi deployment cost is small.

Proposition 6. More profit with large capacity regime

At the equilibrium of the whole dynamic game, the 5G operator obtains a strictly greater profit after the introduction of the crowdsourced WiFi, i.e., $\pi_1^* > \bar{\pi}_1^*$, as long as the WiFi deployment cost is small as in Proposition 5, and the 5G network capacity is large (i.e., $Q \ge 3N/(V_1 - \bar{u}))$.

5G Operator's Pricing in Large Capacity Regime

Proposition 5.

At the equilibrium, the 5G network operator charges at least the same 5G price (i.e., $p_1^* \ge \bar{p}_1^*$ if the 5G capacity is non-small (i.e., $Q \ge 3N/V_1$). Furthermore, the 5G operator charges a strictly greater price (i.e., $p_1^* > \bar{p}_1^*$) if the 5G capacity is non-small (i.e., $Q \ge 3N/V_1$) and deployment cost per AP is small, that is,

$$c \leq \alpha \hat{x}_2 \frac{N}{Q} (1 - \alpha \hat{x}_2^2) (1 - \hat{x}_2),$$

with $\hat{x}_2 \in (0,1)$ as the unique solution to

$$4\alpha \hat{x}_2^3 - 3\alpha \hat{x}_2^2 - 2\hat{x}_2 + 1 = 0.$$

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5G Operator's Pricing in Medium Capacity Regime

Proposition 7.

At the equilibrium, the 5G operator charges users more (i.e., $p_1^* > \bar{p}_1^*$) after the introduction of the crowdsourced WiFi if the 5G network capacity is small (i.e., $3(\frac{\sqrt{17}+23}{32})^2 N/V_1 < Q < 3N/V_1$), the WiFi coverage addition per AP is non-small, that is,

$$\alpha \geq \left(\frac{2\sqrt{1-\sqrt{\frac{V_1}{3N/Q}}}\left(1-2\sqrt{\frac{V_1}{3N/Q}}\right)}{2-3\sqrt{\frac{V_1}{3N/Q}}}\right)^2$$

and deployment cost per user c is small, that is,

$$c \leq lpha \hat{x}_2 rac{N}{Q} (1 - lpha \hat{x}_2^2) (1 - \hat{x}_2),$$

with $\hat{x}_2 \in (0,1)$ as the unique solution to

$$4\alpha \hat{x}_2^3 - 3\alpha \hat{x}_2^2 - 2\hat{x}_2 + 1 = 0.$$

5G Operator's Pricing in Small Capacity Regime

Proposition 8.

At the equilibrium, the 5G operator charges users less (i.e., $p_1^* < \bar{p}_1^*$) after the introduction of the crowdsourced WiFi if the following conditions hold:

- the 5G network capacity is small (i.e., $Q < N/V_1$),
- the WiFi coverage addition per AP is small (i.e., $\alpha < 1 \sqrt{\frac{V_1}{N/Q}}$),
- deployment cost per user c is non-small as

$$c \in \left(\frac{1-\sqrt{1-3\alpha\sqrt{\frac{V_1}{3N/Q}}}}{3}\frac{N}{Q}\sqrt{\frac{V_1}{3N/Q}}\left(\sqrt{\frac{V_1}{3N/Q}}-\frac{1-\sqrt{1-3\alpha\sqrt{\frac{V_1}{3N/Q}}}}{3\alpha}\left(1-\frac{1-\sqrt{1-3\alpha\sqrt{\frac{V_1}{3N/Q}}}}{3}\right)\right),$$

$$\frac{1-\sqrt{1-3\alpha\sqrt{\frac{V_1}{N/Q}}}}{3}\frac{N}{Q}\sqrt{\frac{V_1}{N/Q}}\left(\sqrt{\frac{V_1}{N/Q}}-\frac{1-\sqrt{1-3\alpha\sqrt{\frac{V_1}{N/Q}}}}{3\alpha}\left(1-\frac{1-\sqrt{1-3\alpha\sqrt{\frac{V_1}{N/Q}}}}{3}\right)\right)\right).$$

Users' Less Payoffs at the Equilibrium

Proposition 9.

At the equilibrium, all the users obtain strictly less payoff after the introduction of the crowdsourced WiFi (i.e., $\max\{u_1^*(\theta), u_2^*(\theta)\} < \bar{u}_1^*(\theta)$), if the 5G capacity is non-small (i.e., $Q \ge 3N/V_1$) and deployment cost per AP is small, that is,

$$c \leq \alpha \hat{x}_2 \frac{N}{Q} (1 - \alpha \hat{x}_2^2) (1 - \hat{x}_2),$$

with $\hat{x}_2 \in (0,1)$ as the unique solution to

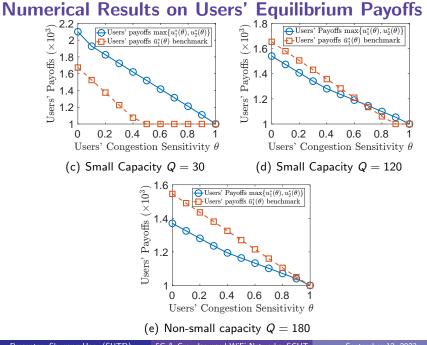
$$4\alpha \hat{x}_2^3 - 3\alpha \hat{x}_2^2 - 2\hat{x}_2 + 1 = 0.$$

• Users obtain less with higher price after the introduction of the crowdsourced WiFi.

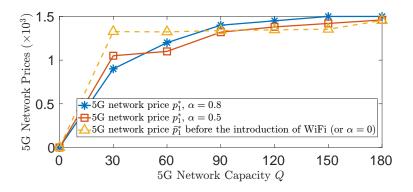
Numerical Results

- We consider θ's truncated normal distribution to numerically show similar insights.
- The WiFi deployment cost per access point includes the special router cost in tens or hundreds of dollars: c = 100 and 50.
- We refer the 5G operator's prices as users' annual payment to network operators, ranging from hundreds to thousands of dollars.

AT&T's 5G plan, https://www.att.com/plans/unlimited-data-plans/.

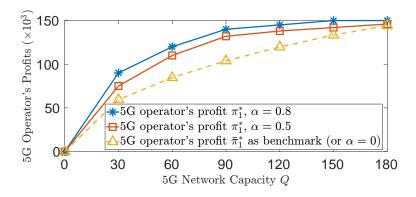


Numerical Results on 5G's Pricing



Small 5G network capacity Q=30, decreased 5G price with increased AP coverage α .

Numerical Results on 5G's Profits



Non-small 5G capacity brings less improvement on 5G profit after the introduction of the crowdsourced WiFi.

Extension to Congested WiFi Case

We suppose $V_1 = V_2 = V$ for ease of exposition.

After we consider WiFi congestion,

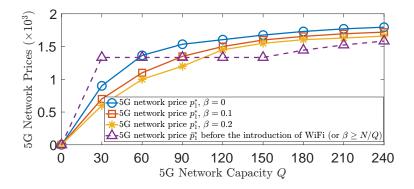
- a 5G-only user's payoff does not change,
- a 5G+WiFi user's becomes

$$\tilde{u}_2(\theta) = V - (1 - \alpha x_2) \frac{N(x_1 + x_2(1 - \alpha x_2))}{Q} \theta - \frac{\alpha x_2 \beta \theta}{Q} - p_1 - p_2.$$

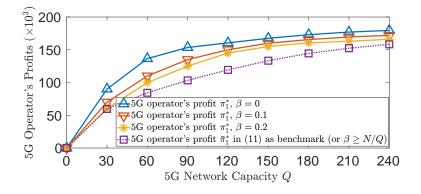
Users' subscription behaviors are the same.

5G operator obtains more after the introduction.

Numerical Results on 5G's Pricing



Numerical Results on 5G's Profits



Summary

We considered

- WiFi's complementarity for 5G networks.
- Both incur diverse network externalities.

We showed that after the introduction of the crowdsourced WiFi,

- 5G operator obtains more profit,
- 5G's structural pricing,
- all the users' payoffs may be worse.

We extended to congested WiFi with similar insights.

Thank You! Q & A