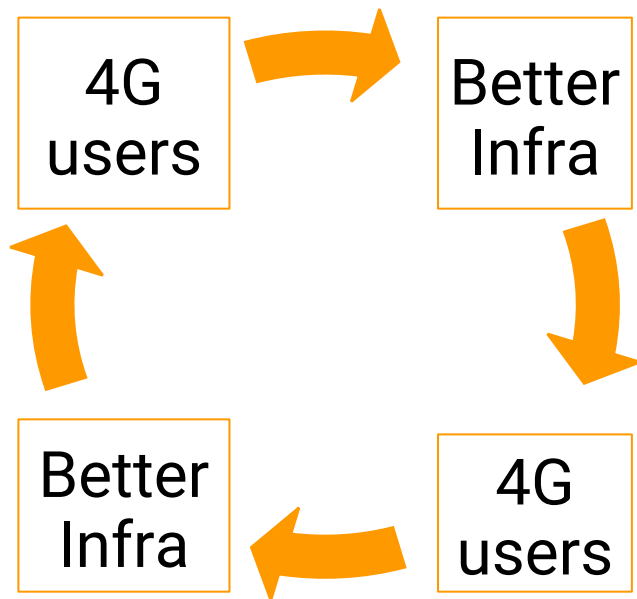


# An Investigation of Phone Upgrades in Remote Community Cellular Networks

Kushal Shah, Philip Martinez, Emre Tepedelioglu,  
Shaddi Hassan, Cedric Festin, Joshua Blumenstock,  
Jo Dioniso, **Kurtis Heimerl**

## Motivation:



There's incentive in urban areas to upgrade devices. But, why are users in rural areas upgrading their phones without necessary infrastructure?

# Motivation: Need for upgrades



Important services such as E-governance and Mobile Money services

**4G**  
Refarming  
**1800 MHz**  
**900, 2100MHz**



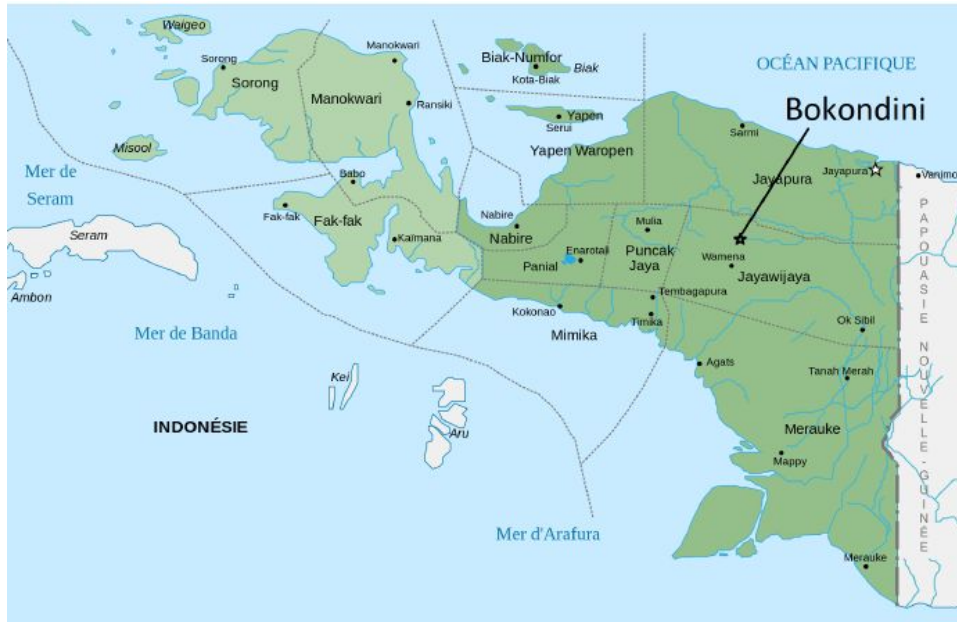
The end of 2G: Drive towards a future smartphone-only world

# Community Cellular Networks



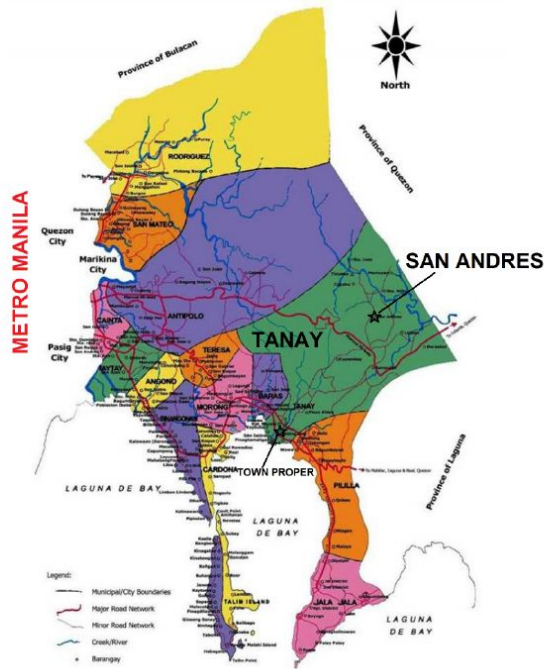
Community owned, community operated cellular networks

# Bokondini, Papua (Indonesia)



- 4 hours drive from Wamena
- 1500 community members
- Subsistence Agriculture is the primary economic activity

# San Andres (Philippines)

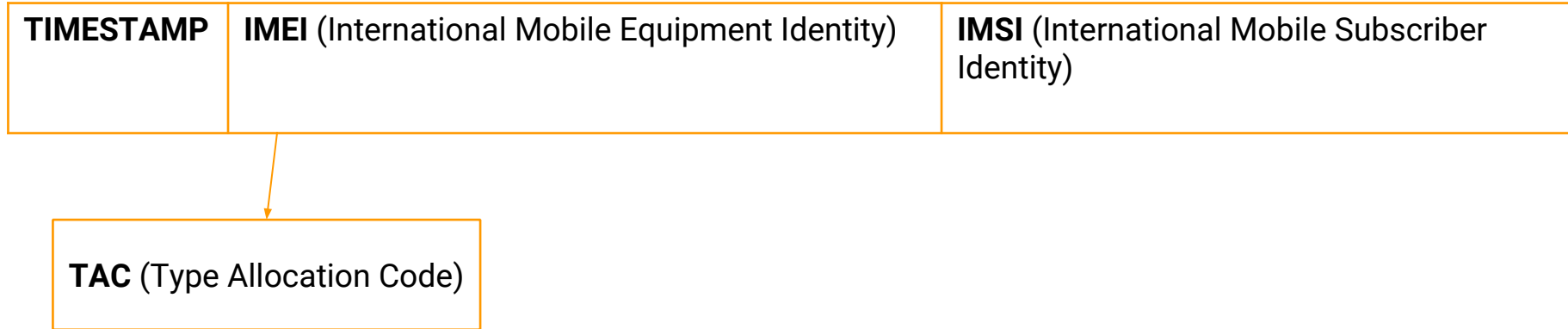


- Within accessible distance from a highly urban center
- Total population of 2,145 community members
- Agriculture and tourism are primary sources of income
- Installation of CCN has improved economic activity in the region

# Data

<b>TIMESTAMP</b>	<b>IMEI</b> (International Mobile Equipment Identity)	<b>IMSI</b> (International Mobile Subscriber Identity)
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# Data





# Data

<b>TIMESTAMP</b>	<b>IMEI</b> (International Mobile Equipment Identity)	<b>IMSI</b> (International Mobile Subscriber Identity)
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**TAC** (Type Allocation Code)

01124500

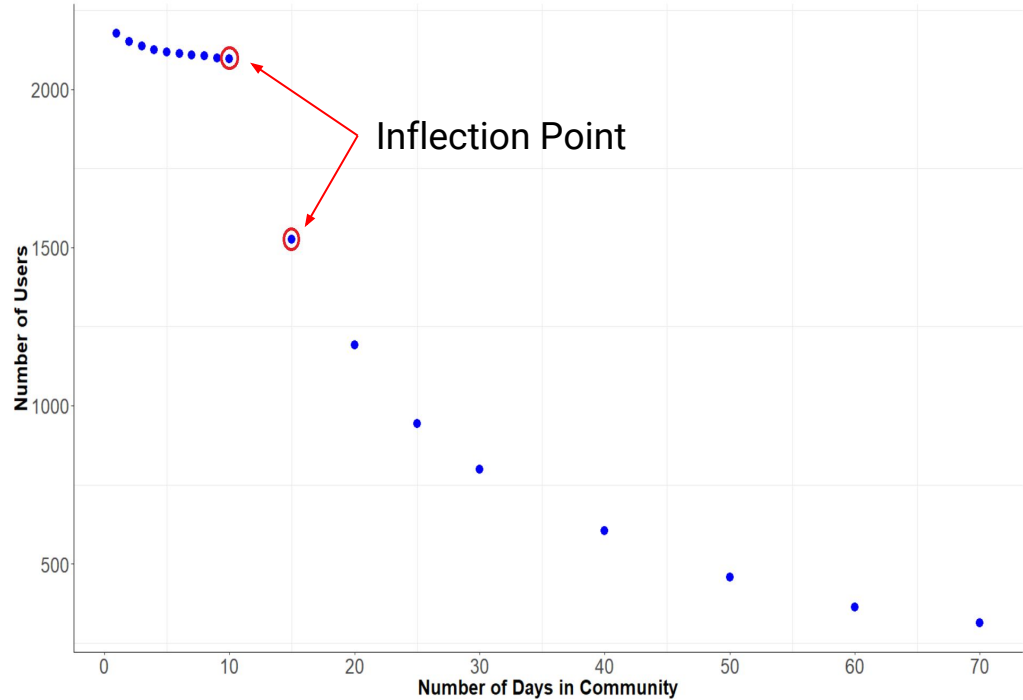
Field	Example
Marketing Name	iPhone A1203
Radios	GSM
Operating System	iOS
Radio Additions	Bluetooth 2.0
Manufactured	June 2007

# Data

- 116, 988 records in Bokondini (ID) from August 2014 to March 2017
- 298, 292 records in San Andres (PH) from April 2016 to March 2017
- Logs **ALL** users who enter into the community network area:
  - Even those who are not part of the local network.
  - Registrations in Papua (ID) were logged daily.
  - Registrations in San Andres (PH) were logged hourly.

# Operational Definitions

- Local User
- Primary Phone
- Phone Sharing
- Phone Upgrade



# Operational Definitions

- Local User
- Primary Phone
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- Phone Upgrade

A user is a **local user**, if they have a SIM registered with the local telecom or have been in the community for at least ten days.

# Operational Definitions

- Local User
- **Primary Phone**
- Phone Sharing
- Phone Upgrade

A user's **primary phone** is the one, in which the sim connects to a network most often during the day

# Operational Definitions

- Local User
- Primary Phone
- **Phone Sharing**
- Phone Upgrade

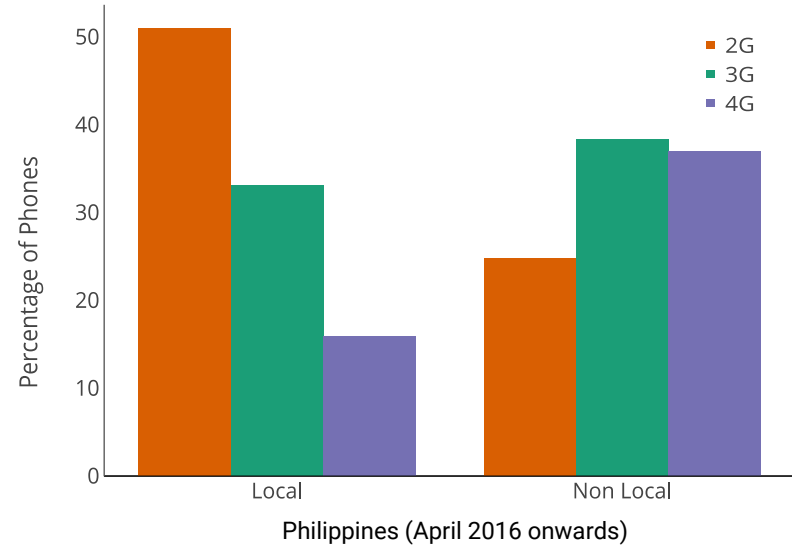
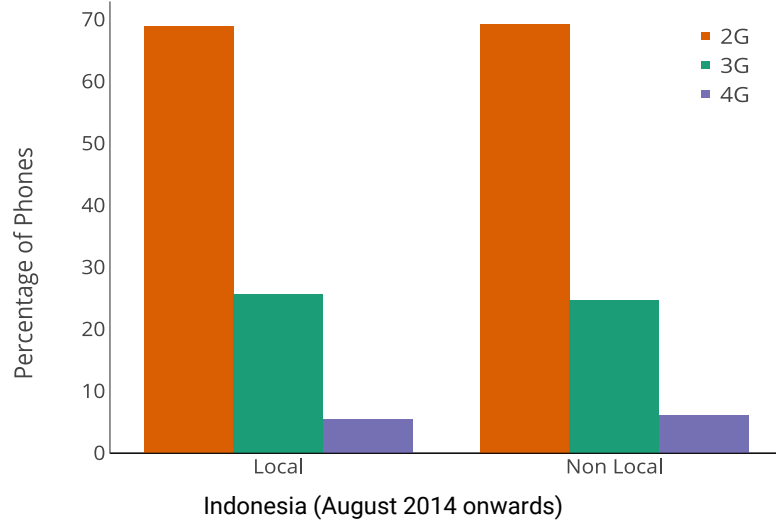
A phone is **shared** if it changes users with operation returning to earlier users.

# Operational Definitions

- Local User
- Primary Phone
- Phone Sharing
- Phone Upgrade

A user has **upgraded or downgraded their phone** if they change their primary phone and do not switch back

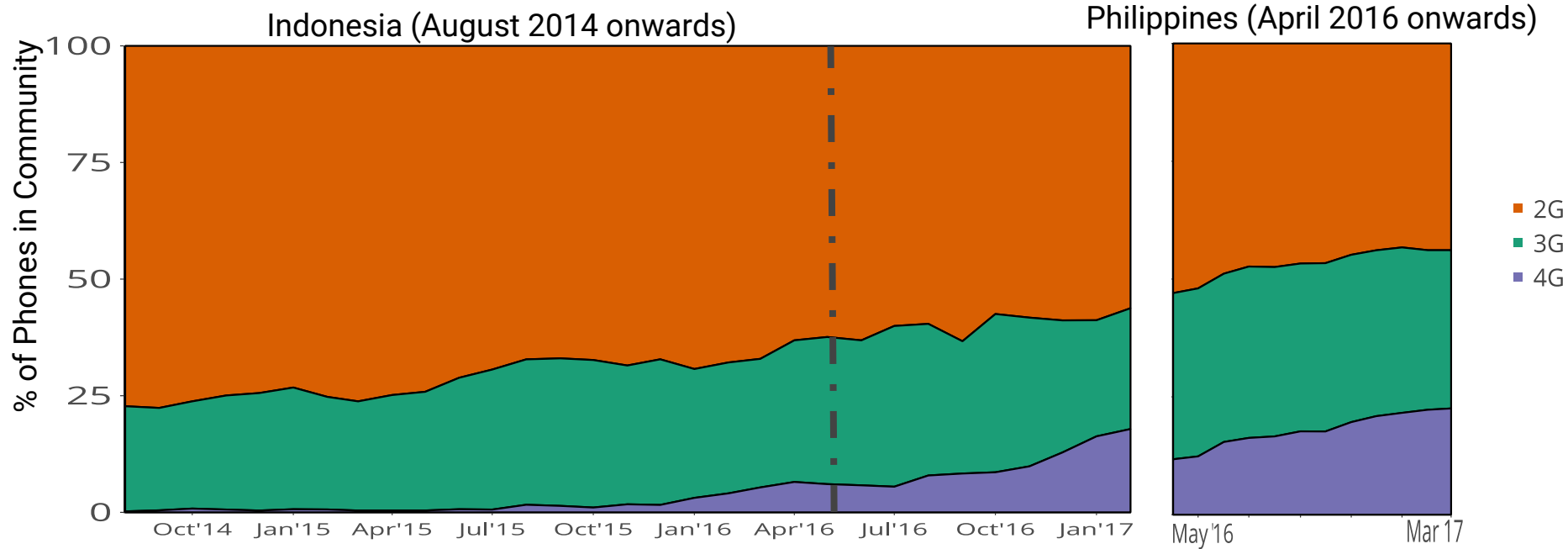
# Call Logs: Local vs Non-local



Using a nonparametric t-test, we observe that Non-local users (33%) in Philippines use significantly more 4G devices than local users (15%).



# Call Logs: Phone Adoption



# Call Logs: Phone Adoption

Proportion of 4G capable devices is increasing rapidly in both countries.

In last year:

Indonesia:

6.5% -> 17.9%

Philippines:

11.8% -> 22.5%

3G adoption has stalled, starting to shrink.

In last year:

Indonesia:

30.4% -> 25.9%

Philippines:

35.3% -> 33.6%

2G decreasing, being replaced by smartphones.

In last year:

Indonesia:

63.1% -> 56.3%

Philippines:

53% -> 43.9%

# Call Logs: Phone Upgrades

<b>From:</b>	<b>To: 2G</b>	<b>To: 3G</b>	<b>To: 4G</b>
<b>Philippines</b>			
<b>2G</b>	39.75%	3.56%	13.79%
<b>3G</b>	4.70%	3.58%	3.18%
<b>4G</b>	12.38%	3.66%	15.51%
<b>Indonesia</b>			
<b>2G</b>	55.38%	1.32%	13.26%
<b>3G</b>	1.60%	1.65%	0.85%
<b>4G</b>	14.73%	0.94%	10.25%

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Plurality of users remaining with 2G phones.

# Call Logs: Phone Upgrades

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Very few users transitioning to or from 3G phones

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Significant upgrading

# Call Logs: Phone Upgrades

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**Significant downgrading back to feature phones**

# Phone Logs: Age of Upgrades

	Mean	Median	Std. Dev
<b>2G to 3G</b>	2.73 years	2 years	1.67 years
<b>2G to 4G</b>	0.66 years	1 year	0.49 years
<b>3G to 4G</b>	0.85 years	1 year	0.39 years
<b>4G to 4G</b>	0.75 years	1 year	0.58 years

Indonesia (August 2014 onwards)

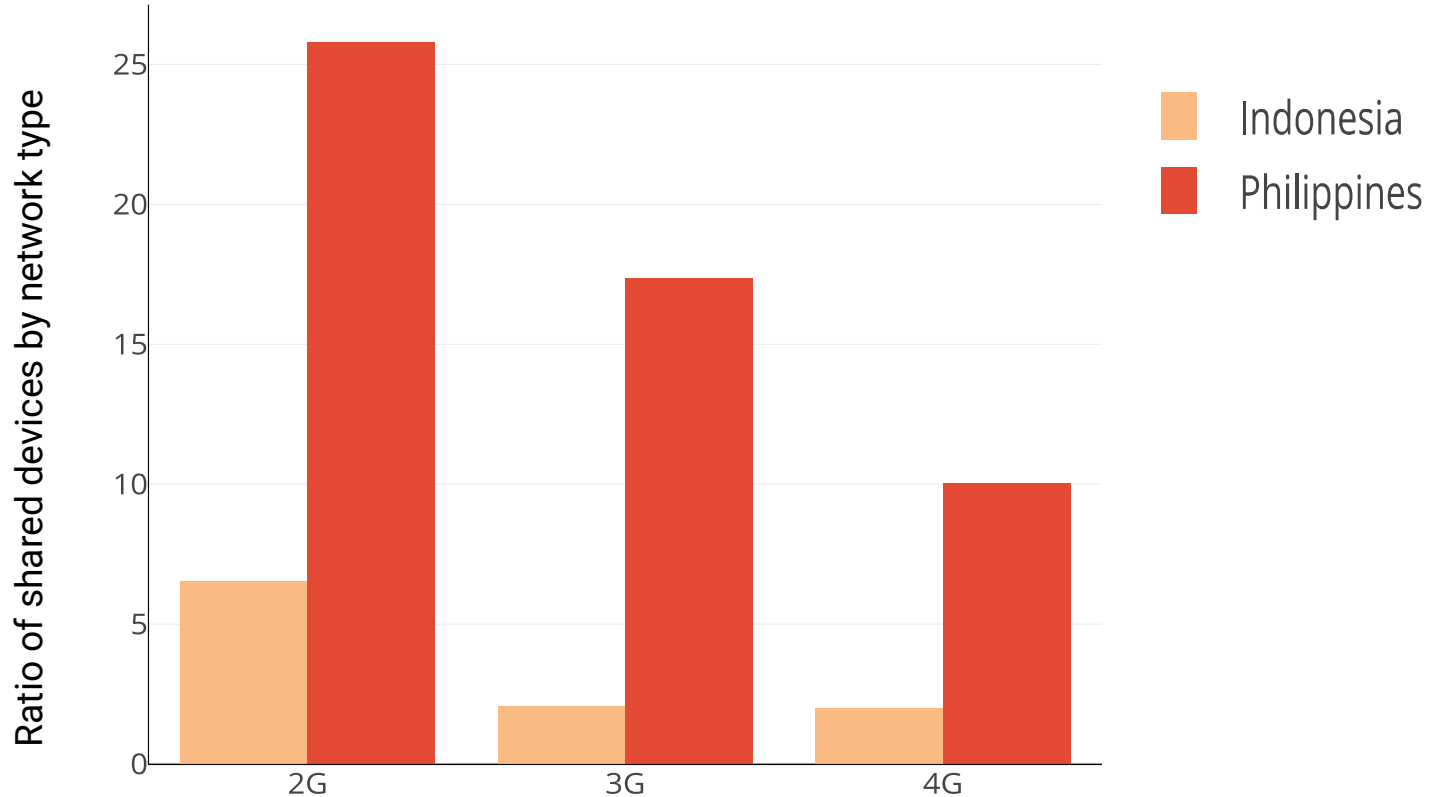
	Mean	Median	Std. Dev
<b>2G to 3G</b>	2.53 years	2 years	2.11 years
<b>2G to 4G</b>	1.89 years	2 years	1.16 years
<b>3G to 4G</b>	1.65 years	2 years	1.19 years
<b>4G to 4G</b>	1.38 years	1 year	1.05 years

Philippines (April 2016 onwards)

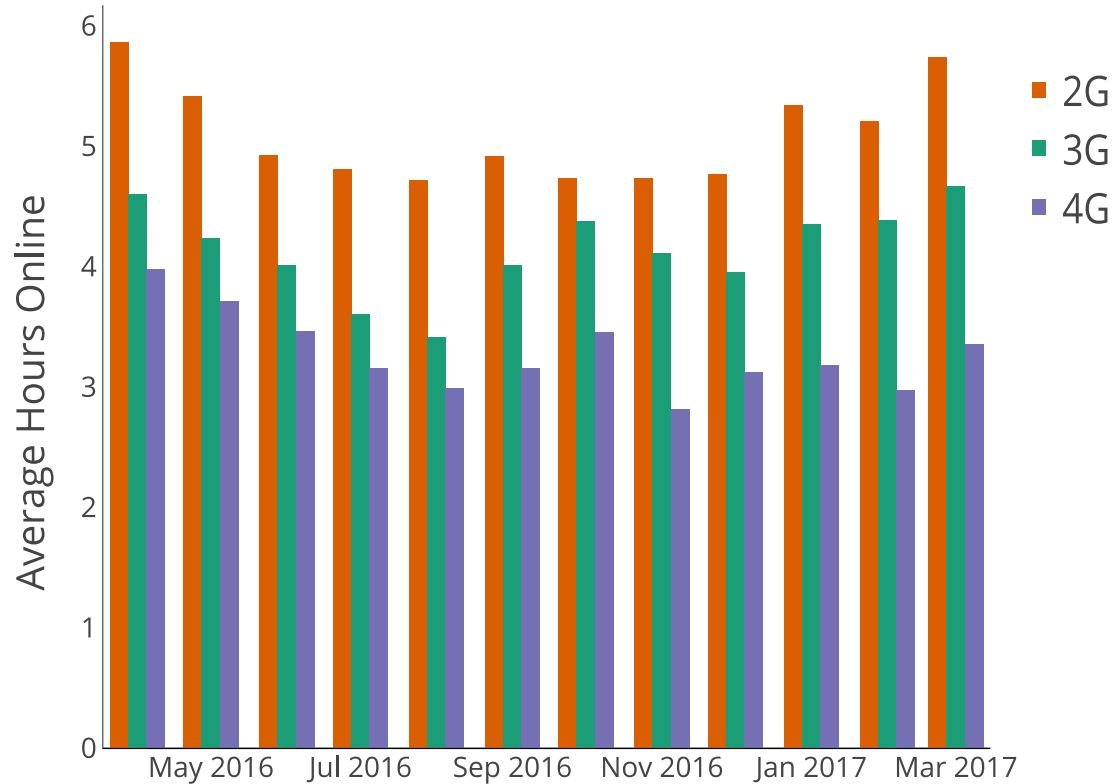
Community members upgrade to relatively newer devices in Bokondini, since it's not easy to travel to nearby areas



# Phone Logs: Ratio of shared device

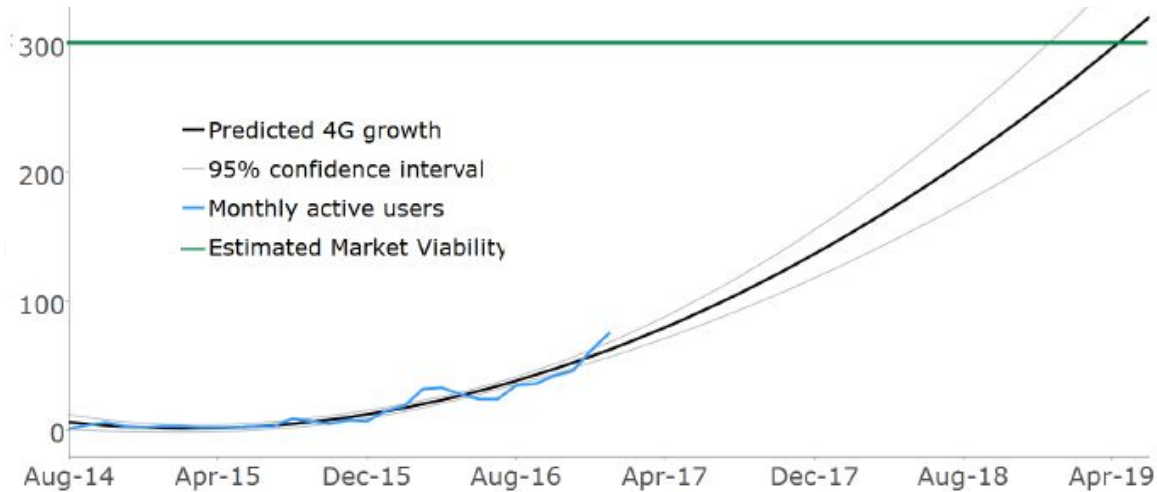


# Phone Logs: Hourly Online Activity (PH)



2G phones are used more in the community than 4G phones

# Results: Projecting Viability (ID)



$$Y_t = \alpha + \beta_1 t + \beta_2 t^2 + \varepsilon_t$$

A 4G only base-station would be sustainably installed in Indonesia in April 2019

# Quantitative Conclusions

- Local vs Nonlocal is an important distinction
- 4G growing rapidly, 3G dying, 2G also dying but with long runway
- Significant upgrade **and** downgrade behavior
- 2G phones more active: used more, shared more
- 4G Access points viable in mid 2019

# Qualitative Data



- Interviewed cell phone owners and credit sellers in San Andres (Philippines) to better understand upgrade behavior
- Snowball sampling after interviewing credit sellers
- Total 15 semi-structured interviews

# Why do people change phones?



If phones are lost,  
damaged or stolen



Usability/Features



Phones gifted to  
family members

## Interviews - Theft or Loss

**22 Year Old Construction Worker:** **Upgraded** from feature phone to Cherry Mobile smartphone, then **dropped in water** and replaced with newer one.

**28 Year Old Homemaker:** **Downgraded** to Cherry Mobile when Samsung Galaxy was **loaned** to a friend of their child and then **not returned**.

## Interviews - Usability: Entertainment

**25 Year Old Male Tricycle Driver:** *“This cellphone belongs to my wife, but my **child uses it**. My child is seven years old. We use it just for **games, music, Facebook**. (Facebook) is the only (app) that we know (how to use) here. I let him **download** as many **games** as possible, then I will borrow the phone from him.”*



# Interviews - Usability: Features

**22 Year Old Woman:** *"If you have a **touchscreen** phone, you can do many things with it. You can **access the internet**. Unlike before, you can only do **calls and text**. But now, (with a touchscreen phone), you can call, text, (connect to the) internet, and other things."*

# Discussion: How to promote upgrades



Better power and network infrastructure required



- Curated media content
- Affordable and resilient smartphones

# Conclusions



- Many benefits to feature phones
  - Power efficient
  - Less risk of loss
- Many benefits to smartphones
  - Media players
- If we want people to have and use smartphones, we need to make a compelling case for these areas
  - Local media servers
  - Hardened devices

# Acknowledgements

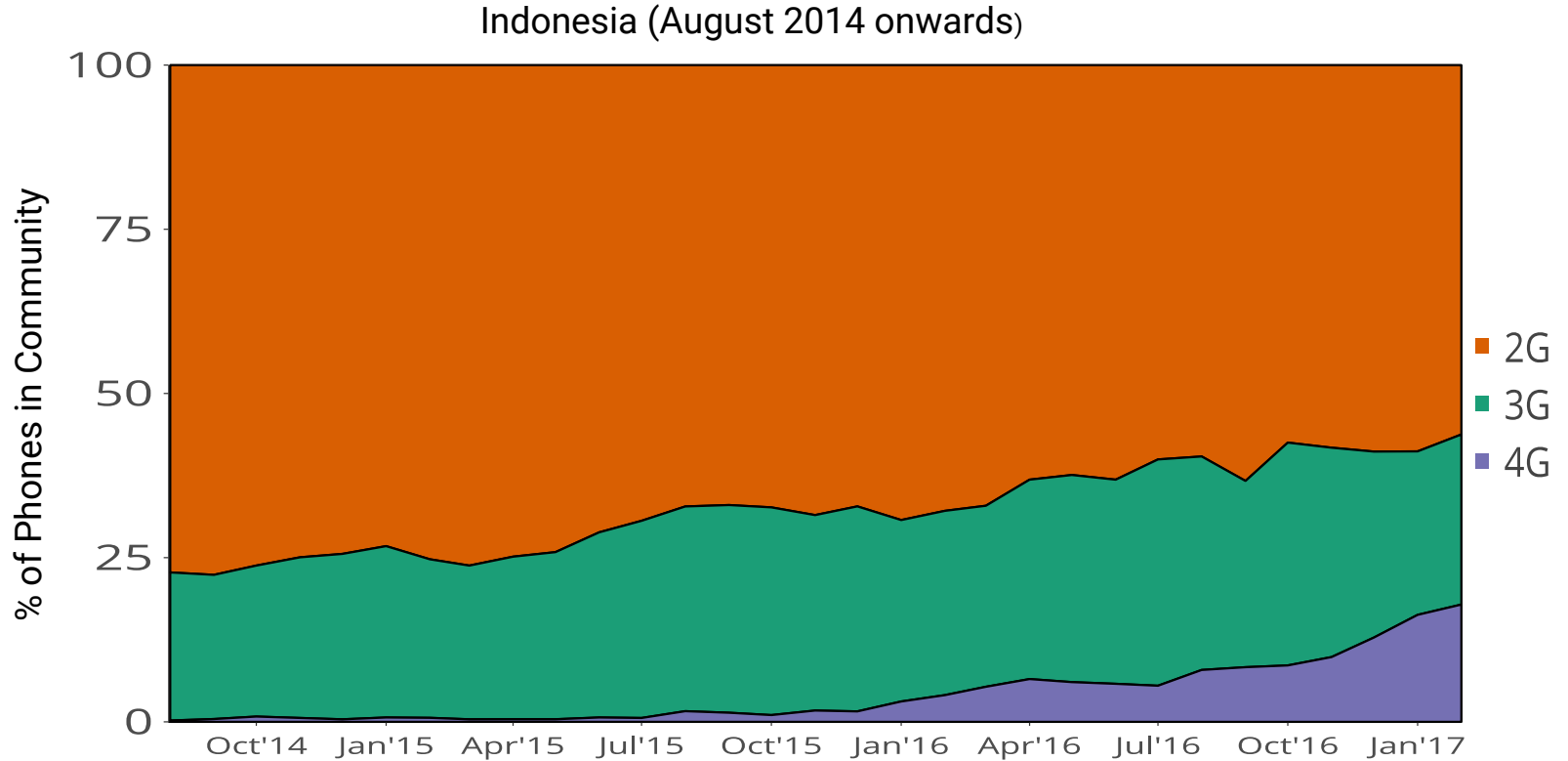
BILL & MELINDA  
GATES *foundation*



DIGITAL FINANCIAL SERVICES  
RESEARCH GROUP  
UNIVERSITY OF WASHINGTON

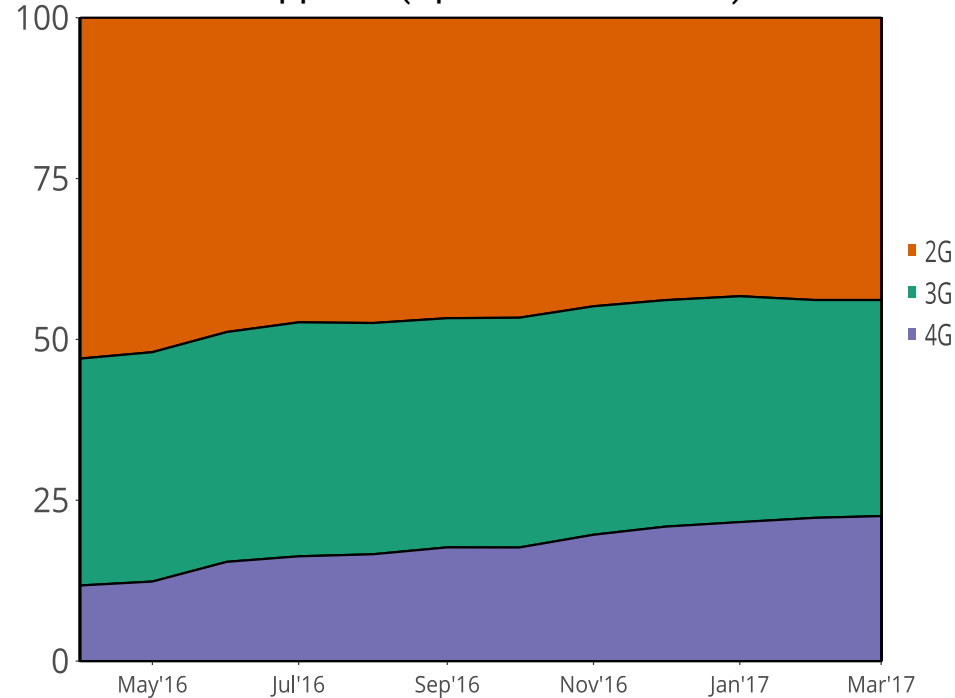
Thank you!

# Call Logs: Phone Adoption



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Philippines (April 2016 onwards)



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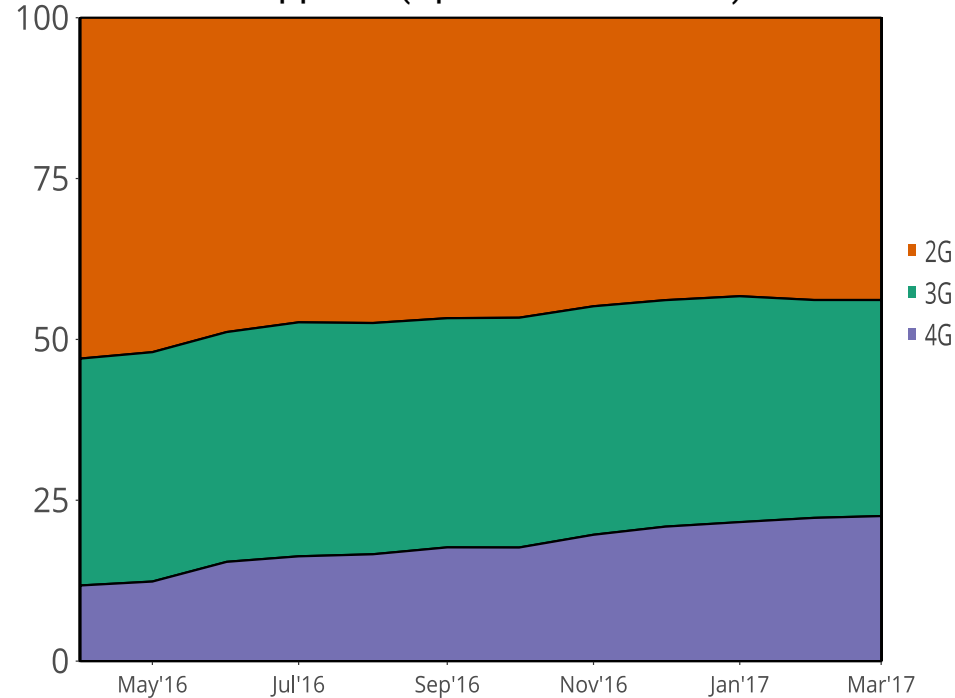
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# Call Logs: Phone Adoption

Philippines (April 2016 onwards)



3G adoption has stalled

In last year:

Indonesia: 22.5% -> 25.9%

Philippines: 35.3% -> 33.6%



# Interviews - Instant Gratification



**Respondent 4:** *“We don’t send text messages anymore. We send PMs through Facebook Lite, Viber, WhatsApp...”*

**Respondent 3:** *“Now, you can see if they are online. You know immediately if they are replying. Unlike before when you need to wait...”*

# High-level Findings



Travel to nearby town to avail free WiFi

- Routinely change sim-cards



Tourists visiting nearby waterfall and hiking site