Surgo**System**

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Dear Sir

Feedback On Consultation Paper "Deployment of Wireless Broadband Technologies in Singapore"

Thank you for the above paper which was well written and comprehensive. There are some comments and views that I would like to share with the IDA. Before doing so however, I'd like to give a brief background of my company so that the following comments/views can be seen in context.

SurgoSystems is a Singapore-incorporated company which provides a secure data storage and retrieval service for small and medium enterprises over broadband Internet. It has developed its own software for the above purpose. It has been marketing its service, called "SafelyAway", locally for the past three years and is currently exploring setting up similar services in Malaysia, Philippines and Hong Kong.

The following are my comments:

Views and comments on the potential of and benefits arising from the deployment of wireless broadband technologies, the likely services/applications to be deployed and the potential demand from businesses and consumers.

It is quite apparent that substantial amount of work still needs to be done before

deployment of wireless broadband can be realised. Not only do you have issues

pertaining to technology to contend with but also the complex spectrum

auctioning process.

Taking into consideration the geography of Singapore and the excellent wired

infrastructure already in place, the potential of and benefits arising from wireless

broadband are not immediately apparent especially weighed against the

implementation effort and risk. Perhaps only a handful of services or applications

can benefit from it. Furthermore, if the resulting differential cost between wired

and wireless is high, it will undoubtedly dampen the latter's demand.

Please note that I have visited a Malaysian ISP currently rolling out wireless

broadband in the Klang Valley on both the 2.5 GHz spectrum (for consumers up

to 512 Kbps) and 3.5 GHz spectrum (for corporate up to 3 Mps) and came away

suitably impressed with the performance. However, they should not be used as

a model as Malaysia, unlike Singapore, does have significant problems in the

"last mile".

In my view, from a practical and business perspective, there is no urgency in

deploying wireless broadband in Singapore until implementation risks fall to an

acceptable level.

Respondents are also invited to comment on any other issues not covered in this consultation document but which are considered to be relevant in the deployment

of wireless broadband technologies.

On a technical note, although a wireless base station can cover several square

kilometers, equal consideration should be given to the so-called "return path". To

elaborate, since communication is a two-way process, the user's computer also

needs to transmit signals back to the base station. However, it probably will not

have sufficient power to do so. Therefore, intermediate receiver stations needs

to be set up over the Island to effect the return path. Perhaps this issue can be

addressed in subsequent papers.

If going "wireless" is considered an alternate to "wired", then it must be strongly

emphasised that the full potential (in terms of speed and cost) of wired

broadband has not been fully exploited in Singapore. The download speed of 512

Kbps from our ADSL modems does not even qualify as being broadband in some

countries! Take Hong Kong (see Pacific Supernet) for instance, only speeds in

excess of 1,500 Kbps is considered "broadband". In Japan (see

bbpromo.yahoo.co.jp), speeds up to 8,000 Kbps have been advertised and at

US\$28 per month!

The point I am making is that the viability of wireless broadband deployment

should be evaluated in the light of a scenario where wired broadband functions at

10 times the current speeds and at say one-third the current prices.

Summary

In summary, if the goal is to enable more innovative broadband value-added

services to businesses and consumers, then the path of least regret is to first

fully exploit our excellent existing wired infrastructure before embarking on the

wireless route.

Thank you for giving me this opportunity to express my views/comments and I wish IDA well in its initiatives.

Yours faithfully SURGOSYSTEMS (SINGAPORE) PTE LTD

Richard Fam Chief Executive Officer