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## NTT and Cisco create private 5G juggernaut

**Article** 



**The news: Cisco** is tapping **NTT** to help expand its private 5G services aimed at automotive, logistics, healthcare, retail, and public sector verticals, per <u>VentureBeat</u>.

Benefits of accelerating 5G edge connectivity: The joint venture between two networking giants has the potential to help Cisco and NTT's existing customers easily integrate private 5G into their existing LAN/WAN/cloud infrastructures.

Bolstering security will be the largest driver of low-latency and resilient private 5G in private infrastructure as data breaches, phishing scams, and <u>ransomware incidents are on the rise</u>.





- Other benefits include improved machine vision, predictive analytics, push-to-talk "walkie-talkie" communications, automated guided vehicles (AGVs), and always-connected PCs for frontline workers.
- NTT has the world's first fully managed enterprise private 5G platform, and Cisco has been collaborating with **Intel** to build "global 5G innovation centers" to test 5G applications and use cases.

## By the numbers:

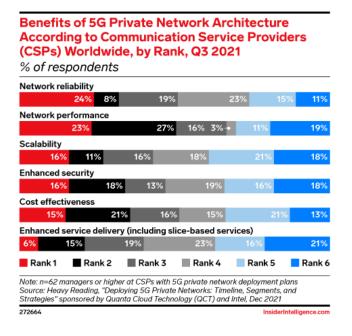
- 48% of all private LTE/5G networks in the public domain use 5G as of October 2022, up from 43% at the end of 2021, per <a href="Analysys Mason">Analysys Mason</a>.
- GSMA forecasts that <u>operators are expected to spend \$900 billion</u> worldwide between 2021 and 2025 on mobile capital expenditures, nearly 80% of which will be in 5G.
- The global private 5G market is expected to exceed \$8 billion by 2026, with a compound annual growth rate of 35.7% from 2022, per <u>IDC</u>.

The time is right: "CIOs everywhere ... want more secure networks, they want dedicated [network] capacity, they want dedicated spectrum. They want service-level commitments, and they want it all as a service," said **T-Mobile** president and CEO **Mike Sievert**.

**Key takeaway:** NTT and Cisco's partnership in private 5G as a service multiplies the potential for adoption since existing customers are likely to trust companies they already work with.

- Having two of the biggest networking companies working in tandem will also attract new customers seeking reputable private 5G solutions.
- Consolidation between players could be an upcoming trend as private 5G and edge computing gain momentum.

**Dig deeper:** Read our Q&A with Shahid Ahmed, Group EVP at NTT, on growth <u>opportunities in</u> <u>private 5G in enterprise</u>.



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