



# Routed Optical Networks

Technology Economics

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SP Architecture Cisco

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# Routed Optical Networking

## IP and Optical Convergence

### Sustainable Architecture

Routed Optical Networking Pillars



Increasing optics speed at a cost-efficient price point and a small footprint: silicon photonics + CMOS wafer

**5x**  
power reduction

**70%**  
space reduction



Silicon chipsets that are industry-leading in performance with no compromise on features enabling 12-18m Innovation cycles

**2x**  
power reduction

**3x**  
space reduction



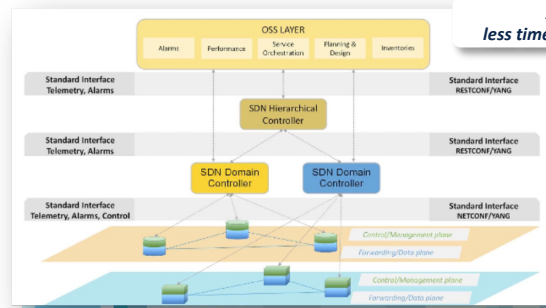
Evolution of NOS and cloud enhanced applications to enable new architectures

**2x**  
memory reduction

**2x**  
boot time reduction



### Automation



**70%**  
less time to operate



### Service Optimized Transport



**46%**  
TCO Savings

**57%**  
Opex Savings



**35%**  
Capex Savings



Routed Optical Networking Architecture

Customer Access Point

Access

**NCS 540**



Pre Aggregation

**NCS 560-57C3**



Aggregation

**NCS & ASR 9000**



Core

**CISCO 8000**

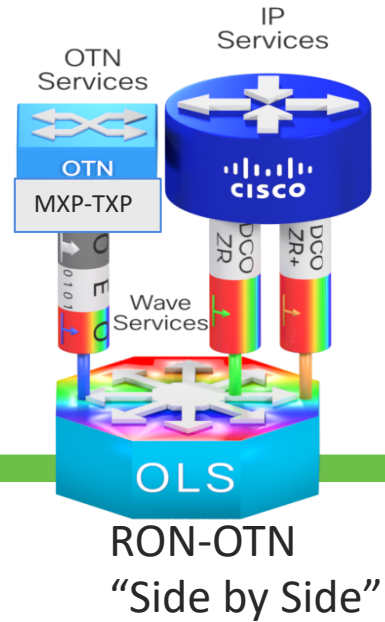
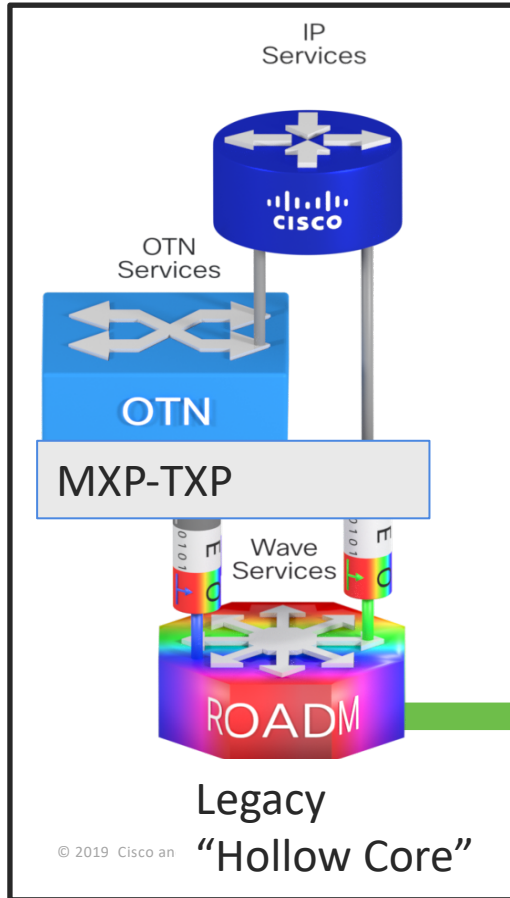


Peering

**NCS**



# Evolution Steps

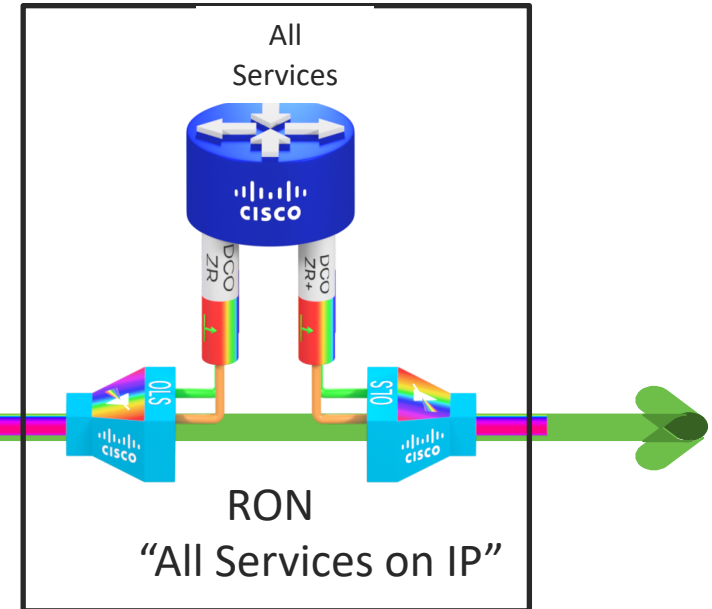


## Routed Optical Network = RON

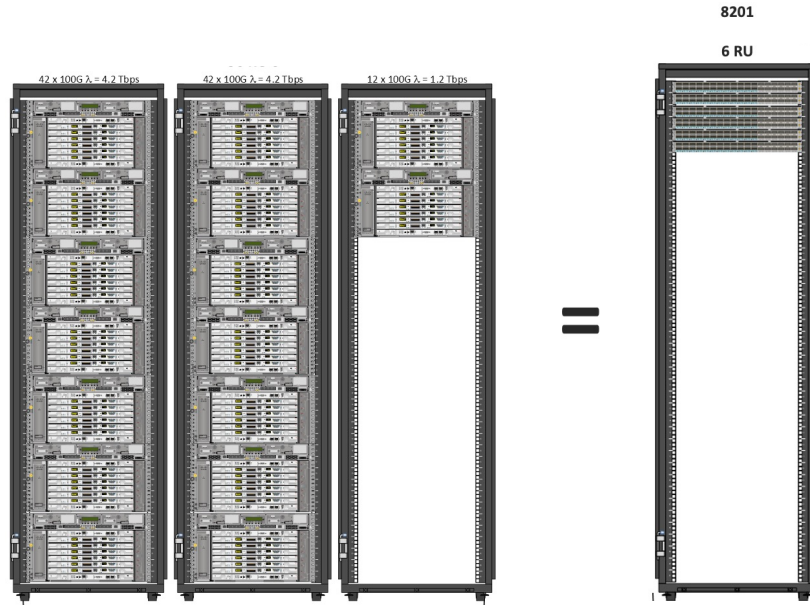
Traffic follows fiber topology

Challenges legacy layered approach on few concepts:

- 1) Source of colored traffic, @L3
- 2) Traffic switching, @L3
- 3) Single control plane, L3
- 4) Model driven automation and telemetry
- 5) OTN services are emulated (PLE)



# Example – BAU 96x100G TXP-MXP vs RON 64 x400G termination



Watts	Amps at -48Vdc	Amps at -42Vdc	BTU/hr
22,179.00	462.06	528.07	75,674.75

**+Router Power & Space**

6 x 8201 Power Draw			
Typical Watts	Max Watts	BTU/Hr Typical	BTU/Hr Max
2,490.00	3,112.50	8,495.88	10,619.85

# Routed Optical Networking Benefits

Up to ~57% OpEx savings, 46% total TCO savings

5 Year Cumulative OPEX Breakdown

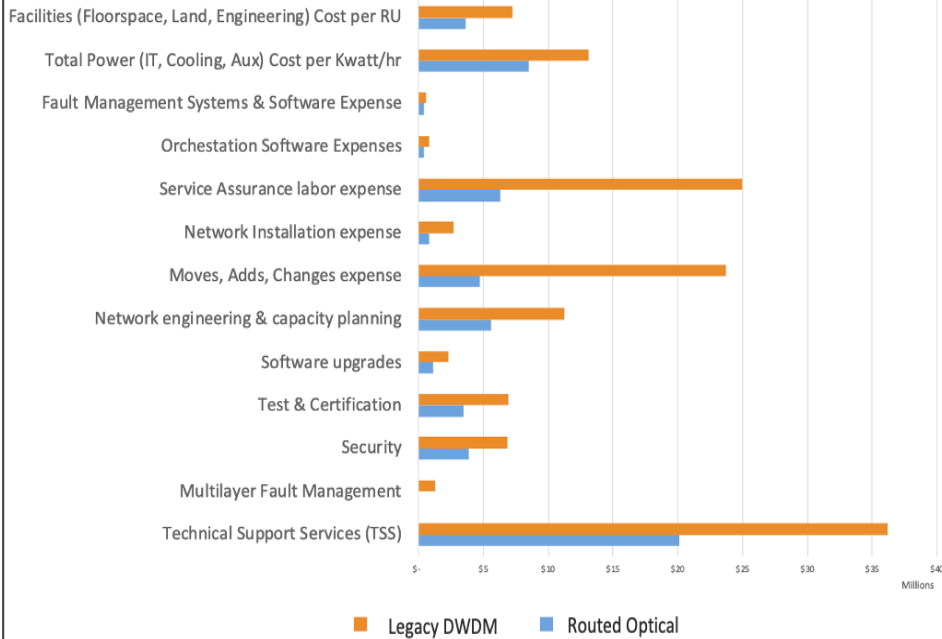


Figure 9. Five-Year Cumulative OPEX Breakdown

Cumulative TCO Comparison

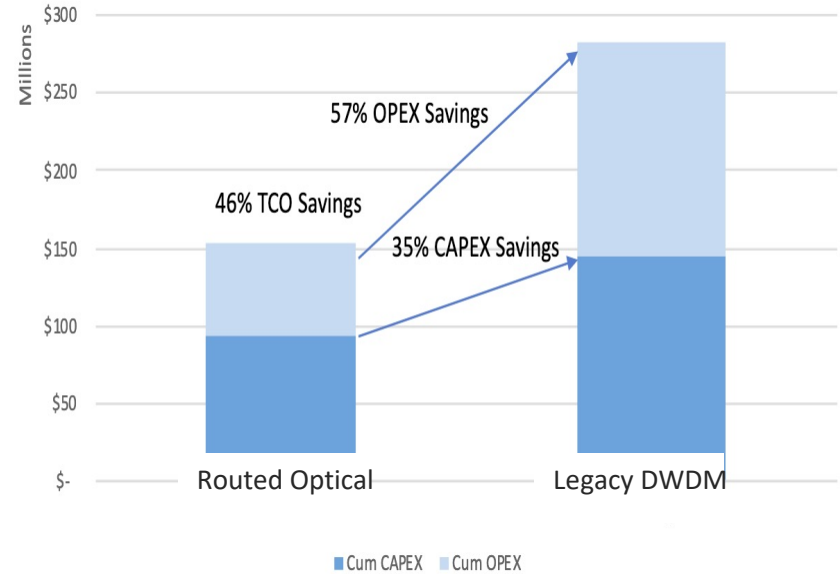
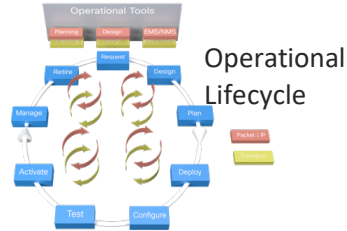


Figure 5. Five-Year TCO Comparison of IP Transport to Router Bypass

# Operational Savings, Calculation



**Benefits of Automation - Telco A's IP Core & Edge Work operation (1/2)**

Telco A did "Network Work" for IP Core and Edge 4,443 times for CY17. It took 17,314 hours. We categorized all 4,443 work into 3, according to the work complexity, and then simulated how much we can save after we adopt automation

- Telco A's status for "Network Work"
  - 4,443 times for 17,314 hours during 2017
  - Critical Human error: 9 times

Complexity	Overall Work Status	# of Work order	Operation Hours
High		195	895
Medium		274	1,114
Low		2,174	15,305
Total		4,443	17,314

**Benefits of Automation - Telco A's IP Core & Edge Work operation (2/2)**

Telco A did "Network Work" for IP Core and Edge 4,443 times for CY17. It took 17,314 hours. We categorized all 4,443 work into 3, according to the work complexity, and then simulated how much we can save after we adopt automation

- Find the possibility to use automation tool (based 21 work categories)

Complexity	Work Characteristics	Automation Possibility
High	Need high skill level, such as coding/policy change, operation network topology change, etc. & high impact to network during working	0
Medium	Need to know already work operation during working	0
Low	Simple repeat work (simple physical work)	100%

**Effect through Network Automation**

Telco A and Cisco simulated the automation effect for Core and Edge area based on work plan for CY17, we can expect **43% OPEX saving**

Save annual Work Hour by about 42%

Based on overall IP Network work for CY17	Original work hour	Work hour through automation	Automation effect (%)
Number of "Network Work" (High, Medium, Low): 4,443	17,314 hours	10,024 hours	42% saving

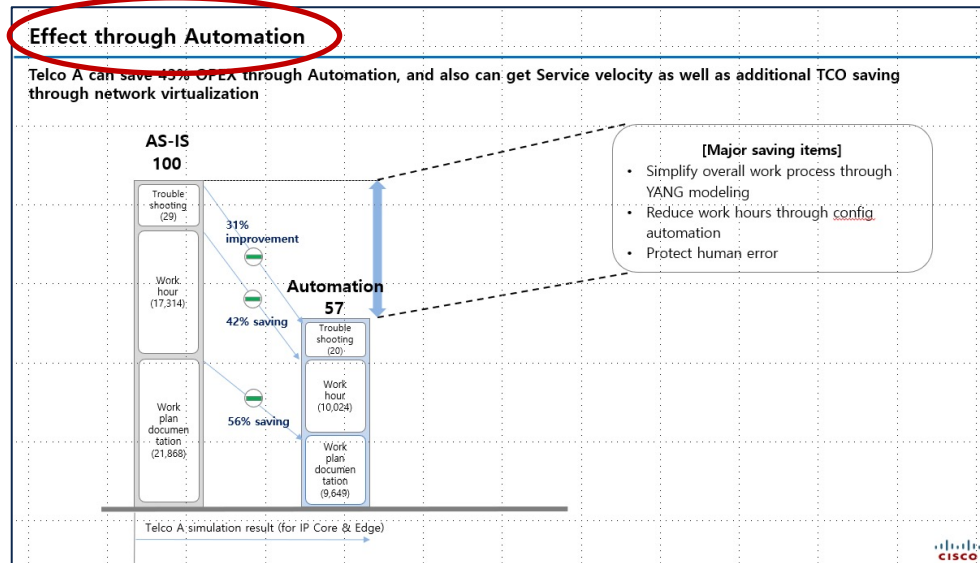
Save annual Work Plan days by about 56%

Based on overall IP Network work for CY17	Original work plan days	Work hour through automation	Automation effect (%)
Number of "Network Work" (High, Medium, Low): 4,443	21,865 days	9,649 days	56% saving

Reduce 31% network failure through reducing human error

Critical network failure for CY17	Manual work	Work through Automation
IP system config error	9 times	0 times
Human error	3 times	3 times
System failure	5 times	5 times
Total	20 times	20 times

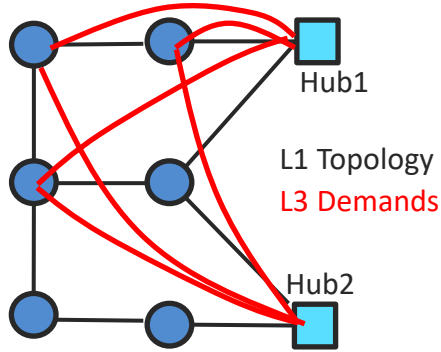
Standardization through automation



# RON TCO Baseline



# Analyzing a Simple Network ...



Geographical Names, distance	Site	N1	Edge	S	10	-133	50
	Site	N2	Edge	10	10	-79	52
	Site	N3	Edge	10	5	-78	45
	Site	N4	Edge	5	5	-120	40
L1/Fiber	Span	Link-1	N1	N2	450		
	Span	Link-2	N2	N3	225	TW105/RL60/60	
	Span	Link-3	N3	N4	600		
	Span	Link-4	N4	N1	300		
L3 demand & Traffic matrix BW	Demand	Dem-1-W	N1	N2	1200	Link-1	Working
	Demand	Dem-1-P	N1	N2	1200	Link-4, Link-3, Link-2	Protect
	Demand	Dem-2	N1	N4	817	Link-4	Working
	Demand	Dem-3	N3	N4	1420	Link-3	Working
	(DefaultLoss)	4637					

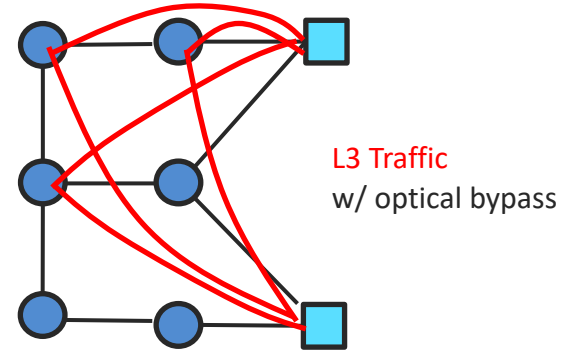
## The ASK:

- Compare Legacy DWDM vs RON
- Cost, Power, Rack space
- Sensitivity analysis

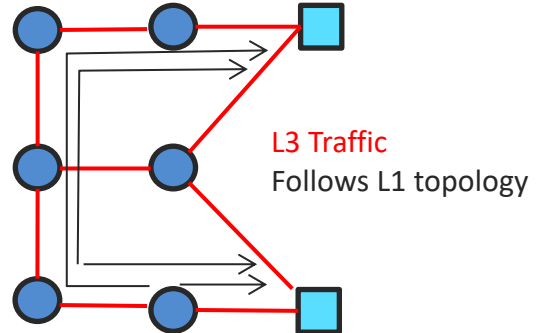
## The Input:

- 6 spokes dual-homed to 2 Hubs
- L1 Topology, spans ~100-200 Km
- 400Gbps DWDM design
- Most 20-60 Gbps per spoke, random

## Legacy DWDM “Hollow Core”



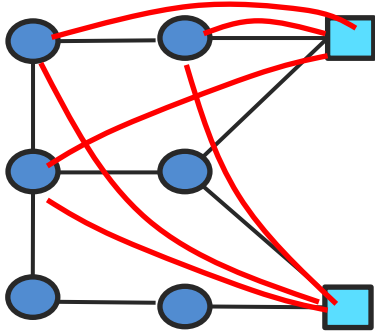
## Routed Optical “RON”





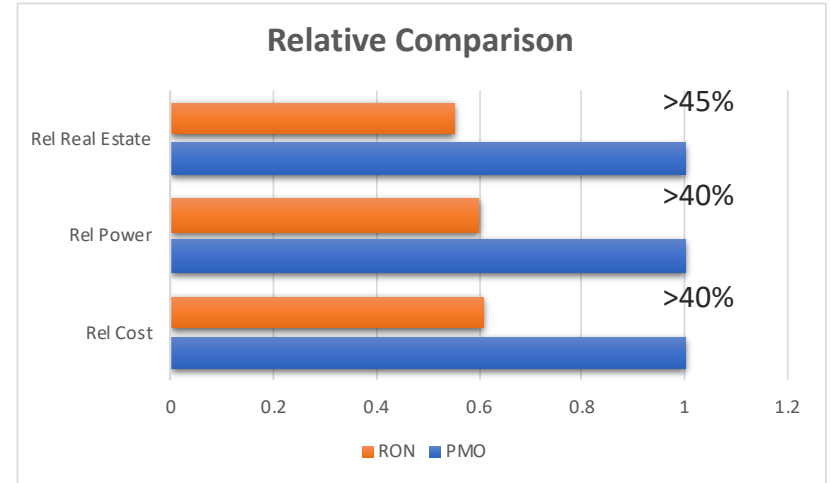
# Simple Network Simulations

## 6 spokes + 2 Hubs



### Goal - Identify CapEx Savings Inflexion Points:

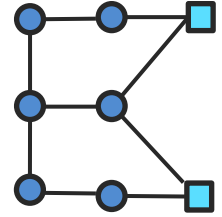
- Changing number of nodes per ring
- Changing amount of traffic per node
- Changing traffic pattern H&S -> Mesh
- Changing the platform choice (82xx, NCS 5500, ASR9K)



When will the above results change ?

# Simple Network Simulation

## CAPEX Savings Analysis



SENSITIVITY Analysis, RON Savings, in a ring of nodes with dual-homed traffic

Gbps/node	Nodes per RING													
	10	1	2	3	4	5	6	7	8	9	10	11	12	13
10	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%
20	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%	22%
30	22%	22%	22%	22%	22%	22%	22%	22%	22%	18%	18%	18%	18%	18%
40	22%	22%	22%	22%	22%	22%	22%	18%	18%	18%	18%	18%	18%	-16%
50	22%	22%	22%	22%	22%	22%	18%	18%	18%	18%	18%	-16%	-16%	-16%
60	51%	51%	51%	48%	48%	48%	48%	48%	27%	27%	27%	7%	7%	7%
70	51%	51%	51%	48%	48%	48%	48%	48%	27%	27%	27%	7%	7%	7%
80	51%	51%	51%	48%	48%	48%	48%	27%	27%	27%	7%	7%	7%	-14%
90	51%	51%	48%	48%	48%	48%	27%	27%	7%	7%	7%	-14%	-14%	-14%
100	51%	51%	48%	48%	48%	27%	27%	7%	7%	7%	-14%	-14%	-14%	-35%
110	64%	64%	62%	62%	47%	47%	32%	32%	32%	17%	17%	2%	2%	2%
120	64%	64%	62%	62%	47%	47%	32%	32%	17%	17%	2%	2%	2%	-13%
130	64%	62%	62%	47%	47%	32%	32%	17%	17%	2%	2%	-13%	-13%	-13%
140	64%	62%	62%	47%	47%	32%	32%	17%	17%	2%	-13%	-13%	-13%	-32%
150	64%	62%	62%	47%	47%	32%	17%	17%	2%	2%	-13%	-13%	-32%	-32%
160	72%	70%	70%	58%	46%	46%	35%	35%	23%	11%	11%	-4%	-4%	-25%
170	72%	70%	70%	58%	46%	46%	35%	35%	23%	11%	11%	-4%	-4%	-25%
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200	72%	70%	58%	46%	46%	35%	23%	11%	-4%	-4%	-49%	-49%	-74%	-74%
210	78%	77%	67%	58%	48%	48%	39%	30%	18%	1%	-17%	-17%	-37%	-37%
220	78%	77%	67%	58%	48%	48%	39%	30%	18%	1%	-17%	-17%	-37%	-59%
230	78%	77%	67%	58%	48%	48%	39%	30%	18%	1%	-17%	-17%	-37%	-59%
240	78%	77%	67%	58%	48%	39%	30%	18%	1%	-17%	-37%	-59%	-82%	-82%
250	78%	77%	67%	58%	48%	39%	30%	18%	1%	-17%	-37%	-59%	-82%	-82%
260	80%	72%	64%	56%	40%	40%	30%	18%	0%	-17%	-37%	-59%	-77%	-77%
270	80%	72%	64%	56%	40%	40%	30%	18%	0%	-17%	-37%	-59%	-77%	-77%
280	80%	72%	64%	56%	40%	40%	30%	15%	0%	-17%	-55%	-77%	-99%	-99%
290	80%	72%	64%	56%	40%	40%	30%	15%	0%	-17%	-55%	-77%	-99%	-99%
300	80%	72%	64%	56%	40%	40%	15%	0%	-17%	-55%	-86%	-99%	-123%	-123%
310	82%	75%	68%	61%	47%	39%	26%	12%	-3%	-36%	-64%	-74%	-95%	-95%
320	82%	75%	68%	61%	47%	39%	26%	12%	-3%	-36%	-64%	-74%	-95%	-117%
330	82%	75%	68%	61%	47%	39%	12%	-3%	-36%	-64%	-74%	-95%	-117%	-117%
340	82%	75%	68%	61%	47%	39%	12%	-3%	-36%	-64%	-74%	-95%	-117%	-140%
350	82%	75%	61%	54%	47%	26%	12%	-3%	-36%	-64%	-95%	-117%	-140%	-140%
360	84%	78%	68%	59%	46%	34%	22%	-5%	-21%	-55%	-73%	-93%	-135%	-135%
370	84%	78%	68%	59%	46%	34%	9%	-5%	-21%	-55%	-73%	-93%	-135%	-135%
380	84%	78%	66%	59%	46%	34%	9%	-5%	-37%	-55%	-93%	-113%	-157%	-157%
390	84%	72%	66%	53%	46%	22%	9%	-21%	-37%	-55%	-93%	-135%	-157%	-157%

Capex savings influenced by:

- Traffic - bandwidth & patterns
- Network topology
- Network modelling constraints
- Choice of equipment





RON Economics  
*Real Simulations*

# RON Economics - Evaluation Methodology

**Customer Input**

- . Traffic matrix
- . Topology info
- . Growth projection

1

**Network Modeling**

Input = "1"

Processing:

- . Routing
- . Optical Feasibility

Results:

- . # of interfaces per node
- . Json or csv output format

2

**Post Processing= BOM + Comparisons**

- . Traffic growth, projection
- . Equipment selection

**Platform choice**

**Architecture comparison**

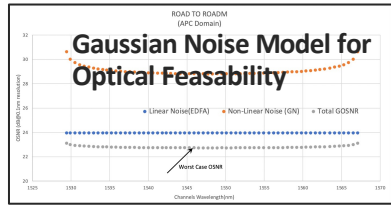
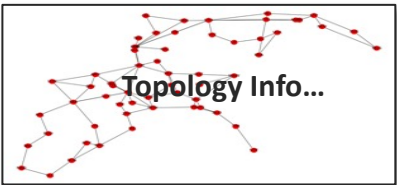
**BOM/cost/pwr...**

**Capex Results and Analysis**

## Network Operator Input

Geographical Names, distance	Site	N1	Edge	5	10	-130	50
	Site	N2	Edge	10	10	-70	52
	Site	N3	Edge	10	5	-70	45
	Site	N4	Edge	5	5	-100	40
L1/Fiber	Span	Link-1	N1				
	Span	Link-2	N2				
	Span	Link-3	N3				
	Span	Link-4	N4				
L3 demand & Traffic matrix BW	Demand	Dem-1-W	N1	N2	1200	Link-1	Working
	Demand	Dem-1-P	N1	N2	1200	Link-4, Link-3, Link-2	Protect
	Demand	Dem-2	N1	N4	917	Link-4	Working
	Demand	Dem-3	N3	N4	1420	Link-3	Working
	DefaultLoad			4637			

**Traffic matrix**



## Processing Engine Results



**Results..**

**# Intf @ bitrate**

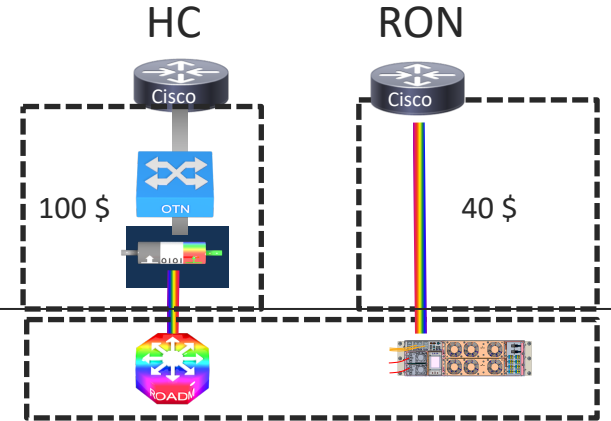
# RON Economics vs. Legacy Networks

## Legacy DWDM (Hollow core)

- ❑ L3 HW (8202, fixed cfg 2RU)  
100G grey pluggables
- ❑ TXP HW (NCS1004 + TXP board)
- ❑ ROADM (NCS 2K)  
+Optical amplifiers, if needed
- ❑ SW + services (3Y)

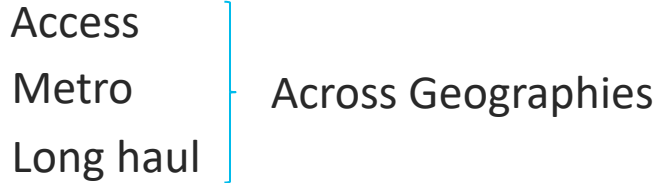
## RON (Hop by Hop)

- ❑ L3 HW (8201, fixed cfg 1RU)  
400G optics DCO ZR/ZR+
- ❑ ~~(no TXP)~~
- ❑ OLS or ROADM (legacy or NCS1010)  
+Optical amplifiers, if needed
- ❑ SW + services (3Y)



# Modelling the Networks

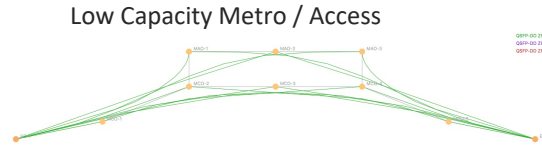
## Network Models - Low & High Capacity



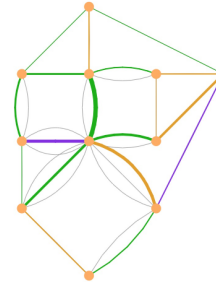
## Modelling encompasses

Hollow Core (HC), Optimal Bypass (OB) and Routed Optical Network (RON)

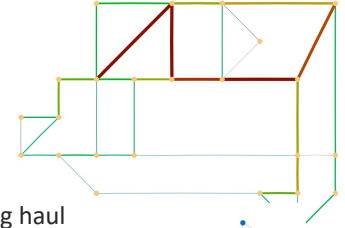
Relative comparison of above networks around Cost, Power and Real estate



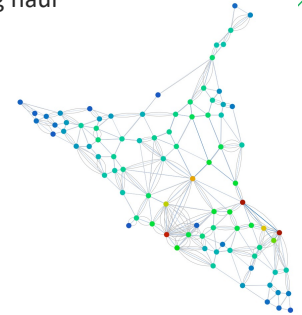
European Long haul



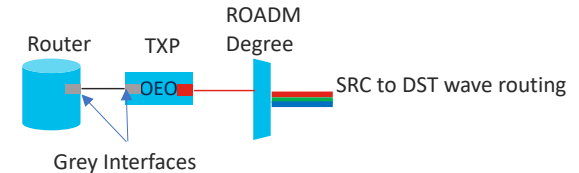
North American Regional



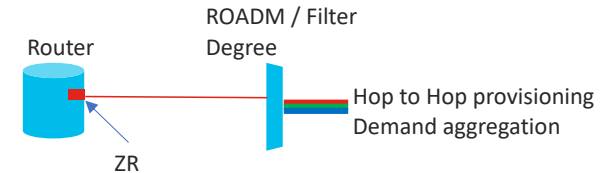
Asian Long haul



## HC / OB



## Routed Optical Network



# A National EU Regional Network

## National DWDM Network

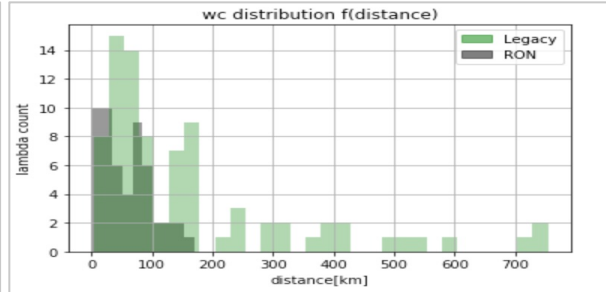
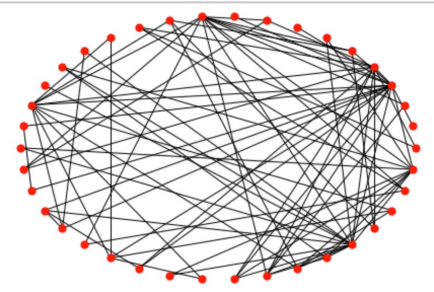
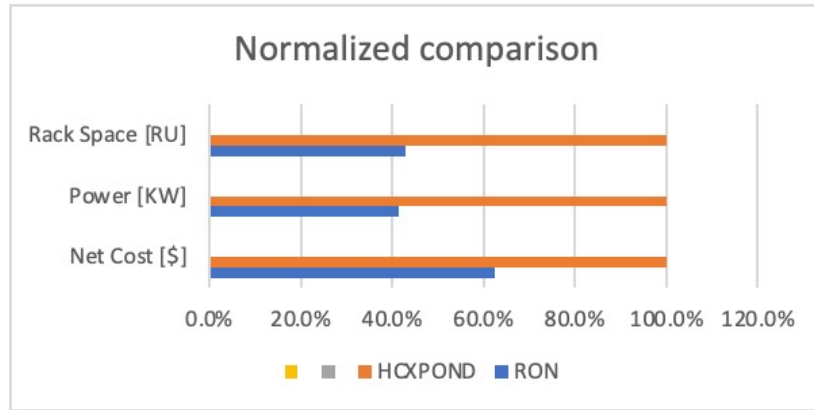
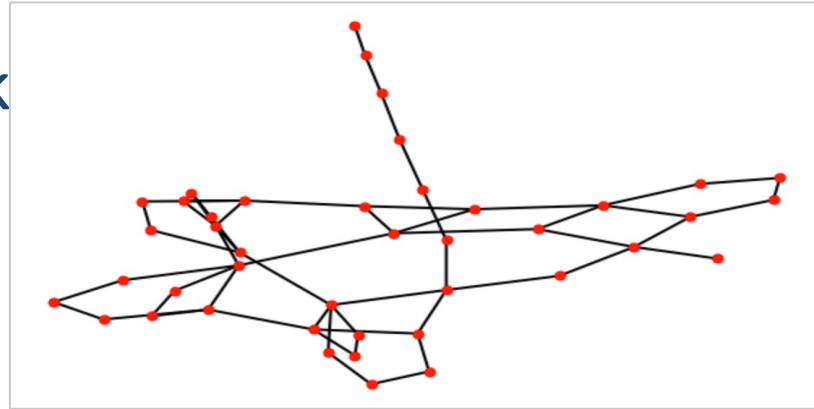
40+ Sites

~4,000 km of fiber

Approximately 40% Cost savings

Compared Hollow Core to Routed Optical Network

Assumed Greenfield network



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Routed Optical Network: ~ 40% Cost, 60% Power and 60% Real estate, savings over HC



# National EU Metro Network

## National DWDM Network

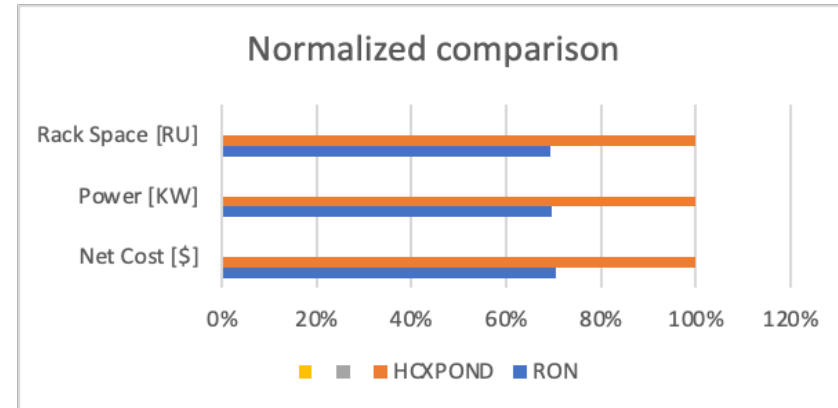
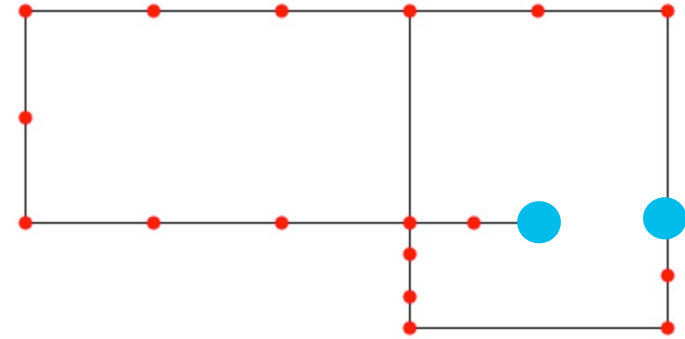
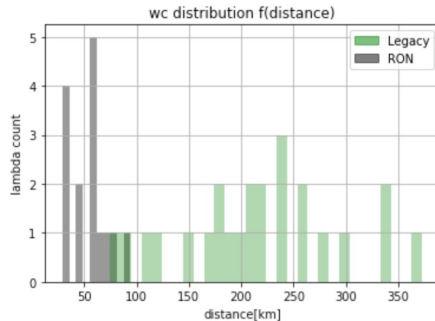
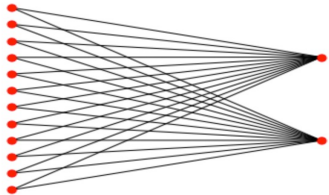
15 Sites

~1,200 km of fiber

2-Homed traffic, 30-120 Gbps/spoke

Approximately 35% Cost savings

Compared Hollow Core to Routed Optical Network



# National Metro Network – EU

## Finding the breaking point ...

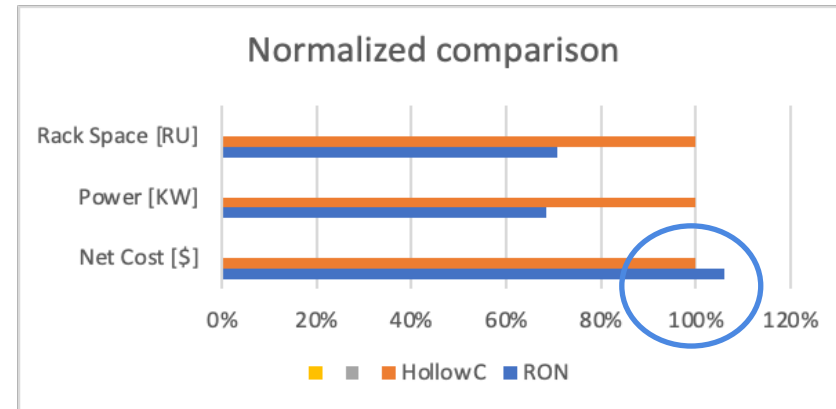
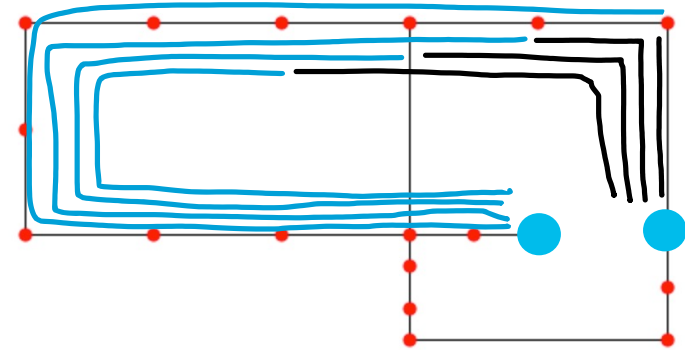
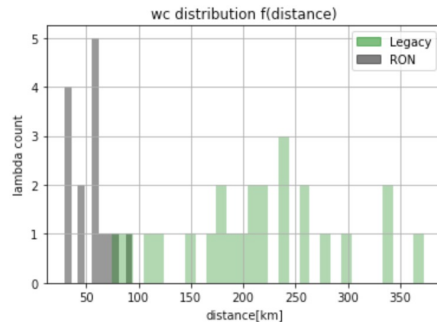
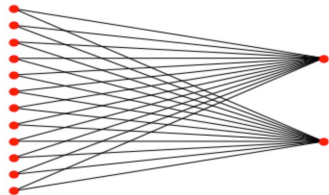
### National DWDM Network

15 Sites, Scenario = **Traffic x 3** !!!!

2-Homed traffic, **no oversubscription**

RON approximately 5% more expensive

High bandwidth/site => no advantage of grooming into 400G lambdas. **800G to the rescue ...**



# Long Haul Network, EU

## Sample European Long-Haul Network

11 Sites

> 6,000 km of fiber

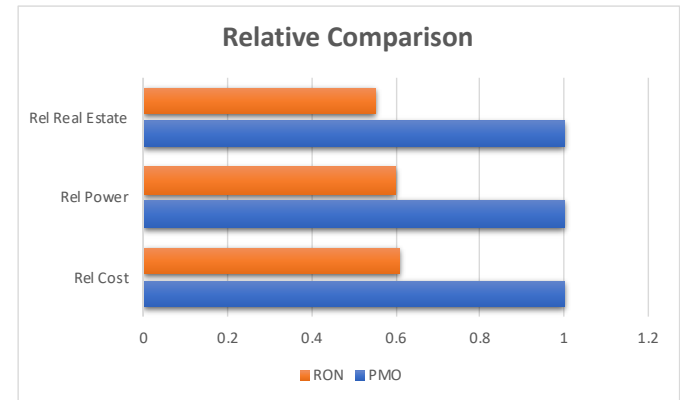
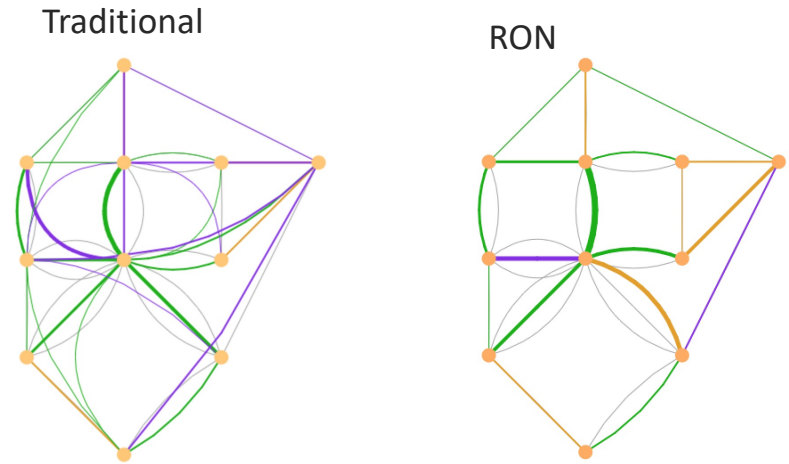
Approximately 40% Cost savings

Compared Hollow Core to Routed Optical Network

Assumed Greenfield network

**Optical Bypass provided no significant advantage to RON**

Routed Optical Network showed reduced TCO vs Traditional (HC) network



# Low Bandwidth, Metro EU

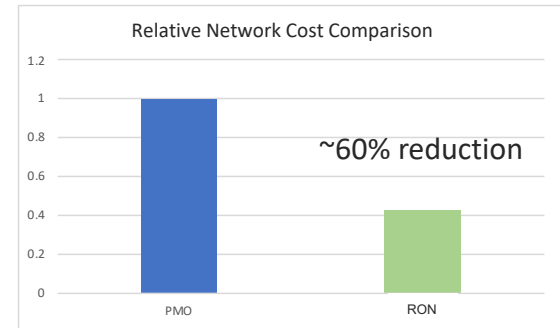
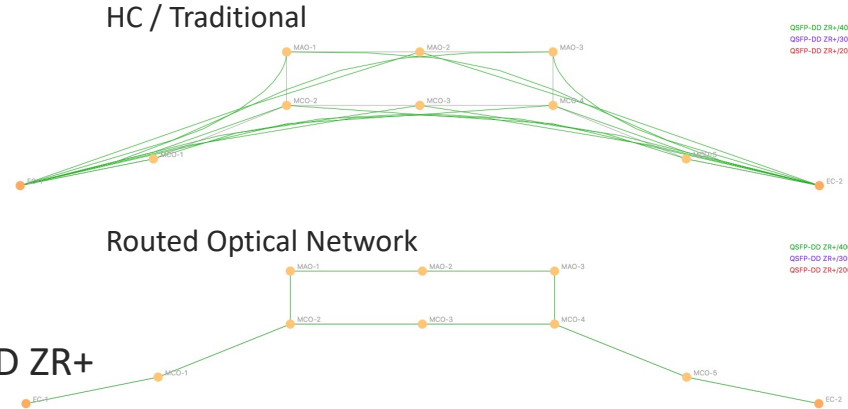
## Access / Metro Network

- Hollow Core(HC) – Typical Metro Mode of Operation leveraging OLS and Transponders
- Routed Optical Network – Moving to 400Gig QSFP-DD ZR+ Optics in a Hop2Hop architecture

Approximately ~60% cost savings

Where 40 X 10G DWDM was previously leveraged (PMO)

Routed Optical Network - single 400Gig integrated wavelength provides grooming advantage



# High Bandwidth Application - NA

## North American Regional Network

70+ Sites

> 4,000 km of fiber

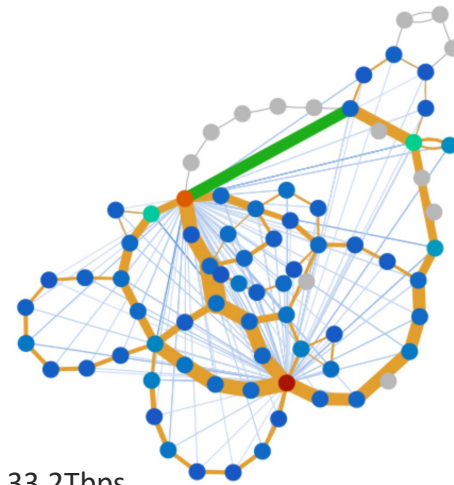
## Approximately 40% Cost savings

Compared Hollow Core to Routed Optical Network

Assumed Brownfield Network

Routed Optical Network showed reduced TCO vs Traditional (HC) network

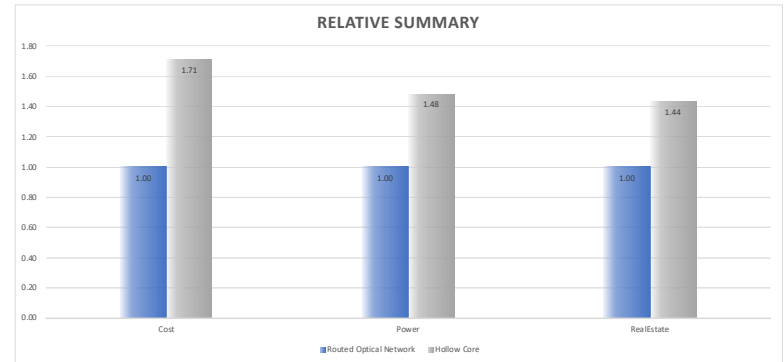
Increases DWDM infrastructure longevity



Traffic Load = 33.2Tbps

Routed Optical Network requires >2X interfaces

Improves Infrastructure longevity – **max 15  $\lambda$  / span vs 34**



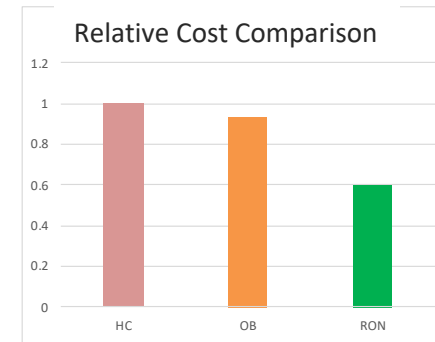
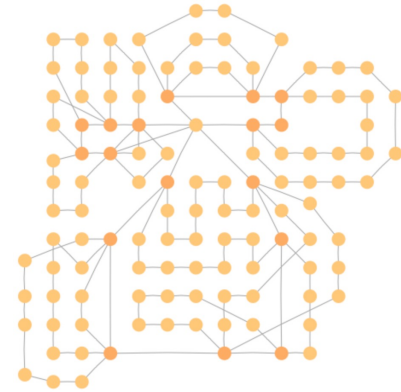
# Metro – Regional – Long Haul, NA

Comparison of:

Hollow Core (HC) – Reference Architecture

Routed Optical Network

Routed Optical Network demonstrated ~40% savings



Routed Optical Network Enables ~40% CapEx Saving while providing Simplification

# Long Haul Network - APAC

## Sample Asian Long Haul Network

230 Sites

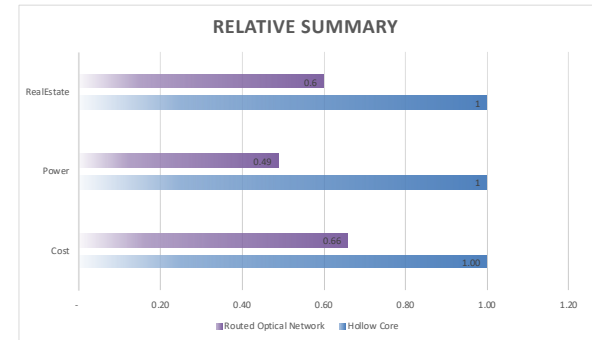
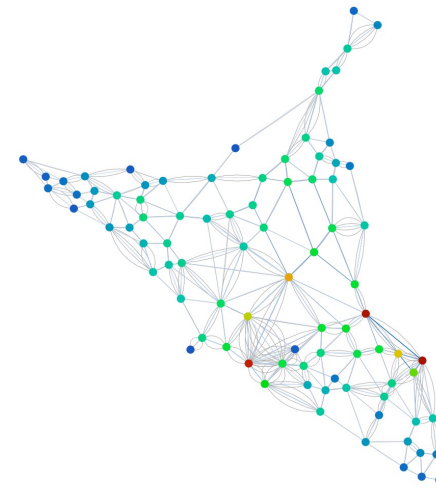
~80,000 km of fiber

## Approximately 40% Cost savings

Hollow Core vs Routed Optical Network

**Optical vs L3 redundancy (1+1+R)**

Assumed Greenfield network



# Summary

**Network transformation** beyond just IP and Optical integration is coming. To be competitive it's important to educate and understand all aspects of the Routed Optical Network

- New generation of routers and NPUs optimized for **400G and beyond**
- New generation of compact pluggable modules with integrated DCO **allowing zero port density tradeoff**
- **De-layering** of networks through services convergence, including **private line emulation**
- Adoption of **simple topologies**, like hop-to-hop and point-to-point DWDM (simpler ROADMs)

**Economics of networking must change with bigger focus on new architectures for operational simplicity and network optimization**

## Advantages

Fewer devices

Efficient network utilization

Traffic protection at single layer

Removes network complexity

**SUSTAINABILITY less power & space**

**OPEX savings through automation**



Reduced TCO

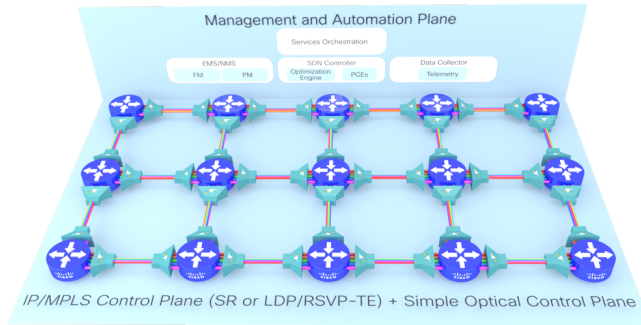




# Routed Optical Networks ... in Simple Terms

## Converged Architecture of P2P Routed Segments

- Integrates coherent optics in Routers
- Maximize transmission bit-rate per fiber segment → 400Gbps
- Fiber Topology = Router Topology
- Simpler Network and Management Architecture



## A Set of Products to enable the Architecture



400G QSFP-DD-ZR/ZR+ Pluggables



400GE-capable Routers  
New Silicon



Simpler /Open DWDM Line System



Advanced Automation and Control  
Plane

*Cisco has industry-leading Products to support this open Architecture*