



HP Helps Telecoms Tap New \$6.2 Billion Market: Communications as a Service for Midsize Businesses

HAMBURG, Germany, Dec 16, 2009 – HP today unveiled an initiative to help telecom service providers take advantage of a new \$6.2 billion market opportunity.

The [HP Communications as a Service](#) program (HP CaaS) will enable service providers to offer small- and midsize businesses (SMBs) cloud-based communications services delivered on an outsourced basis and priced as a utility, like electricity.

Using HP CaaS, wireless, wireline and broadband companies can grow the enterprise side of their businesses by providing SMBs with “one-stop shop” outsourcing for four key applications: self-service interactive voice response (IVR) and video surveillance from HP, and unified communications and IP contact centers from partners.

Service providers can create attractive bundles that include any or all of the four “as a service” cloud communications solutions, as well as additional solutions from HP or third parties.

By adopting a cloud approach and utility pricing, SMBs can realize key business benefits:

- Access to state-of-the-art communications services;
- Predictability of operating costs;
- Eliminating the need for capital investment; and
- Reducing the risk in new technology adoption.

With HP CaaS from their service provider, SMBs can shift valuable resources from IT to their core business while becoming more competitive.

By helping SMBs reduce complexity and costs, service providers can use HP CaaS to attract and retain customers, create steady income streams and, ultimately, increase overall revenue.

“Service providers and their SMB customers both benefit from the efficiencies of the HP CaaS program,” said Ottavio Carparelli, director, Communications and Media Solutions, HP. “Services on demand enable SMBs to lower costs and increase flexibility, while service providers can generate new revenue from SMB customers.”

Research points to CaaS opportunity for telecoms

HP commissioned Forrester Consulting to analyze the “as a service” market landscape and outline the potential opportunity for service providers. The analyst firm focused

Editorial contacts:

David Collins, HP
+1 408 966 6193
collins@hp.com

Paul Battaglia
Burson-Marsteller for HP
+1 312 596 3616
paul.battaglia@bm.com

HP Media Hotline
+1 866 266 7272
pr@hp.com
www.hp.com/go/newsroom

Hewlett-Packard Company
3000 Hanover Street
Palo Alto, CA 94304
www.hp.com

primarily on four CaaS services – unified communications, self-service IVR, IP contact centers and video surveillance – as well as other communications services important to SMBs.

Based on interviews with more than 900 SMBs around the world, the study reached four key conclusions:

- The addressable market for the four CaaS services is estimated to be at least \$6.2 billion by 2014, which reflects a compound annual growth rate of 29 percent.
- There is a strong demand among SMBs to use technologies on an as-a-service basis. For all four communications solutions tested in the study, 66-75 percent of companies said they will continue using, increase their use or start planning to use as-a-service offerings.
- One-third to more than one-half of SMBs would buy these as-a-service offerings from telecom service providers.
- Nearly 90 percent of the surveyed SMBs that expressed interest in these CaaS services want multiple, bundled applications. The components that SMBs want in a bundle varies by service, but some of the most preferred solutions for bundling are email, voice, IP contact center and instant messaging.

HP CaaS program

The foundation of the HP CaaS program is the new [HP Aggregation Platform for Software as a Service](#) (SaaS), which acts as a mediation layer between the communications services, the service provider's operations and business support systems (OSS and BSS), and the SMB environment.

The cloud-based HP Aggregation Platform for SaaS streamlines operations for both the service provider and the SMB customer by automating processes such as provisioning, activation, mediation charging, revenue settlement and service assurance. It also provides an ecosystem for HP and third-party solutions in as-a-service domains such as infrastructure, IT management and business management.

HP provides the consulting and integration services that are needed to build the communications solutions into the HP Aggregation Platform for SaaS. HP then integrates the completed platform with the service provider's OSS and BSS.

With flexible, usage-based pricing from HP, the service provider then manages delivery of the on-demand services directly to the SMB.

To encourage awareness and usage, service providers can offer the HP CaaS program to their SMB customers through a customized marketplace portal.

More information on HP CaaS is available at www.hp.com/go/CaaS.

About HP

HP creates new possibilities for technology to have a meaningful impact on people, businesses, governments and society. The world's largest technology company, HP brings together a portfolio that spans printing, personal computing, software, services and IT infrastructure to solve customer problems. More information about HP (NYSE: HPQ) is available at <http://www.hp.com>.



This news advisory contains forward-looking statements that involve risks, uncertainties and assumptions. If such risks or uncertainties materialize or such assumptions prove incorrect, the results of HP and its consolidated subsidiaries could differ materially from those expressed or implied by such forward-looking statements and assumptions. All statements other than statements of historical fact are statements that could be deemed forward-looking statements, including but not limited to statements of the plans, strategies and objectives of management for future operations; any statements concerning expected development, performance or market share relating to products and services; any statements regarding anticipated operational and financial results; any statements of expectation or belief; and any statements of assumptions underlying any of the foregoing. Risks, uncertainties and assumptions include macroeconomic and geopolitical trends and events; the execution and performance of contracts by HP and its customers, suppliers and partners; the achievement of expected operational and financial results; and other risks that are described in HP's Quarterly Report on Form 10-Q for the fiscal quarter ended July 31, 2009 and HP's other filings with the Securities and Exchange Commission, including but not limited to HP's Annual Report on Form 10-K for the fiscal year ended October 31, 2008. HP assumes no obligation and does not intend to update these forward-looking statements.

© 2009 Hewlett-Packard Development Company, L.P. The information contained herein is subject to change without notice. The only warranties for HP products and services are set forth in the express warranty statements accompanying such products and services. Nothing herein should be construed as constituting an additional warranty. HP shall not be liable for technical or editorial errors or omissions contained herein.

