

## Chair of Mobile Business & Multilateral Security

Privacy vs. Data: Business Models in the digital, mobile Economy

**Exercises** 

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# Lecture 2: Mobile Information Systems



#### Online vs. Mobile Business

What is the difference between Online and Mobile Business?

- Name common and different characteristics of Online and Mobile Business from a
  - Technical perspective (e.g. regarding terminals)
  - Business perspective (e.g. for content providers)
  - Legal perspective (e.g. regarding personal data)
  - Application perspective (e.g. for yellow pages)



#### Mobile Device Charateristics

• What are explicit characteristics of mobile devices?

- What are advantages/disadvantages of these characteristics
  - for mobile services/apps providers?
  - for users?



#### Mobile Apps vs. Mobile Web Apps

- What is the difference between Mobile Apps vs. Mobile Web Apps?
- Describe the characteristics of a restaurant finder as Mobile App and Mobile Web App?

• Why are Mobile Web App likely to prevail in the future?



### Unique Characteristics of Mobile Data Communications

What kind of unique characteristics of mobile data communication makes Mobile Marketing attractive to advertisers?

What are the risks of conducting Mobile Marketing campaigns for advertisers?

 Develop a Mobile Marketing campaign, which takes advantage of location, time and profile information about users.



# Lecture 3: Business Models, Markets and Ecosystems





- Describe the business model of a mobile location-based mobile community service
  - Value Proposition
  - Revenue Model and Alternatives
    - Pricing Model
  - Architecture of Value Creation
- What kind of personal data does this service require?





 Name the current pricing models offered by eBay for selling products.

When or for which product should a certain pricing model be used?



#### E-Business vs. M-Business

- What is unique Mobile business application and what is an Online business replica?
  - Mobile Web Banner Advertisement
  - Mobile Mail
  - Location-based Service
  - Mobile News



## Business Models for Selling homogenous goods

- Explain the issues of offering homogenous goods in competitive commodity markets?
  - Give an example for a business or an industry.
  - Why does the Internet intensify these issues?
  - How can the situation be improved for Online companies?
  - Which role can personal data play for mitigating these issues?





- Chicken & Egg problem is one characteristic of a two-sided market
  - Name two more characteristics
- Apple successfully introduced the AppStore
  - Does the AppStore constitute a two-sided market?
  - If yes, how did Apple solve the Chicken & Egg problem here?



#### Lecture 4:

## Characteristics of Goods in the Digital Economy



#### Cost for Information

- Explain the term "First Copy Costs".
- What is the issue of pricing information?
  - What are suitable pricing models?
- Give an example for
  - Search Goods
  - Experience Goods
  - Credence Goods
- How to transfer an experience good into a search good?





- What characteristics does personal data have?
  - Is a commodity?
  - Is it homogenous?
  - How about first copy costs?
  - What is its purpose?
  - **-** ...



#### **Attention Economy**

 Give an example for an Attention Economy beyond the advertising and celebrities.



#### Attention as an Economic Good

 Discuss the statement: "Advertisers rather selling attention than advertising space".

• What are the characteristics of attention as an economic good?





Name an example for an long tail business model?



Lecture 5:
The "Big Four" in the digital Economy





How do the Big Four build their business model around personal data of individuals?

What are the impacts on their business model if personal data about individuals would be no longer available?





Why does Amazon set up a own delivery fleet and experiments with drones?

Why does Amazon offer a free gaming rendering engine?



## Telecommunication Provider vs. Big Four

• What problems do Telecommunication Providers have with the Big Four?

So, the Big Four foster the usage of the Internet and thereby user subscriptions. Why aren't the Telcos happy?



## Telecommunication Provider vs. Big Four

• What personal data do Telecommunication providers have about its subscribers (compared to the Big Four)?



Why is Microsoft currently giving Windows 10 away for free?

• Why will there allegedly be no Windows 11, 12, 13, ...?



#### Lecture 6: Online Profiling



#### Online Profiling

- How can target persons be distinctly identified?
- How can different information about a person be cross-referenced?
- How can the quality of profile information (e.g. updateness of information) be assessed?
- Allows automatic profiling better results?
- How about a combination of manual and automatic profiling?



#### Online Profiling

- What is the motivation of manual profiling?
- What is motivation for automatic profiling?
- What are possible consequences for profiled indviduals?



Lecture 7 + 8: Personal Data Collection & Usage





- Does an IP-address allow service providers to uniquely identify and subsequently track a user?
  - Differentiate between stationary and mobile Internet

What other means of user identification exist?



#### User Identification

- Imagine you are operating a locationbased mobile "yellow pages" service.
  - Do you need user identification & tracking for your service?
  - If yes, what means of user identification would you implement for your site and why?
  - What are the benefits / issues of your solution?



#### **Data Collection**

 Imagine your are using a location-based mobile community service, which allows you to see where your friends are and interact with them.

- What kind of personal data is being disclosed about you? To ...
  - your network operator
  - your mobile community provider
  - your friends
  - any other involved Third Party



#### Personal Data Usage

- The Ad-Network XYZ is tracking your
  - online behaviour on the web
  - mobile online behaviour when using certain apps
- What kind of personal data can an Ad-Network collect using these tracking measures?
- For which purpose can this personal data be used?



#### Personal Data Usage

- What is a general (non-privacy) problem if content is personalised or products are recommended
  - From a service provider perspective
  - From a user perspective



#### Personal Data Usage

How do (mobile) social network providers use posted personal data about its users?

• Why/how do (mobile) users consume posted personal data of other users?



Lecture 9 + 10: Privacy & Privacy Protection



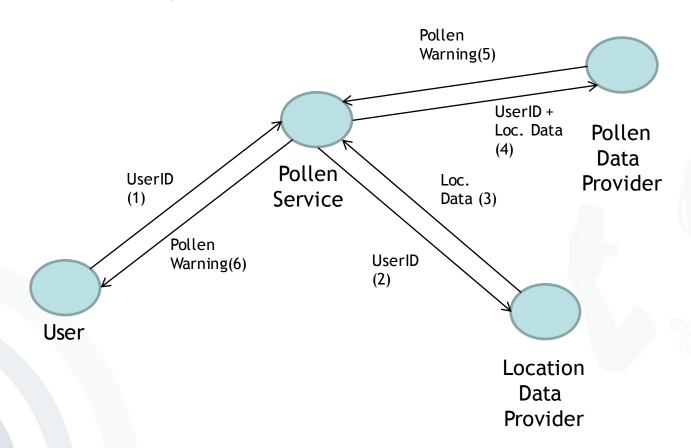
What does privacy mean to you personally (Online/Offline)?

What are possible issues of privacy violations for you (Online/Offline)?



#### Privacy Issues

- What are privacy issues of this the Pollen Service?
- How can they be resolved?





## Privacy Protection in Messaging

Why is Snapchat so popular?

Why do WhatsApp users care so little about their privacy?



- What are the benefits/issues of using
  - Cookie Cooker
  - Anonymizier
- while surfing the web?
- What are benefits/issues of user consent requests before collection personal information (e.g. for mobile web browser location data API)?



### **Anonymous Credentials**

Explain the idea behind anonymous credentials?

 Give an application example for anonymous credentials.





What is the idea about Privacy by Design?

- What is the problem implementing Privacy by Design with regard to ...
  - Systems/Software Engineering Processes
  - Costs/benefits for Service Providers



### Right to be Forgotten

- Explain the idea behind the "Right to be Forgotten".
- What are benefits for users?
- What could technically hinder the implementation of such a right in general?
- What are potential problems of such a right for the information society?



#### Lecture 11:

Mobile Identity Management & Backbone Technologies of Digitalisation





What are partial identities?

What is a digital identity?

How are both concepts related to each other?



## Concepts for Digital Identities

Explain the concepts "identity", "identification", and "identifier"?

What is the difference between "Authentication" and "Authorisation"?

How are "identification" and "Authentication" / "Authorisation" related?



## **Identity Management**

• What are the functions of Identity Management?

What is Single-Sign-On and what privacy issues does it impose?



# Mobile Phones as Digital Identities

• Why do mobile phones increasingly represent the digital identity of their users?



## Backbone Technologies: Cloud

Name one advantage and disadvantage of Cloud Computing from an online business and end user perspective?



# Backbone Technologies: Big Data

 What is Big Data? Name one important characteristic.



### Backbone Technologies: Artificial Intelligence (AI)

Name one short-term and long-term threat of AI to individuals?



# Backbone Technologies: Information Security

• Why is it so hard to secure complex IT systems?



#### Lecture 12:

Trade off between Privacy and Service Value



# The Privacy Concept from different Perspectives

- Explain the concept "Privacy" from
  - a user's perspective
  - an online business perspective
  - a regulatory perspective
- Are they different? If yes, are they still compatible to each other? Meaning, they can be harmonised?



#### Privacy vs. Data Trade-Off

Why is in general data disclosure vs. privacy always a trade-off?



#### Online Content / Media

#### Ads vs. AdBlocker vs. Paywall vs. ???

• Where do you think lies the future of revenue sources for content/media driven online businesses?





What is the trade-off between data disclosure and privacy in social networks?



#### State-of-the-Art Privacy

• What is the current state-of-the-art privacy for users interacting with online businesses?

How is privacy vs. data (disclosure) current balanced?



## Privacy as competitive Edge

How can privacy become a competitive edge for Online Businesses?

• What would be the benefit and for whom?

• How close are we with this idea to reality?



# Open Questions?