TRADELENS

APRACIICALAPPLICATIONOF ABLOCKCHAIN ENABLEDPLATFORMBUSINESS MODEL

PRAVEEN RAO
Supply Chain Solutions Executive for Blockchain
IBM Industry Platforms



Blockchain – a distributed ledger technology – has the potential to alleviate several persistent industry challenges

Blockchain technology will allow companies to improve efficiency, collaboration, and trust, while addressing key industry challenges and transforming existing business models



Security – The ability to access key transaction information through a private, secure and transparent shared ledger.



Logistics Management – Leveraging blockchain technology increases visibility and transparency along the entire supply chain for all stakeholders involved.



Digitized data – Companies can decrease/eliminate the need for unnecessary paperwork.



Efficient industry interactions – Smoother, more efficient interactions between suppliers, freight forwards, consumers, and other involved stakeholders can be facilitated.



IBM Blockchain Strategy

Drive the development of **applications** for specific business use-cases, to be deployed to active **blockchain networks**



Services

Collaborate
with services
teams from
ideation all the
way to
production



Ecosystem

Tap into our diverse ecosystem to develop strategic partnerships and create your competitive advantage



Solutions

Solve critical industry challenges by building and joining new business networks and applications



Platform

Develop, govern and operate enterprise blockchain networks with speed and security



HYPERLEDGER

A founding, premier member of Hyperledger, IBM is committed to open source, standards & governance

Major Supply Chain Use Case Categories

Provenance

What: Chain of custody / auditable / non -immutable data. Ideal to track parts provenance and digital records.

<u>Use Cases:Food, Industrial Parts, Counterfeit Prevention/Detection, Warranty, Maintenance, Digital Advertising</u>

Shared Visibility

What: Track goods, assets, transactions across the value chain providing trusted visibility to players in an ecosystem.

Use Cases: Global Trade, Transaction Lifecycle Management and Shipment Visibility

Dispute Resolution

What: reduce disputes between Buyer and Supplier by raising visibility and automation of transactions improving the cash flow position of parties involved

Use Cases: Accounts Payable, Shipment Dispute Management, Contingent Labor

Identity Management

What: Streamline the cumbersome process of qualifying, verifying and on-boarding Supplier with a trusted entity record on a Blockchain

Use Cases: Identity authentication, Compliance validation, Supplier Onboarding

TRADELENS

An open and neutral blockchain-powered platform that is digitizing the global supply chain and transforming trade.



\$16\(\pi\)RILLION IN GOODS

ARESHPPEDAROSS INTERNATIONAL BORDES EACH YEAR



80% THE GOODS

CONSUMERS USEDALLYARECARRIED
BYTHEOGEANSHPPINGINGUSTRY

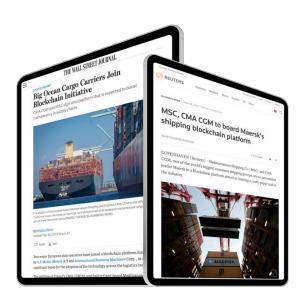


GLOBAL TRADE COULD INCREASE BY NEXRLY

BYREX.CINGBARRIES WITHNITE INTERNATIONAL SUPPLYCHAIN

CSX Railroad join

OUR JOURNEY



PIL, Namsung and Boluda join

TradeLens limited - availability release.

DECEMBER 2018

Seaboard Marine and KMTC join

Hapag Lloyd and ONE agree

CMA and MSC join @

ZIM join

to join

TradeLens commercial release; 1.5 million events per day published to the platform; working with more than 100 ecosystem members.

AUGUST 2019

TradeLens processing 2 million events per day and 100 thousand documents per week; supporting more than 150 ecosystem members.

JUNE 2019

Five of the largest six carriers now plan to be on TradeLens by the end of 2019.

Maersk Line, Safmarine, Hamburg Sud, Sealand join



JANUARY 2018

Beta release of the platform; trials underway.

AUGUST 2018

Formal launch of TradeLens.

SEPTEMBER 2018

WHERE WE ARE TODAY



DATAON60% OF CLOBAL CONTAINER SHPPING VOLUME

ESTIMATE BY 2020 ONCE IN PROCRESS CARRIER ON BOARDING COMPLETE



700MEVENTS PER YEAR

ESTIMATED TO DOUBLE ONCE CARRIER ON BOARDING COMPLETE





5.5MDOCLMENTS
PER YEAR

ESTIMATED TO DOUBLE ONCE CARRIER ON BOARDING COMPLETE



160+ NEIWORKMEMBERS SPREAD
ACROSS ALL6 CONTINENTS



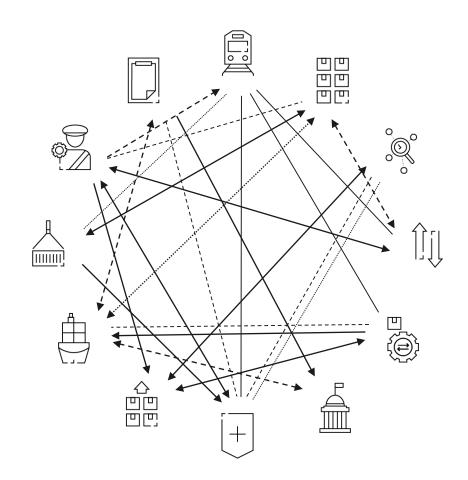
20M+CONTAINERS ANUALLY SPREADACROSS ALL6 CONTINENTS



THE CHALLENGE

GLOBALTRADEIS HCHLYINFFICIENT AND BLRDENEDBYPAPER-BASEDPROCESSES

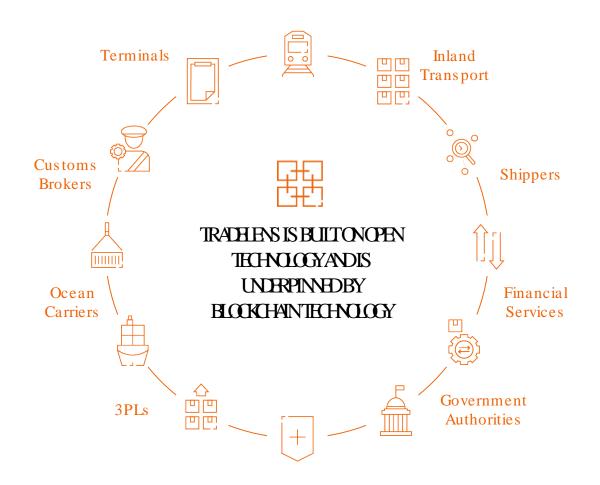
- + Data trapped in organizational silos
- + Manual, time-consuming, paper-based processes
- + Processes often subject to fraud and error
- + High costs and poor customer service



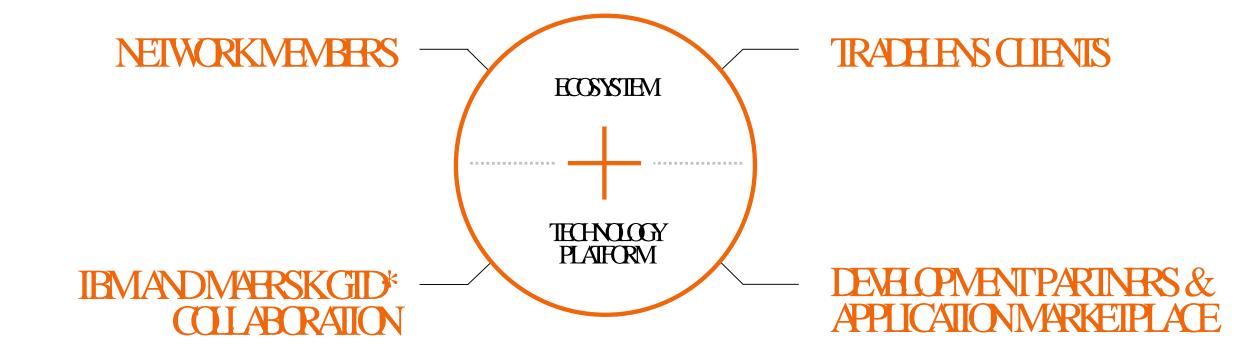
THE FUTURE

DICTIZETHECLOBAL SUPPLYCHAIN WITHTRADELENS

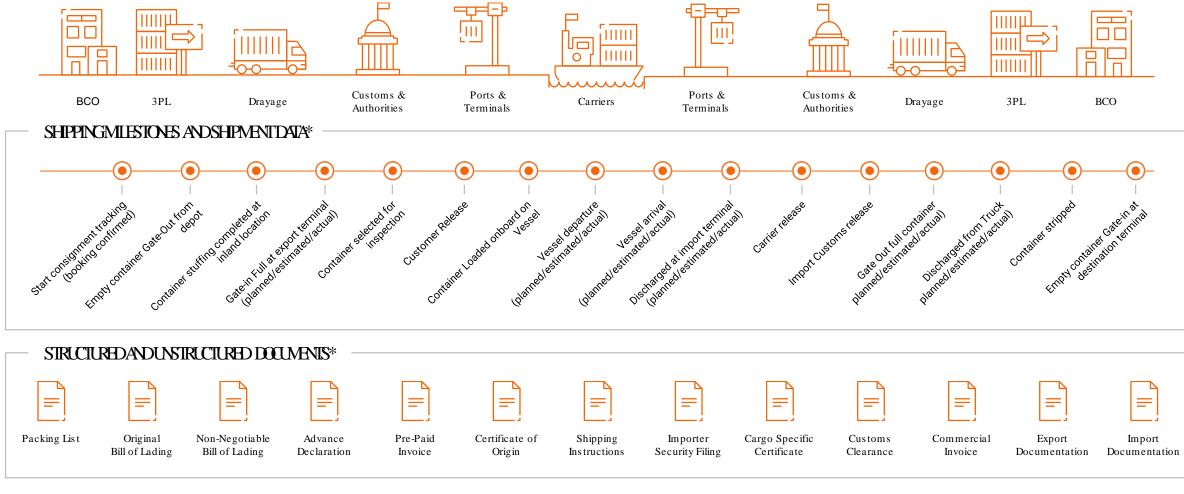
- + Connect the ecosystem
- + Drive true information sharing
- + Foster collaboration and trust
- + Spur innovation



THE TRADELENS COLLABORATION



^{*} Maersk GTD is the subsidiary of A. P. Moller Maersk responsible for TradeLens



TRADHENS BLOCKCHANBUSINESS NETWORK



^{*} Note: representative sample only of the data on the platform

BLOCKCHAIN

TradeLens uses the permissioned IBM Blockchain Platform to guarantee immutability and provenance of shipping documents and support inter-organisational workflows









LET'S SEE AN EXAMPLE

ibm.biz/Bdzkjw

THANK YOU

Visit <u>www.tradelens.com</u>

PRAVEEN RAO raopr@.us.ibm.com