PORTCONECT

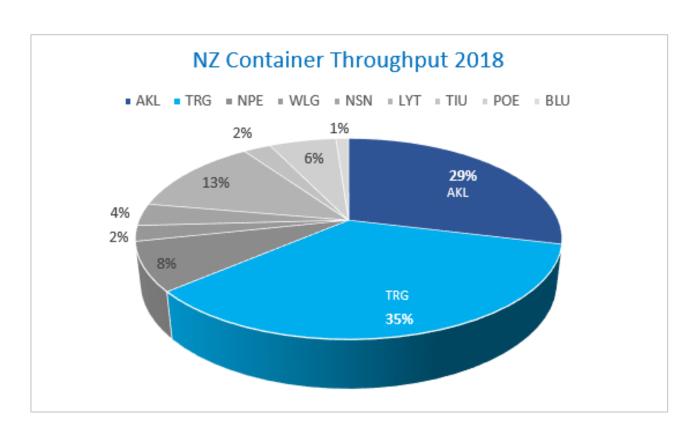
Frenemies in the supply chain

Ports of Auckland & Port of Tauranga collaborating to enhance efficiency

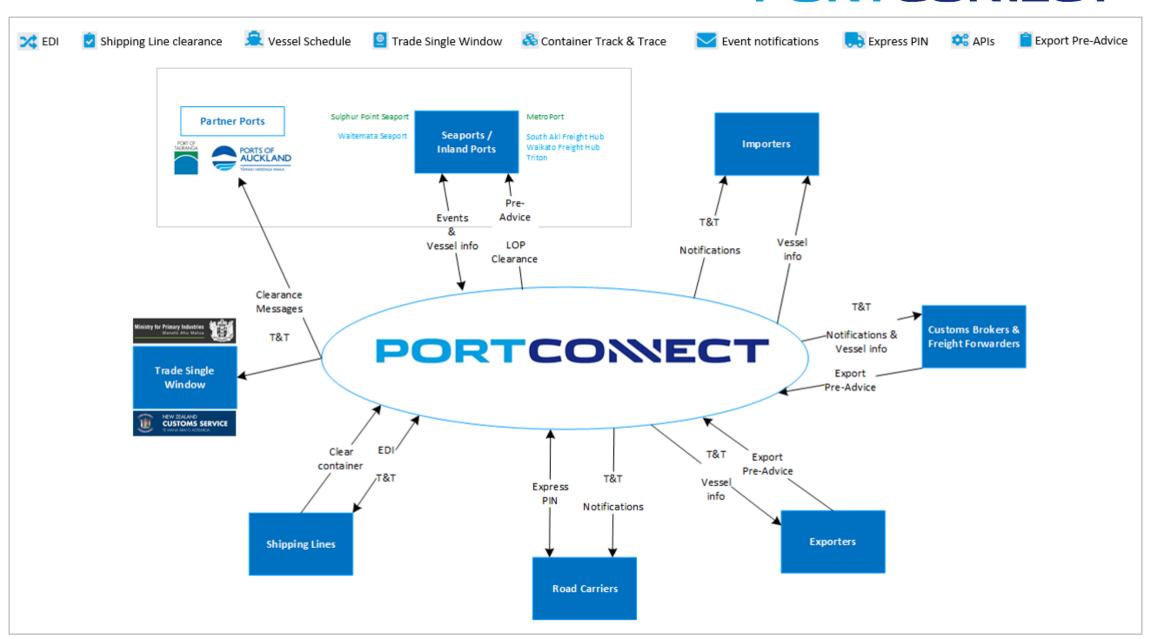


Who & what is PortConnect

- PortConnect is a 50/50 joint venture between the Ports of Auckland and the Port of Tauranga. PortConnect is the only port community system in NZ, we cover c.65% of NZ's trade.
- PortConnect provides an integrated online portal to global supply chain users interacting with NZ container cargo handling organisations, offering a variety of electronic tools to improve cargo handling accuracy and efficiency, minimise duplication, eliminate paper and enhance productivity.



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Our Services



Vessel Schedule

Look up vessel visit details for Vessels in Port, Expected Arrivals and Recent Departures.



Track & Trace

Look up container details and event information.

PortConnect provides a free 'Public' Track & Trace version and a subscription based 'Detailed' Track & Trace version



Export Pre-Advice

Submit Export Pre-Advice to our partner ports



Event Notifications

Receive email notifications when events occur against containers



Express PIN

Request and maintain Express PINs for transport companies entering Ports of Auckland



Clear Container

For shipping lines, set import clearances, security checks and empty return depots.



API

Our restful API allows application integration with vessel schedule, container visits and events



ED

For shipping lines, Edifact messages including COPARN, COARRI, CODECO and VERMAS

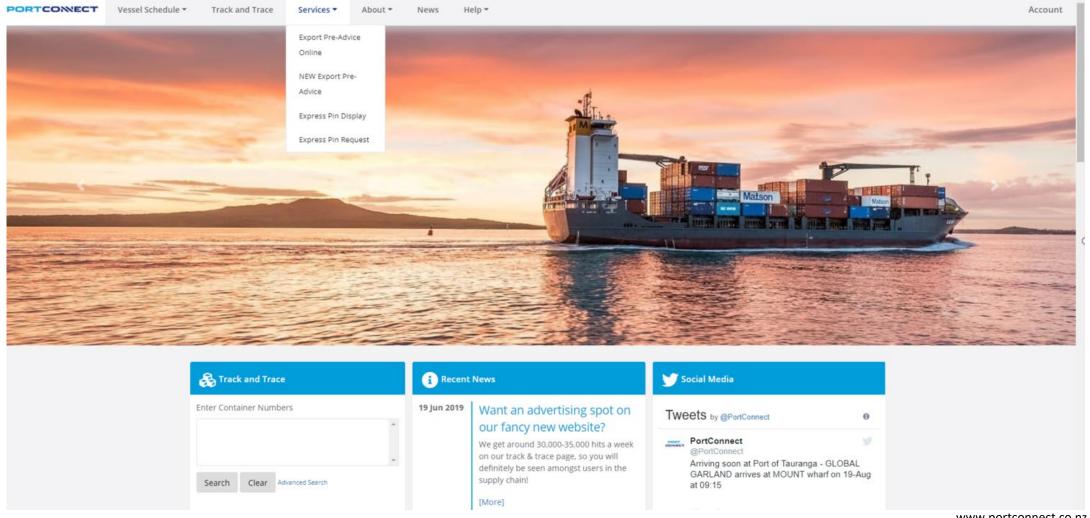


Trade Single Window

Partner port integration with the clearance platform used by NZ Customs and MPI

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Web User Interface



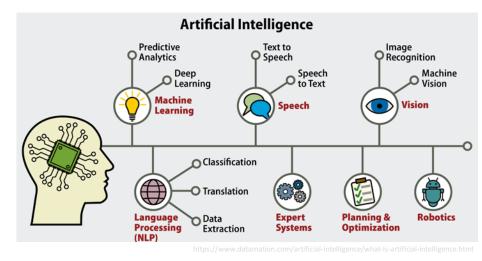
www.portconnect.co.nz

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What's hot in supply chain tech?

Digitisation





Immersive technologies (VR / AR)



Digital twins



Robotic Process Automation
Predictive analytics
Chatbots

Intelligent things

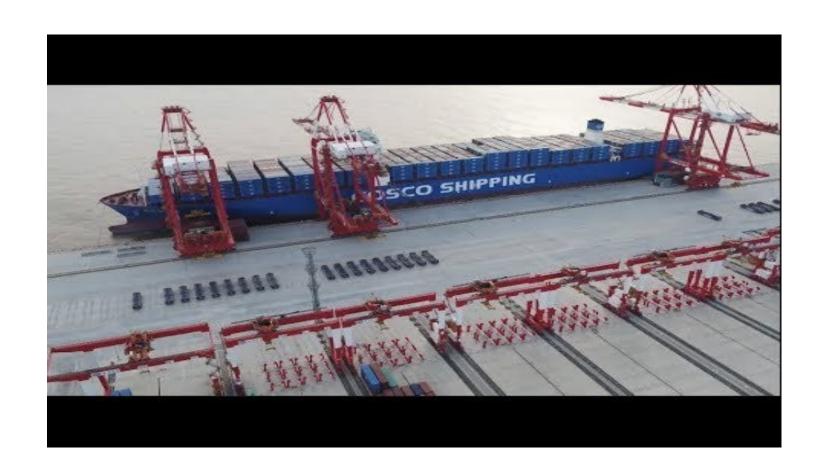
Autonomous cranes & straddles & vessels

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Smart ports

Top 5 smartest ports

- Port of Shanghai (40m TEU)
- Port of Singapore (34m TEU)
- Port of Rotterdam (13.6m TEU)
- Port of LA (9.3m TEU)
- Port of Hamburg (9m TEU)
- PortConnect (2m TEU)
- Ports of Auckland have started their automation journey and are due to go-live in Feb-20



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Why are we all investing in technology?

- Consumers are demanding and the supply chain needs to service those demands
 - Wide choice of goods & services
 - More information available
- Competitive advantage
 - If you don't act, you get left behind
 - · Maintain market share by minimising switching
- Efficiency and consistency of service delivery
 - Cost out/down initiatives
 - Inventory management & cash flow benefits
 - · Visibility of demand
 - Eliminate guesswork and bottle-necks in the supply chain

76% OF CONSUMERS EXPECT COMPANIES TO UNDERSTAND THEIR NEEDS AND EXPECTATIONS.

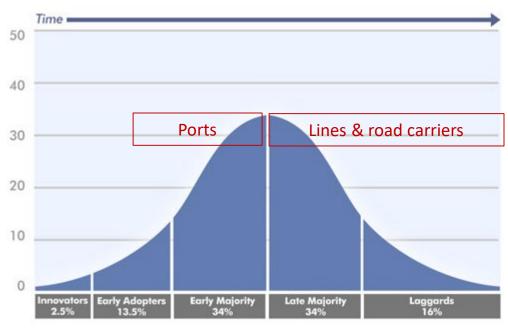
SALESFORCE RESEARCH: Customer Expectations Hit All-Time Highs

"Consumers' power is on the rise and modern consumers expect to engage with a service or support center on their terms, using a variety of channels that include voice, web, chat, email, video and social media."

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They say technology is getting cheaper....

- So why aren't the shipping and logistics industries adopting technology quicker?
- Bespoke solutions or customisations, which are often required are labour intensive to implement.
- For the shipping industry, the ROI isn't viable if solution is out of date within 5 years and integrating new technology with an older fleet is a challenge.
- For the road carriers and forwarders, users are typically motivated by cost reduction goals or compliance with changes in governmental policy.
- Technology becomes more affordable at scale, the likes of Port Community Systems and industry collaboration are key to generate such scale in a country the size of NZ.

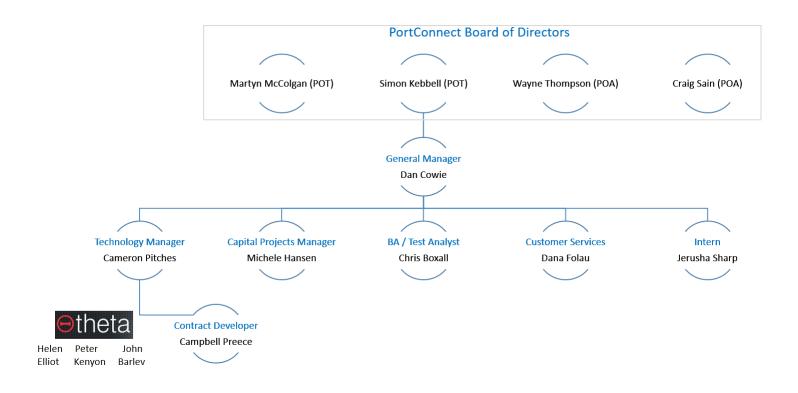


Bass diffusion model



How the ports work together

- Both ports had been receiving feedback from customers requesting greater industry standardisation, particularly the landside customers.
- PortConnect was established in 2012 after the two CEOs of POAL and POTL concluded that it was more efficient to work together on IT improvements in noncompeting business areas.



• PortConnect is comprised of 7 full time staff and supplemented with part time IT technical consultants. The company is governed by 4 directors, 2 from POAL and 2 from POTL with each port represented by a senior commercial employee and a senior finance employee.



Product Development Committee

- To ensure port technology and operational interests are effectively managed, a Product Development Committee meeting is held monthly, primarily used to prioritise project work.
- Committee members include staff from operations, commercial, IT and customer services teams from each port.
- In the last 12 months, key items developed by PortConnect include:
 - Joint Border Management System Trade Single Window
 - Maersk TradeLens Integration (blockchain)
 - Empty Container Pre-Advice
 - Massey GDP Forecaster
 - Shipping Line EDI
 - No Booking Number No Export Pre-Advice







PortConnect collaboration

- Free customer trials for alerts & notifications
- Automation trials with industry software vendors & case studies with industry players
- Joint procurement of standardised solutions for port operations
- New Product testing pilot partners
- Continual improvement initiatives with POAL & POTL













What to expect in the future

- Greater industry collaboration or mutually beneficial products / platforms
- Data services (sales)
- Higher levels of automation, taking various forms
- More SaaS and cloud computing (incl. storage)
- Just more technology everywhere

- PortConnect expansion to other ports or depots or regions
- PortConnect the single source of the truth for vessels and cargo
- Data / technology hub for organisations that interact with the ports

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Questions??

SEA CHANGE – NAVIGATING THE FUTURE