



# Smart Logistics

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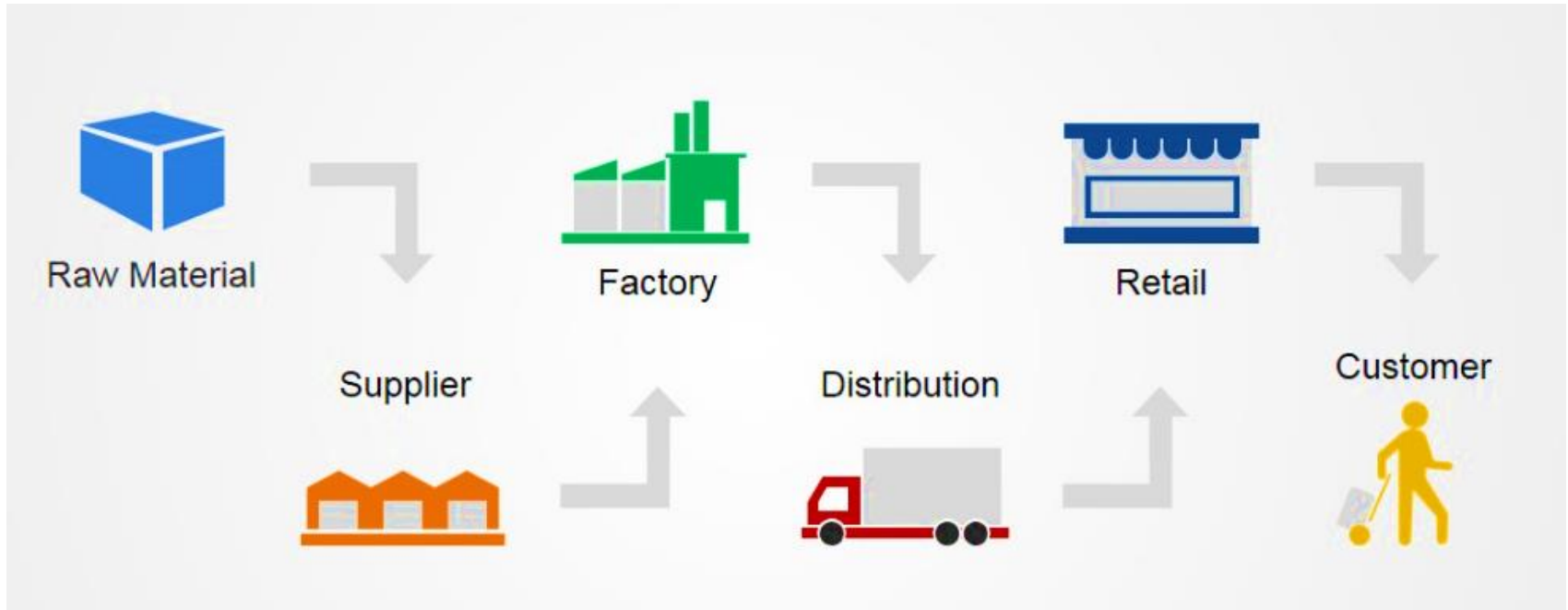
UPS Asia Pacific Region

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# Logistics Two Decades Ago...



**All about movement of goods,  
to the Right Place - at the Right Time..**



# Logistics Today...



**Leading logistics hubs like Japan need to constantly evolve to remain competitive**

# Logistics Today...

**Interconnected,  
integrated and complex  
with the advancement of  
technology**



# Logistics Today...



**Is part of the Growth Strategy!**

# What is SMART Logistics?



**Efficiency**

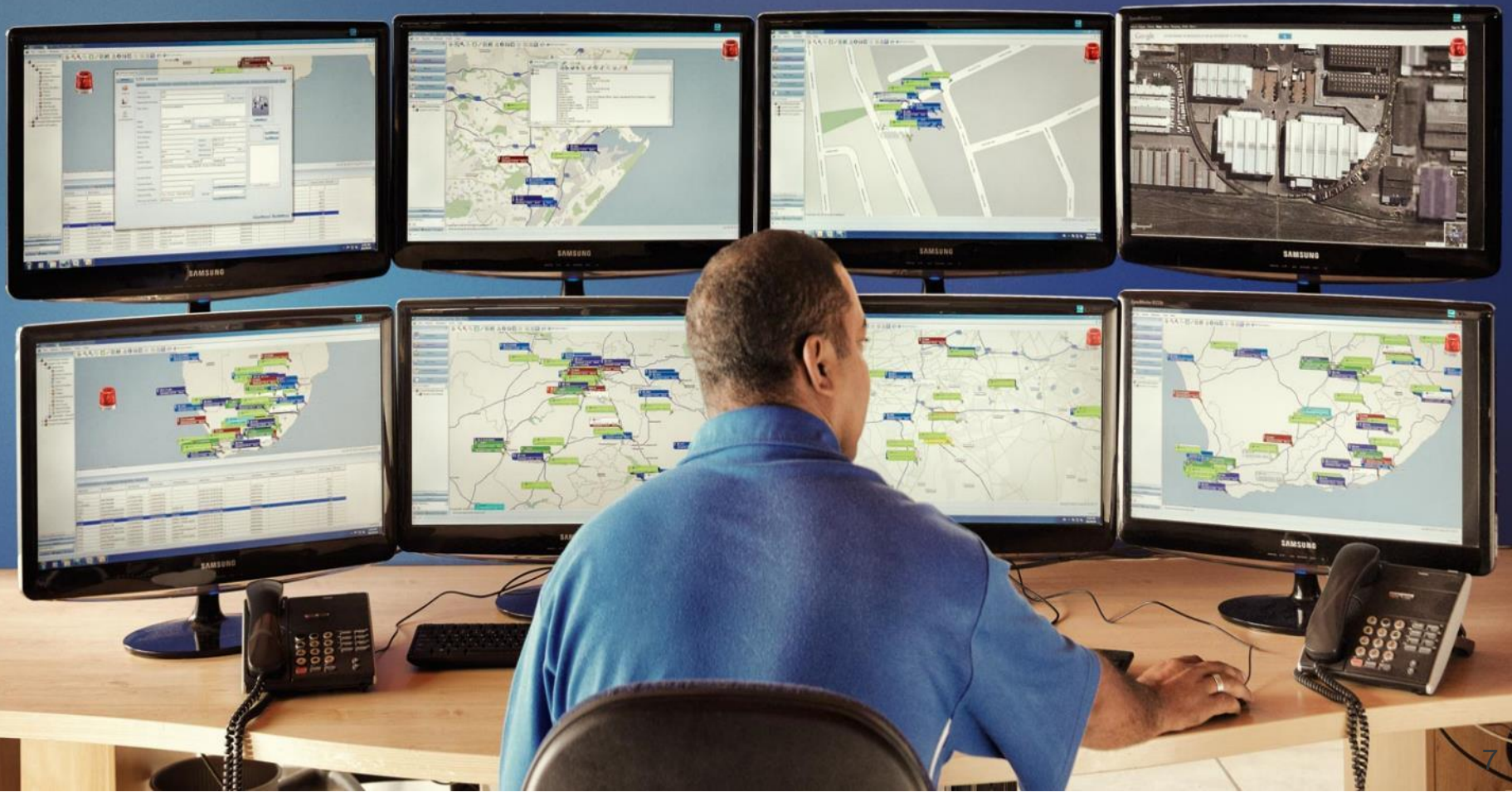
**Security**

**Sustainability**



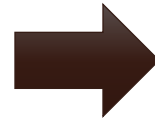
# Power Up **Efficiency** in Logistics

- Not just Big Data; but “HOW” the data is used
- Analytics : Descriptive > Diagnostic > Predictive



# Power Up **Efficiency** in Logistics

## UPS's ORION Technology



Previous Route



ORION Route



- **ORION = On-Road Integrated Optimization and Navigation**
- **Reduced: 160km driven; 38m litres fuel; 100k mt of emissions**

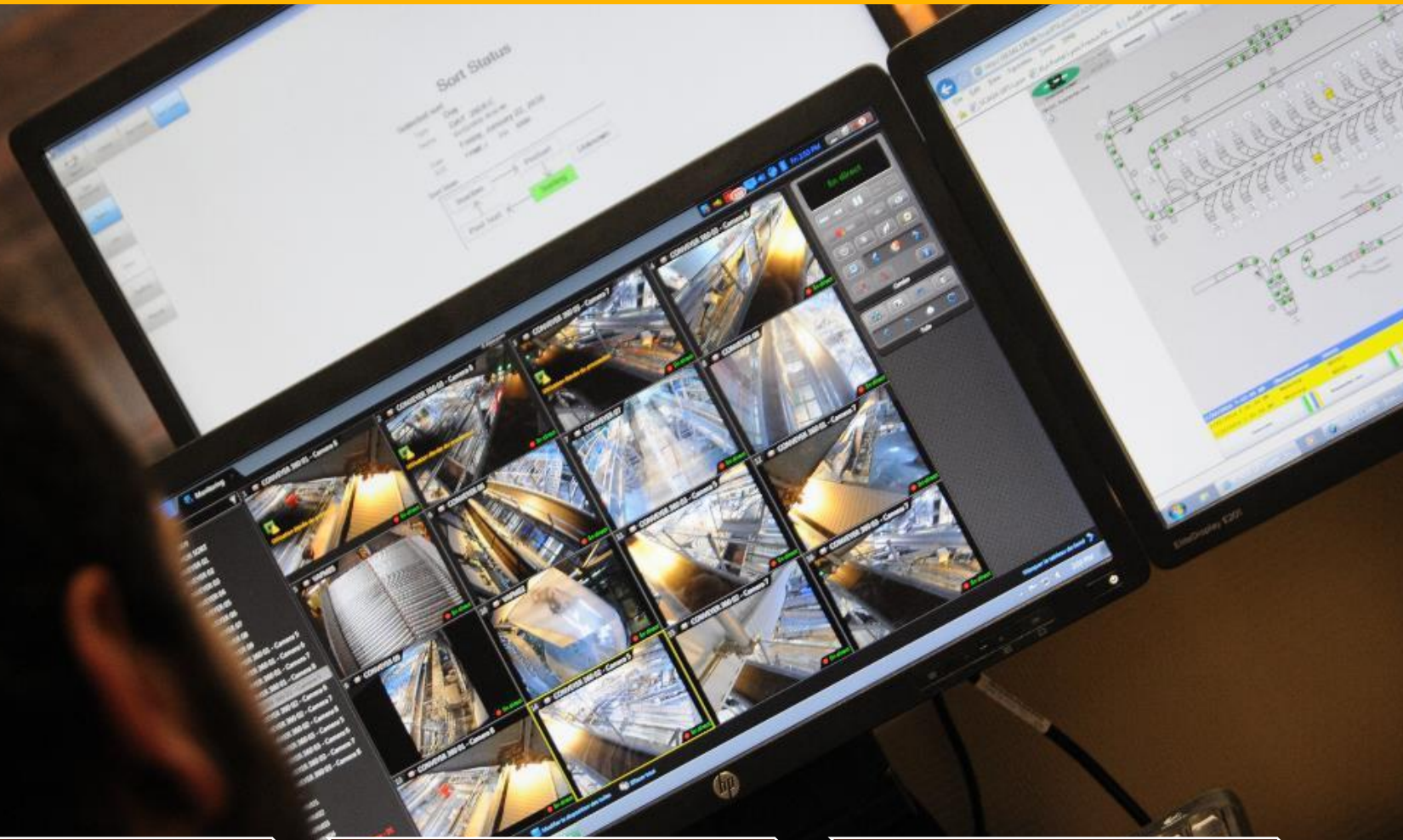


# Power Up **Efficiency** in Logistics



**UPS My Choice customers can now Follow their Delivery**

# Power Up **Security** in Logistics



**Border  
Protection**

**Trade  
Compliance**

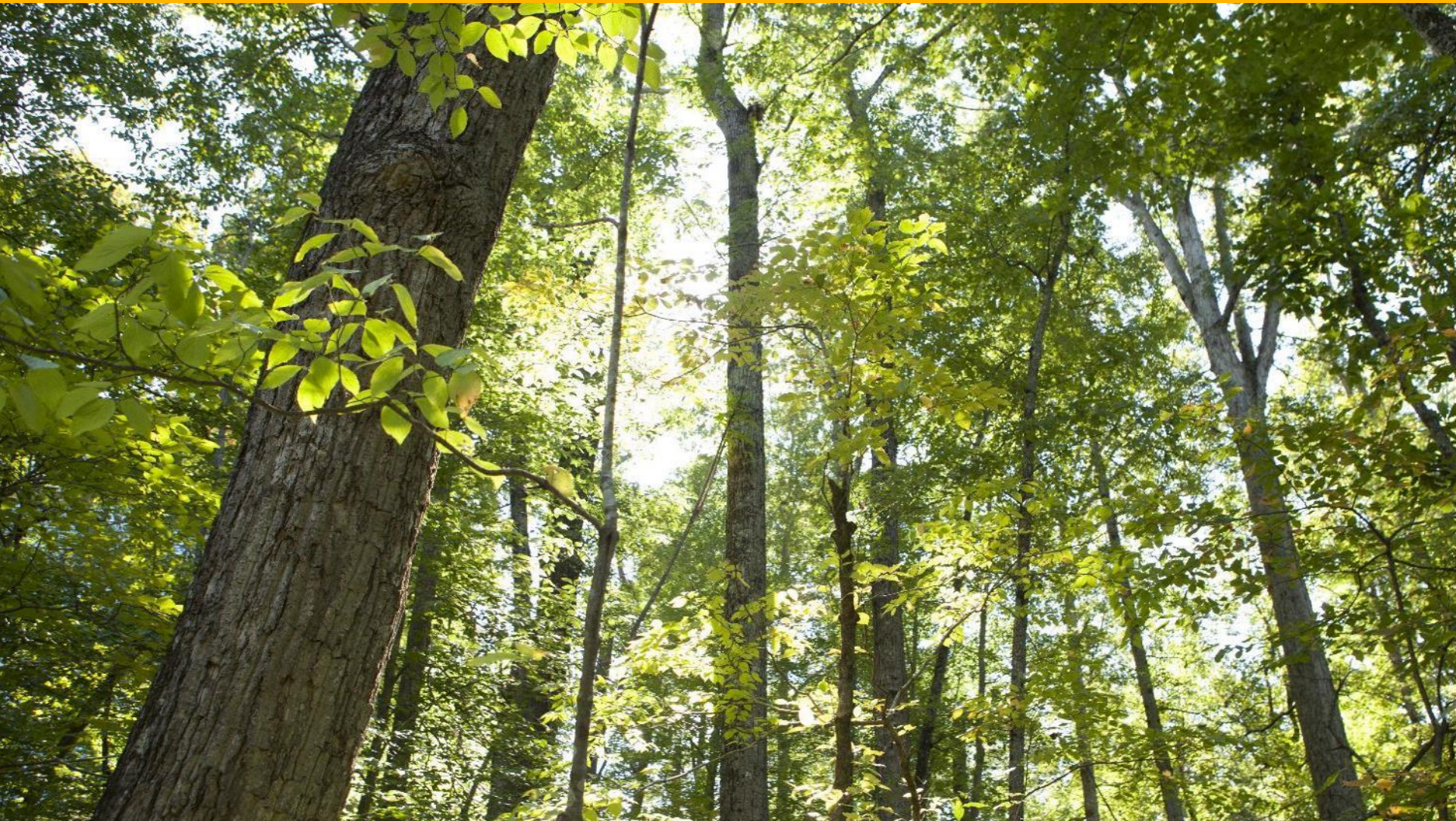
**Shipment  
Integrity**

# Power Up **Security** in Logistics



**A secure end-to-end supply chain is ever more important to protect the integrity of critical goods**

# Power Up **Sustainability** in Logistics



**Logistics contributes to 13% of all carbon emissions globally**

# Power Up **Sustainability** in Logistic



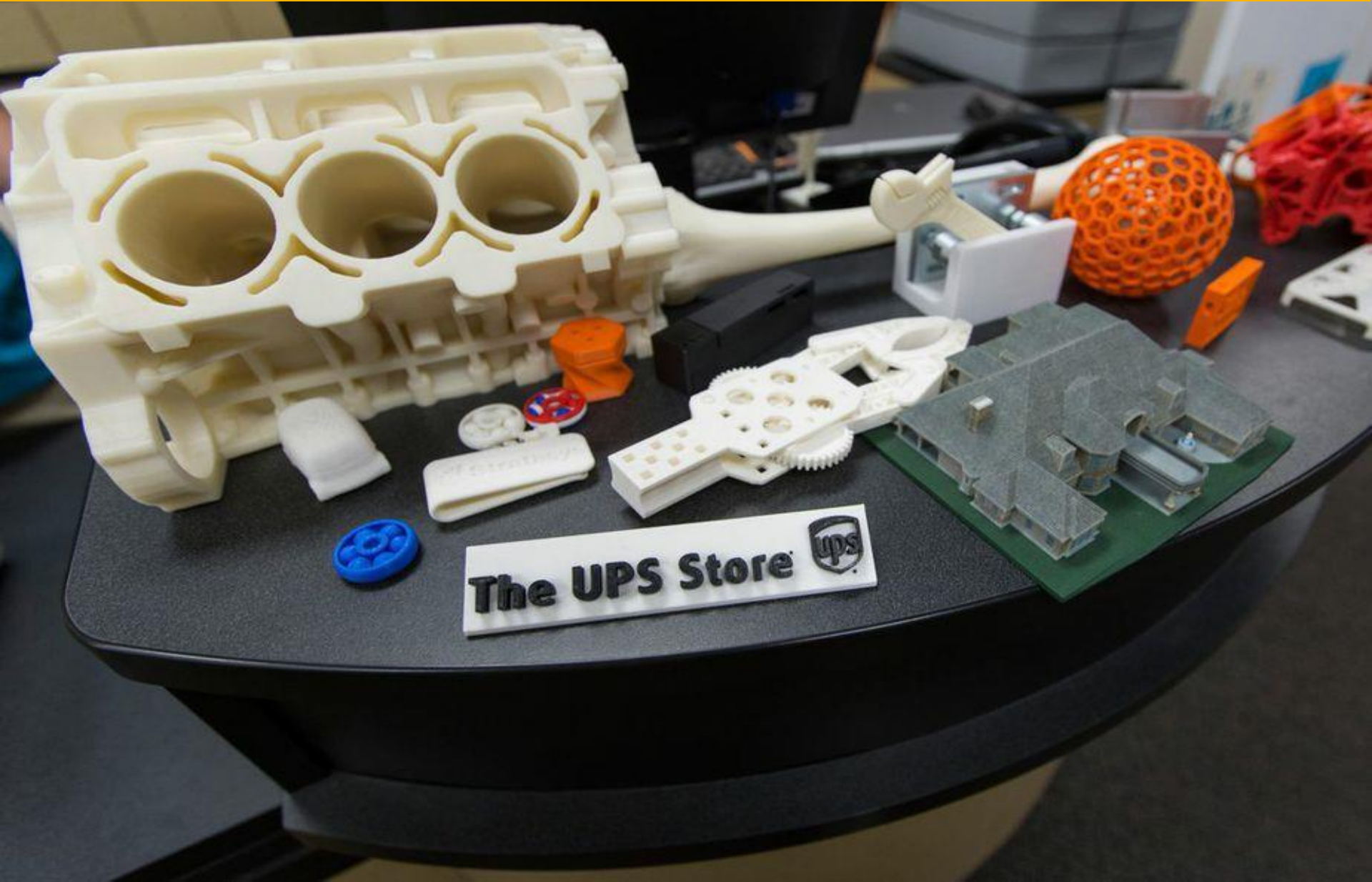
- **Alternative fuel vehicles enable us to avoid more than 240m liters of conventional gas and diesel usage by 2017**
- **Aircraft modifications saves 80,000 metric tons of emissions annually**



The logistics landscape will  
continue to evolve

**What does the future look like?**

# Turning disruptive technology into opportunity



**UPS is continuously investing in new technology and companies through our **Strategic Enterprise Fund**, to enhance and adapt our business model for the future**



**2015:** An uber-like business model that connects people who have things to send, with drivers heading in the right direction.



**2016:** A technology-driven transportation and logistics innovator that, with UPS, provides seamless supply chain solutions from multi-model freight to small-package delivery





# **New technology can dramatically improve accessibility into hard-to-reach areas**





# Testing truck-launched **drone delivery** to achieve greater **operational efficiency**



I showed my son an old 1.4mb floppy disc,  
and he said :

**“COOL!!! Someone 3D printed the SAVE icon!”**





Thank you

