

Merging & integrating IT systems



20-21 June, 2005

Amsterdam

IT Director for Groupage & **Logistics Activities**



The CIO's dilemma

New New Users services Organisation Satisfaction

Costs





The CIO's dilemma in T& L sector



- In the Transportation & Logistics business, this dilemma is important:
 - Integration of services all along the Supply Chain
 - Network versus clients needs
 - Demand for more events driven information
 - Demand for more real-time information
 - Acquisition and/or merging

- And for Geodis as well
 - which challenges ?
 - Which initiatives?





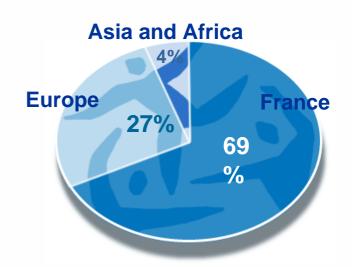
GEODIS Overview



GEODIS Overview



- A worldwide network on 120 countries, with subsidiaries in over 40 countries
- Over 3 million m² of warehousing space
- 9 2004 net sales: €3.37bn
- 22,725 employees



GEODIS



GEODIS offer

- A major international-scale operator
- On all the logistics supply chain
 - International logistics
 - Groupage and express
 - Full Truck Load
 - Reverse Logistics
 - Supply Chain Management



Grouping together strong commercial brands









GEODS



Strategic Partnerships



- ELIX, the leading German franchised network for pan-European consolidation.
- ROHDE AND LIESENFELD, in international, air and transport commissioning as well as in the field of industrial projects)
- NET EXPRESS EUROPE, network of European transporters specialising in Express deliveries.



Geodis re-organisation



- From 1995 to 2001,
 - each branch was mainly focused on one activity
 - and was operating on an European or worldwide scope.
- New organisation (2001)
 - Geographical and multi-activities Business Units
 - Supported by transversal divisions
 - → Geodis Networks
 - → Geodis Solutions
 - → IT Department, merging all the previous IT departments



Business Incentives

and IT Challenges



- New commercial and operational initiatives ...
 - Strengthen and develop our core activities
 - Develop our European services
 - Develop Managing Vendor offer
- ... and some challenges for the IT
 - Merge several IT departments
 - Develop common standard processes for the IT management
 - Rationalize, build and promote common IT services
 - Imagine and realize new technology-based initiatives

Integration services Systems flexibility Monitoring capabilities

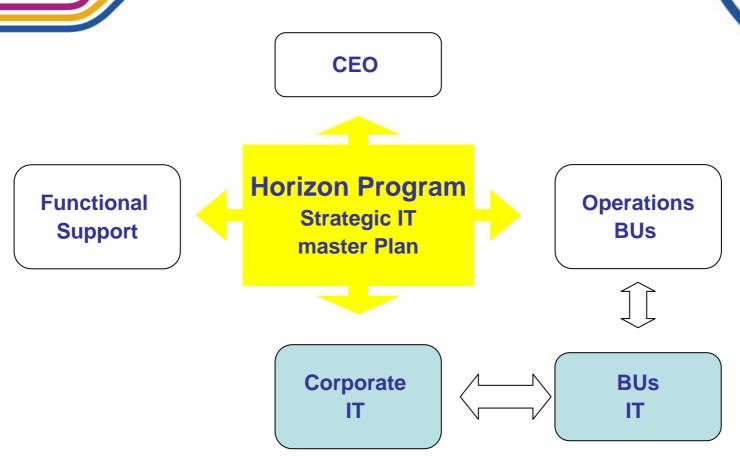




Geodis IT organization principles



Geodis IT organization





Managing evolutions

Application owners:

- Define and validate the new functional evolutions to be implemented in the applications they manage
- Guarantee the consistency of the application with regards to the business process

IT department:

- Define technical solutions
- Manage developments
- Guarantee the global consistency of the information system



425 IT people

- © Corporate IT : 155 persons
- Docal teams :
 - France: 100 persons
 - Other countries: 70 persons
- Agreement with IBM Global Services: 100 FTE



Integrate & deliver

IT guidelines



- Extend a shared Information Hub infrastructure
- Rationalize the operational major solutions
- Rationalize IT production
- Merge and remodel network

Deliver new global services

- Second Second
- On-board services
- Reporting solutions

Implement quick or specific solutions

Web-access services





Extend a shared Information Hub infrastructure



Geodis IT solutions principles

3 fundamentals

Collaborate with external parties

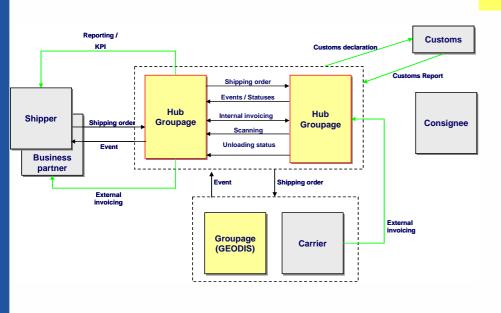
- Customers ,Suppliers
- Business partners, Governmental authorities (customs, ...)

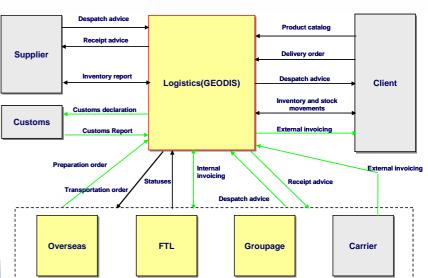
Operate Network activities

In Groupage

In Overseas

Have for each activity of deep, reliable and flexible functions







Geodis IT solutions principles

3 fundamentals

Collaborate with external parties

- Customers ,Suppliers
- Business partners, Governmental authorities (customs, ...)

Operate Network activities

In Groupage

In Overseas

Have for each activity of deep, reliable and flexible functions

- ⇒ For each activity, proven IT solutions
- **⇒** A common integration framework
- ⇒ Integration systems technologies and skills



A 3 layer Information Hub

Communication hub

- Receive various types of messages
- Translate and map
- Identify sender and select recipient
- Post message on various networks and protocols

Hosted on an IBM mainframe

- •More than a million messages a day
- Over 1000 connected partners
- Flat files, EDI files (20 types)

Data hub

- Store information embedded in the messages
- Data model is defined for each activity

Web Services

- ➤ Track & Trace
- Operational Reporting, KPIs

Architecture originally designed for Groupage

Extended to all Geodis activities

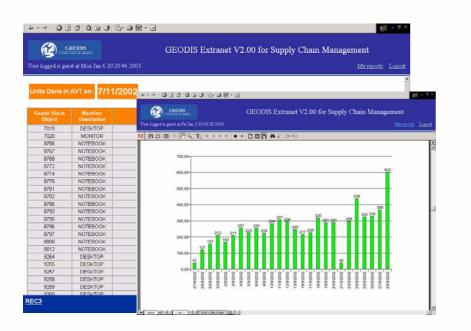


Web services





- Web Execution Services for clients
 - Prepare and transmit orders
 - Inform and alert on execution (T&T)
 - Print labels
 - Pre-inform



Détail de l'expédition Expédition n° : 00173589 Date d'envoi 28/12/2004 Type de prestation : Messagerieplus Votre référence : 00173589 Destinataire : REFERENCE SANTE 45-MEDIVAL 19 RUE CHARLES BEAUHAIRE 45 ST JEAN DE LA RUELLE (France) Nombre de colis : 1 Poids : 19.0 Kg Historique: Livrée 29/12/2004 29/12/2004 Livraison prévue ce jour 29/12/2004 En cours d'acheminement 28/12/2004 En cours d'acheminement **Autre Recherche** Retour Liste

- Web Reporting
 - Based on the Data Hub
 - and additional data from our operational IT systems,





Rationalize operational major solutions



Rationalize operational solutions



Within the Horizon program

- Large implication of BUs, Operations
- Align Offer, Process & IT
- Describe and define the target on each domain
- Evolution rather than revolution
 - ⇒ Define target catalogue per Business activity
 - □ Groupage, Logistics, FTL,...
 - ⇒ Based on some existing solutions
 - When needed, implement new SW
 - □ Overseas Management (LIMS)





IT Architecture



IT Production



- specialization of the IT centers
- Centralization according to the SL requirements
- Implementation of common Management and support processes
- Definition of standard solutions and interfaces templates for clients services

- Communication hub IT center
- Central operational IT center site
- BU's IT sites



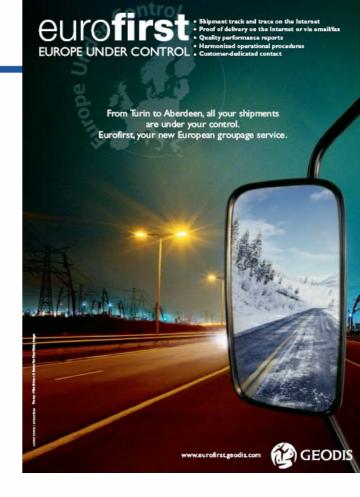


Eurofirst



EUROFIRST

- Eurofirst : a new Groupage product
- Through GEODIS subsidiaries and partners
- With the same service level in all European countries
 - regular definite dispatches;
 - on-line shipment tracking;
 - proof of delivery (POD) via Internet/e-mail/fax within 4 days;
 - a quality performance report
 - standardised operating procedures;
 - a single contact person.



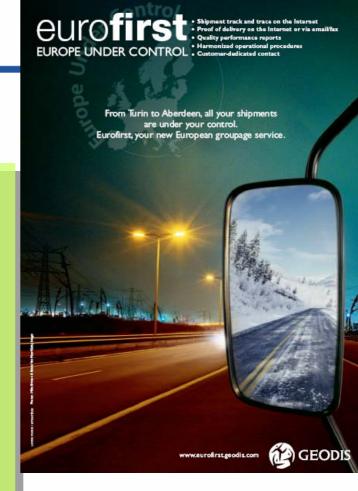


EUROFIRST

IT guidelines:

Not implement a unique SW on all countries
Rely on the information hub
Connect all SW to the hub

- Define common processes
- Define and validate all interfaces
- Extend a common Web services to all customers and countries
 - Possibility to configure services per country
- •Implement a common Reporting solution
- Design common KPI management process







On board IT solutions





On board IT



Tracking of Express shipments in real time

Visiotr@cer
Technological innovation
in your service

Your are informed in real time of delivery events:

- proof of delivery available within 15 min
 - parcel pictures if it's necessary



On board IT



Benefit for the client

Transparency

100% of deliveries are track in real time

Serenity

Good Received Note is immediatly available

Pro-activity

You can react in real time in the case of hazard events



On board IT



- Technology : PDAs
 - Transport Management Applications
 - Scan of documents, delivery notes
 - Photos of parcels
- GPRS connection to the information hub
 - Total and transparent integration into Groupage systems
 - Integration into the Web services



