

Track and Trace in Europe and worldwide

The beginnings, the present and the future

Agenda

Track & Trace – the beginnings

Track & Trace – today

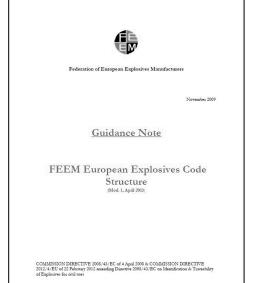
Track & Trace – the future



- Directive 2012/4/EU the European Commission gives the requirements within the "COMMISSION DIRECTIVE 2008/43/EC for the identification and traceability of explosives for civil uses"
- BUT No defined way to meet them!
- ➤ European manufacturers, organized in the FEEM (Federation of European Explosives Manufacturers) decided to establish a project to create a "Guidance note"
- base for Europe-wide implementation of Track & Trace of civil explosives and one of the reasons for success of Track & Trace in Europe



- The harmonized code structure allows the usage within the European Union, independent from the different software systems
- document serves as a model for similar legislation around the world



3. TABLE OF CODE STRUCTURE ELEMENTS

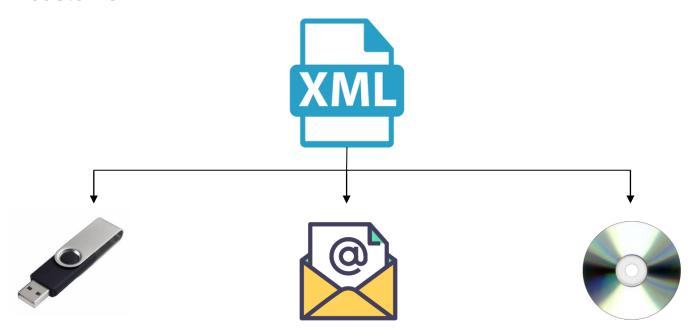
Field	Digits	Format	Application Identifier	AI Description	Length	Notes
Country & Production Site No.	5	Alpha- Numeric	(90)	Mutually agreed between trading partners	Variable but used as a fixed number to 5 digits	Mandatory to comply with Directive e.g. FR002 – France, 2nd site
Unique Item No. OR Logistical Unit No.	30	Alpha- Numeric	(250)	Secondary Serial No.	Variable up to 30 characters	Mandatory to comply with Directive
Determinati on of items and logistical units	2	Numeric	(20)	Product Variant	Fixed	Optional
Production Date	6	Numeric	(11)	Product Date (YYMMDD)	Fixed	Optional
Product Code	30	Alpha- Numeric	(240)	Additional Product Identification Assigned by Manufacturer	Variable up to 30 characters	Optional



- Data exchange along the supply chain
- Handling of small explosives
- Handling of unmarked explosives, still on stock
- no experience of what type of marking would prove to be the most durable and usable in all environmental conditions until then
- same initial situation and problem for countries that now want to introduce track and trace as in Europe at the time



- Data exchange along the supply chain
 - How should the data stored in an XML file reach the distributor or customer?





- Handling of small explosives.
 - How should explosives be marked if the diameter is so small that reliable reading of the barcode is impossible?







- Handling of unmarked explosives, still on stock.
 - Despite a transitional period, large quantities of unmarked explosives were still in the warehouses.





Track & Trace – a new challenge



Direct Inkjet printing versus adhesive labels or stickers Direct inkjet printing







Past: mostly not readable, cells without sharp contours and not aligned columns and rows Today: Printing technologies have developed to such an extent that direct inkjet printing can now be implemented just as well and legibly

Preprinted labels and stickers







Preprinted labels generally do not create problems

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- possibility to realize such a large project as the introduction of Track & Trace in a manageable time
- cooperation of all institutions involved: government authorities, associations, manufacturers, wholesalers, end users and IT service providers necessary
- prerequisite for a Europe-wide introduction: harmonization of the technical bases in the structure, transmission, and presentation of the data based on the jointly prepared "FEEM-Guidance Note"



LESSONS LEARNED



- By maintaining working groups even after the deadlines, it is possible to incorporate necessary adjustments and corrections into the work process in a coordinated manner
- Problems that arise must be communicated and solutions worked out independently of any competitive thinking
- The usability of software solutions for Track & Trace is an essential prerequisite for the acceptance and success of the entire project of transferring the European directives into real working life

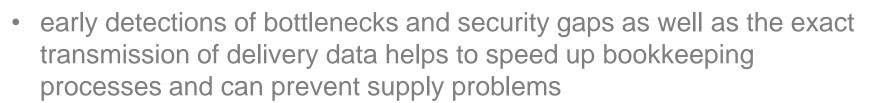


- necessary to revise previously made specifications if it is determined in practical application that these cannot be implemented with justifiable effort (Example: Marking of small explosives)
- From the beginning of the project, it is crucial to analyze the effects of the implementation on existing work processes and, if necessary, to adapt software or processes
- → the only ways to minimize the additional financial and time effort



- Track & Trace is no longer used exclusively to meet legal requirements
- Track & Trace software is useable as a
 - warehouse management solution
 - software for optimizing selected work processes
 - for production control
- Data exchange with ERP (Enterprise-Resource-Planning) programs enables the integration of Track & Trace software into selected accounting and evaluation processes

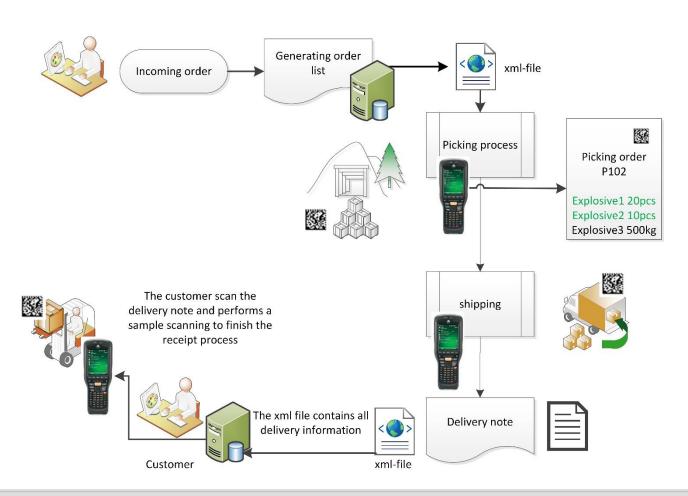
- Track and Trace software helps empower processes and delivers accurate data about:
 - Products on stock
 - Movements
 - Shipping to customers
 - > Consumption
 - Security standards
 - Compliance requirements
 - Production and much more ...



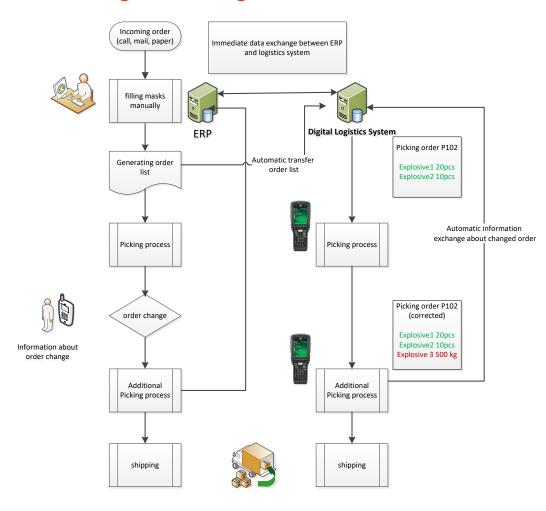
complete control of the supply chain from production to consumption



Track & Trace from order to delivery



Order Management using Track & Trace and ERP software



- current situation:
 The explosives market in the European Union about the Track & Trace is consolidated
- more and more regions decide to introduce or further develop track and trace solutions
- degree of implementation of the Directive varies significantly between the member states
- > reason: often divergent interpretation of the directives
- no uniform corresponding transposition of the requirements into national legislation

- necessary control measures are also not uniformly applied and implemented
- almost all global manufactures marking their explosives for the usage of track and trace solutions
- in the meantime: track and trace also represents an essential sales feature for manufacturers for their international customers



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Strategic Tool for the Control of Small Arms and Light Weapons

- Expansion of track & trace solutions beyond the explosives sector
- the tracking and location system allows implementing the requirements to keep a record of weapons as stipulated in the Arms Trade Treaty (ATT)
- considers the most essential aspects and monitoring requirements outlined in the International Small Arms
 Control Standards (ISACS)



Advantages:

- automatic electronic reporting to the authorities
- + Administration of permits and quotas
- + simple and intuitive operation
- + comprehensive electronic weapon book
- + recording and processing of old stocks
- + automatic authority reports
- + batch processing / mass data processing
- + Warehouse and inventory management
- + standardized interfaces to third-party systems





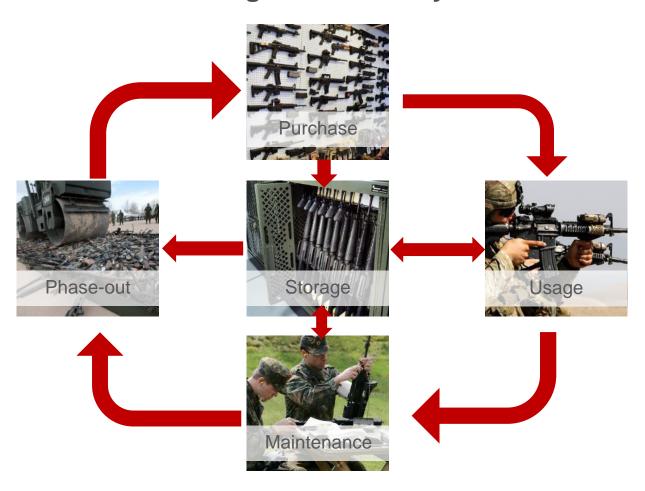
- Global implementation of Track & Trace regulatory
- similar regulations are implemented or shortly before the introduction in several countries like:
 - Brazil
 - Mexico
 - Chile
 - Peru
 - Saudi Arabia
 - South Africa



first US companies start with projects to implement
 Track & Trace, based on the European Directive to be able to sell in countries in which are regulations are already implemented

- Track & Trace solutions will evolve into complex logistics software solutions
- The globalization of the supply chain, including that of explosives manufacturers, requires more digitalization ever in production and sales
- explosives produced in Asia are offered on the European market
- manufacturers fulfil all obligations based on European Union regulations
- trend towards global sales areas: considerable investments are necessary for the technical software support of the associated logistical processes

Track & Trace for small arms and light weapons through the full lifecycle:



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