

# RFID & inflight equipment

## - The Take-Off

TTS – Trolley Tracing System



1996



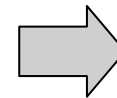
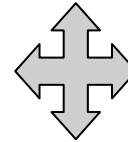
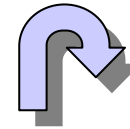
1997



1998

# Route map

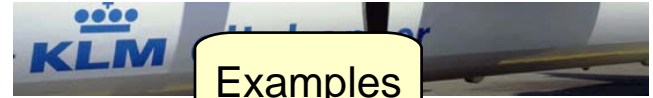
- What? - Approach used by Airlines
- Why? - Benefits, Examples
- Status of pioneering systems
- Bigger Pictures
- Next Airline Approach
- Next Steps



outflight



# Executive Summary



- RFID Trolley Tracking & Tracing Systems have been launched and operated for a period.

Reasons

- The pioneering systems are inactive. After this 'hype-curve' take-off for RFID in airlines & equipment.

Vision of future  
co-use of  
detection points

- Support by actors in the value chain:

1. Lower RFID cost from RFID suppliers.
2. Option: Data-by-the-dollar from "Service Managed RFID".
3. Users that can really integrate AIDC and IT with the business.

Coordination.  
Standardization.

Measure-to-manage.  
Strong, long-lasting KPI's.

# Example:



- Gen I: 'Semi-active'
- Commodity HF (3 m)
  - Smashed!

- Gen II: 'RTLS'
- Proprietary 433 MHz (30 m)
  - Cost?



# Trolley, Contents & Smart Labels

Barcode



Data matrix



Infrared (IRID)



## Vitsab<sup>®</sup> Flight Label

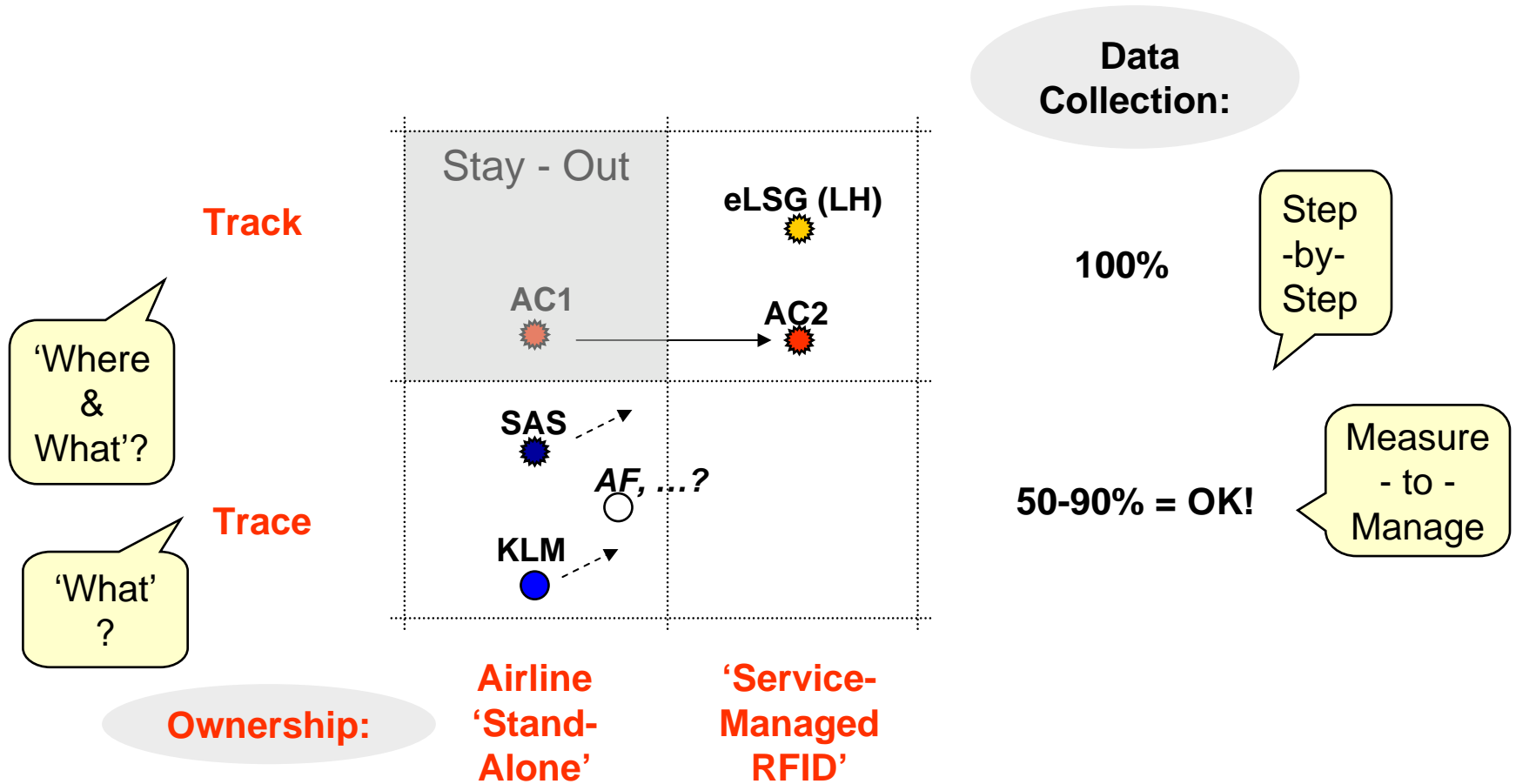
Monitoring meals & cool chain on BA flights

Developed with British Airways

Measure - to - Manage

Ex.:	Smart labels found yellow on board
LHR	0.43 %
LGW	1.19 %

# Approach used by Airlines



# Example: 'ROI'

Track & Trace

+ Content, ...



All members  
Est. **MUSD \$470 / yr.**

A conservative forecast:

Improvement area		Est. saving / yr.
Inventory (~2%)	Total Cart Inventory	\$
Trucking (~20-50%)	Charges incurred	\$
Shrinkage (~80%)	Unexplained losses	\$
Maintenance (2%)	Cart Maintenance	\$
Inventory Count (100%)	Auditing	\$
<b>Total</b>		\$

Incl. "Smart Labels"

Costs	Qty.
Tags	11.649 ea.
Readers	320 ea.
Other	
<b>Total Cost</b>	

65 stns.  
x ~5  
doors

But still: "Effort not justified by results"

[www.outflight.net](http://www.outflight.net)

**Payback 1.1 year**





# Example: 'ROI'

The benefits from Trolley Tracing Systems has been in QUALITY PLUS initial and annual cost savings.

Ref. KLM:  
80% reduction of crew complaints

SAS:  
Inventory 11.500 trolleys. 13.000 (!) RFID tags installed.

Improvement area	Est. capital saving	Est. cost saving / yr.
Maintenance (KLM, SAS)		
Reduction US-time <sup>1</sup> (12 days)	€24	
Reduction of trolleys (15%)	€1.	
Total		
	To	000

[www.outflight.net](http://www.outflight.net)

Prevent & Preventive Maintenance

... after it's fully implemented and tuned in (1-2 years) ...

KLM:  
increased average trolley age to 13,4 years from ca 5-10

FAR / EASA Part 21: Company procedures for 'release to install'.

But still: "Effort not justified by results"



# Status Summary

Data -  
by - the  
- Dollar

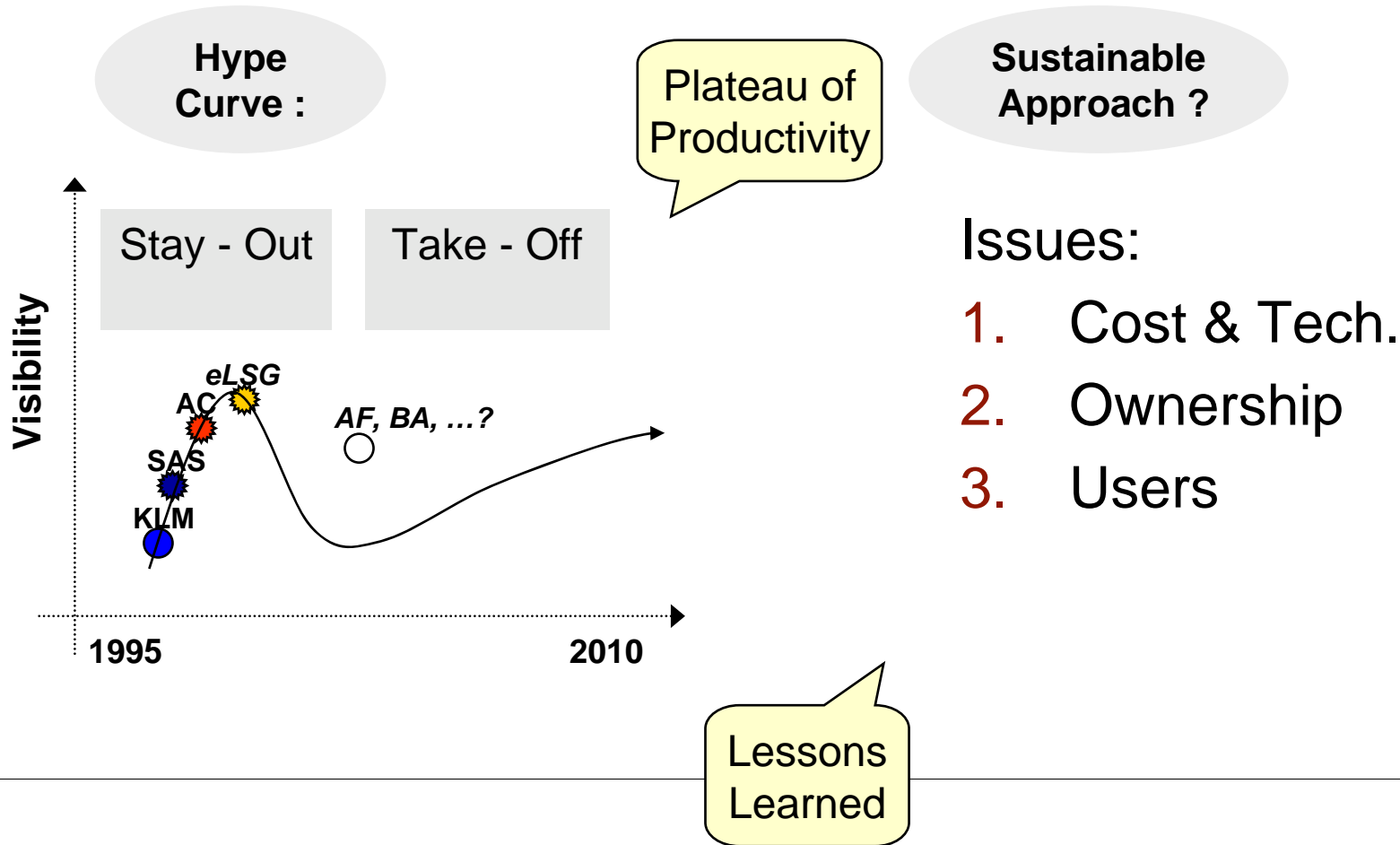
Pilots:  
Duty  
Free,  
Cool  
Chain

	KLM	SAS	Air Canada	eLSGSkyChefs (Lufthansa)	(Air France), BA, ...
<b>Status:</b>	Not operating	'Sleeping'	'Inactive - Detectors offline'	<a href="http://solutions.lsgskychefs.com">http://solutions.lsgskychefs.com</a>	OPEN
<b>Reasons:</b>	Other priorities? Loss of keyperson,	Other priorities. Collapse of inflight (post 9/11). New catering buildings, ...	Post 9/11. 'Expense not justified by results' ...	Cost? ROI? "Hidden" agenda? Lack of launching airline.	OPEN

All suffered from 9/11 and 'inconsistent' process management ?

# Bigger Pictures :

Status & Recommendations :



# Investments & Synergies

There will be investment in readers ...



Airlines and Airports:

Case studies: 79

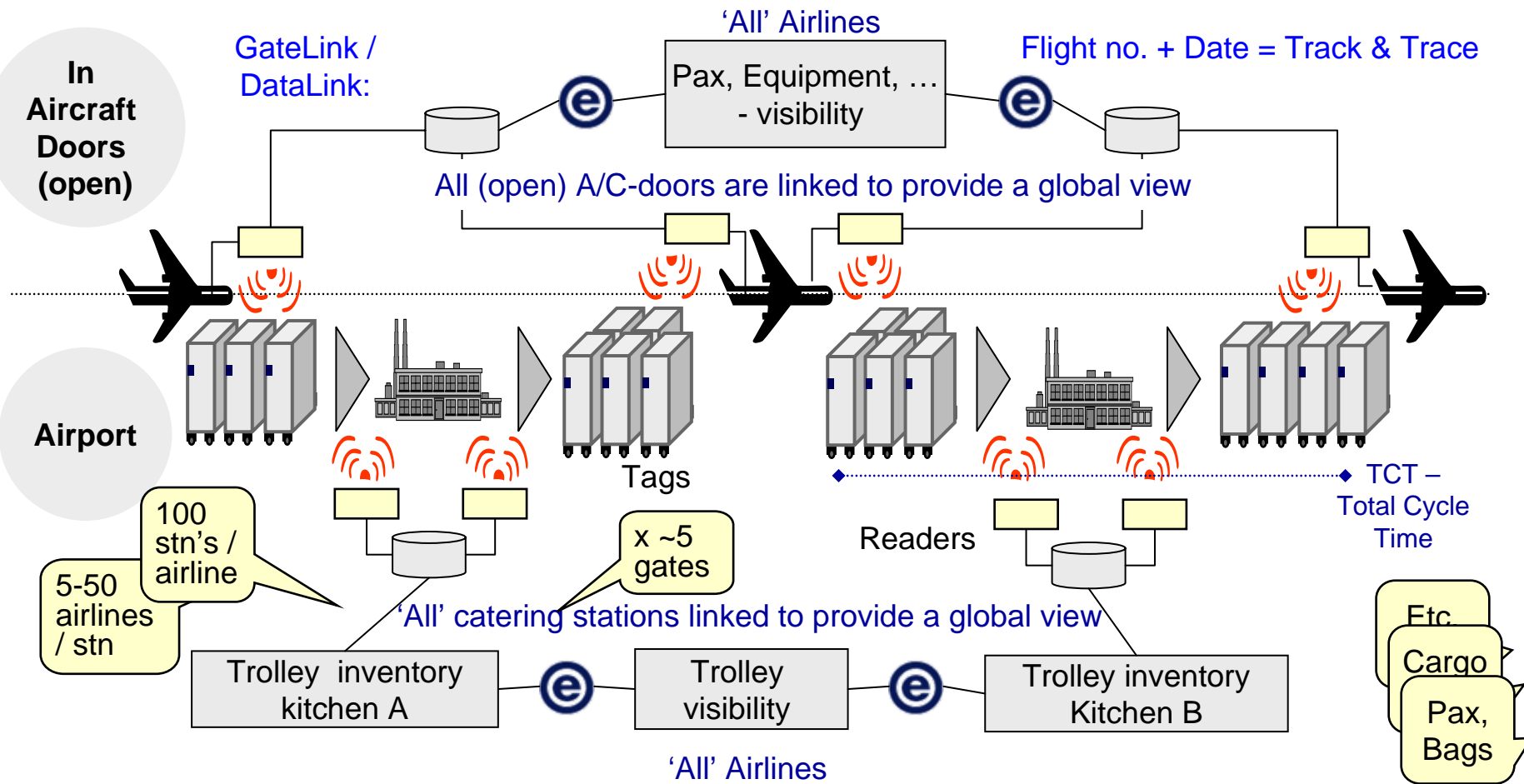
Companies covered: 127

© OCT06 IDTechEx Ltd

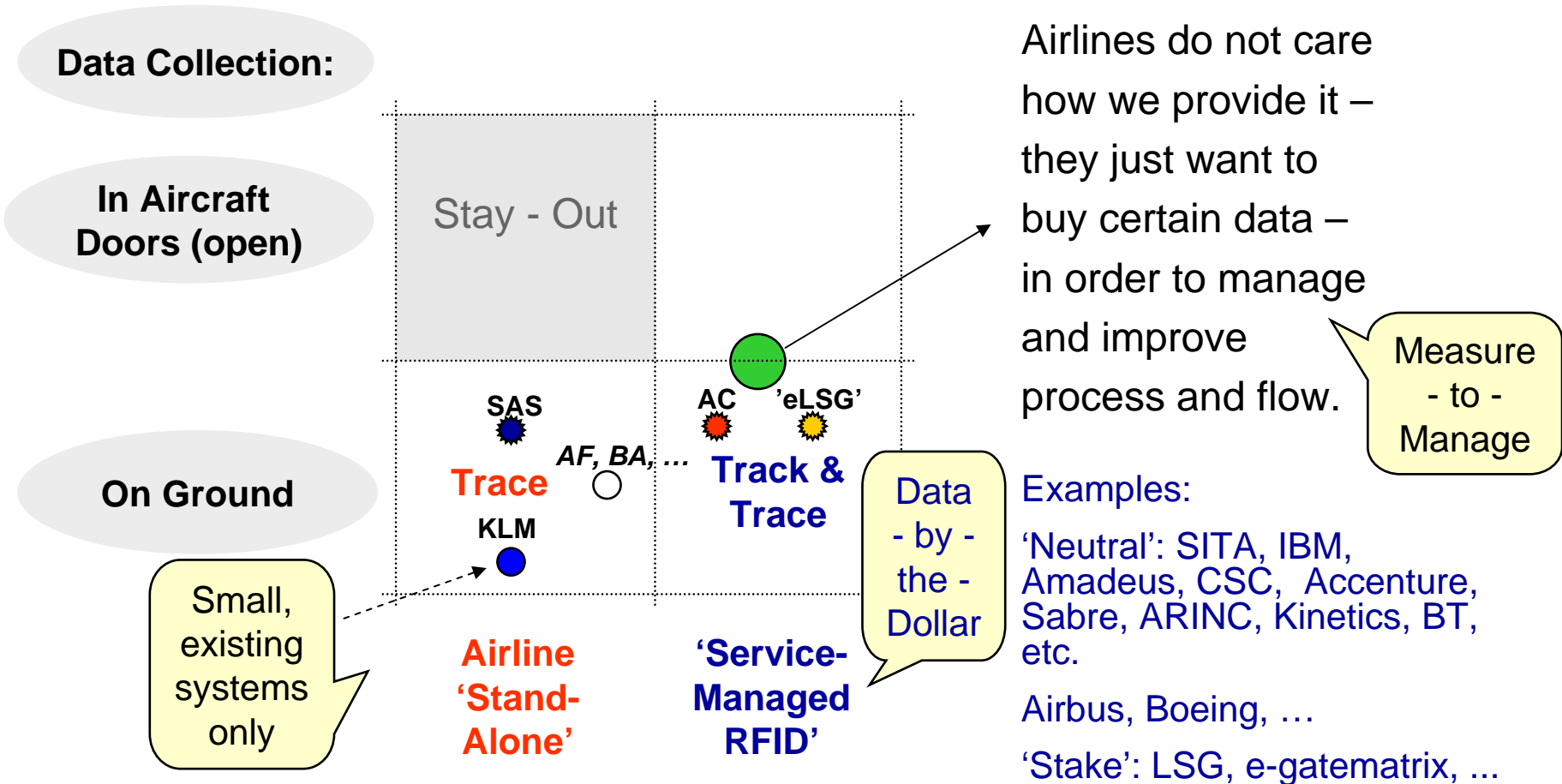
... 'Smart Airports', Pax, Bags, Cargo, Spares, Equipment, Life Jackets  
... Airbus - Boeing Global Aviation RFID Forum ... A/C turn-around ...

# + Vision of Data Collection

10 years?  
20 years?



# = Next Inflight Approach



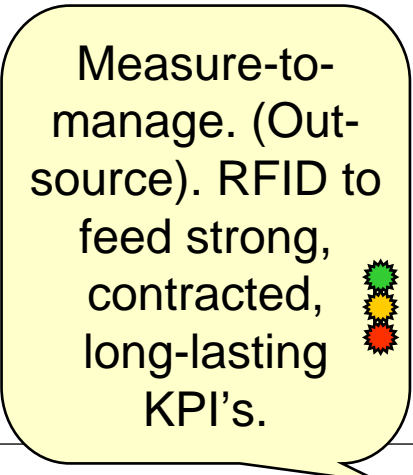
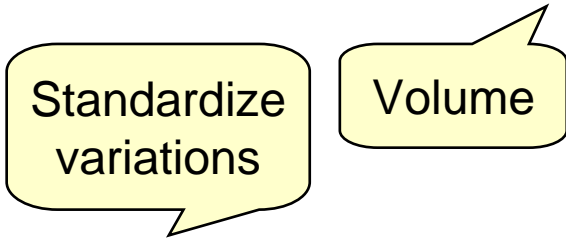
# Support the take-off for RFID ...

Sustainable approach:

Lower RFID cost from RFID suppliers.

Option: "Service Managed RFID".

Users that can integrate IT with the business.



*... in the value chain ...*

Standards	Chip design	Tags	Readers	Software	Distribution	System integration	Users
-----------	-------------	------	---------	----------	--------------	--------------------	-------

# Next Steps (JAN07-)

Coordination



Inflight Initiative

**Trolley**  
- Track  
- Trace  
- Content

Match Making

Implementation Plans

Standards

Type Trials

Feasibility Studies

Industry Business Case

Lessons  
Learned

Step by  
step

**SITA**

Standardization

Aerospace & Defence

Summit 16-17JAN07 BRU, ...





peter@outflight.net



... at your  
service.

Projects  
Technology  
Procurement

- *Don't get  
sucked in  
by the  
technology*