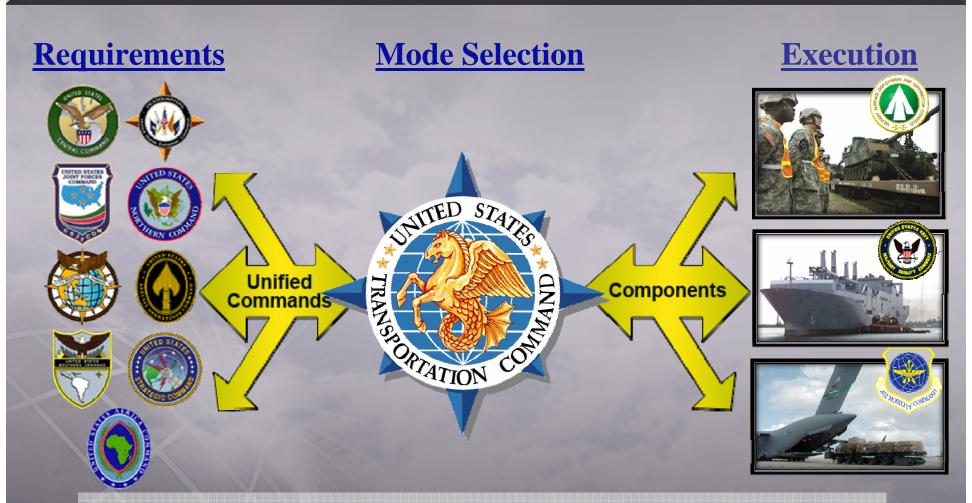


=**** Projecting National Military Power



America's Military Might Moves with USTRANSCOM

=*** Single Manager for Common User Transportation



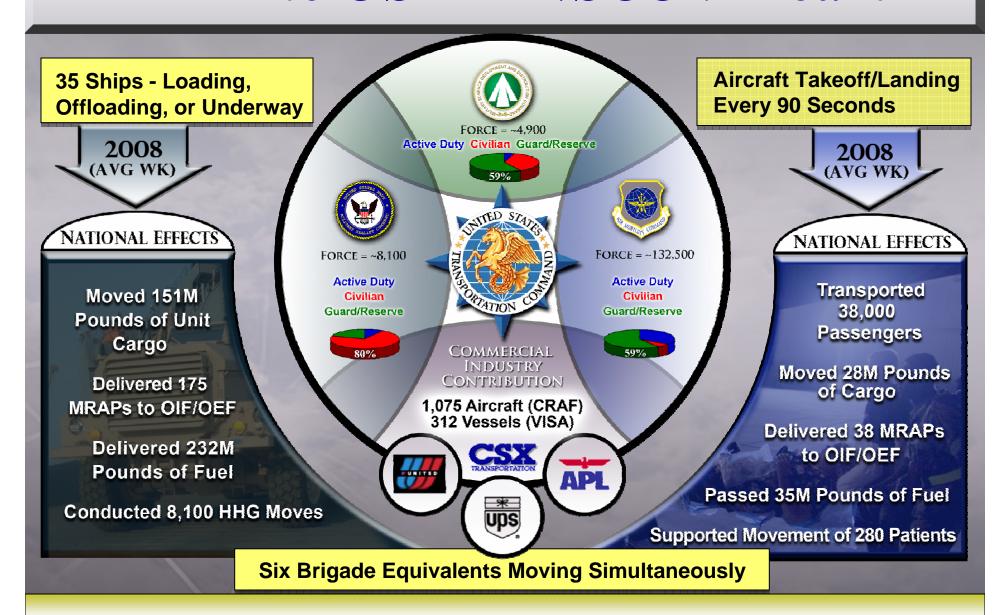
USTRANSCOM provides the <u>synchronized</u> transportation, <u>distribution</u>, and <u>sustainment</u> for the nation.

=*** Single Manager for Common User Transportation



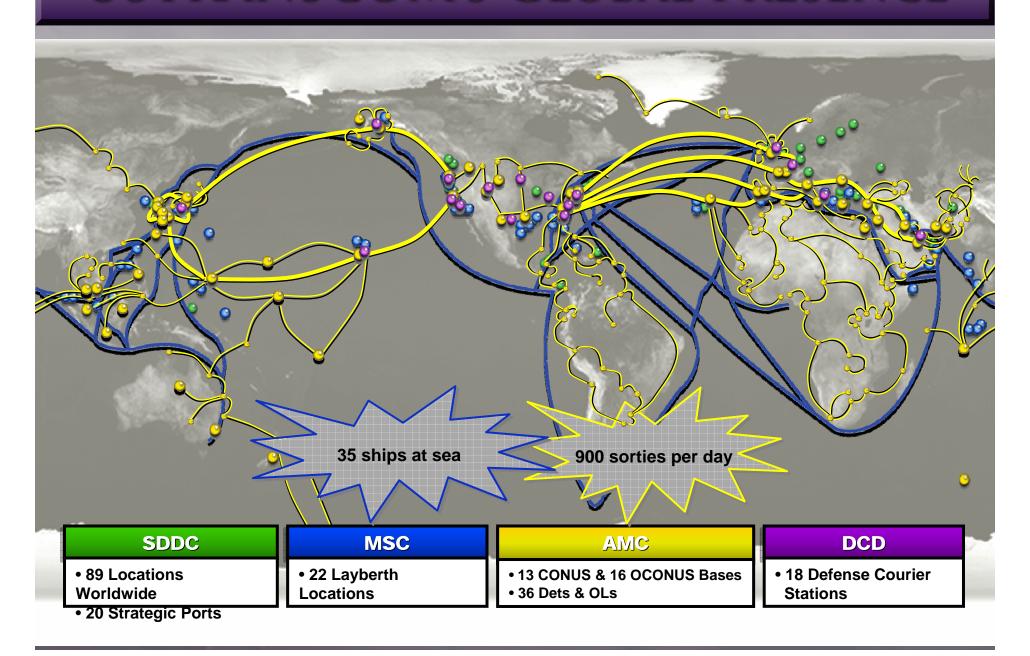
USTRANSCOM provides the <u>synchronized</u> transportation, distribution, and <u>sustainment</u> for the nation.

=**** The USTRANSCOM Team



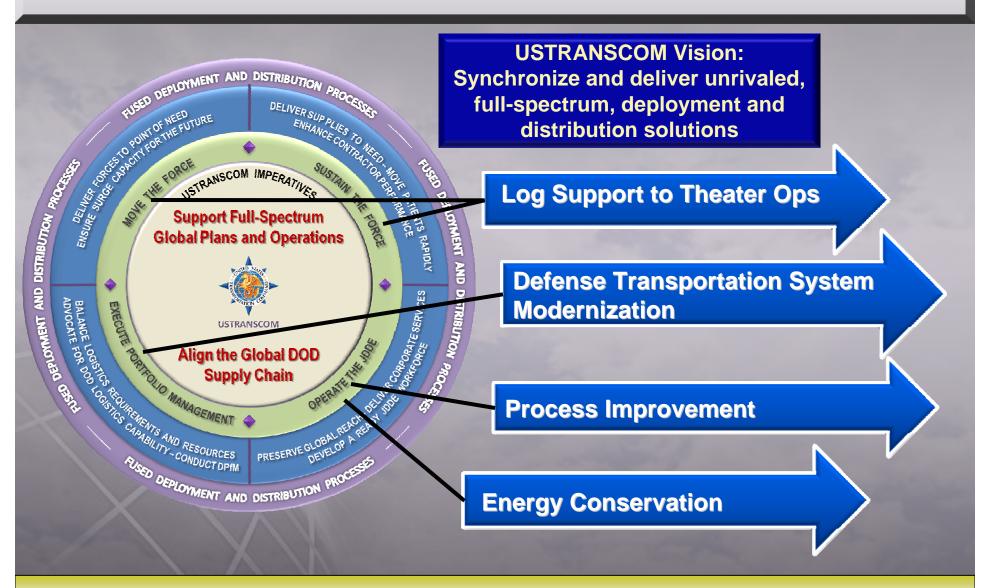
Professional Distribution Team Doing Great Things -- Asymmetric Advantage for Our Nation!

USTRANSCOM'S GLOBAL PRESENCE



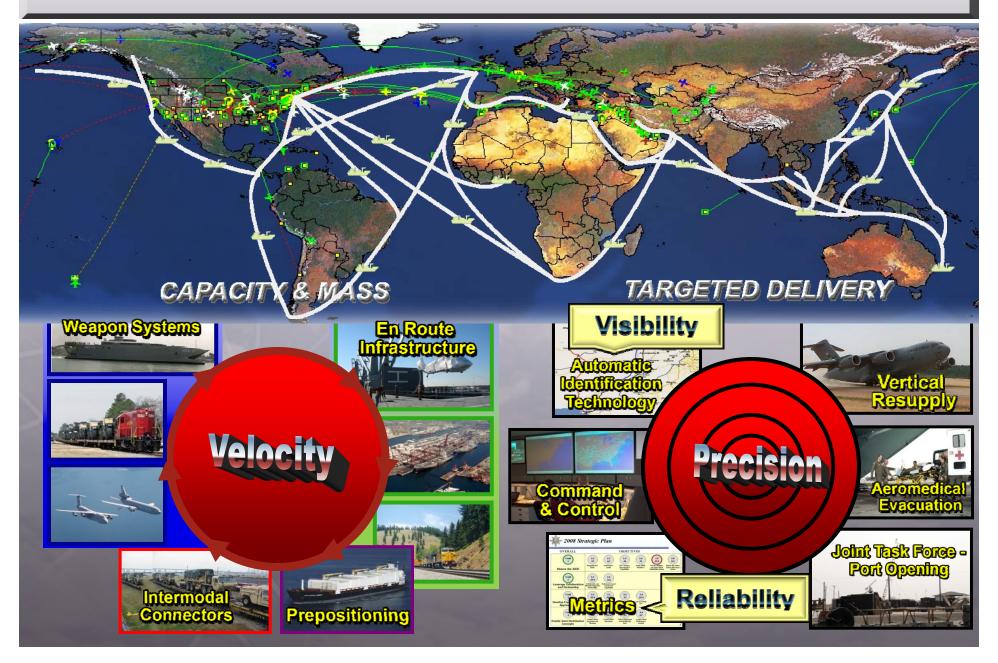
TCCC Strategic Engagement

-***=

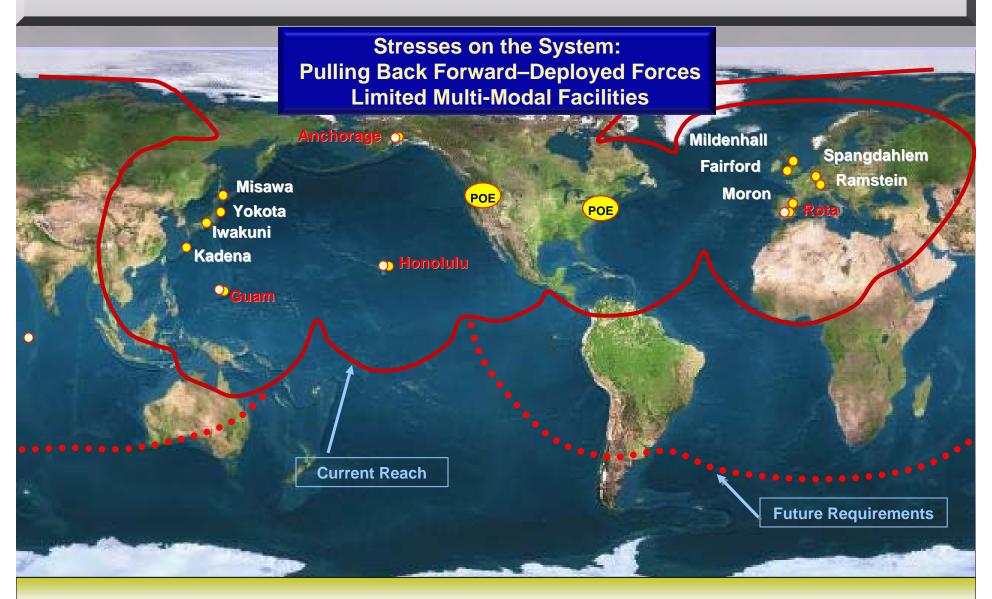


Direct Linkage Between Strategic Plan and Engagement Themes

=**** Transforming Strategic Transportation



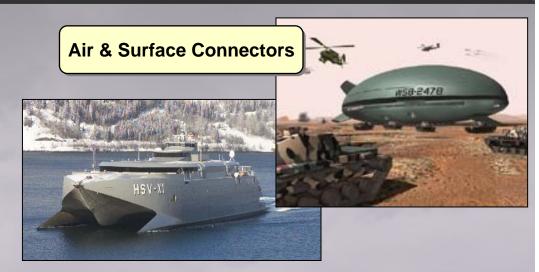
=★★★★= Global En Route Infrastructure Strategy



Today's Port of Debarkation is Tomorrow's En Route

=**** Technology Goals: JLOTS/Seabasing





Capabilities to Enable Future Operating Environments:



=**** Critical Enabler of National Security



4,194 Joint Aircraft to "Fly, Fight and Win"



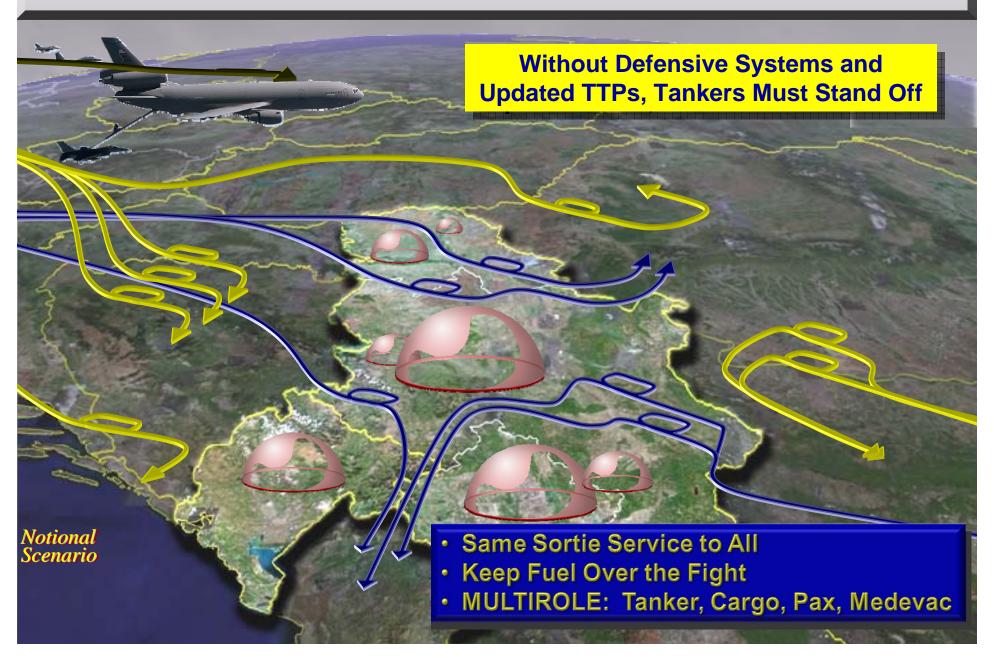
KC-X Capabilities Purple=JROC Validated Shortfall Green=DoD Mandated	KC-135E 37	KC-135R 415	KC-10 59	KC-X 179
KPP #1 Tanker Air Refueling - Boom/Drogue Same Sortie				
KPP #2 Fuel Offload/Radius				
KPP #3 Communications, Navigation, & Surveillance/Air Traffic Management (CNS/ATM)				
KPP #4 Airlift Capability				
KPP #5 Receiver Air Refueling		8 w/		
KPP #6 Force Protection - Chemical/Biological Ops				
KPP #7 Net Ready				
KPP #8 Survivability - Defensive Systems				
Situational Awareness / Real Time Information in Cockpit				
Night Vision Ops				
Electro Magnetic Pulse Protection				
KPP #9 Multi-Point Refueling		20 w/	20 w/	

Fuel Plus Floors, Doors, and Defense

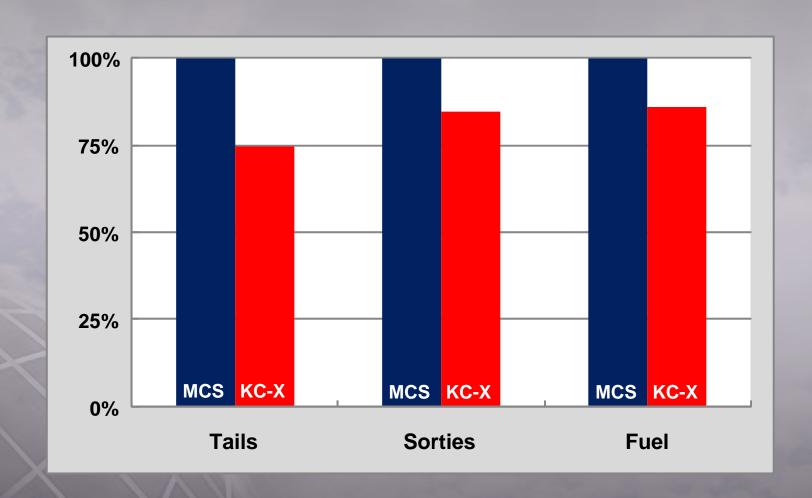
=*** Savings Through Capability



=**** KC-X: Game Changing CONOPS



=****=Prosecuting the National Military Strategy



Fuel Savings \$2.2M/Day World Wide



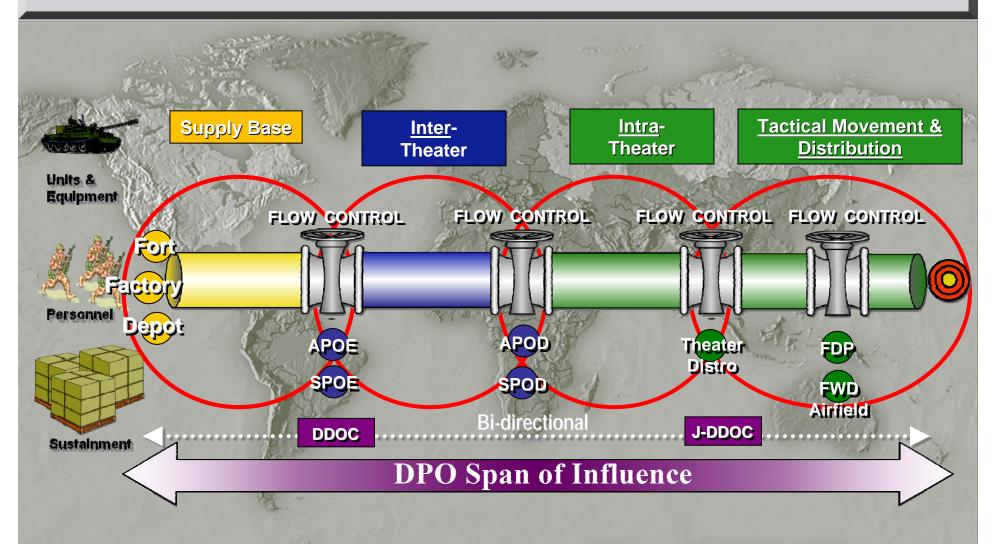
Ultimate Force Multiplier

KC-X will fundamentally transform our mobility system as the C-17 transformed our airlift system

"The KC-X will be a game-changer—its value as a tanker will be tremendous—its value as a multi-role platform will create the ultimate force multiplier for the mobility enterprise. Quite honestly, I believe it will do for the whole mobility world what the C-17 did for theater and strategic airlift." (Gen. Duncan J. McNabb, to House Appropriations Defense Subcommittee, 5 March 2009)



Transforming Distribution

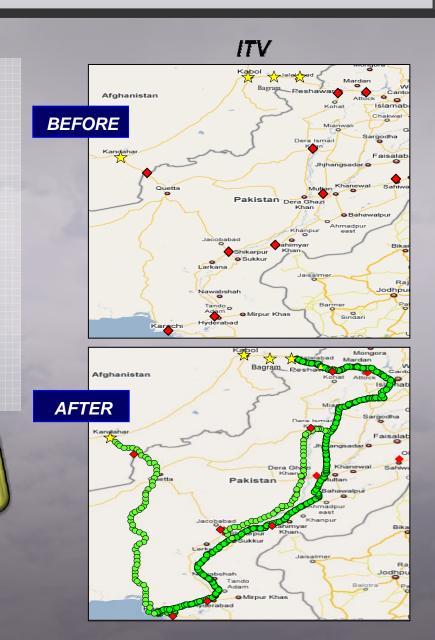


Asset Visibility is a Cornerstone

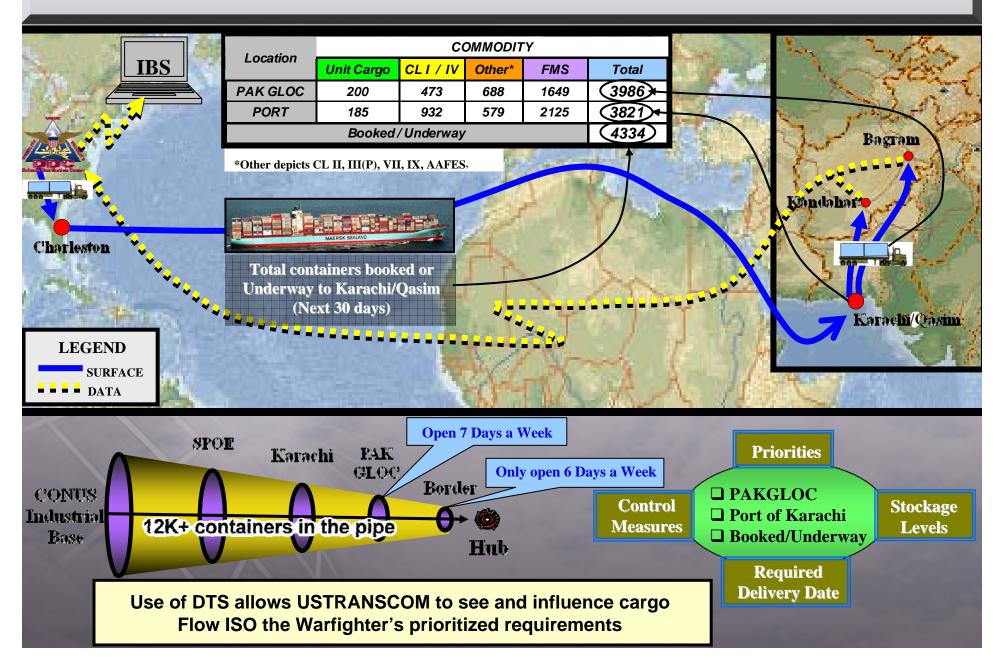
=**** PAKGLOC-Premium AIT Results

- Exquisite ITV on PAKGLOC
 - Reporting interval: ~20 min
 - No gaps in satellite coverage
- Automatic connectivity to government database
- Measure carrier performance
- Zero pilferage
- Improved personal security

Satellite Tracking Enhances
Logistics Capability



=**** Metering the PAKGLOC Pipeline



=**** DPO Initiative Cost Avoidance



= ** * = Defense Transportation Coordination Initiative (DTCI)



- > 600 CONUS Shipping Locations
- > 2,000 Receiving Locations
- Less Than Truck Load Rates

- No Overall Visibility
- Delayed Deliveries
- Mixed Cargo Priorities

= ** * = Defense Transportation Coordination Initiative (DTCI)



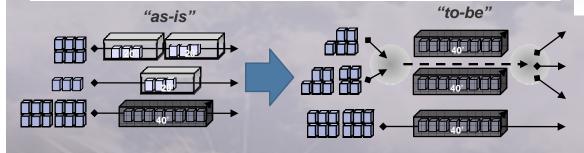
- Projected 15% Truck Load Rate Savings
- Higher % of On-time Pickup/Delivery
- Lower Damage/Loss Rates
- Enhanced In-transit Visibility

Process Improvement, Surface and Optimization and Alignment

-***=

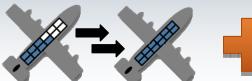
Surface Optimization

Optimization of surface traffic through maximal use and utilization of 40' containers will decrease costs while maintaining or increasing performance



Air Optimization

Substantial savings are attainable by increasing weight and cube utilization of high-volume channel flights while simultaneously using less-than-planeload services (e.g., CAT A) as "peak shavers"







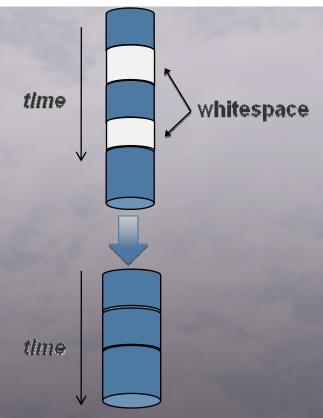




Fed Ex

Process Improvement

Distribution process improvement and deployment identifies opportunities to leverage improved business processes to remove distribution whitespace



=**** DPO Strategic Opportunity Overview

(Based on current GWOT OPTEMPO)		Velocity	Precision		Supply Chain Cost Savings	Programmed Investment 1 (Years 1-3)
pə	Process Improvement	10-15%	10- 15%		N/A	\$4-6M
TRANSCOM Led	Surface Optimization	0-5%	0-5%		\$45-90M/yr	\$7-10M
TR	Air Optimization	5-10%	5-10%		\$50-210M/yr	\$10-15M
DLA Led	Supply Alignment	5-10%	5-10%		\$163-241M/yr	\$3-6M+TBD ²
	Strategic Network Optimization	5%	5%		\$ 70-150M/yr	\$3-5M
	Estimated Benefit by implementation year 3	25-45%	25-45%	7 60	\$328- 691M/yr³	\$27-42M +TBD

^{1 --} Does not include potential IT investments to automate optimizations or MILCON

^{2 -} TBD relates to inventory source of inventory (DLA, service, or purchase)

^{3 –} Excludes reduction in inventory from improved precision and reliability



A New Approach

(Commercial Implementation – Amazon.com)

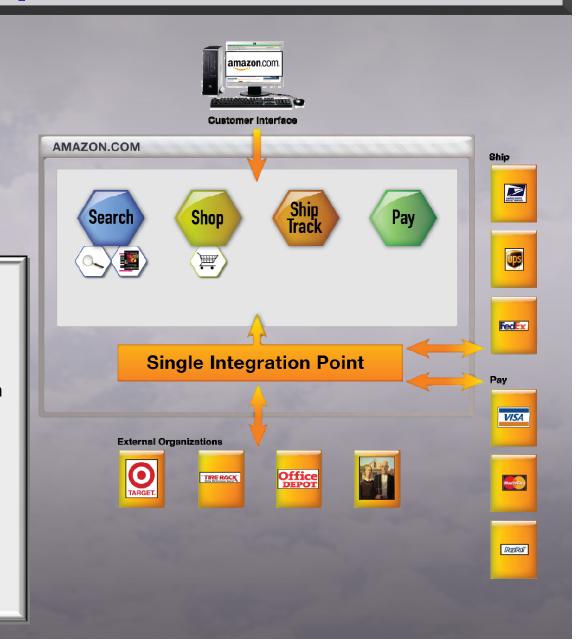
Amazon.com Approach

- Top-Down Commitment
- Amazon Centrally Orchestrated and Engineered
- Maximized Capability Reuse
- Incremental Capability Delivery

Amazon.com Features

Leading Online Retailer (2008)

- Prescribed Business Rules & Service Interfaces
- Decouples Customer Requirements from Amazon Corporate Services Requirements
- Offers a Variety of Vendor Services to free Resources to Manage their Business and not IT
- Enables Vendors to leverage Robust Data Store & Infrastructure Capabilities
- Permits Dynamic Scaling for Business Growth



= *** = DPO Implementation - Corporate Services Vision



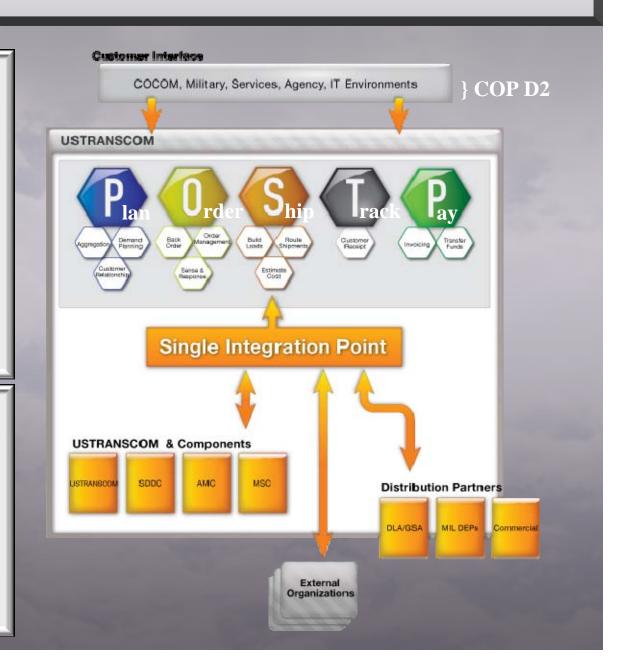
CSV Approach

- Top-Down Commitment
- Delivered Within Existing Resources
- Maximized Capability Reuse
- Incremental Capability Delivery
- Government Orchestrated and **Engineered**
- Distributed Construction
- Using All Acquisition Tools
- "Services" vice "Systems"

CSV Features

Standardized Mission Processes

- Standardized Mission and **Data Services**
- Allows Customers to Tailor **MILDEP Specific Capabilities**
- Standardized Interfaces and Vocabulary



USTRANSCOM Under Fire

98% of USTRANSCOM's C2 on UNCLASS Systems

100+ Structured Attacks on USTRANSCOM

-***=

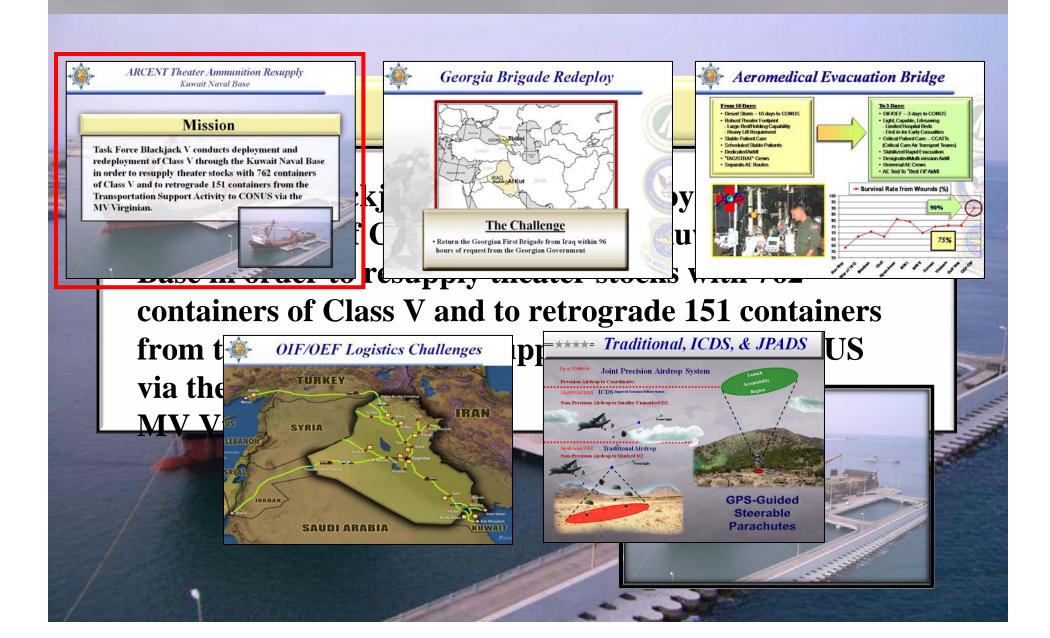
69 Aircraft
Shot at

2 Hits – None Critical



Defensive Systems & TTPs Critical to Combat Capability, Access, and Survival

= *** ARCENTeThe of Ammunition Resupply



= ** * ARCENT Theater Ammunition Resupply Kuwait Naval Base

Contract Support
• LOGCAP (KBR)

Kuwaiti Government

- Ministry of Defense
- Ministry of Interior

US Army

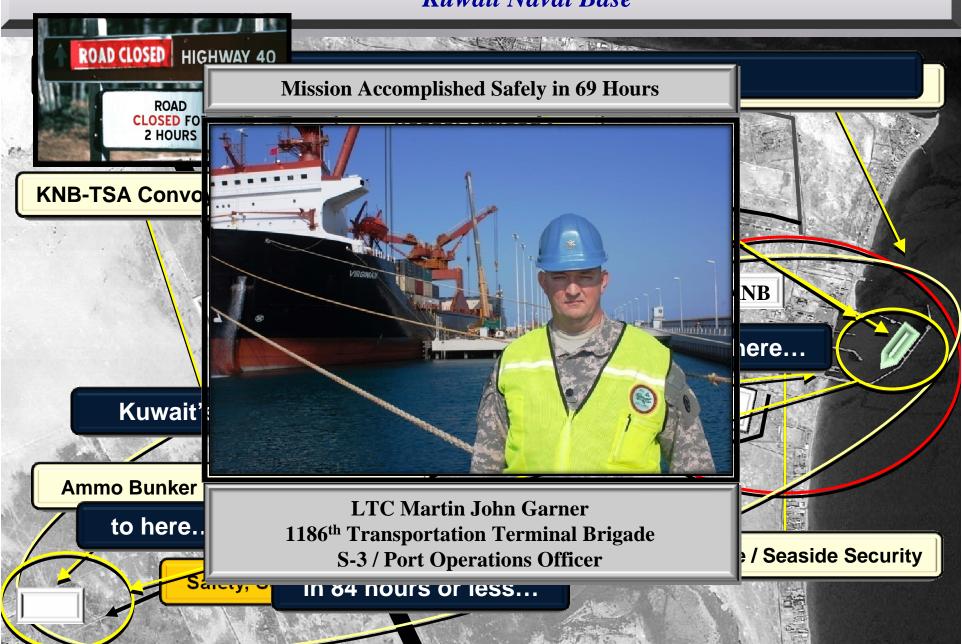
- 1st Theater Sustainment Command
- 311th Expeditionary Sustainment Command
- 595th Transportation Terminal Group
- Area Support Group Kuwait

US Navy

- Military Sealift Command Kuwait
- Maritime Expeditionary Security Squadron (MSRON)
- Naval Expeditionary Logistics Support Group (NAVELSG)
- Naval Expeditionary Medical Force Kuwait

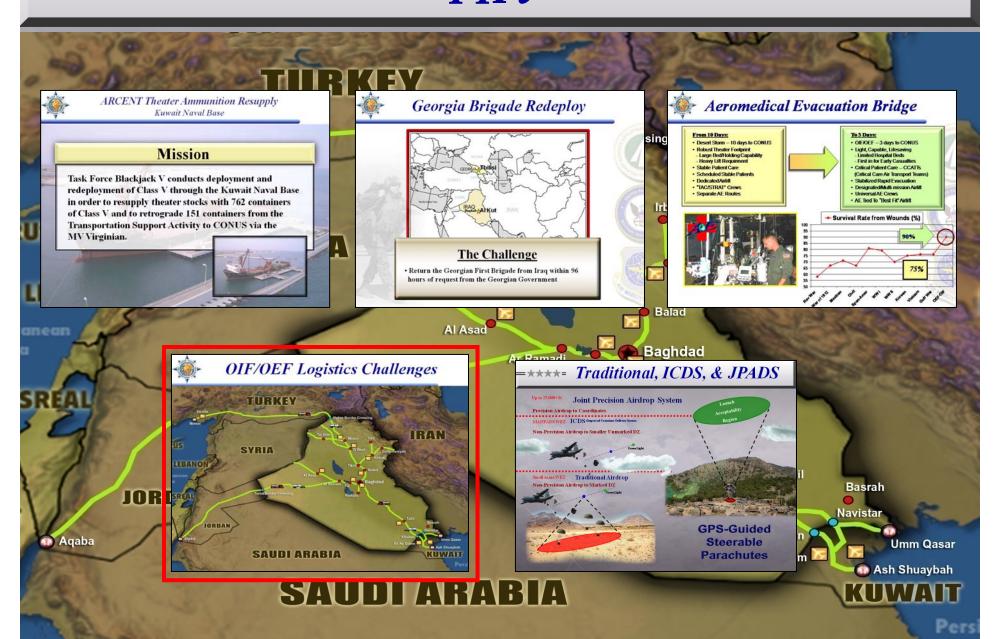
"World-class people performing logistical miracles."

= ** * ARCENT Theater Ammunition Resupply Kuwait Naval Base



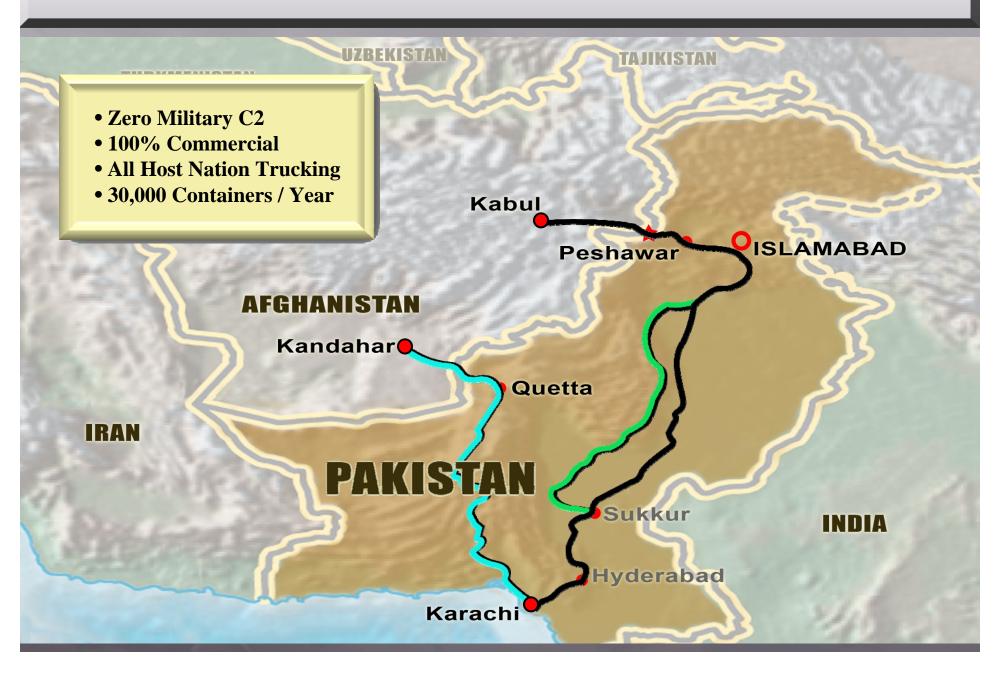


Reference of the Research of the State of th





=**** Pakistan Ground Lines of Communication



-****=

PAKGLOC Issues











POLITICAL UNREST

EXPANDING MILITANCY

PAKMIL ROLE UNCERTAIN

ECONOMIC ISSUES

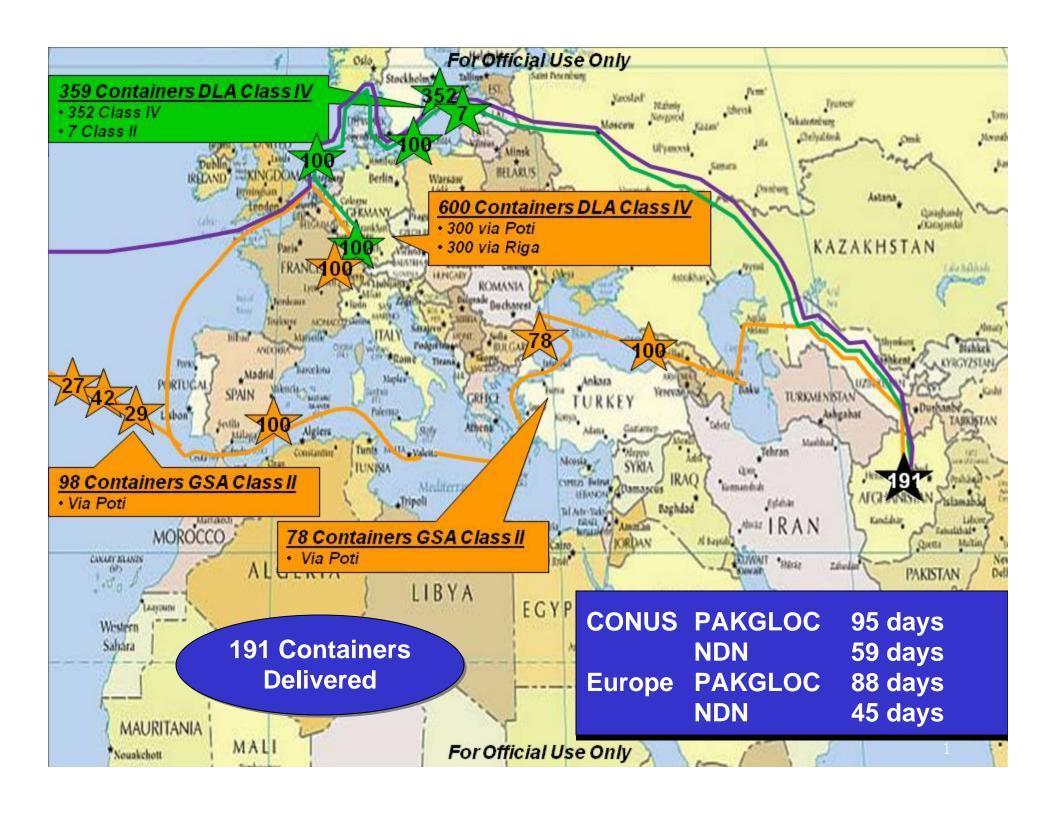
VISIBILITY ISSUES



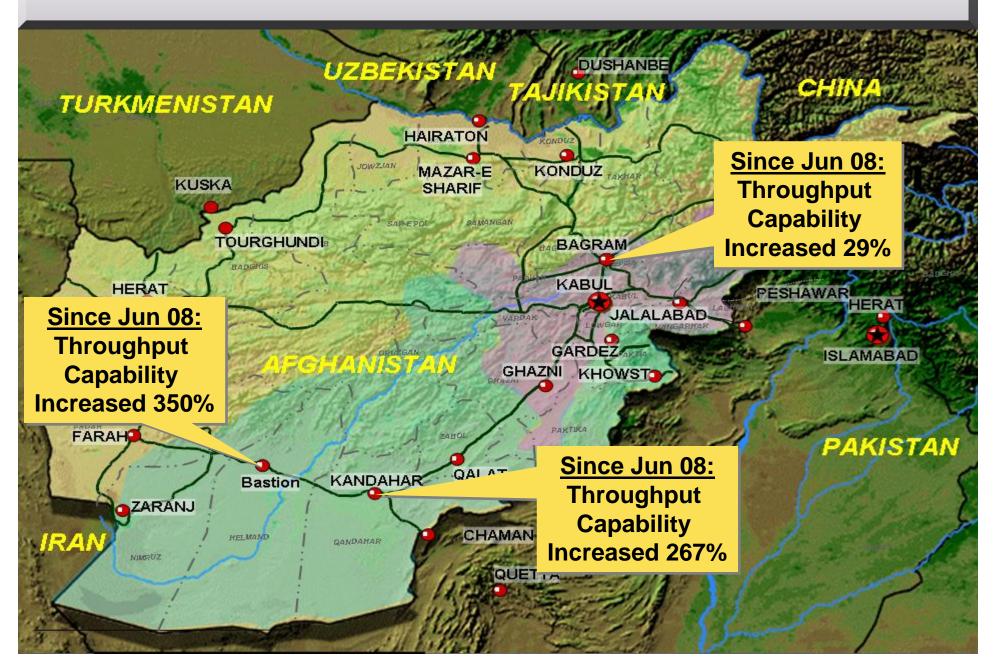
My Logisticians are a humorless lot...they know if my campaign fails, they are the first ones I will slay. - Alexander the Great

=*** Translueerk Distribution Notwork





=***= Velocity Improvements ISO OEF Plus Up



=**** Bottom Line - Support the Warfighter!



We move America's military might...make it happen...GIT-R-DONE!

=*** Keeping Promises



A Promise Given.....will be a Promise Kept!