

## Blockchain Solutions

# **TBSx3 Pty Ltd**

Three Layers of Protection - "to be sure"



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## tbs

## **TBSx3: overview**

- TBSx3 = To Be Sure \* 3
- Founded in 2016 & privately funded
- Blockchain start-up in supply chain & logistics
- Specifically E2E traceability & provenance
- Address sustainability, food safety and counterfeit
- Launched global blockchain consortium in Q1 2018
- Set up successful trials in Q2 2017
- Blockchain team in Sydney (AUS) and Penang (MY)
- Open office in Europe and US in 2018











## Validated TBSx3 Pilots

Lead Partner



- Lead partner for TBSx3's initial shipping trial
- Globally, DP World Group have 77 terminals on 6 continents
- By 2020, the group intends to handle
  ~100 million containers per year



**International Companies** 



- Hamburg Sud and DB Schenker also agreed to work with TBSx3 on the trial
- DP World Group introduced DB Schenker, a major trucking business that serves the DB World Group internationally
- Hamburg Sud transported the container from Melbourne to China
- DB Schenker carried containers from DB World's port in China to the distribution warehouse

**Industry Support** 



- Ius Wines, a Coonawarra-based global wine company, was also a participant in the trial
- The trial involved the shipment of lus wine in a container from Coonawarra through the entire trade logistics system and in the distribution system in China
- Visy have also expressed interest in partnering with TBSx3

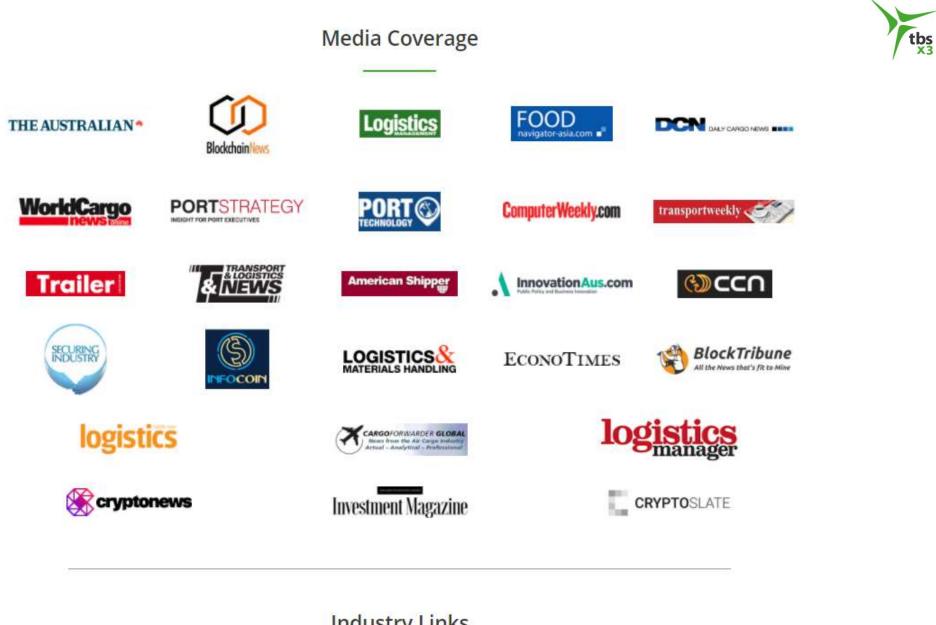


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### Huge numbers!

- 650 million TEU's shipped annually & top 20 ports cover 50%
- 5 billion pallets annually & 5000 container ships globally
- About 25 million containers
- Chinese ports handle almost 200 million TEU's
- Australian ports total of 5 million TEU's



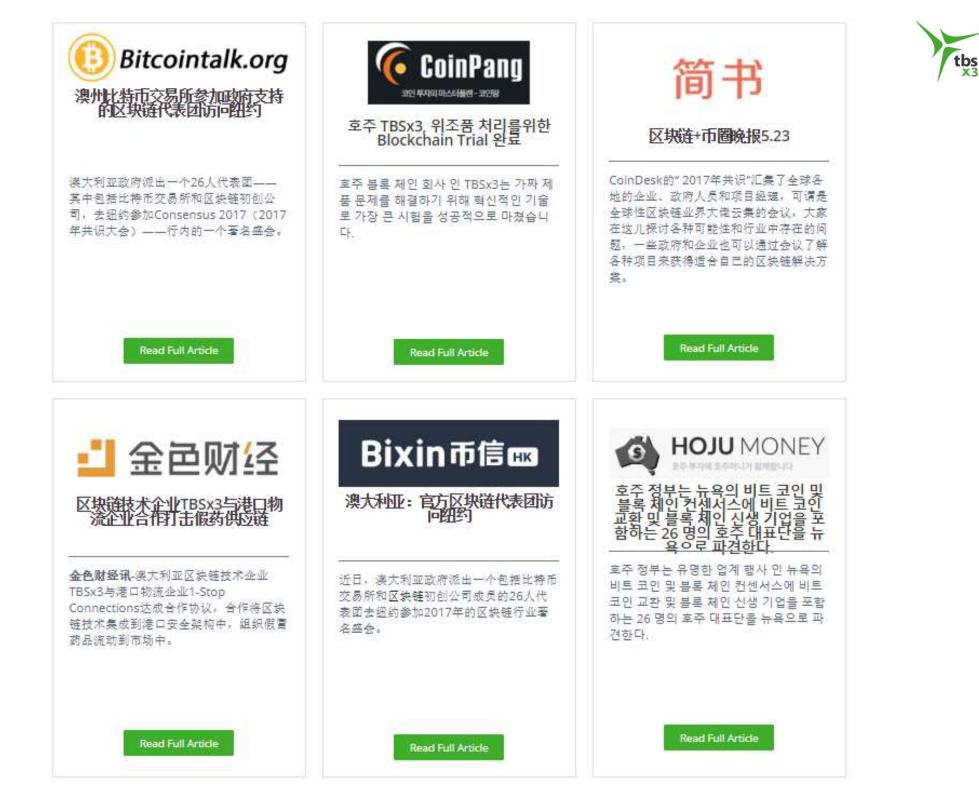




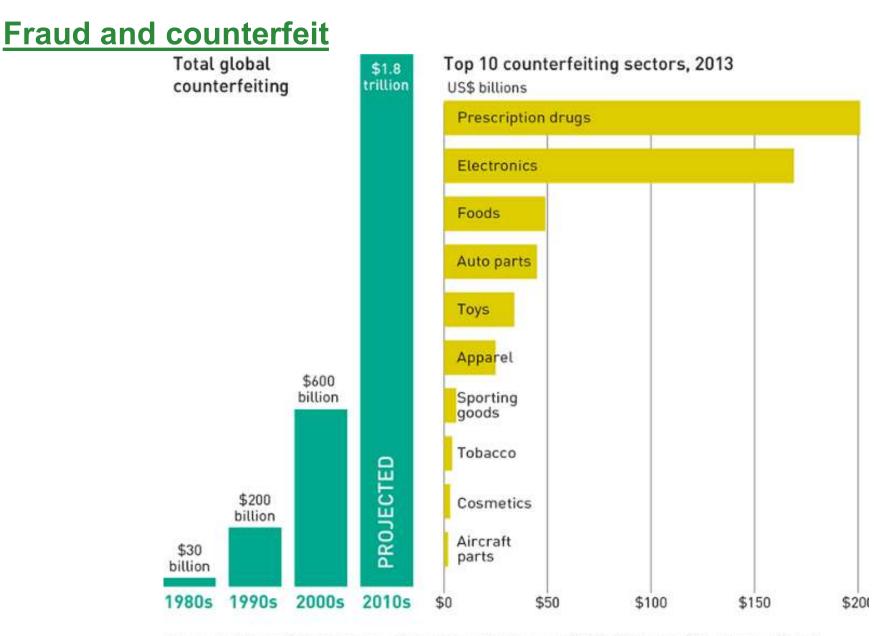












Source: NetNames, "The Risks of the Online Counterfeit Economy," 2016; NetNames, "Counting the Cost of Counterfeiting," 2015; Strategy& analysis

## Fraud and counterfeit



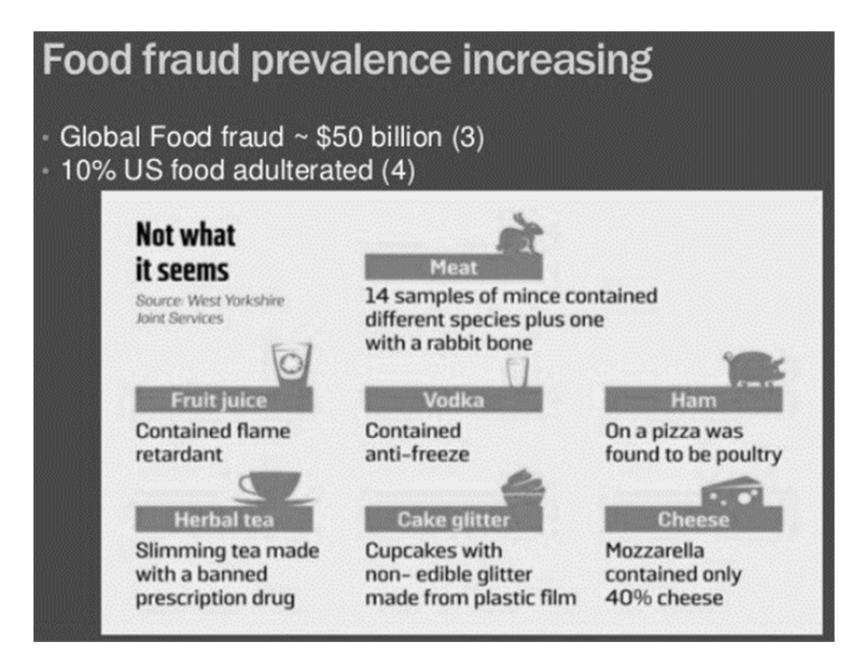
 Increasingly complex and fragmented food supply chains

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 FDA defines EMA as the "fraudulent, intentional substitution or addition of a substance in a product for the purpose of increasing the apparent value of the product or reducing the cost of its production."



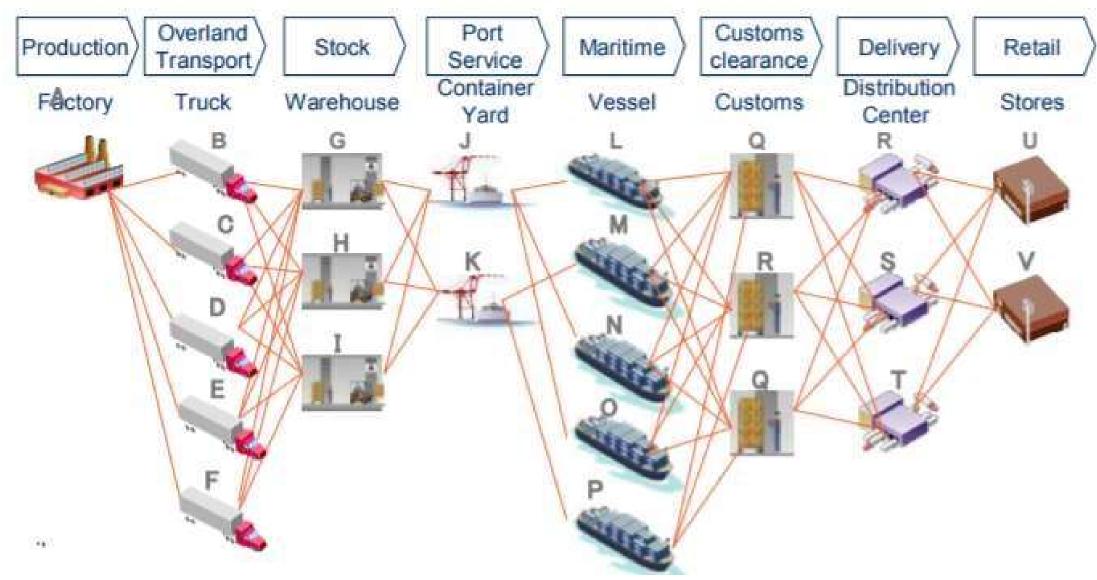
## Fraud and counterfeit





## AS IS: Opaque, silo-based supply chains

## The many different companies in the whole supply chain network use different computer systems...

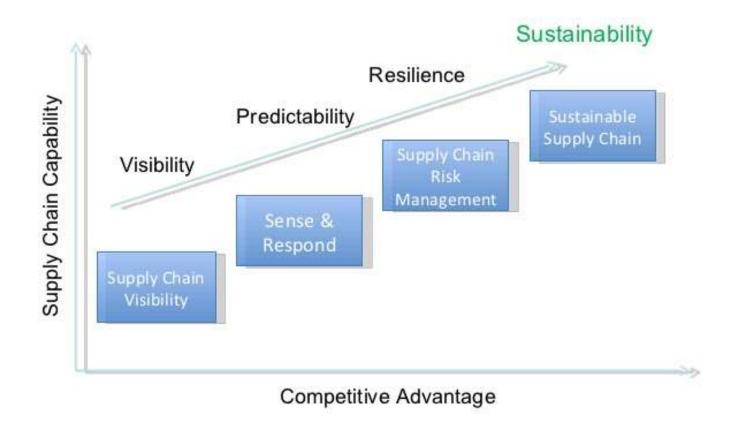




## **TO BE: Transparency leads to sustainability**

QIPIND.

## SUSTAINABLE Supply Chains







## **TBSx3 solution strategy**

## 1<sup>st</sup> Layer: Tokenization on blockchain



#### What is tokenization?



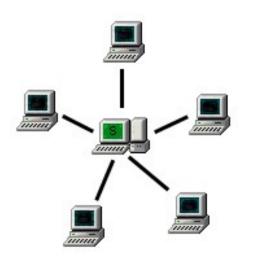
- Tokens represents trade items & logistic units
- Every token is encrypted
- Every token is unique
- Every token can be transferred using public & private keys
- Every token can be aggregated



#### What is blockchain?

Server Based Network

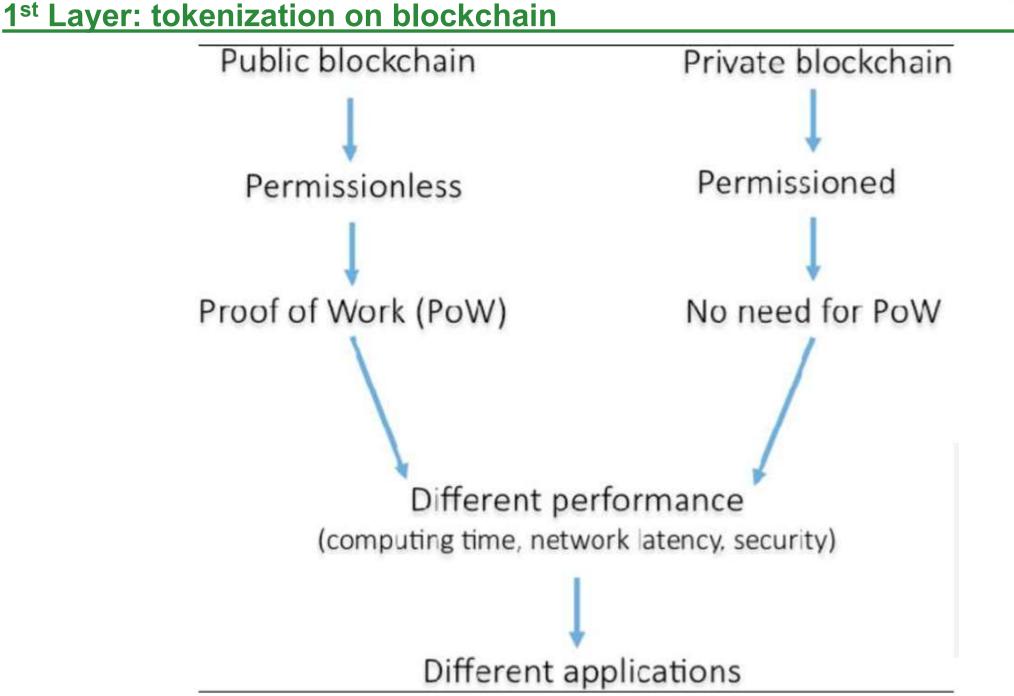
Peer to Peer Network





- Timestamped archive of token transactions
- Data can only be appended NOT edited
- Every participant owns full copy
- Data is protected and (near) immutable through chains
- Decentralized data validation through consensus
- Smart contracts or stored procedure automate manual processes
- Benefit of immutability for insurance and accountability







## 2<sup>nd</sup> Layer: encrypted serialization

Serialization involves printing a unique code on every individual saleable trade item and [potentially] all shipping/logistics labels.

#### Data Matrix

- 2 dimensional
- Small footprint
- Image reader decoded
- Widely adopted by pharma



GTIN 00314141999995 SN 10000000234 EXP 25 JAN 2015 LOT 987654321GFEDCBA

#### Code 128 Barcode

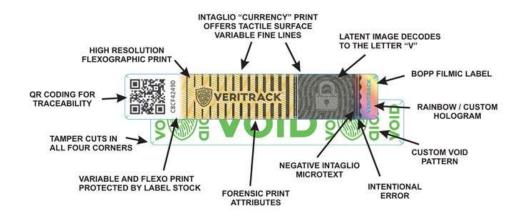
- 1 dimensional
- Larger footprint
- Widely supported in supply chain by laser scanners

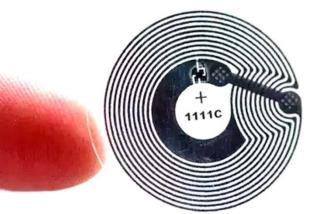


#### QR Code

- 2 dimensional
- Smaller footprint
- Image reader decoded
- · China and baby formula







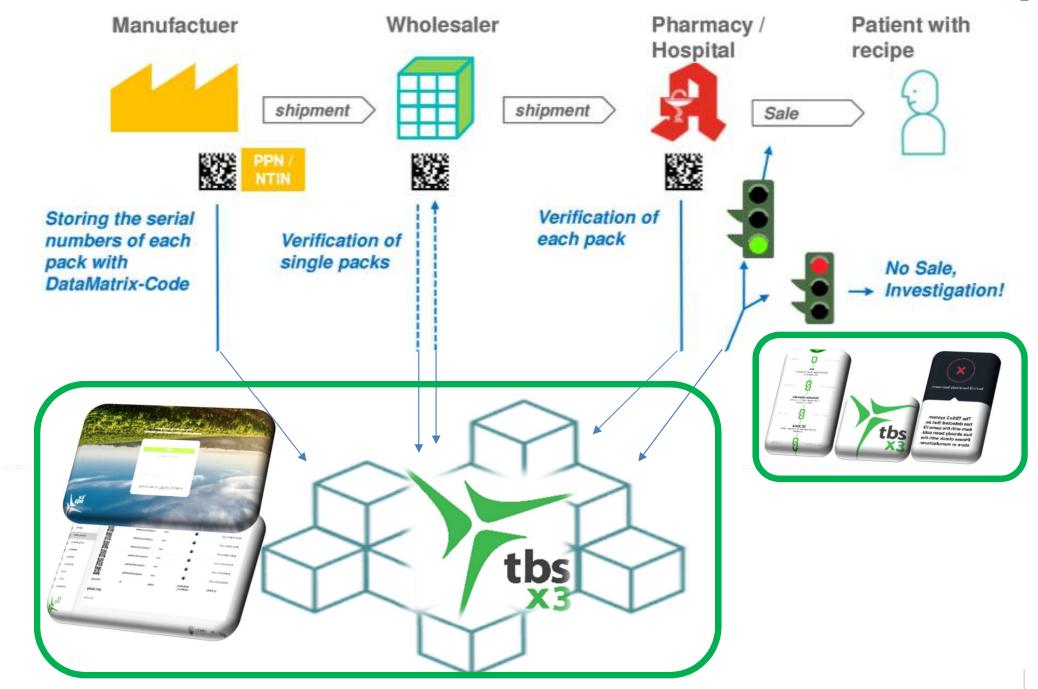
## 3<sup>rd</sup> Layer: Logistic Artificial Intelligence (AI)







### **Pharmaceutical supply chain**



## **Apps in Chinese**

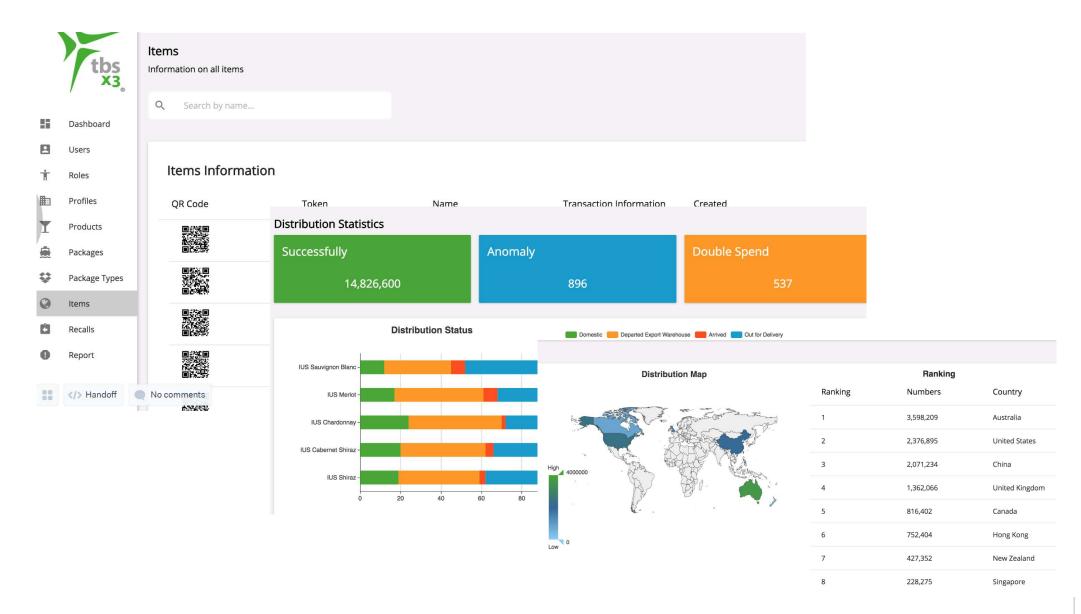
- Smartphone apps to transfer items in supply chain
- Smartphone apps for retailers and consumers in Chinese
- Empowers consumers to scan for authenticity and check provenance
- Protect your brand against counterfeit



### **Proven solution**



#### Control supply chain



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