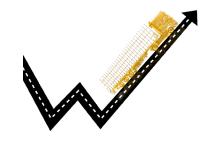


IMPACT OF EROAD TECHNOLOGY ON HV INDUSTRY





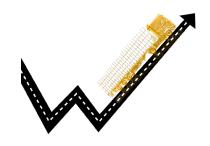




- Eruc was created to modernise RUC system.
- Designed and manufactured in New Zealand.
- Eruc will increase industry productivity and economic growth.
- Technology can facilitate wider adoption of HPVs.
- Tool to implement affordable and innovative RUC reform.





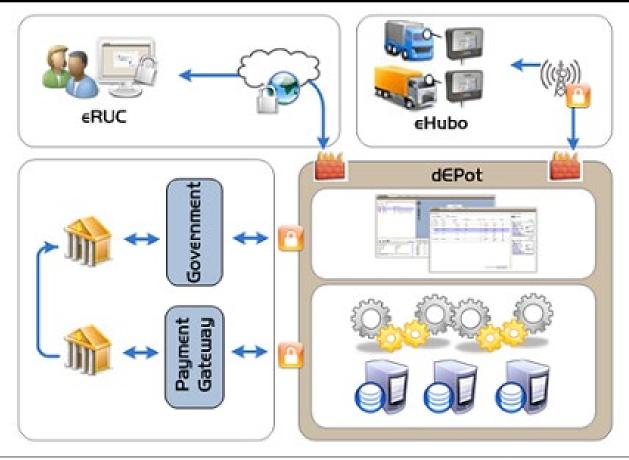


- World's first fully wireless Eruc provider.
- Most Innovative Product and Service winner at 2010 Hi-Tech Awards.
- International recognition as <u>the</u> currently leading electronic tolling platform in the world.



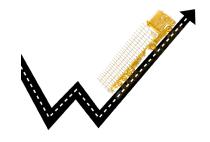
#### **EROAD Eruc Solution**









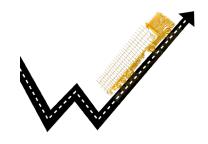








#### Tubo







#### International Move to Road Pricing

- Global movement to Eruc for HVs and road pricing, as fuel excise taxes being undermined by:
  - increasing vehicle fuel economy
  - poor ability to link use with road damage, congestion and environmental costs
  - blended and alternative fuels
  - policy targets to reduce dependence on imported fossil fuels
  - policy targets to promote sustainable transport agenda
  - increased availability and rapid adoption of electric and hybrid cars and HVs
  - revenue volatility from rapidly fluctuating oil prices
  - policy targets to shift more freight by rail and sea
  - increased revenue demands.





#### The Swedish situation

 New government decision (suggestion from opposition)

Kilometre tax in operation

May 2012

(worst case)





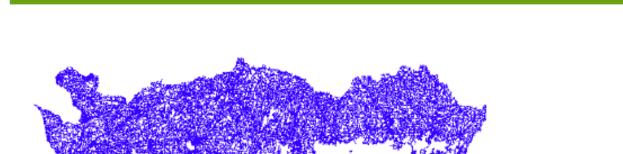


#### Sweden ARENA Trials

- ARENA project aiming to develop an electronic km based RUC system for HGVs to replace fuel and registration taxes.
- ARENA participants included most major European tolling providers: FELA, Logica DKV, AGES, Thales, Toll Collect, Skymeter, Eurotoll (SANEF), Autostrade Tech, GMV, Octo Telematics, and Union Tank.
- ARENA field trials and test track assessed potential suppliers for reliability and accuracy under range of challenging real world scenarios.





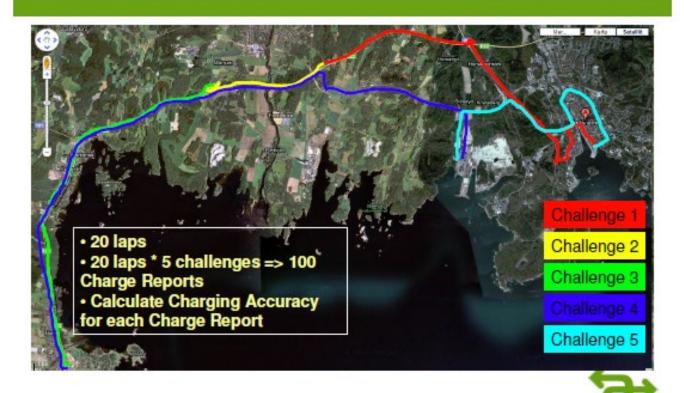


Results of the Trials Jens Löfgren, Sweco ITS



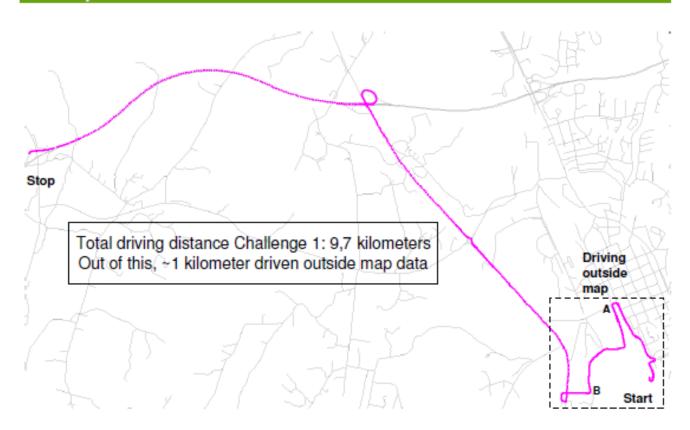


#### **Test Track Area**



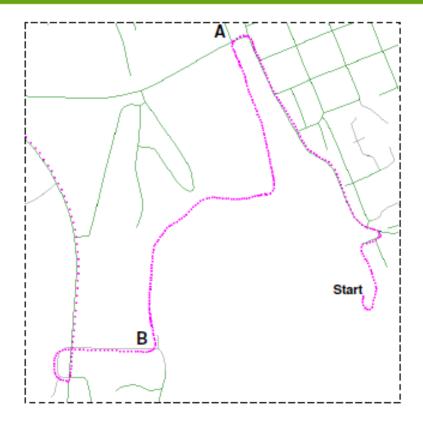


## Challenge 1 – Driving outside map





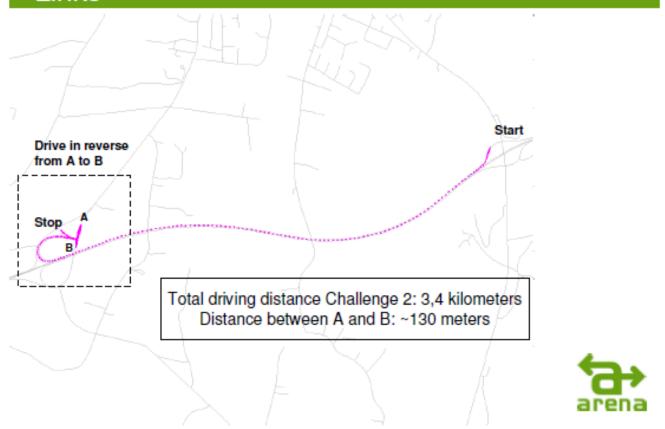
# Challenge 1 – Driving outside map





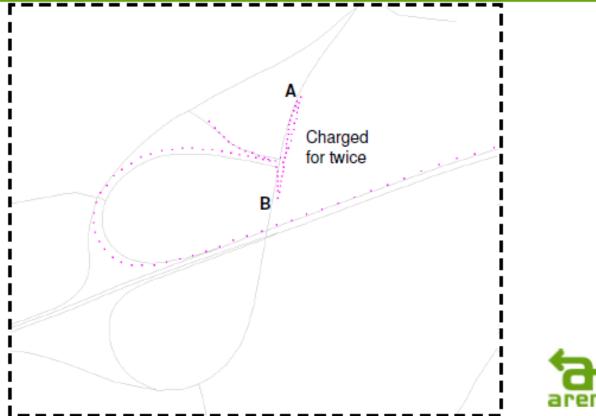


## Challenge 2, Uncompleted Road Links





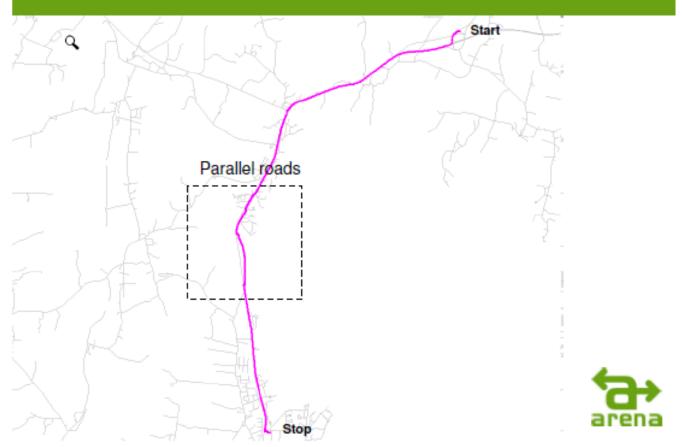
#### Challenge 2, Uncompleted Road Links





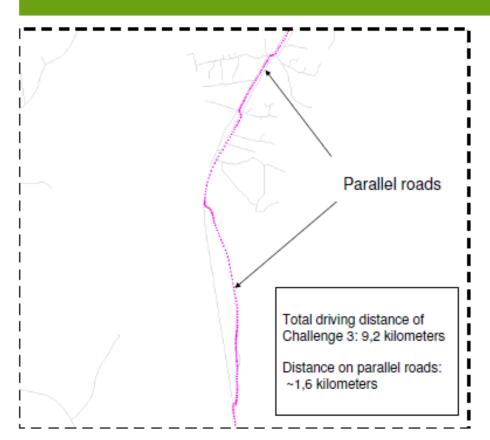


### Challenge 3 – Parallel roads – – – –





#### Challenge 3 – Parallel roads – – –







# Challenge 4 – Power Outage while stopped Power outage 1 minute Power outage 3 minutes

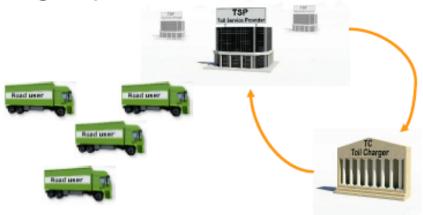


#### Challenge 5 – Power outages while driving Power outage 2 ~2 minutes ~1,2 kilometer Power outage 1 ~ 1 minute ~ 900 meters Total driving distance for Challenge 5: ~7 kilometers Start Stop Distance driven during power outages: ~2,1 kilometers



#### Conclusions

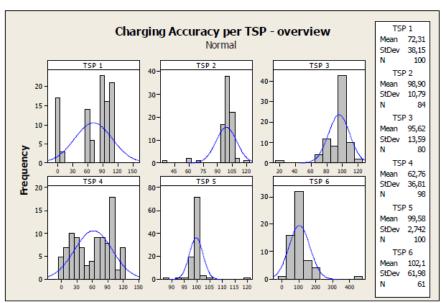
- ARENA Field Trials has shown that:
  - ARENA concept was viable:
    - · Role model and task allocation worked
    - · Interfaces were suitable
    - Accurate Charge Reports





#### Sweden ARENA Test Track Results

## Charging Accuracy per TSP for all challenges



EROAD = TSP 5

Only technology platform that met the challenging requirements to collect tolls.

Other providers struggled to perform consistently suggesting inherent technology weaknesses.







#### Arena trial summary – actual tolls collected

The following table show the actual tolls that would have been collected by the different TSPs assuming each of the 100 challenges were valued at €1,00.

	Number of challenges tolls were calculated	Assigned value per challenge	Mean charging accuracy across all challenges	Actual Calculated Tolls	Theoretical Tolls collected	Charging accuracy
Ideal case	100	€1.00	100.00%	€100.00	€100.00	100.0%
TSP 5 (EROAD)	100	€1.00	99.58%	€99.58	€100.00	99.6%
TSP 2	84	€1.00	98.90%	€83.08	€100.00	83.1%
TSP 3	80	€1.00	95.62%	€76.50	€100.00	76.5%
TSP 4	98	€1.00	62.76%	€61.50	€100.00	61.5%
TSP 1	100	€1.00	38.15%	€38.15	€100.00	38.2%
TSP 6	61	€1.00	61.98%	€37.81	€100.00	37.8%

- "EROAD technology 'best in class' achieving 99.6% charging accuracy in ARENA test track and 100% compliance in field trials.
- Successful implementation by EROAD demonstrated full interoperability and 100% compliance with proposed charging interface. "





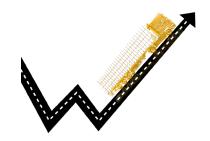
What does this mean in New Zealand?







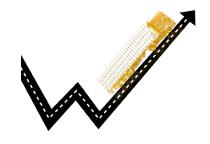
#### **Client Perspective**



- Eliminate RUC administration.
- No more paper RUC labels.
- Working capital savings.
- Ditch the hubo!
- Automated off-road refunds.
- Improves compliance.
- Superior web-based fleet tracking.
- Greater transparency and management control.
- Built-in future proofing.







#### **Government Perspective**

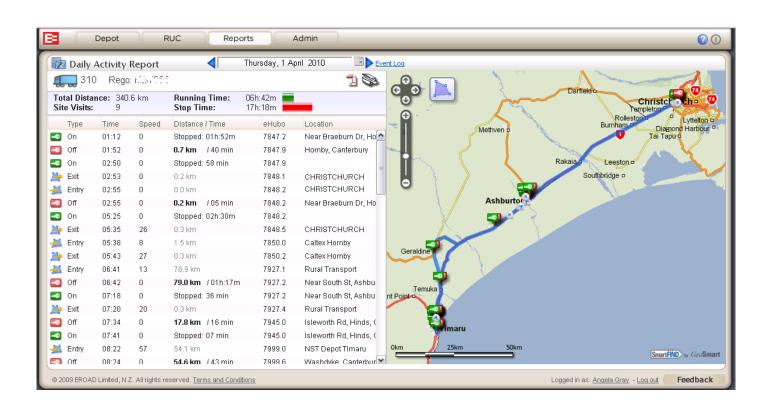
- Reduced evasion and lower enforcement costs.
- Lower agency costs.
- Supports HPV scheme.
- Increased productivity and economic growth.
- Tool to implement RUC reform.





#### **Daily Activity**



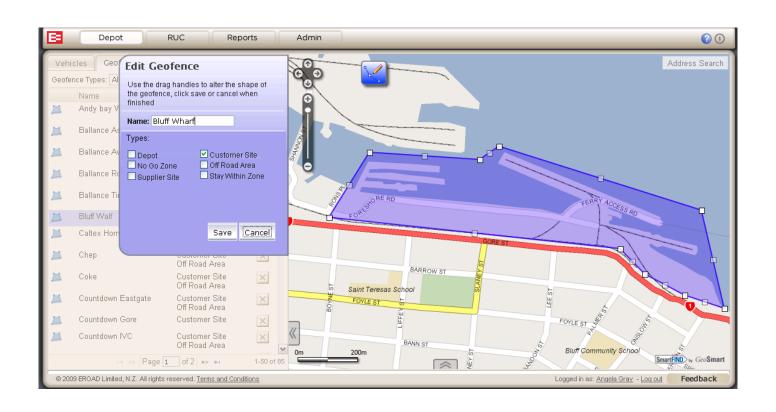








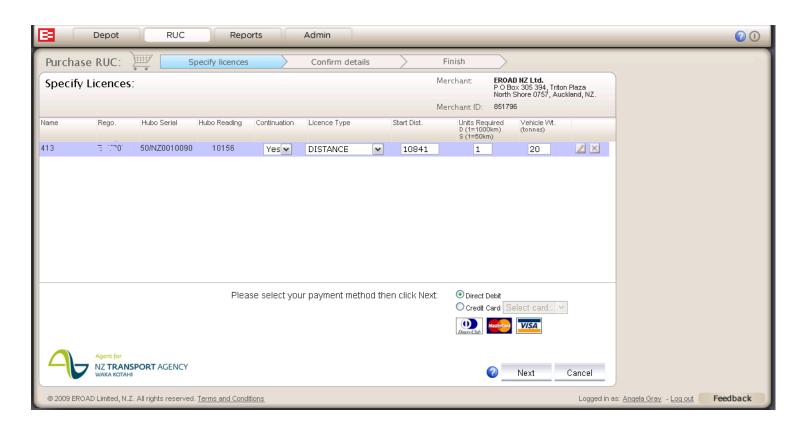
#### **Geofence Management**







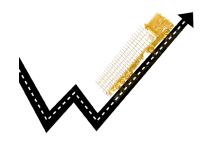
#### **Online RUC**

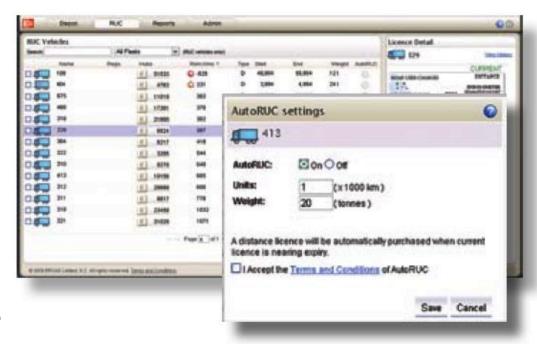






## AutoRUC "set and forget"



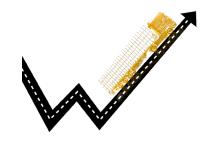


- Ease of compliance
- Totally eliminate RUC administration
- Working capital savings







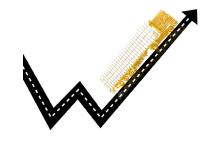


#### **EROAD HPV Permit Framework**

- HPV vehicles will help contribute to lower freight costs, improved productivity and economic growth, and lower emissions
- BUT many roads and bridges will not support heavier loads, and some communities may wish to impose operating conditions on HPVs.
- EROAD Eruc technology platform available to facilitate the payment of fees for infrastructure upgrades not covered by NLTP.



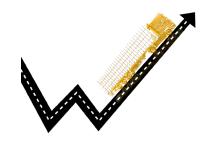




#### **EROAD HPV Permit Framework**

- Principle is that participating HPV operators use EROAD equipment and payment gateway to fund local projects directly to RCA in return for access and higher weights.
- Commercially negotiated access fees will create innovative infrastructure solutions that will benefit HPV operators and local communities.





#### **THANK YOU**

#### **Peter Batcheler**

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M021 847 517

