

FIRMATEK

DRONE-DRIVEN INNOVATIONS IN STOCKPILE INVENTORY MANAGEMENT

Matthew Van Slembrouck, PE.

Director of Business Development – Kespry



IDENTIFYING THE PROBLEM

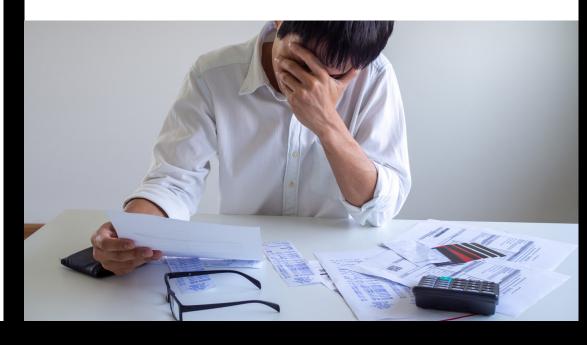
INVENTORY INACCURACIES



What the books say vs. What the plant manager thinks vs. What we actually have

(How much did you spend on vacation?)

INFREQUENT MEASUREMENTS



Limited Reaction Time:
Difficult to quickly evaluate
and address discrepancies

Time Constraints:

Insufficient time before EOM/EOQ/EOY to make corrections

LOST TIME + FINGER POINTING



Time + Energy: Wasted on determining who is "correct"

Impact on Internal Relationships: Damaging interactions and eroding mutual trust

Controller vs. Plant Manager

WHY DOES THIS PROBLEM MATTER?



Financial Impact

- Write-Offs: Discrepancies between yard inventory and book records lead to significant write-offs.
- Performance Consequences: Large write-offs can affect performance bonuses and potentially lead to employee terminations.

Planning Challenges

- **Insufficient Time:** Limited time before EOM/EOQ/EOY makes it difficult to address issues proactively.
- Last-Minute "Fixes": Quick adjustments to "make it look right" are often incorrect and can have long-term repercussions.

Erosion of Trust

- **CFO Trust Issues:** Unexpected large discrepancies at year-end erode trust in controllers.
- Interdepartmental Skepticism: Controllers may doubt plant or area manager reports, and plant managers may lose confidence in the QC department.

DRONE SOLUTIONS: WHAT ARE MY OPTIONS?

Do It Yourself

- In-House Setup: Use drones and Kespry to measure volumes and manage stockpiles.
- Flexible Measurement: Measure as needed with access to your own tools and systems.

3rd Party Measurements

- Turn-Key Solution: Utilizes drones for hands-off inventory measurement.
- Minimal Coordination: Requires only light interaction for ID piles.
- Audit & Verification: Ideal for external audits and company verification.

Hybrid Approach

- Combined Effort: Your company operates the drone and collects data.
- **Data Processing:** A third-party company processes and calculates the inventories from your data.



Published Evidence:

Most providers of 3rd party or DIY software packages share case studies demonstrating accuracy and repeatability.

Internal Validation:

Companies like WestRock and International Paper conduct internal studies to verify accuracy.

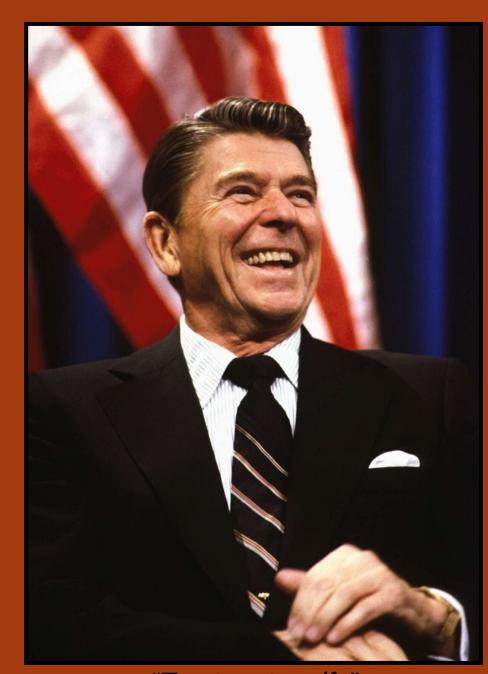
Market Maturity:

Industrial innovation is reaching a peak and beginning to stabilize.

IS THIS SOLUTION PROVEN?

15+
YEARS

drone measurements have been utilized



"Trust, yet verify"

QUESTIONS?

Matthew Van Slembrouck (248) 880.4033 Matt.Van@Firmatek.com

