## Multi-year Expert Meeting on Transport, Trade Logistics and Trade Facilitation:

# Transport and logistics innovation towards the review of the Almaty Programme of Action in 2014

22-24 October 2013

Radio Frequency Identification (RFID)

by

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## Importance of RFID in Logistics





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Centre of Excellence for Supply Chain Improvement

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#### MAJOR RFID PROJECTS

**EPSRC** 

**Engineering and Physical Sciences** 

➤ Using RFID technology to optimize distribution operations (3 years sponsored research)



> Good practice for adopting RFID technology in the English healthcare (3 years sponsored research)



➤ Using RFID to add value in warehousing operations



Using RFID in door production (KTP project)



RFID feasibility projects: UAV Engines and jewellery Merrell Casting



- > RFID safety features on excavators
- Safety vest mining industry



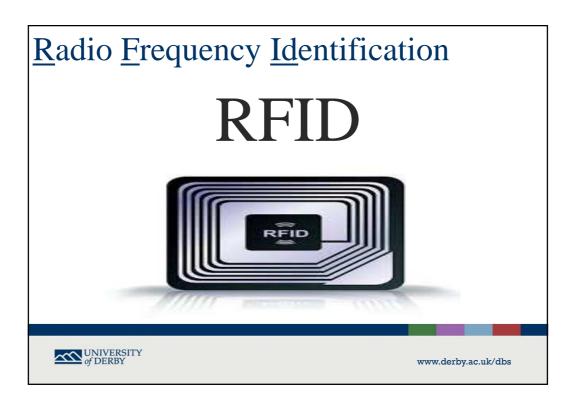
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#### **CHALLENGES**

- \* To Save time and fight counterfeit
- \* Inaccurate data causes expensive manual interventions
- \* To cut costs in the supply chain
- \*Better options for serving customers
- Visibility and traceability
- Better customer services
- \* Accurately quantify carbon emission



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#### What is RFID?

- \*RFID Wireless automatic identification technology that identifies objects and gathers data without human intervention or entry of data.
- Transfer Data with no physical contact
- It does not require line of sight



BRIEF HISTORY		
Decade	Event	
1940 - 1950	Radar refined and used, major World War II Development effort. RFID invented in 1948.	
1950 - 1960	Early explorations of RFID technology, laboratory experiments.	
1960 - 1970	Development of the theory of RFID. Start of applications field trials.	
1970 - 1980	Explosion of RFID development. Tests of RFID accelerate. Very early adopter implementations of RFID.	
1980 - 1990	Commercial applications of RFID enter mainstream.	
1990 – 2006	Emergence of standards. RFID widely deployed. RFID becomes a part of everyday life.	
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## **RFID USES**

- Retail & Distribution
- Contactless Payment
- Keyless Entry
- Livestock Tagging
- Pharmaceuticals
- Logistics Assets (containers, trailers)
- Pet Identification
- Secure document application e.g E-passport



#### **BENEFITS OF RFID**

#### **Visibility**

- ✓ Prevent theft
- ✓ Misplaced and lost
- ✓ improve security

#### Automation

- ✓ Reduce human errors
- ✓ Saves time

#### **Authentication**

- ✓ Product recalls
- ✓ Fraud and counterfeit



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#### **RFID USES**

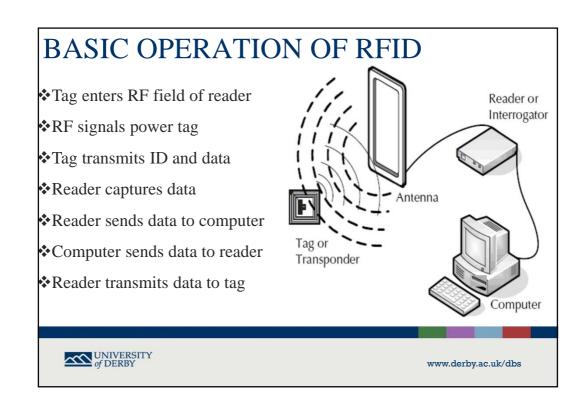
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#### BENEFITS OF RFID FOR SCM

- Product visibility
- \*Reduce supply chain Errors
- Reduce out of stocks
- Anti counterfeit (product recall)
- Automatic data entry
- Capacity to handle increased volumes of goods
- Increased throughput with savings in time and without increases in staffing
- Provision of time and attendance management







## **TYPES OF TAGS**

- \*Tags can be attached to anything
- Pallets or cases of product
- Company assets
- Personal items such as apparel
- Luggage and laundry
- Livestock , pets and people
- \*Computers, TVs, camcorders etc ...



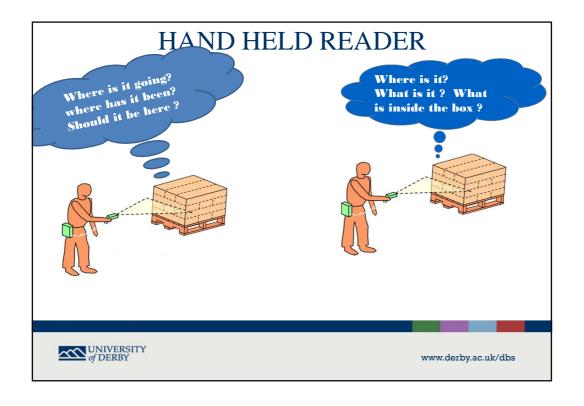


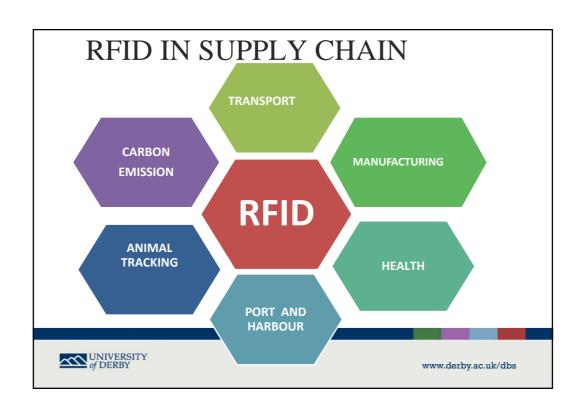
#### TYPES OF READERS

- \*Readers also called interrogators
- \*Fixed Doorways, portals or entrance /exit
- Handheld Portable ergonomic design
- \*Wireless Have capability to communicate with external networks such WIFI
- Mobile Used by employees or mounted to forklifts











## RFID REDUCES TRAFFIC DELAYS AT ADANI PORT HARIZA CONTAINER TERMINAL INDIA

- ► <u>Challenges</u>
- ➤ No rail facility: The trucks provides the only means of moving cargo onto or off of ships
- Traffic management (trucks spent much time to load or unload)
- Managers strives to prevent backups in which trucks operators wait to load and or unload
- The terminal has only 600 meters (1,970ft) wharf to accommodate all vehicles



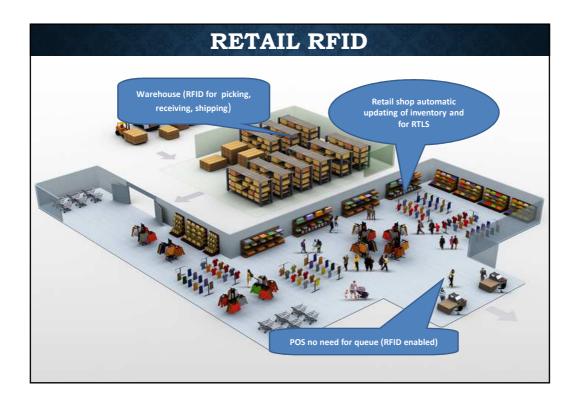
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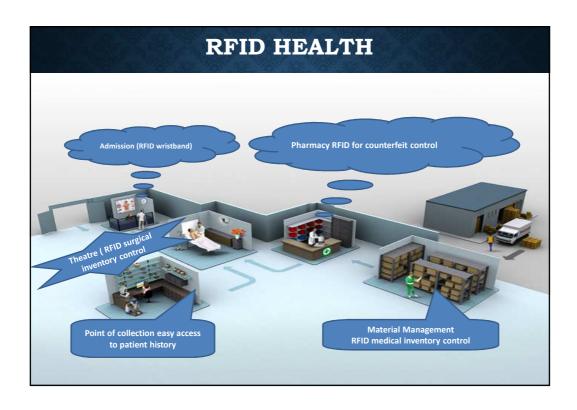
#### **BENEFITS**

- ➤ Real time location of truck
- Decreased trucks waiting times and labor cost
- Automate the gate entry process for vehicles
- Provides better location data in the shipping yard and the wharf
- Ensure vehicles is at the proper location
- Saved the terminal about £112,000 (6.7millions lahks) in labour cost





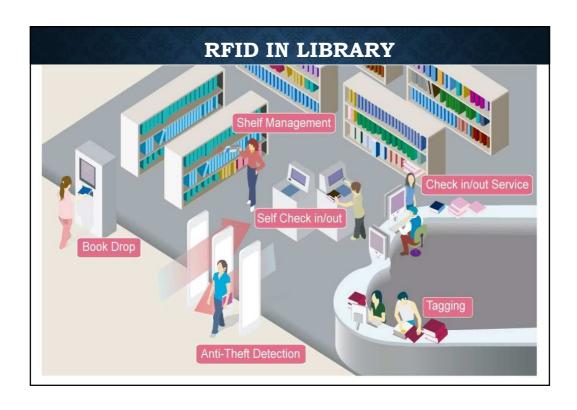


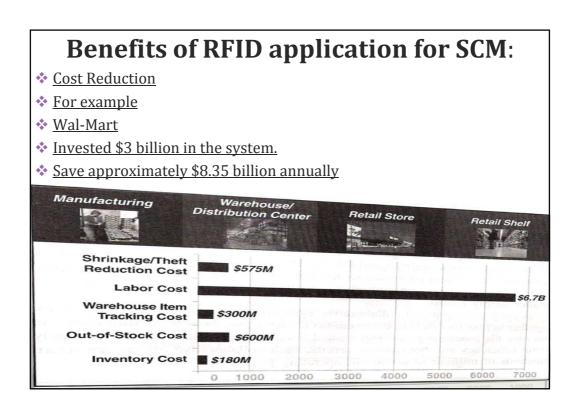


## **HEALTH CARE SOLUTION**

- ➤ Drug supply chain
- ➤ Patient tracking
- ➤ Waste Material handling
- ► Hospital RTLS
- ► Medical devices
- ➤ Surgical operation







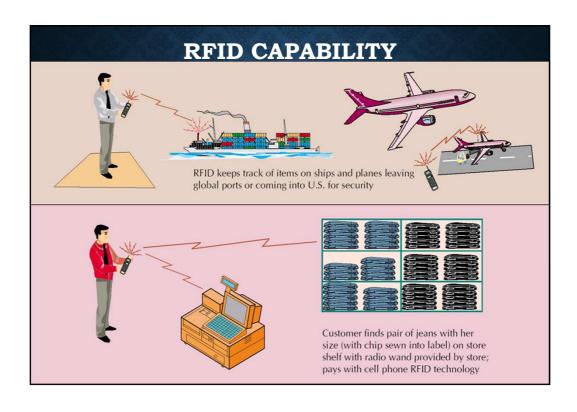
#### RECOMMENDATION

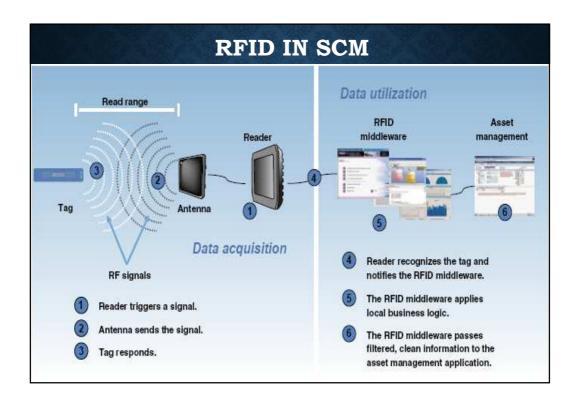
- 1. Offer research opportunities through funding towards RFID awareness, education and adoption at Universities, research institutes and industrial organisations
- 2. Provide incentives or benefits to early adopters through recognition, compensation and tax/duties reduction, etc.
- 3. Enforce or regulate RFID adoption policies in relevant areas in order to promote its use by indicating benefits as ROI
- 4. Provide shared assistance in vendor market to adopters and other consumers, e.g. share price of RFID project piloting leading to a complete installation



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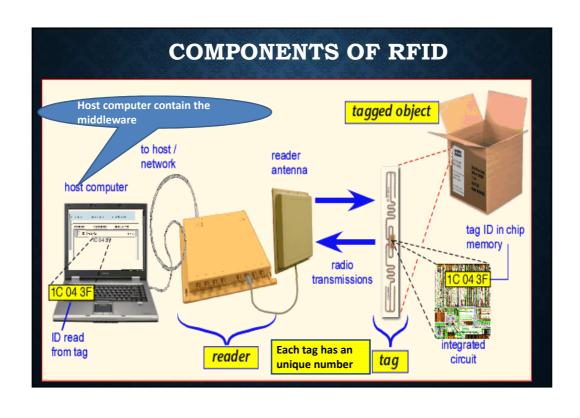






#### **FREQUENCY CHART High Frequency (HF)** Low Frequency (LF) Frequency: 13.56 MHz Frequency: 125 - 134 kHz Typical Use: NFC, smart Typical Use: Animal ID, race cards, tickets, and DVD, time, access control library books, Range: < .5 or 1.5ft Range: Near contact up to 30 Benefits: works well around water **Benefits: Low cost of tags** Drawback: short read range MICROWAVE (UHF) **Ultra-High Frequency (HF)** Frequency: 433 MHz & 856 -2.450 -5.8GHz 960 MHz Use: airline Baggage Typical Use: pallet tracking, **Electronic toll collection** parking lot access, electronic toll collection Range: 3m or 9ft





DIFFERENCES BETWEEN RFID AND BARCODE		
	RFID	Barcode
Line of Site	Not required (in most cases)	Required
Read Range	Passive UHF RFID: - Up to 40 feet (fixed readers) - Up to 20 feet (handheld readers) Active RFID: - Up to 100's of feet or more	Several inches up to several Feet
Read Rate	10's, 100's or 1000's simultaneously	Only one at a time
Identification	Can uniquely identify each item/asset tagged.	Most barcodes only identify the type of item (UPC Code) but not uniquely.
Read/Write	Many RFID tags are Read/Write	Read only
Technology	RF (Radio Frequency)	Optical (Laser)
Interference	Like the TSA (Transportation Security, Administration), some RFID frequencies don't like Metal and Liquids. They can interfere with some RF Frequencies.	Obstructed barcodes cannot be read (dirt covering barcode, torn barcode, etc.)
Automation	Most "fixed" readers don't require human involvement to collect data (automated)	Most barcode scanners require a human to operate (labor intensive)

## DIFFERENT TYPES OF TAGS

## Basic Types:

#### Active

- Battery powered memory
- ❖ Tag transmits radio signal
- Larger data storage and higher cost

#### **Passive**

- \* Reader powered
- Shorter range
- No battery
- \* Tag reflects radio signal from reader

#### TYPES OF READERS

Readers also called interrogators

- Fixed Doorways, portals or entrance /exit
- Handheld Portable ergonomic design
- Wireless Have capability to communicate with external networks such WIFI
- Mobile Used by employees or mounted to forklifts

TYPES OF READERS		
READER	READ RANGE AND USED	
Passive UHF	Long read range up to 30 feet Faster than HF and LF Used in retail and supply chain	
Passive HF	Read range of under 2 feet Works better around metals and water Ideal for factories	
Passive LF	Read range of under 1 foot Best at scanning non metallic goods For fruits	
Active	Battery on board, read up to 100feet Read range relates to tag power Very expensive Used for tracking	





