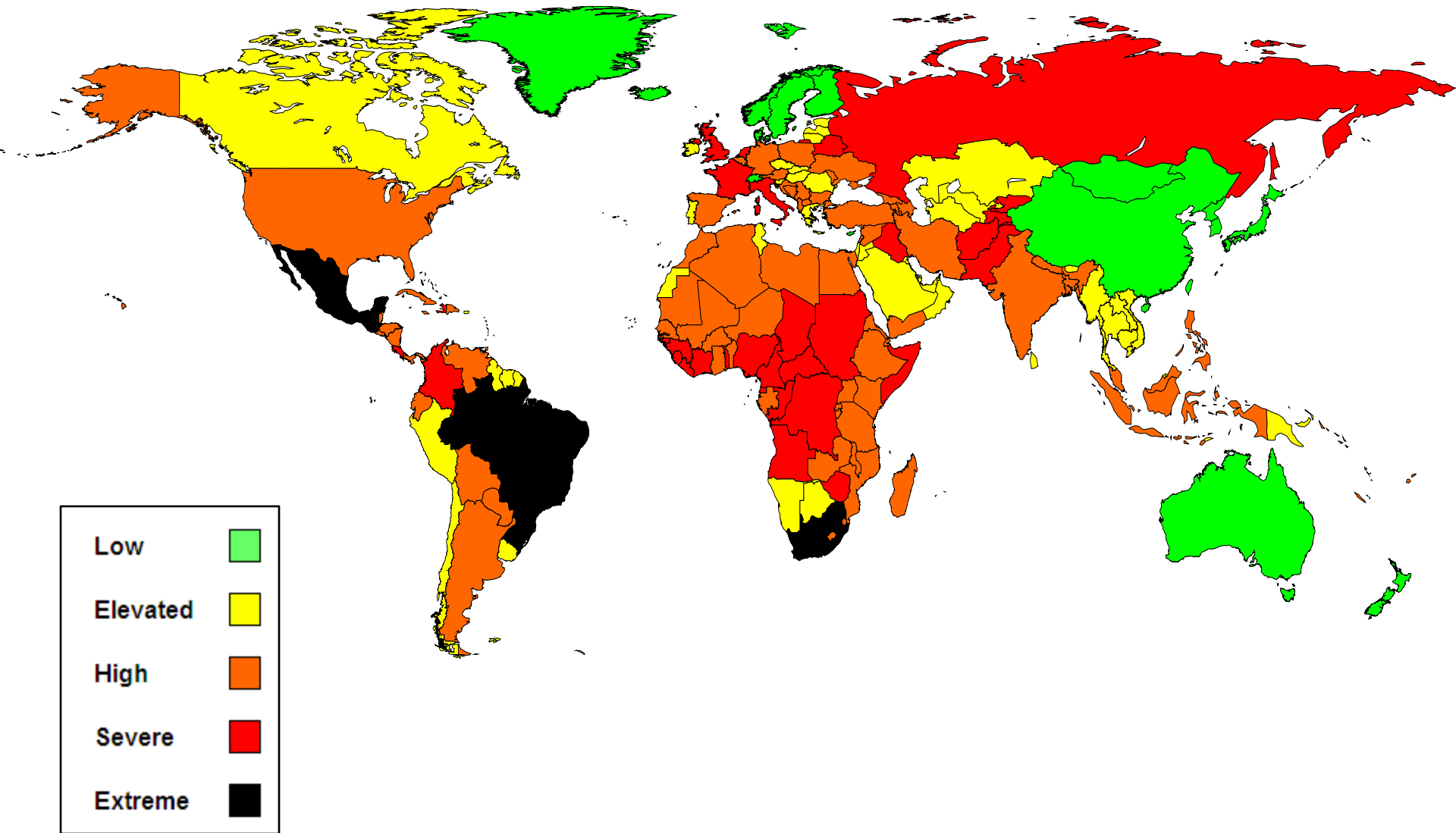


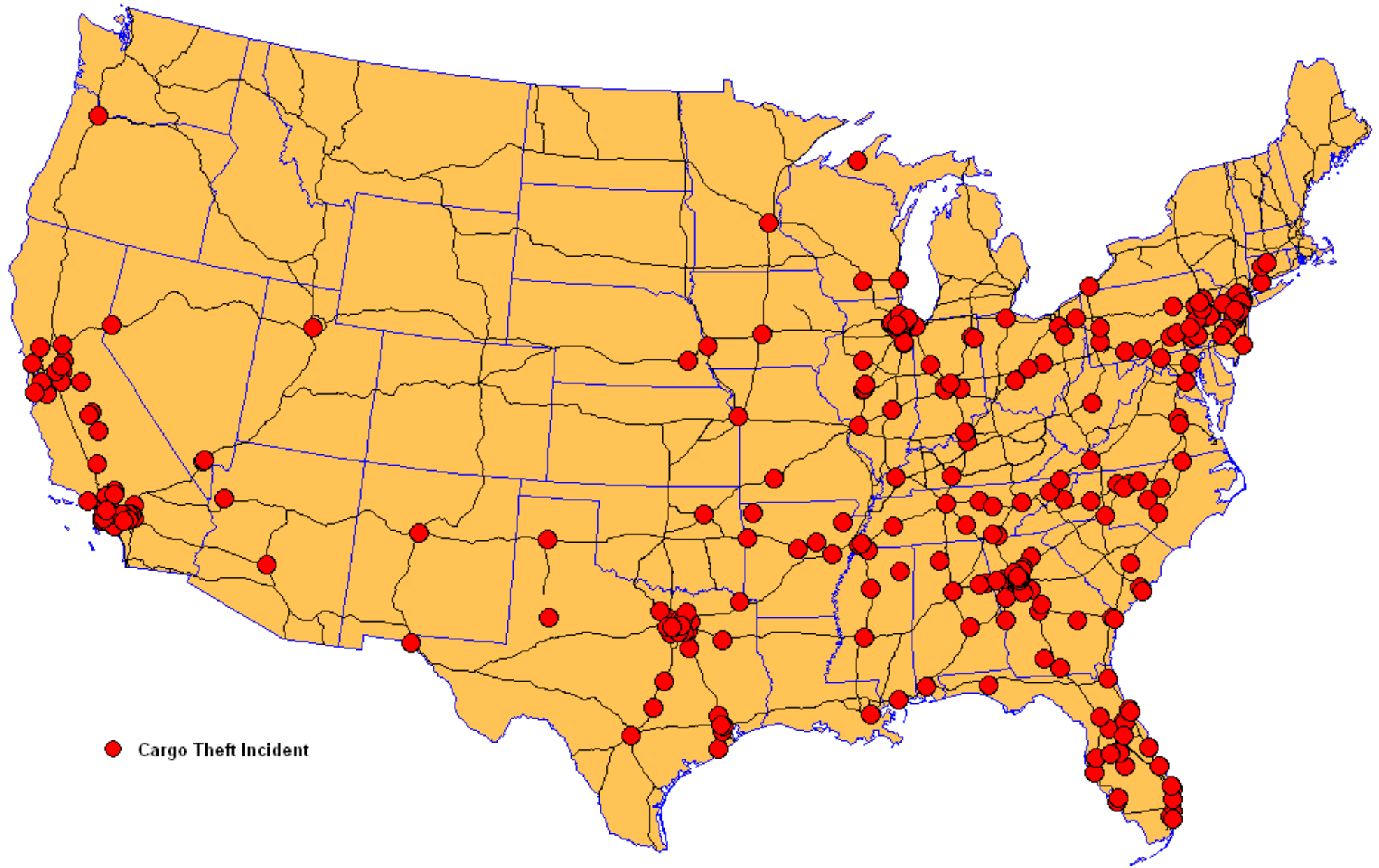
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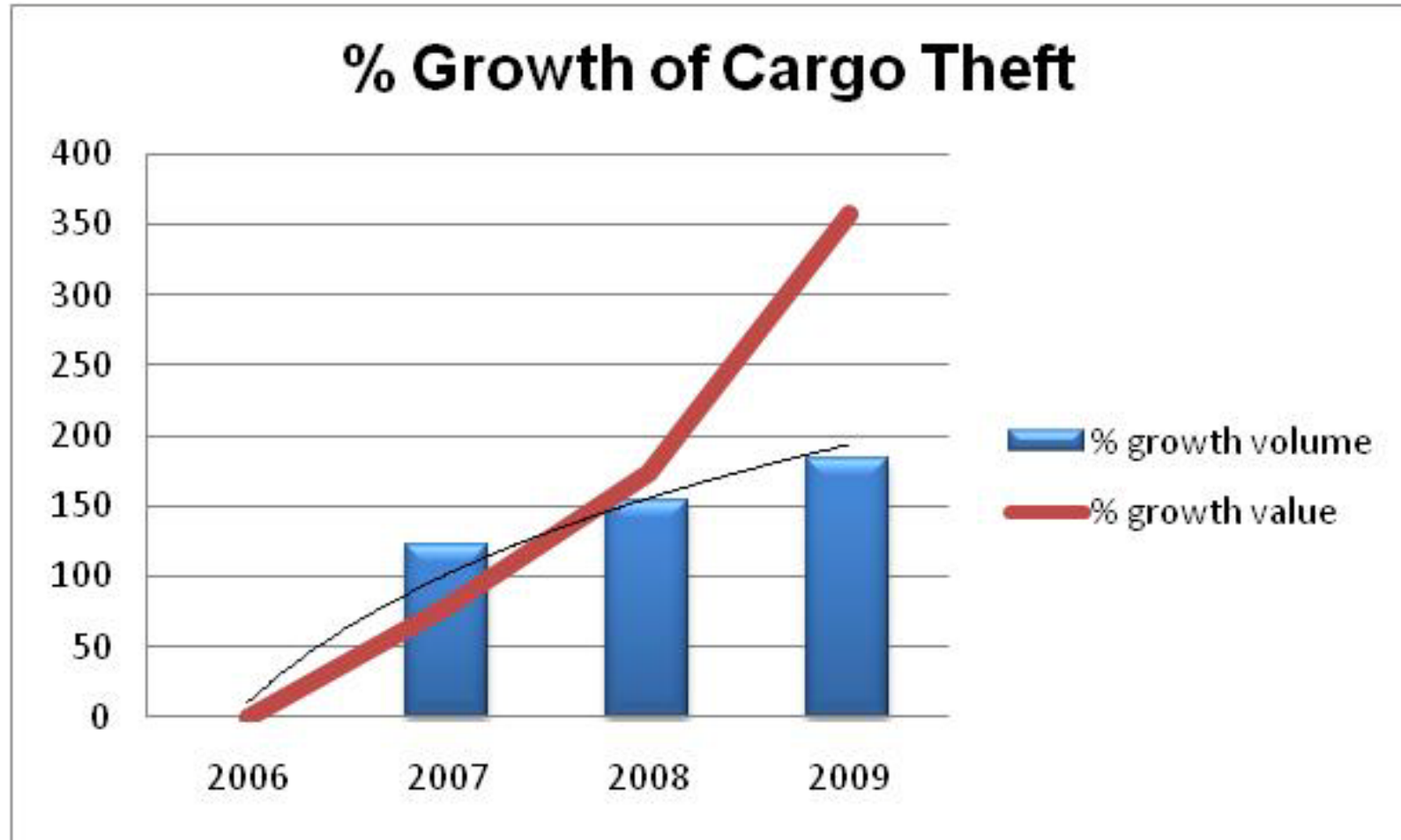
12 – 15 September

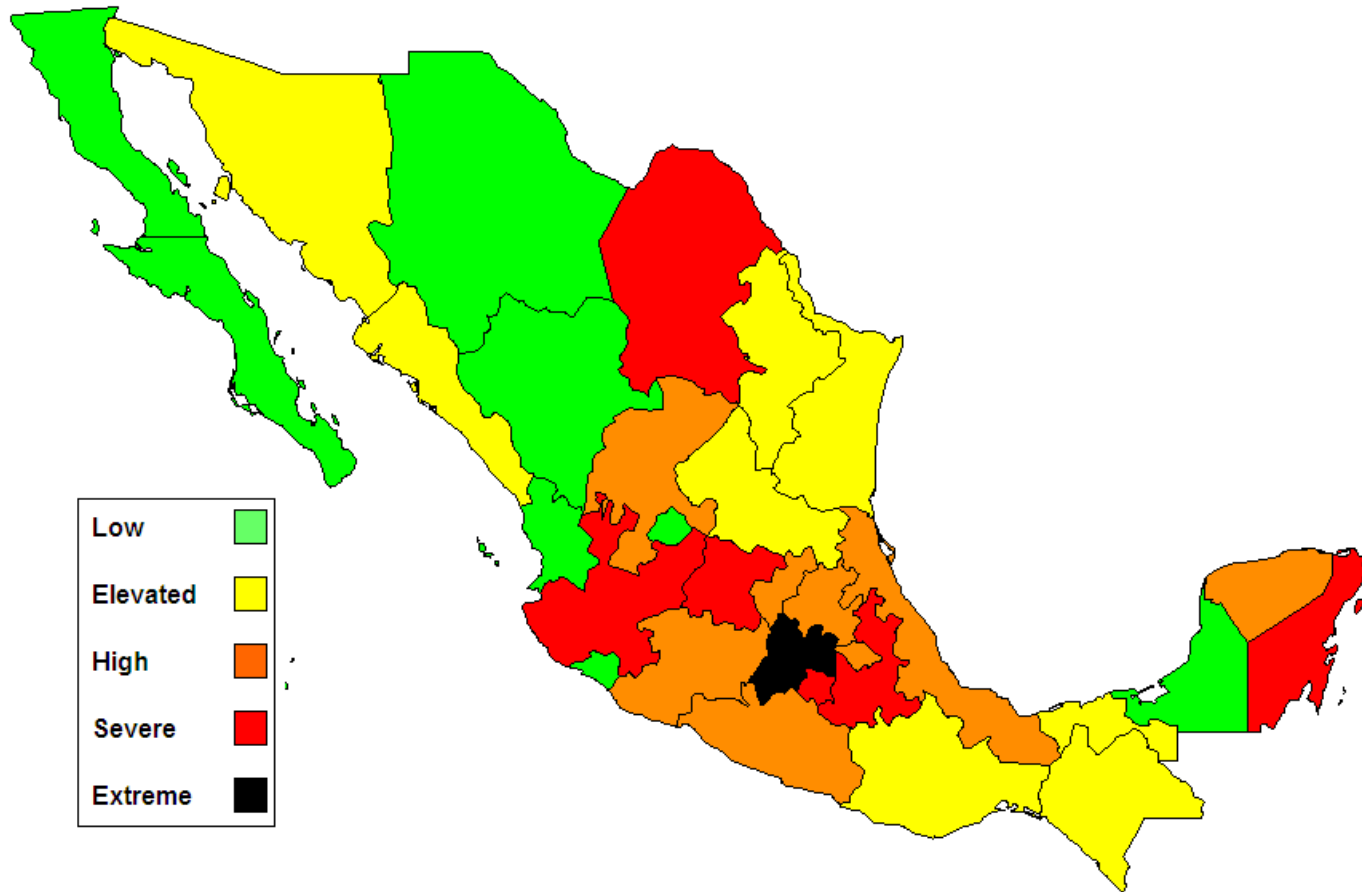
Global Threat



Cargo Theft, United States (2009)







Cartel Influence in Mexico





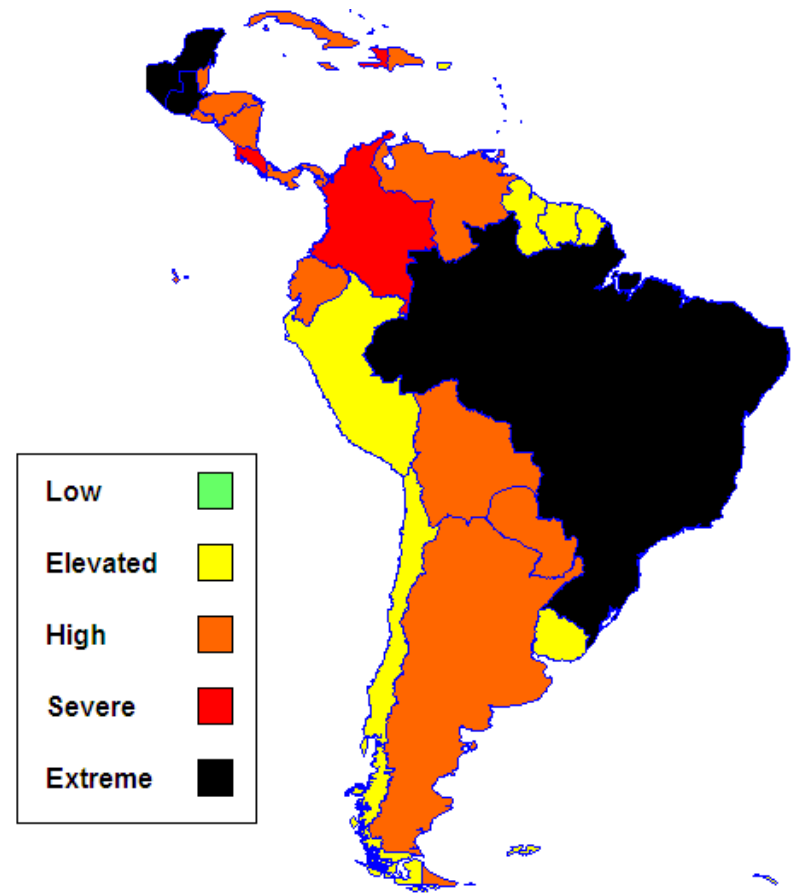
Z-40 Armored Truck



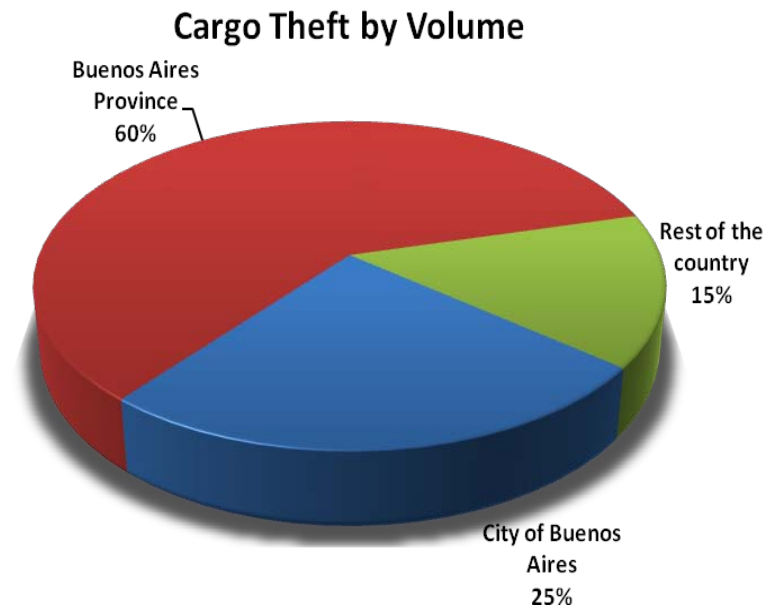
Cachimba “Hostess” (aka distraction)



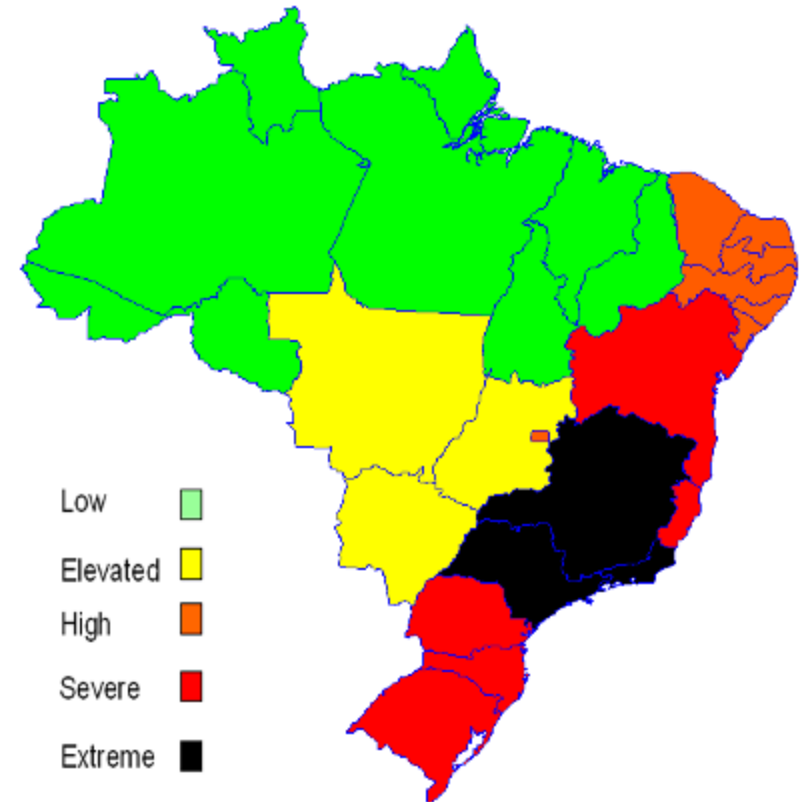
- Central and South America present a significant risk to supply chain operations
- In these regions, both in-transit and warehouse losses from theft are prevalent
- Warehouse raids and violent hijacking are more than norm than the exception
- Commodities of all types are targeted for theft, from the highest-value shipments to low-value bulk commodities



- Estimated 10 organized cargo theft gangs operating in Argentina
- Responsible for 85% of all cargo theft in country
- Primarily targeting Buenos Aires for textiles, electronics and pharmaceuticals
- Cargo theft is largely violent (as with other Latin America countries)
- In the pharmaceutical sector, driver theft is known problem, with estimates ranging as high as 50% of all pharma thefts are committed by the driver



- Cargo theft grew in Sao Paulo state by 23% (value) and 17% (volume) in 2009
- Sao Paulo state accounts for approximately 52% of all cargo theft in Brazil
- Brazilian cargo theft gangs are often organized by sector their target - such as those seeking pharmaceutical and electronics operate in the southeastern region of the country
- In Sao Paulo and Rio, theft gangs targeting end delivery vehicles are no longer stealing the entire truck, rather bringing their own van and moving as much product into the van as quickly as they can





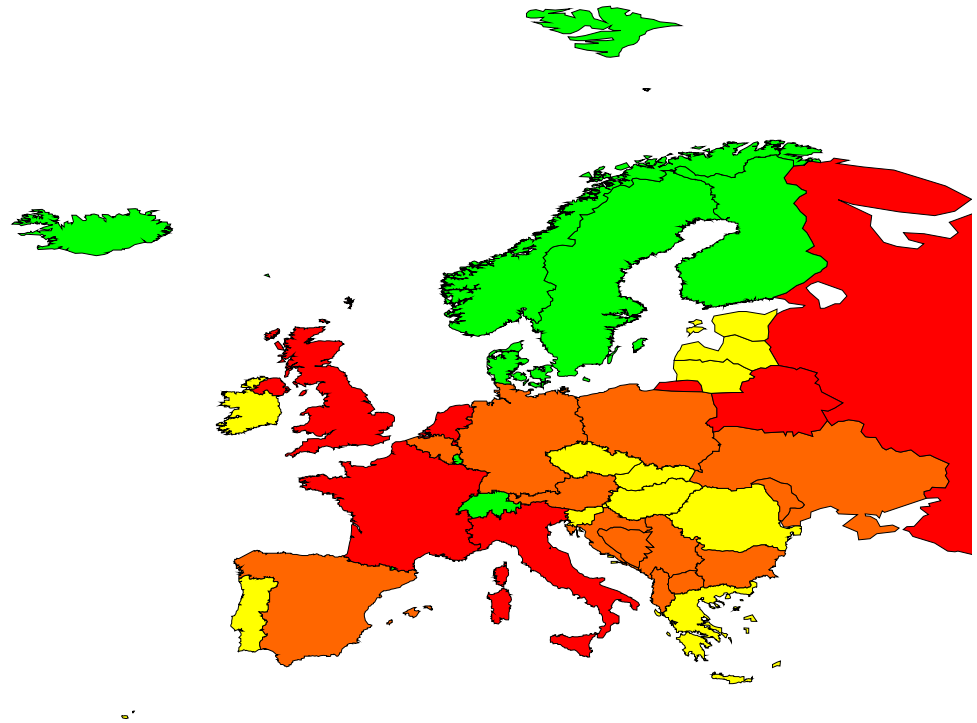




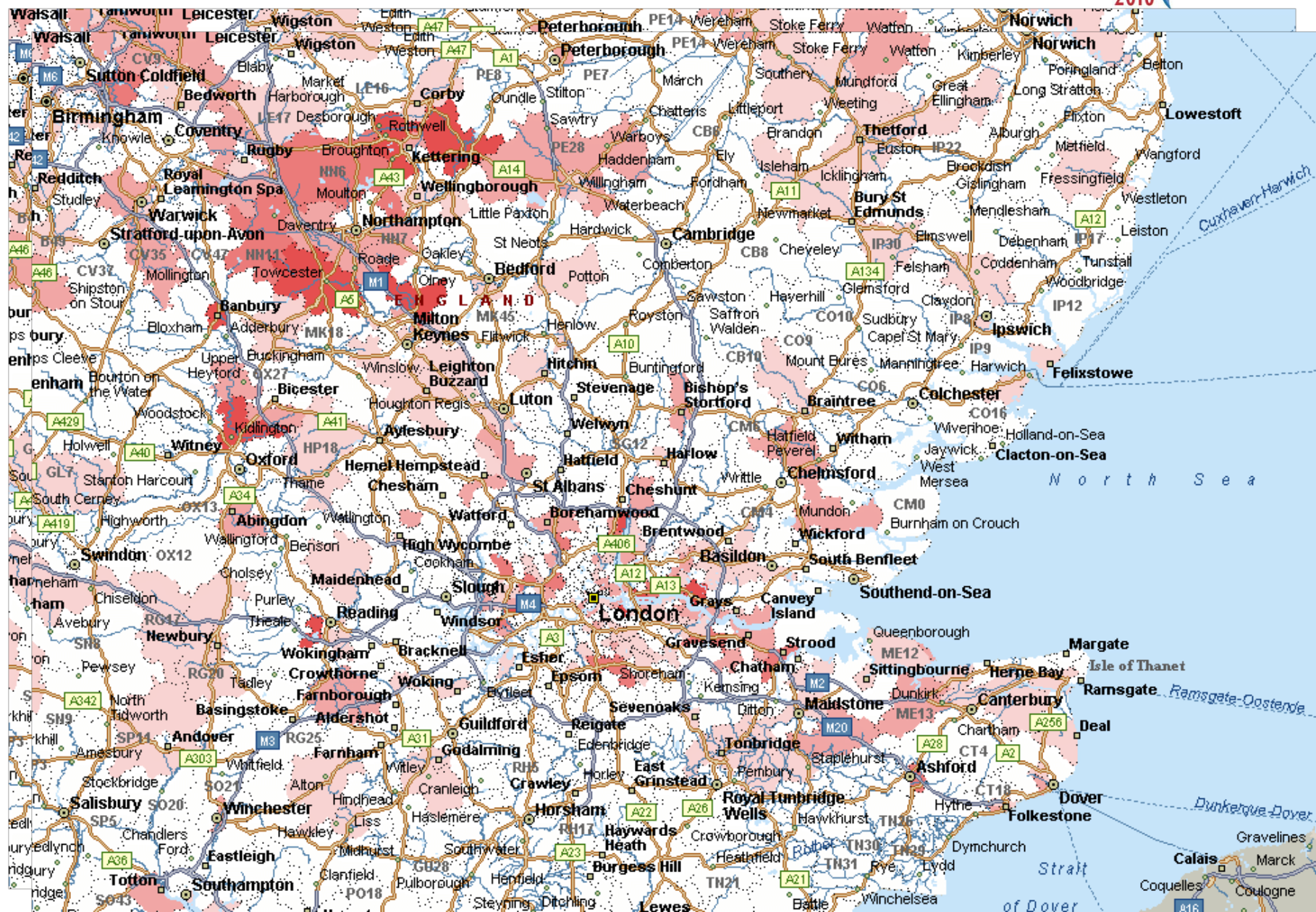




- The UK, Germany, France and the Netherlands account for approximately 80% of all cargo theft in Europe
- 2009 saw a drop in overall cargo theft rates in Europe, largely attributed to fewer trailers on the roads and underreporting
- Countries that saw significant increases in cargo theft activity include Spain, Germany, and Russia



United Kingdom





The Netherlands

- The Netherlands experience an incredible volume of cargo theft, particularly for a country its size - theft activity largely centered around the Schiphol airport in Amsterdam
- Reports show an increase of five to six times the levels of cargo theft seen only five years ago
- Considered one the more dangerous countries in Western Europe for highway safety and security
- Electronics (computers and audio equipment) are the most targeted items, followed by domestic products, clothing/shoes and textiles
- Government and industry members working on plans for increased security and efficiency within the nation's supply chain to reduce cargo theft rates



Germany and France

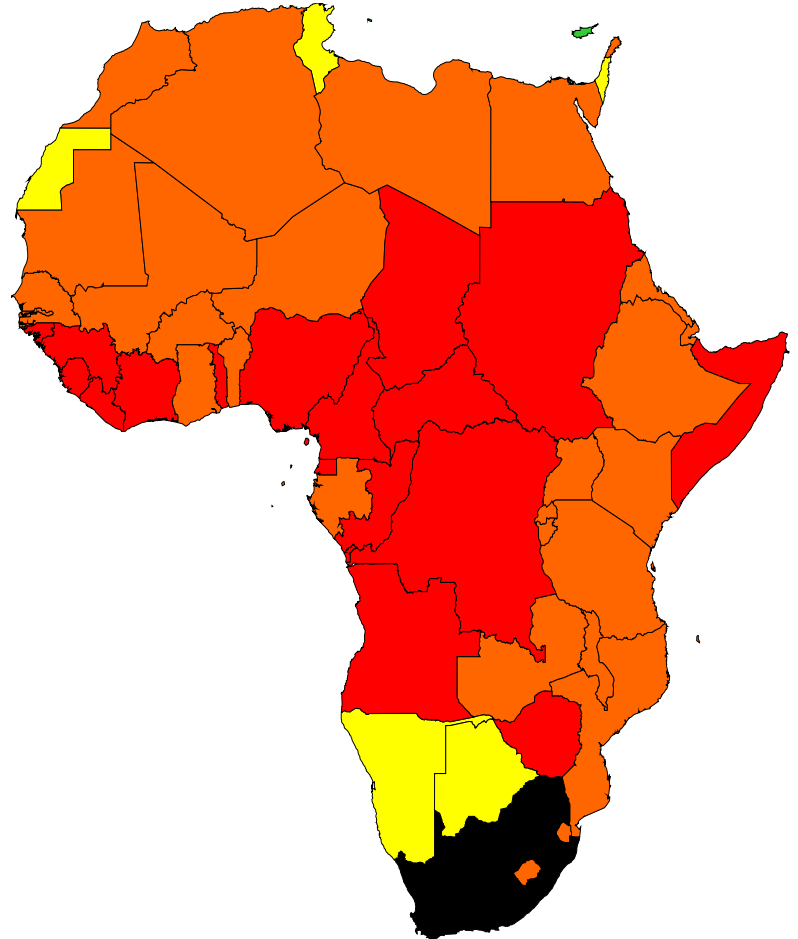
- Theft M.O.s seen in the UK and the Netherlands are also seen in Germany and France
- Germany has experienced a steady rise in cargo theft over the past three years - Eurowatch also reported a spike in warehouse burglaries in 2009 - though in-transit theft remains the primary mode of cargo loss in the country
- In France, while theft statistics are down for 2009 compared to the previous year, overall theft numbers over the past five years are up dramatically, to include the use of violence
- Highest volumes of cargo theft in France are centered in Paris and in Southern France near the Spanish border

- Cargo theft is emerging into countries where the problem was not previously known or understood. Spain, Italy, and Eastern Europe, such as Romania, Austria, and Russia are all seeing cargo theft activity on the rise
- Cargo theft in Spain increased by 87% over 2008, reflecting an increase in theft activity by gangs that have moved into the Spanish territories, as well as an increase in government and industry understanding of this growing problem
- While cargo theft has been a known problem in Russia for some time, Eurowatch and other organizations are now beginning to find verifiable reports of theft activity, which almost exclusively involves the use of automatic assault rifles and violence by the perpetrators

- Almost exclusively violent
- Automatic weapons reported in 90(+)% of all cargo theft incidents
- Largely attributed to organized crime
- Tremendous influence over crime through the world



- South Africa averages 3.5 hijacking a day
- Warehouse raid epidemic
- Cuts in Law Enforcement/Task Force budget
- Government corruption continual problem



Why?

