DERIVE Systems

S A S ASSOCIATION

Natural Gas Vehicle (NGV) Committee Meeting

24 Sep 2015

Who is Derive Systems

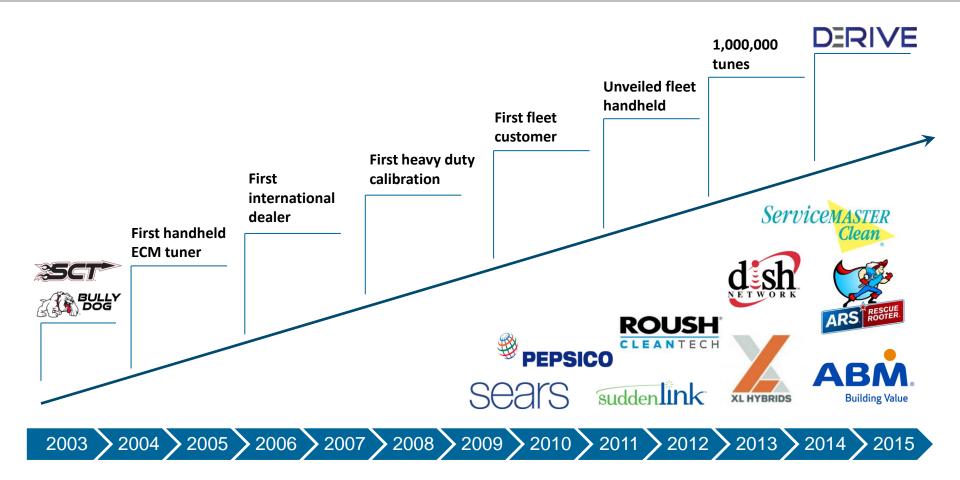
CUSTOM

IMPACTFUL

CALIBRATION

A software business that fine tunes engine performance through a simple solution, delivering immediate fuel, safety, & environmental benefits

Our Root's



Our unique understanding...

Integrated not additive

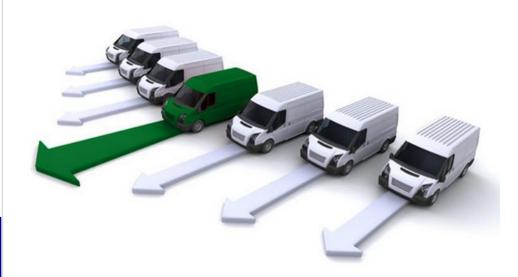
OEMs design for the "average"

- Ex: 100,000 Ford E-Series produced annually
 - 30,000 find their way to fleets
 - Each fleet is operationally unique

Aftermarket providers traditionally build upon "average"

 Racks, lifts, GPS, lights, communications, wraps, toolboxes, and countless others...

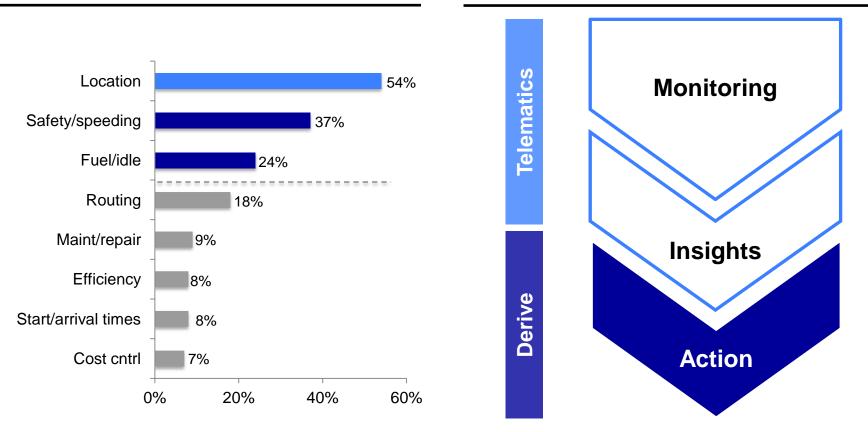
Derive transforms average into unique through an integrated approach



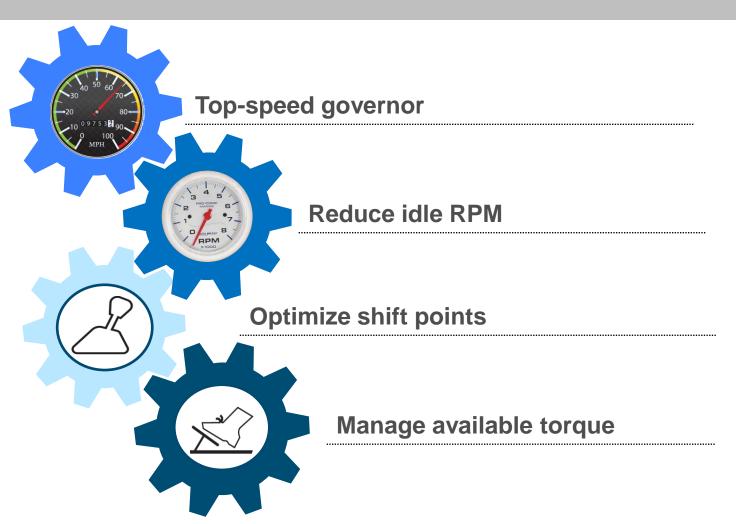
Derive offers an industry-changing solution that moves from advisory to action

Fleet customers are primarily concerned with 3 major pieces of functionality...

...Derive offers a robust solution that manages insights through action



How we find savings



Derive Safety

What safety means for customers

Safety features

Active speed control: Top-end governing

Value

- Insurance:
- Dismissal and Retraining
- Litigation: Settlements, adverse media attention

The cost of safety



Federal Highway Administration

Fatal accident	\$4,100,000
Incapacitating accident	\$280,000
Evident accident	\$56,000
Property damage	\$3,100

Coca-Cola Hit with a \$21 Million Distracted **Driving Judgment**

posted on: Sunday, May 20, 2012

Derive Savings...What this means to for your bottom line

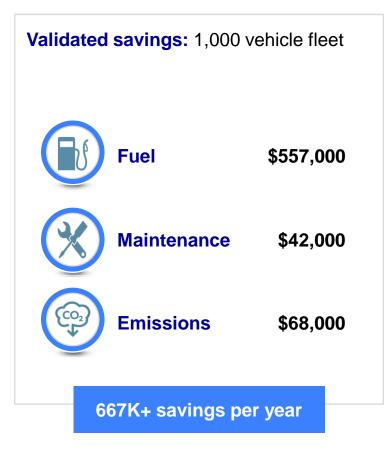


Efficiency features

 Active fuel reduction: Reduced idling, torque optimization, adjusted shift points, governed top-end

Value

- **O&M:** Up to \$0.0017/mile savings
- Fuel: Proven 11.81% savings
- Carbon tax: 1800 tons CO₂ reduction



Example Pilot

Pilot Details

Timeline: Q1 – Q3 2014 (9 months)

Vehicles: 30 Total (Ford, GM/Chevy vans)

Environment: Urban environment with various grades along with extended highway and city street driving profiles

Understood Value Proposition: 6% to 12% fuel savings

Derive Efficiency's Results

	Base MPG	Derive Period MPG	Derive's Improvement
Calibration	8.89	9.93	11.81%
Annual Consumption	~64M Gallons	~58M Gallons	6M Gallons Saved
Fuel Spend	\$176M	\$159.5M	\$16.5 Saved

Derive's engine software can save at least \$16,500,000 annually for this client's 30,000 vehicle fleet



www.derivesystems.com

Independent Sales Associates Contact Info:

Ron Gulmi <u>Ronald.gulmi@eaesi.com</u> (516) 359-6038

Neil Zeller <u>neil@directionalgroup.com</u> (415) 902-9489 Head Office: Tel: 866-688-3048 Fax: 407-260-6275 Tech Support: Tel: 866-617-6493 support@sctfleetsolutions.com Address: 4150 Church Street Suite 1024 Sanford, Florida 32771 U.S.A.