SIEMENS

Press

Johannesburg, 20 July 2015

Siemens successfully upgrades Vodacom's Pick-by-light equipment

 The scope of this project package included the alteration to the carton flow racking to increase the Vodacom's storage locations as well as the modifications to the racking to accommodate the new Pick-By-Light infrastructure.

Siemens has been involved with the Vodacom Distribution centre in Midrand since its inception. The company has designed, installed and commissioned the system over the 2000/2001 period and have been actively involved with maintaining and improving the system during its 15+ years of operation.

The Pick-By-Light equipment, being 15+ years old, has serviced the picking operation, within the warehouse, very well but it was fast becoming redundant and spare parts were especially difficult to source.

Vodacom approached Siemens to upgrade the current equipment as well as to consider possible enhancements to increase the capacity for their ever expanding product range. With Siemens' partners and supplier network they were able to make a value proposition which eloquently addressed both requirements, and resulted in significant additional work packages that will be implemented during 2016.

The scope of this project package included the alteration to the carton flow racking to increase Vodacom's storage locations as well as the modifications to the racking to accommodate the new Pick-By-Light infrastructure. Previously daisy chained, the new system operates off a common BUS arrangement which requires care and precision in making the mounting surface as flat and as straight as possible, this calls for a well balanced and committed team.

The older controllers and terminal units, still utilized Windows 2000 OS, this too was upgraded in this package.

It was very important that Vodacom could still continue with production during this installation period therefore Siemens took the approach of upgrading 5 zones, out of a total of 10, at a time.

Siemens (PTY) Ltd Communications and Government Affairs 300 Janadel Avenue

Halfway House, 1685, South Africa

Siemens AG Press Release

"In addition to having spare parts readily available which is a characteristic of newer equipment, the customer will benefit from a more streamlined reliable system, which should see their efficiency increase and his downtime significantly decrease", says Malcolm Longley, Head of Customer Services, Siemens Southern & East Africa.

Its design is such that additional locations and zones can be easily added to increase their capacity even further. Currently there are 10 Picking Zones with a compliment of 757 picking locations. In comparison with the older equipment, this is an increase of 15%. The "Plug and Play" architecture allows for reduced installation and commissioning times.

Different coloured LEDs and additional buttons allow the operations more flexibility with the possibility of introducing new procedure and operational processes. For instance: To assist with the stock take procedure and count verification.

Mr Lloyd Alvis, Executive Head, Vodacom Distribution centre, expressed his gratitude to Siemens for a successful upgrade to their equipment by saying "Our thanks to the Siemens team, your hard work is much appreciated and we are eager to take advantage of this added capacity."

Contact for journalists

Keshin Govender

Phone: +27 (11) 652-2412

E-mail: keshin.govender@siemens.com

Follow us on Twitter at: www.twitter.com/siemensafrica

Siemens AG (Berlin and Munich) is a global technology powerhouse that has stood for engineering excellence, innovation, quality, reliability and internationality for more than 165 years. The company is active in more than 200 countries, focusing on the areas of electrification, automation and digitalization. One of the world's largest producers of energy-efficient, resource-saving technologies, Siemens is No. 1 in offshore wind turbine construction, a leading supplier of combined cycle turbines for power generation, a leading provider of power transmission solutions and a pioneer in infrastructure solutions and automation and software solutions for industry. The company is also a leading supplier of medical imaging equipment – such as computed tomography and magnetic resonance imaging systems – and a leader in laboratory diagnostics as well as clinical IT. In fiscal 2013, which ended on September 30, 2013, revenue from continuing operations totaled €75.9 billion and income from continuing operations €4.2 billion. At the end of September 2013, Siemens had around 362,000 employees worldwide on the basis of continuing operations. Further information is available on the Internet at www.siemens.com.

Restricted Page 2/3

Siemens AG Press Release

Restriα 2 d 1 652 2285