

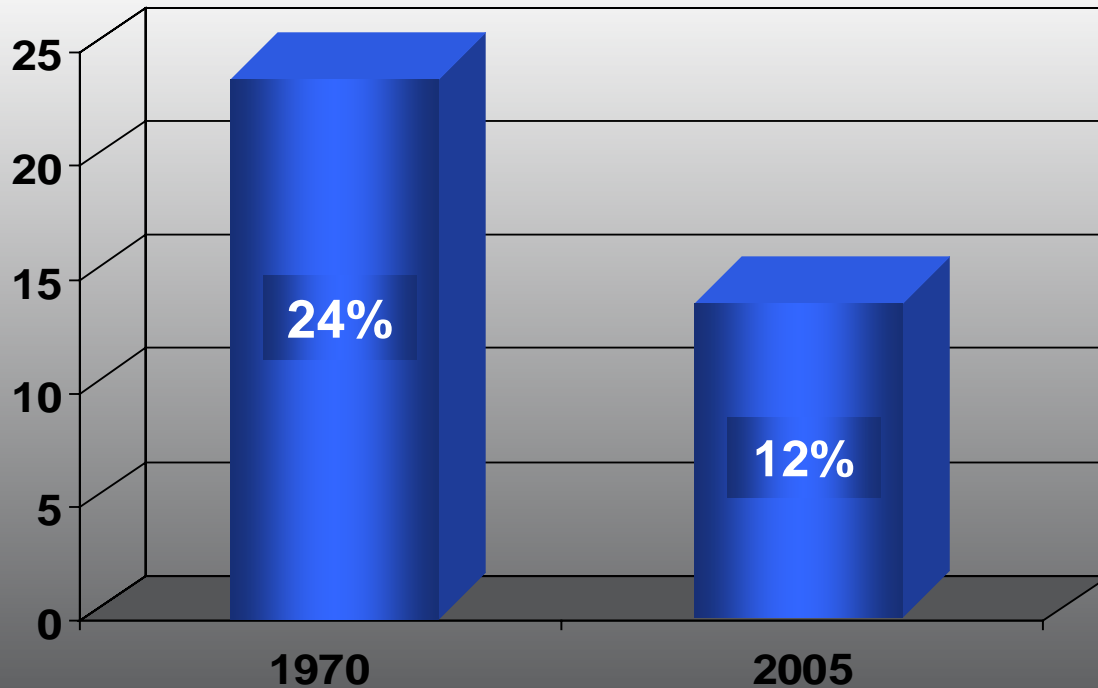




Globalization Impact on U.S.

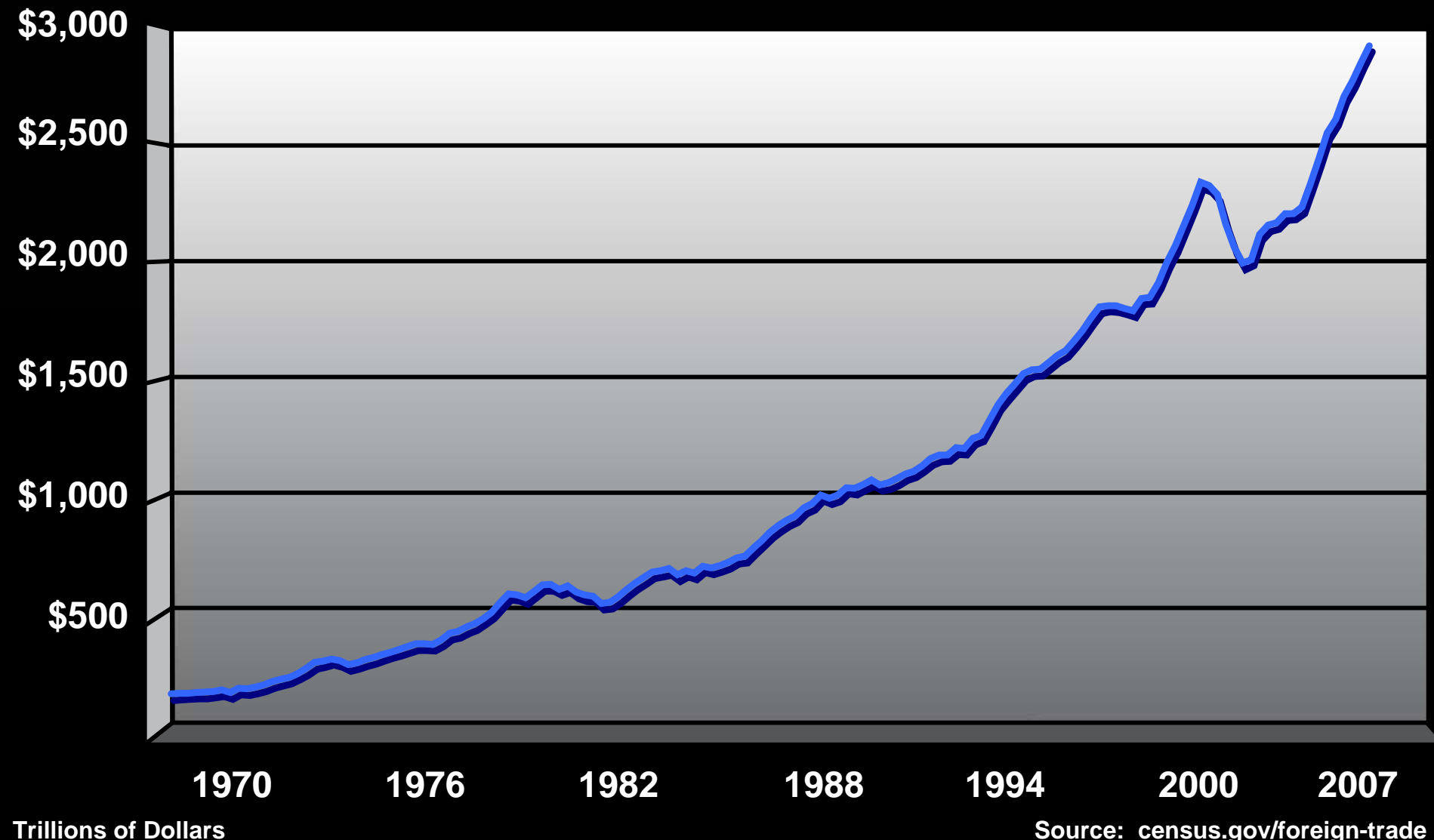
- Shift Away from Manufacturing to Services
- Lower Production Costs Abroad
- More Efficient International Trade Markets

**MFG As %
of U.S.
Economy**



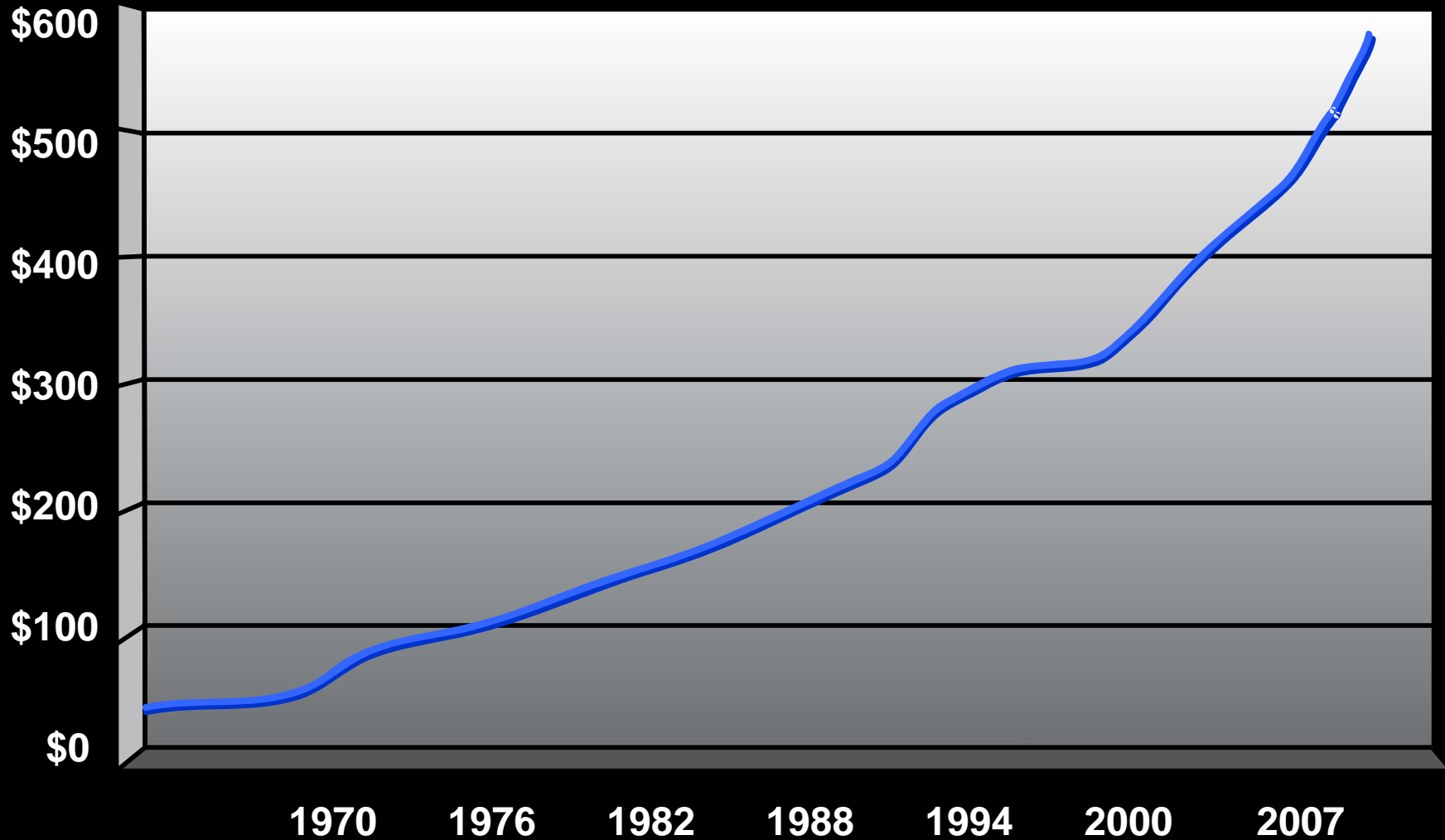


U.S. Imports/Exports of Goods



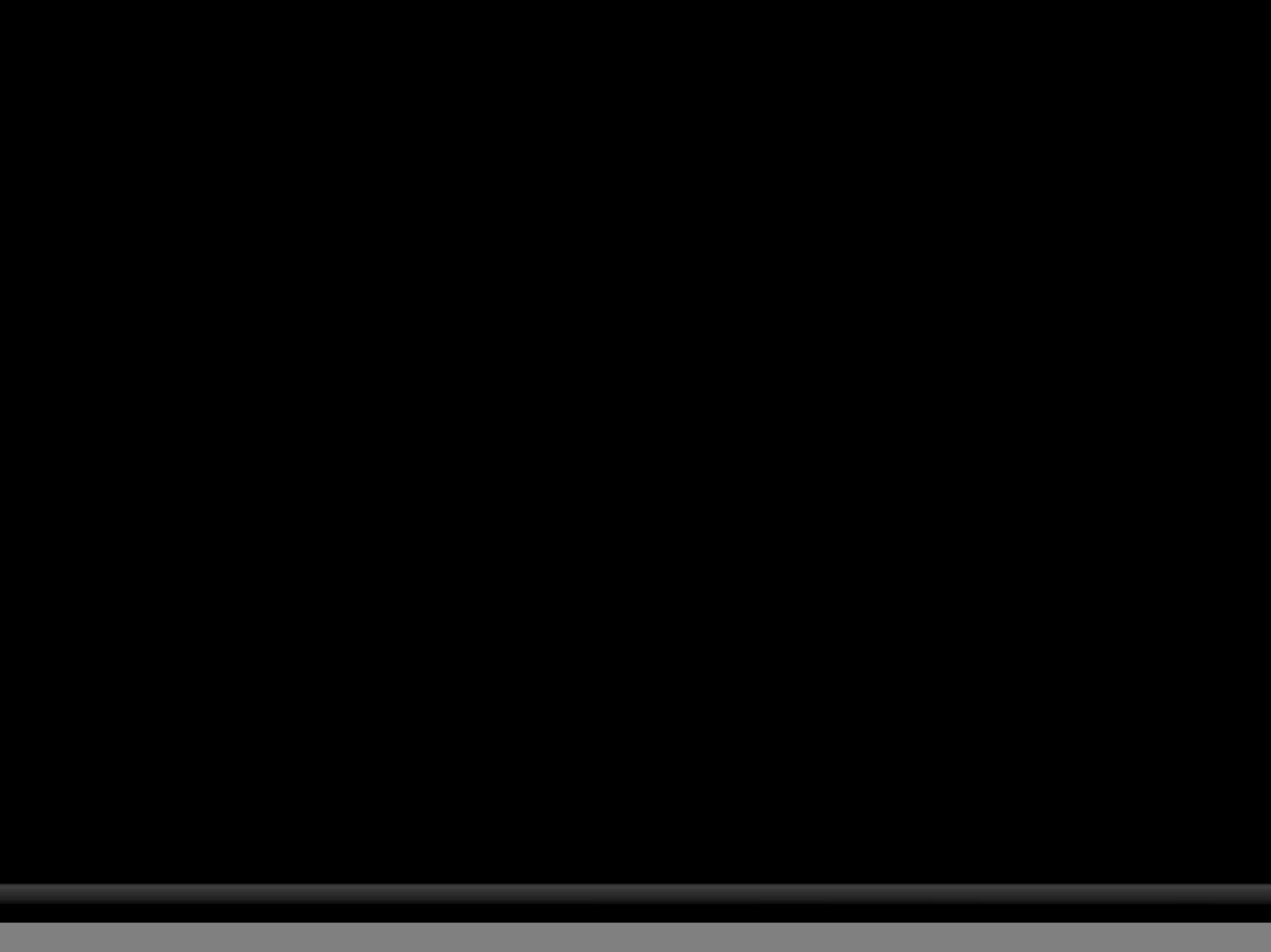
Source: census.gov/foreign-trade

Imports from Pacific Rim



Top Five Container Ports (2007)

Port	Ranking	TEU's (millions)
Singapore	1	27.9
Shanghai	2	26.2
Hong Kong	3	23.9
Shenzhen	4	20.0
LA & Long Beach	5	15.6

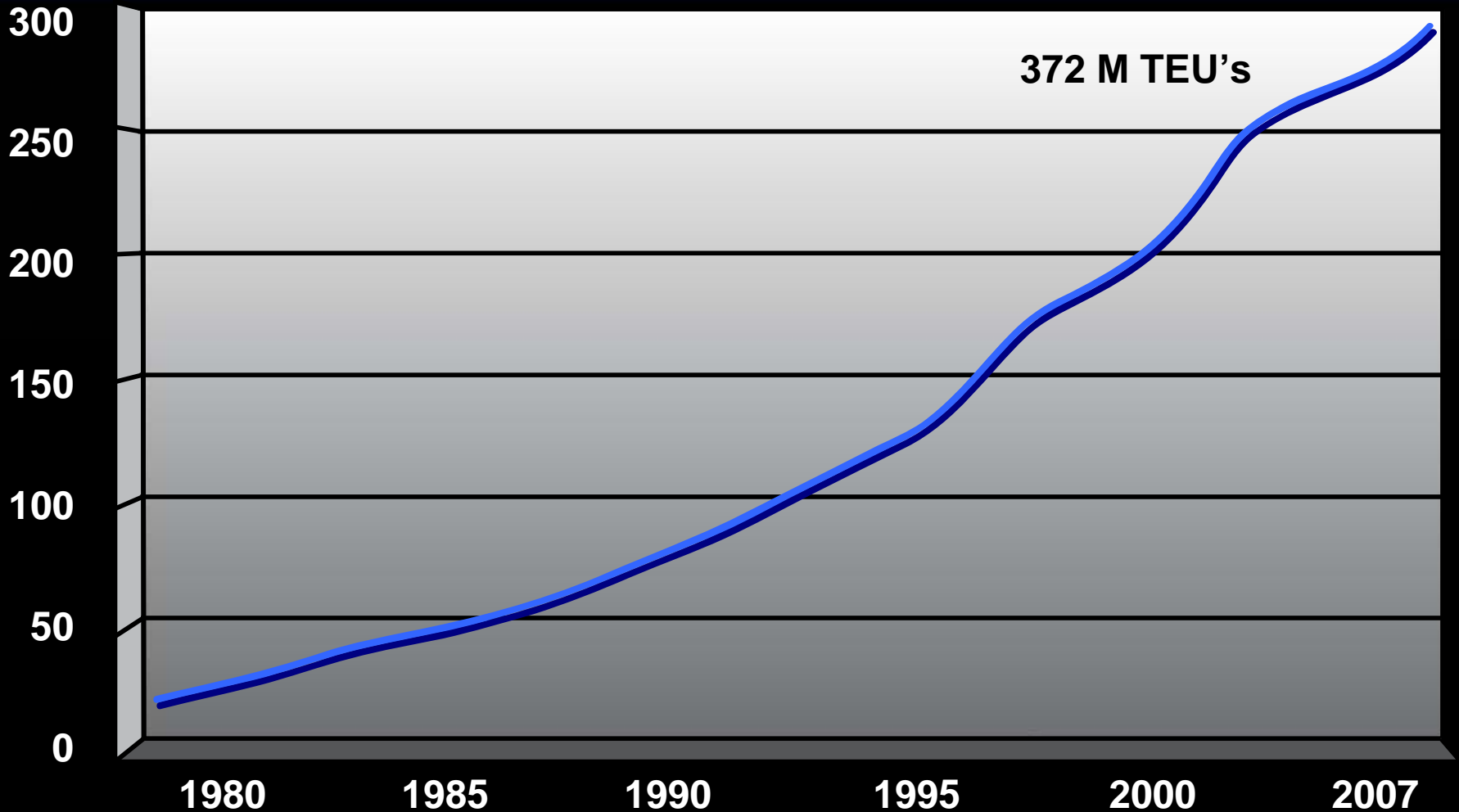




Logistical Trends

- Use of Larger Ships
- Limited Expansion Capacity at West Coast Ports
- Increasing Use of Rail & Intermodals
- Emergence of Large Distribution Centers
- Improvement Inventory Control Techniques

World-Wide Container Traffic



Growth In Shipping

Pre-1970

1,700 TEUs
 <10 Boxes Wide
 <30' Draft
 450' Length

1970-1985

2,300 TEUs
 10 Boxes Wide
 33' Draft
 620' Length

1985-2000

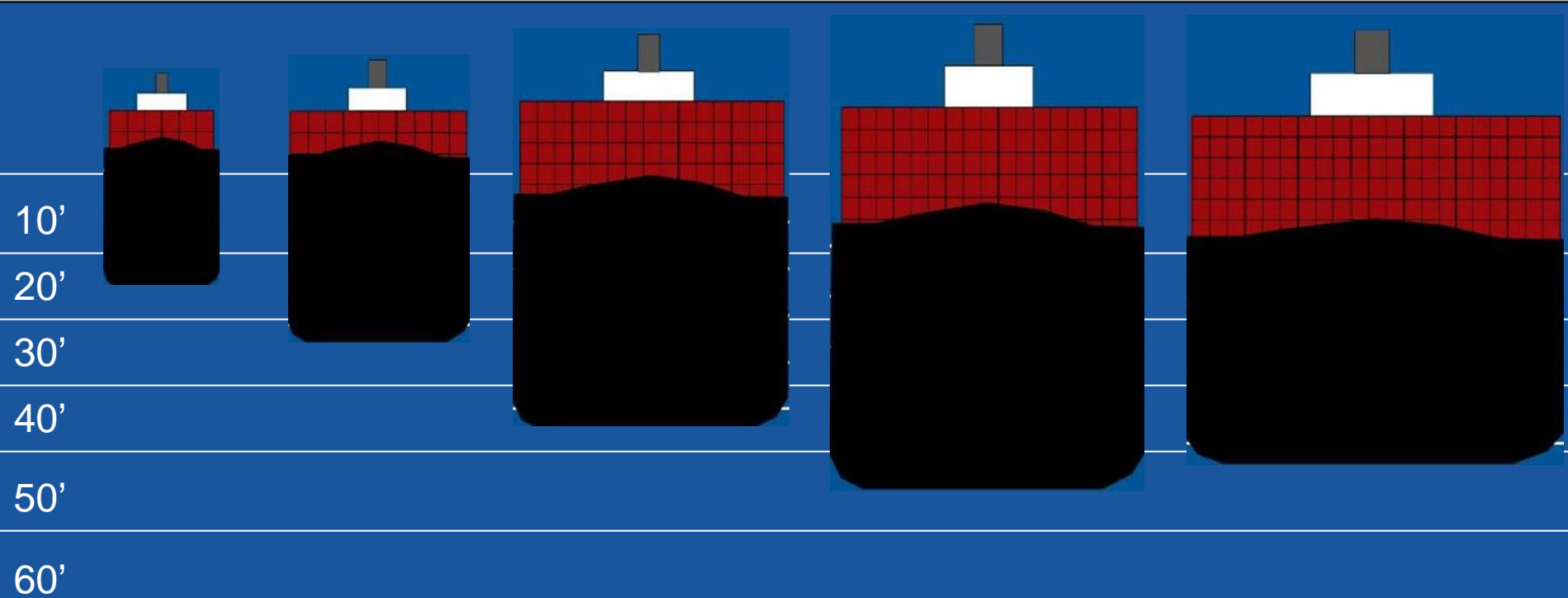
4,800 TEUs
 13-16 Boxes Wide
 44' Draft
 900' Length

2000-2010

8,000+ TEUs
 17 Boxes Wide
 48' Draft
 1,150' Length

Post-2010

13,000+ TEUs
 21 Boxes Wide
 44' Draft
 1,350' Length



The Largest Container Ship Today





Panama Canal Expansion

- Widening Approved Oct. 2006
- \$5.25 Billion Expansion Project
- Two Lock Facilities with Three Water Levels
 - 1400 Ft. Long
 - 180 Ft. Wide
 - 60 Ft. Deep
- 82% Canal Traffic Growth by 2025
- Completed By 2015 (Projected)



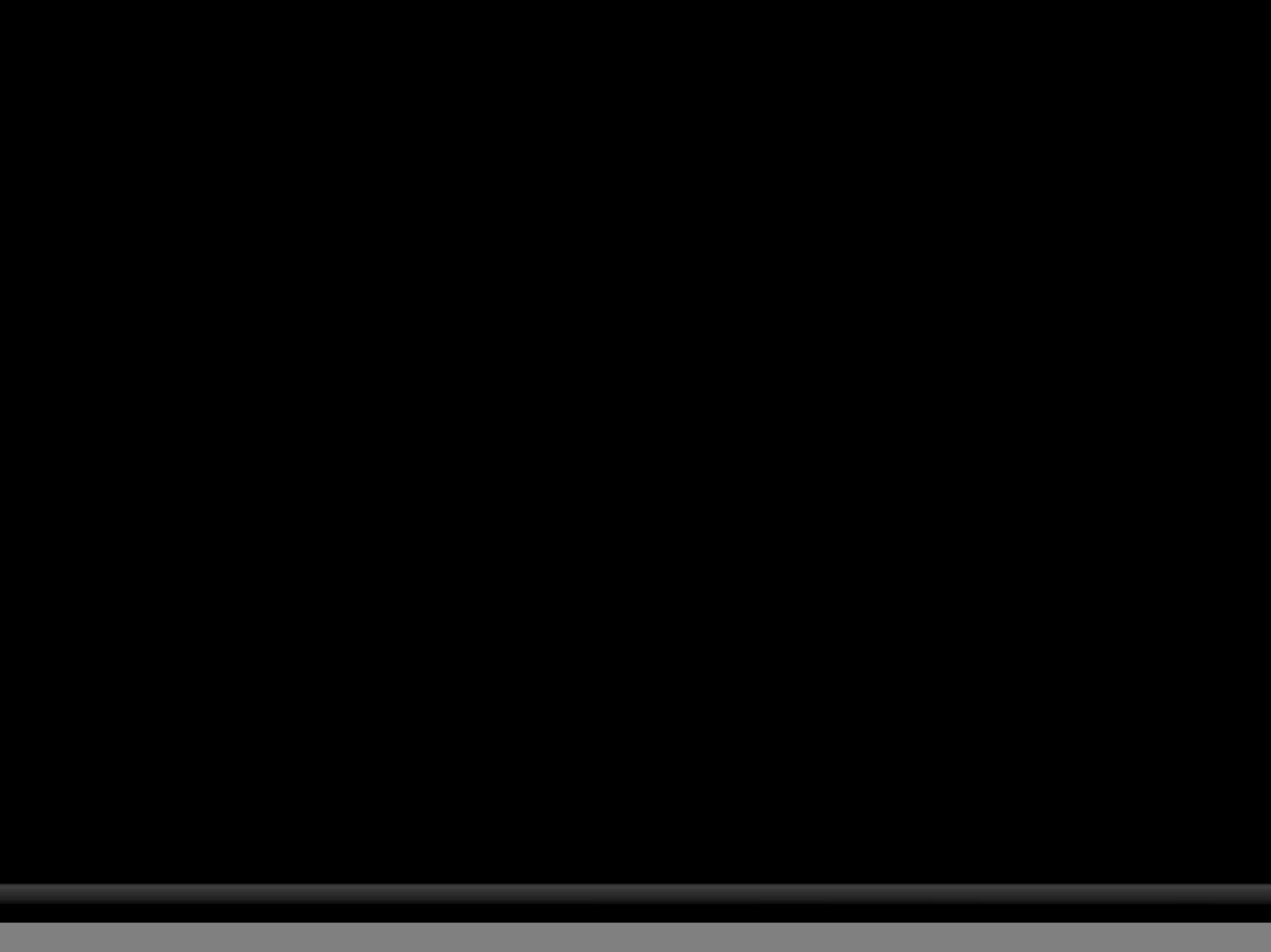


Major Western U.S. Ports

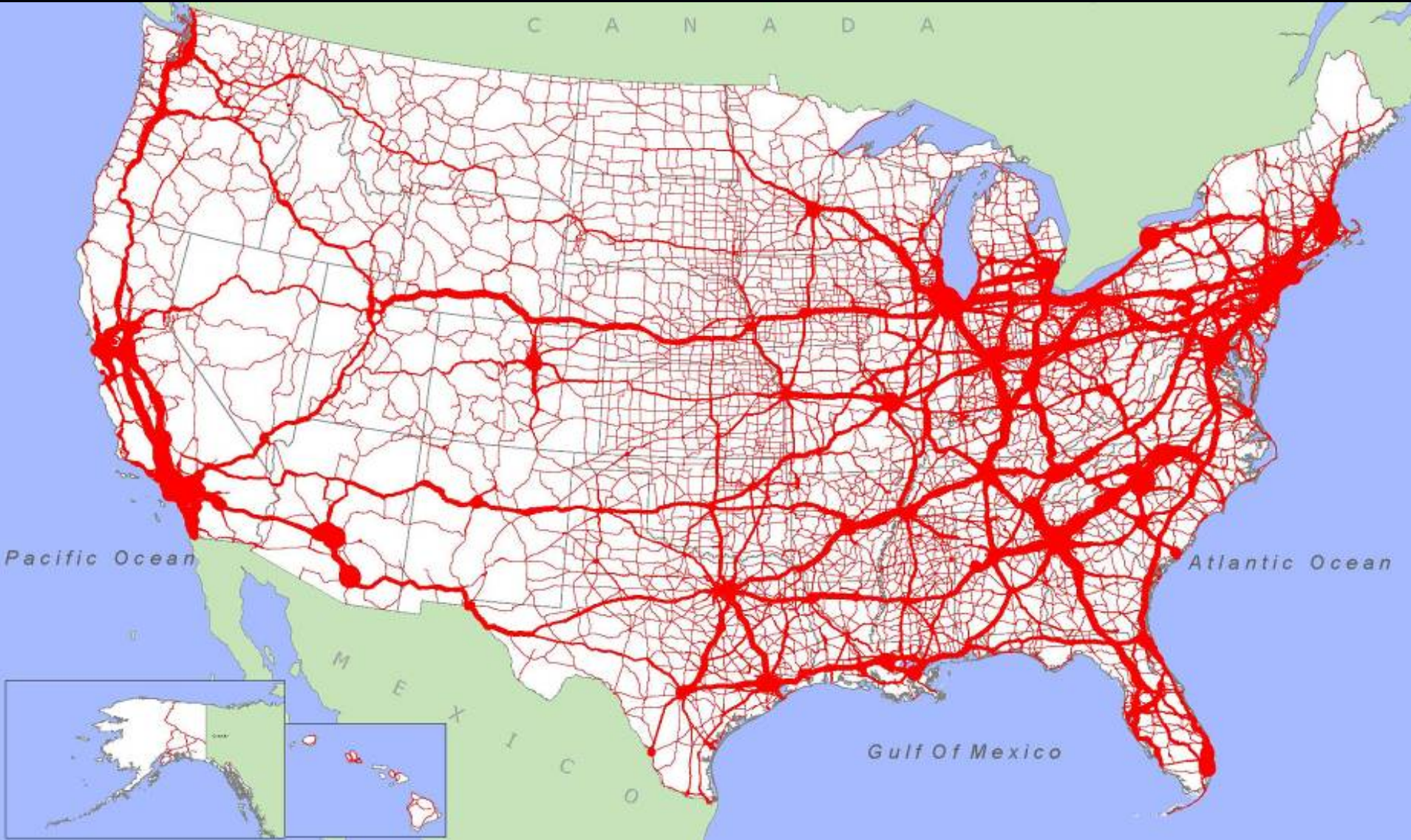
Container Traffic (Million TEU's)	2007	2020 5 % Growth	2020 9% Growth
L.A./Long Beach	15.6	29.0	50.9
Seattle/Tacoma	3.8	8.6	15.2
Oakland	2.3	4.7	8.2
Houston	1.7	3.2	5.7

Major Western Mexico Ports

Container Traffic (Million TEU's)	2007	Est. 2020
Ensenada	0.12	0.40
Manzanillo	1.41	4.30
Lazaro Cardenas	0.27	2.00
Colonet (2020)	0.00	6.00-8.00



1998 Truck Volumes



2020 Truck Volumes



DALLAS

LOGISTICS  HUB

DOWNTOWN DALLAS







PROPOSED BNSF
INTERMODAL TERMINAL

UNION PACIFIC
DALLAS
INTERMODAL
TERMINAL



LEGEND

-  INTERSTATE HIGHWAYS
-  UNION PACIFIC RAIL LINE
-  BNSF RAIL LINE
-  LANCASTER AIRPORT

Loop 9

DLH Property Map

