SB140 BREAKING THE ICE FOR ARCTIC INFRASTRUCTURE



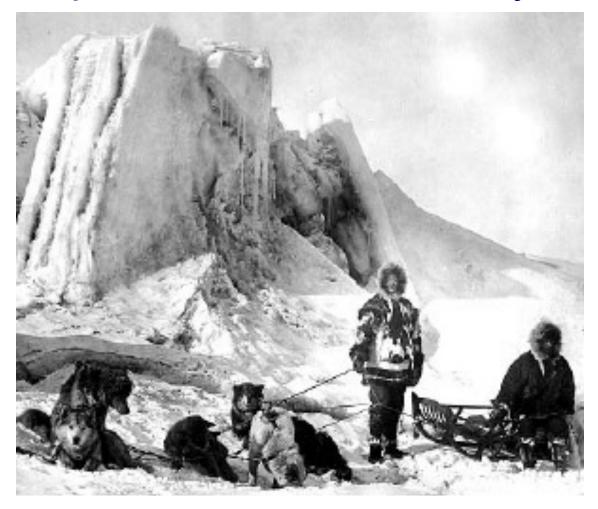
SENATE RESOURCES COMMITTEE MARCH 27, 2014 PAUL FUHS, ARCTIC PORTS CONSULTANT

SB140 UNDERLYING NEED FOR ARCTIC INFRASTRUCTURE FUND

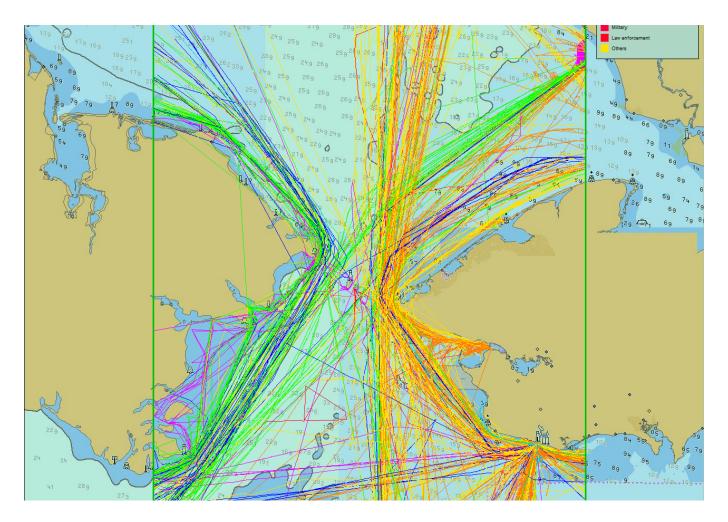
- GROWTH IN ARCTIC MARITIME OPERATIONS
 SHIPPING AND PETROLEUM DEVELOPMENT
- ORGANIZATION OF LOCAL GOV'TS AND BUSINESS
 AS PROJECT SPONSORS
- GEOSTRATEGIC POSITION OF ALASKA

TWO CRITICAL GOALS FOR ALASKA: REALISE ECONOMIC OPPORTUNITIES PROVIDE FACILITIES TO MANAGE RISK

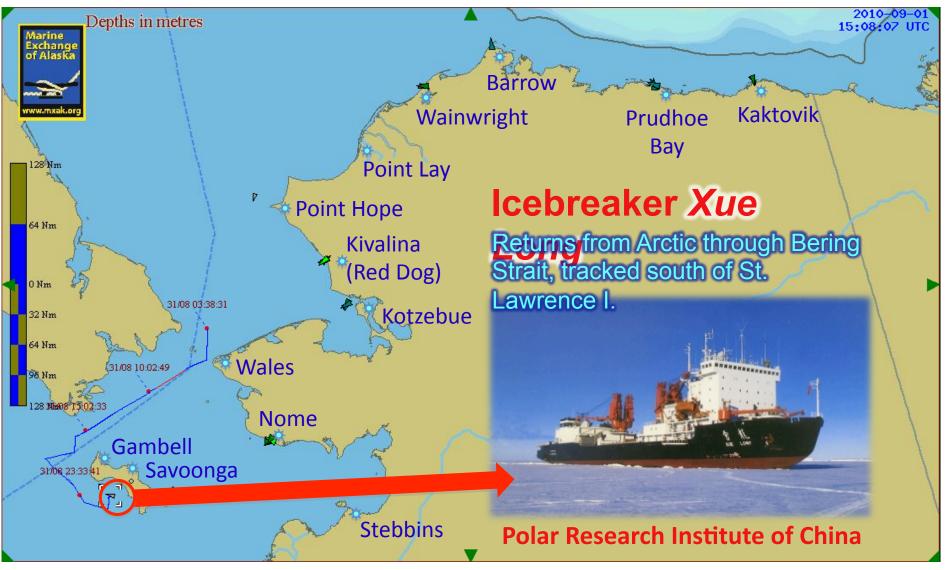
Humans Don't Go Back Inupiat Endurance 10,000 yrs.



Bering Strait Vessel Traffic 2013 50% Increase Per Year

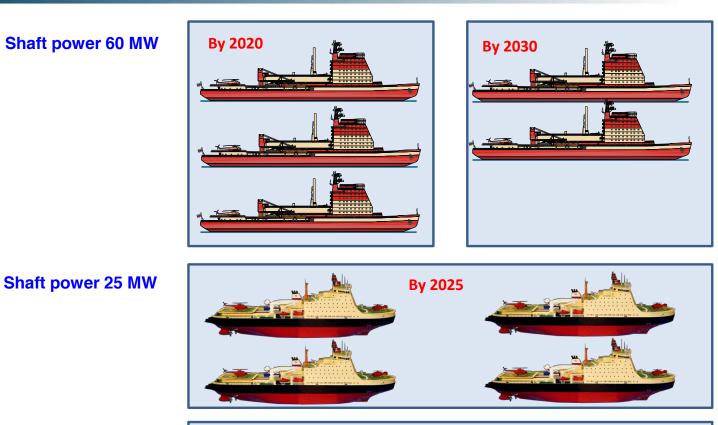


ALASKA MARINE EXCHANGE RECEIVING STATIONS



13 ARCTIC STATIONS, 101 STATEWIDE

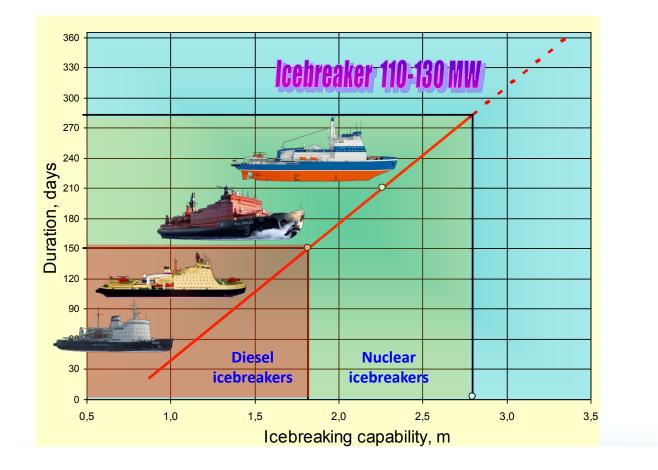
Russian Icebreaker Construction Schedule



Shaft power 18 MW

By 2020

Icebreaking Capacity



Breaking All Barriers



Operational tasks

Escorting of ships on the traditional transportation directions during winter-spring period.

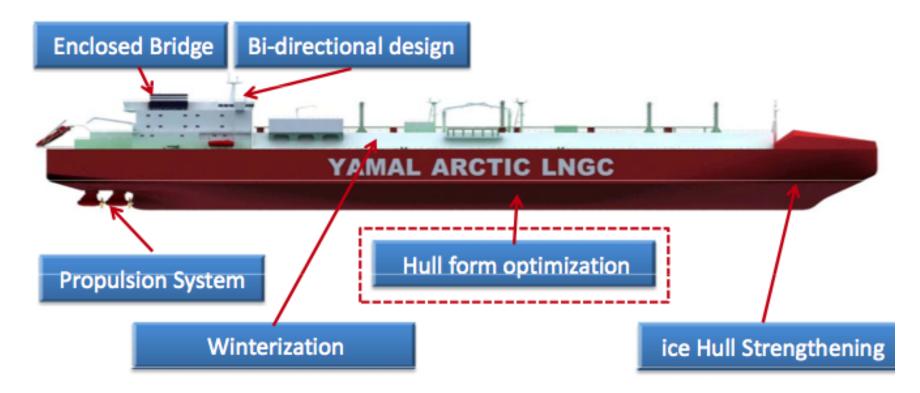
Escorting of large capacity ships in the year-round export of raw resources extracted on the arctic seas shelf.

Servicing of the through transit transportation between Western Furone and Far Fast

| Parameters | |
|------------------------|---------|
| Shaft power | 110 MW |
| Length | 193.6 m |
| Breadth | 38 m |
| Draft | 11-13 m |
| Displacement | 55600 t |
| Icebreaking capability | 3.5 m |

Korean LNG Vessels Yamal Peninsula Petroleum Development

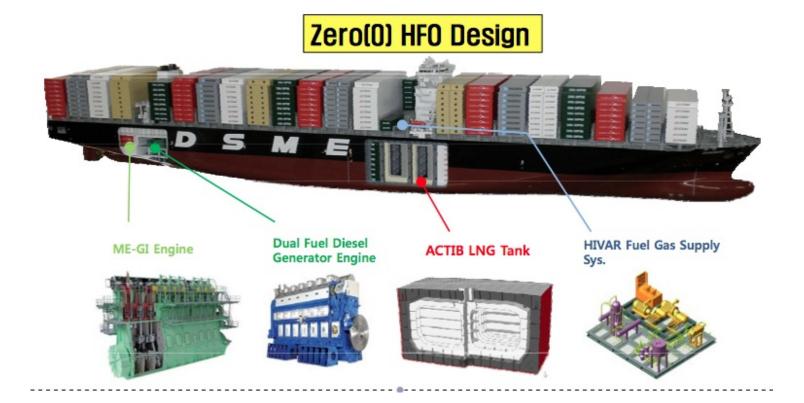
Technical features of Arctic Vessel

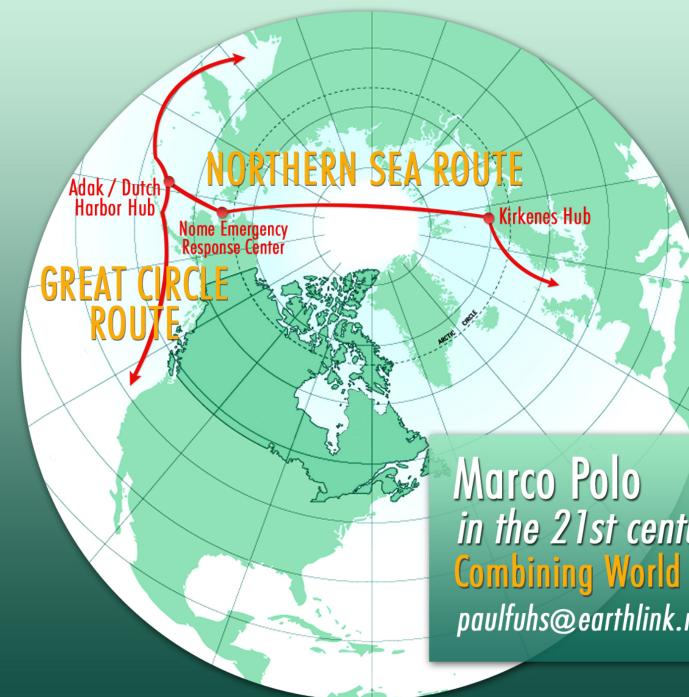


Korean Icebreaking Containership

Overview of LNG-Fuelled Ship for NSR

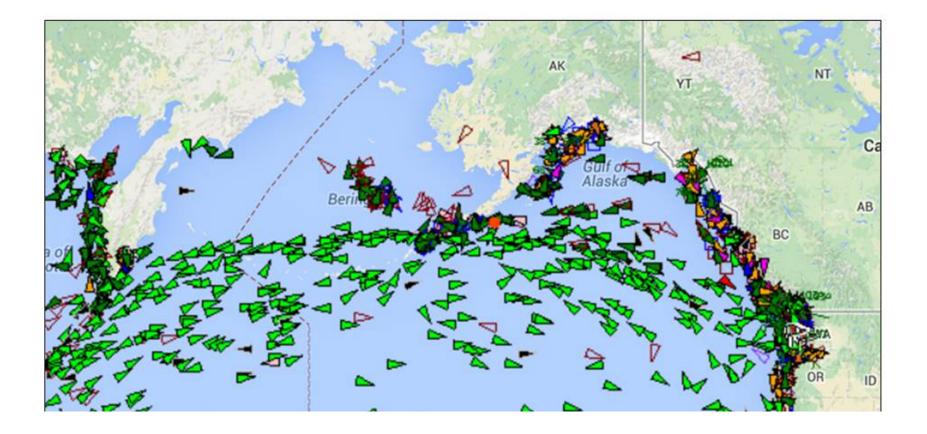
3. DSME Activities

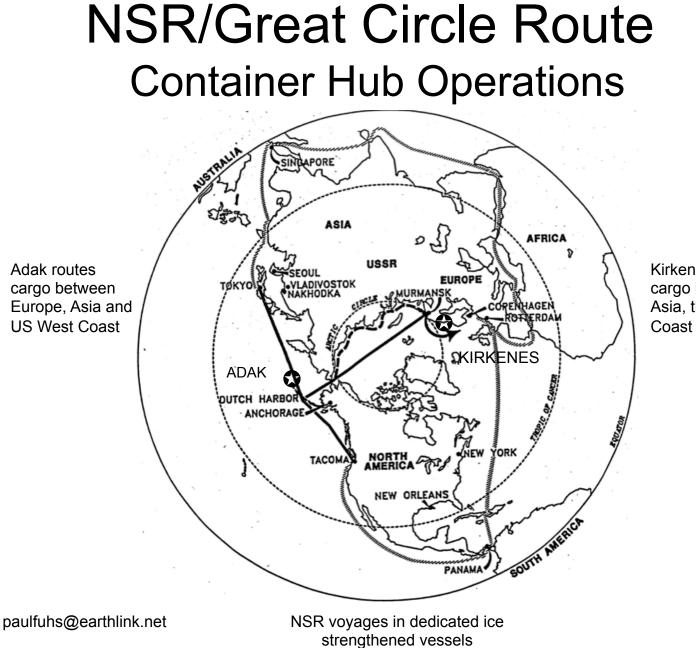




in the 21st century **Combining World Trade Routes** paulfuhs@earthlink.net

Great Circle Route Vessel Traffic 1/22/14



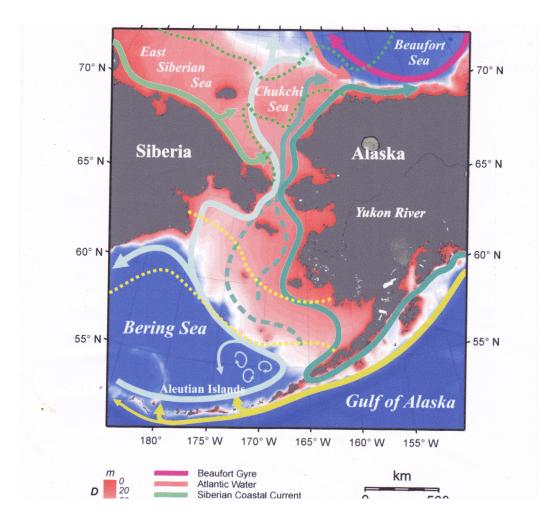


Kirkenes routes cargo between Asia, the US West Coast and Europe

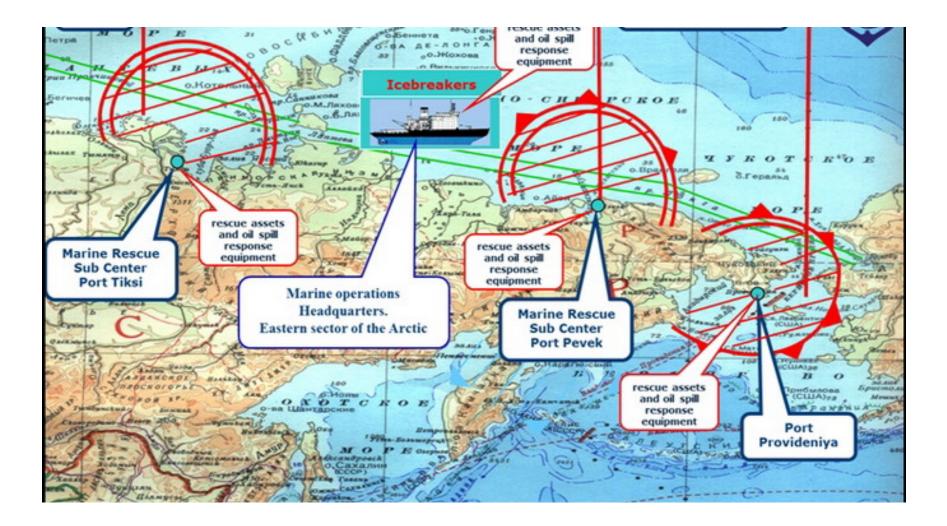
RISK FACTORS:1.3 million tons cargo 2013 800,000 tons petroleum products



Arctic Circulation Patterns



Russian Response Centers



Spectators or Actors?



Will we ride the wave or be rolled over by it?



Door to a Brighter Future? It's up to us



Pledge to Do It Right!



SB140 PROVIDES THE IMPORTANT TOOLS