NTS



William C. McGinnis President-CEO, NTS

Mr. McGinnis is President and CFO of NTS and is also a member of the Board of Directors. He has been with National Technical Systems for over 28 years and has held many roles in the organization.

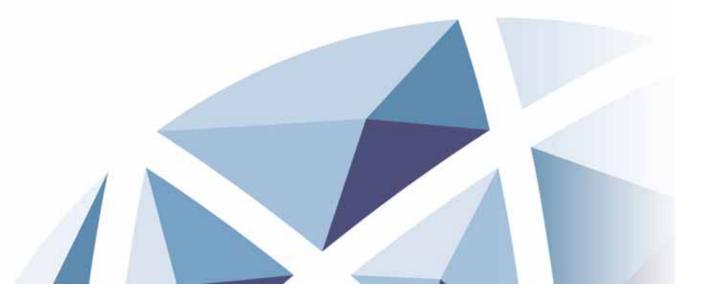
Early in his career, he led a diversification strategy that moved the company from an aerospace and defense market focused organization, which dominantly served companies in North America, to a global services organization that now services several additional markets such as the power industry, electronics industry and the telecom industry.



SEA Keynote Presentation

By Bill McGinnis, President & CEO

NTS 11/17/2011



Company Profile

Global Provider of Integrated Engineering Solutions to the Aerospace and Defense Industries

- Founded in 1961
- NASDAQ NTSC
- Over 8,000 customers
- 1,100 employees

- 24 North American locations
- 3 European and Asian locations
- Corporate Headquarters Calabasas, CA
- Website: <u>www.ntscorp.com</u>











Aerospace Testing Capabilities

- Statics & Dynamics
- EMI/EMC
- HIRF
- HALT/HASS Testing
- Environmental
- Fluids, Fuels and Cryogenics
- Mechanical
- Ordnance and Munitions
- Satellite Test Technology
- Test Systems
 Design and Manufacture











Quality Registration & Certification

- One of the top 5 accredited registrars in the world
- Largest aerospace industry registrar
- More than 20,000 customers in over 50 countries.
- Local audit resources world-wide
- Registration & supplier audit services
- Supply chain expertise, including management

ISO 9001 AS9100 AS9110 AS9120 ISO 14001

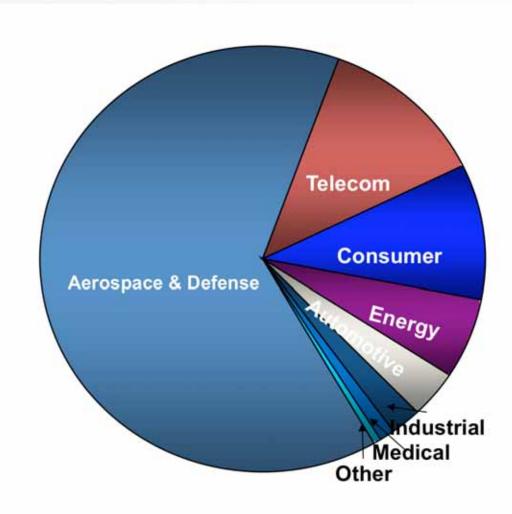
OHSAS 18001 ISO 13485 TS 16949 TL9000 ESD S20.20

Clients include: Boeing, FAA, NASA, Raytheon, EMC, Lockheed Martin, L-3 Communications, Oklahoma City ALC, Warner Robins AFB



Principal Markets Served¹

- Aerospace and Defen
- Telecommunications
- Consumer
- Energy
- Automotive
- Industrial
- Medical
- Other



¹Results presented are from Continuing Operations for FY 2011



NTS Conducted More Than 30 Test Programs for 787 Partners and Suppliers



Growth Strategy

- Organic From existing operations and our investments in People & Capability
- Innovation New & expanded capabilities



Acquisition

Lightning Technology Inc. (LTI), Pittsfield, MA

- Ingenium Testing, Rockford, IL

Mechtronic Solutions Inc. (MSI), Albuquerque, NM

- Unitek Technical Services, Centreville, VA
- Elliott Labs, Fremont & Sunnyvale, CA
- B&B Technologies, Albuquerque, NM





Workforce Development

... delivered by a motivated & prepared workforce

⊕NTS

- Career Opportunity Bulletins
- Internal & External Training
- Training Institute Established
- Participation on PIPELine Teams
- Communication Portal
- Employee Branding







Machine Shop

Where We Were....











And Now.....











Boxboro & Fullerton SEA Certified in November

Leadership & Culture - Stage 1

- 1.1.1 Strategic Planning PMM Level 3
- 1.1.2 Leadership Communications PMM 3
- 1.1.3 Organizational Performance Review PMM 3
- 1.1.4 Continuous Improvement Management –PMM 3
- 1.1.5 Workforce Development Integration –PMM 3

Workforce Development - Stage 1

2.1.1 Job Skills Cross-Training Certification Process – PMM 3

Operational Excellence – Stage 1

- 3.1.1. Kaizen Process PMM 3
- 3.1.2 6S Visual Workplace Process PMM 3
- 3.1.3 Quick Changeover / SMED PMM 3
- 3.1.5 Production Planning PMM 3



Overall Results

Roadmap Section	Stage <u>One</u> Score	Outcome PASS or AREAS FOR IMPROVEMENT (AFI)
1 Leadership & Culture	5 of 5 processes at PMM Level 3	PASS
2 Workforce Development	1 of 1 processes at PMM Level 3	PASS
3 Operational Excellence	4 of 4 processes at PMM Level 3	PASS
4 Business Results	4 of 4 Metrics Meet or Exceed Baseline Most or All Periods	PASS



Business Results

Boxboro Facility

- Increased on-time delivery 54%
- Increased machine shop on-time delivery for this quarter to 100% with a first pass yield of 100%
- Increased lab data accuracy in the EMI department 73%

Fullerton Facility

- Increased client advocacy recommendations 25%
- Increased revenues 19%
- Reduced cost of goods sold 2%

