

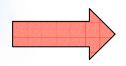
3 periods from the origin to now

- 1- The roots: from 1967 to 1981
- 2- The start-up: from 1981 to 1995
- 3- The maturity: from 1995 to nowadays



In the 60's...

- Critical requirements in the airplane industry:
 - Aerodynamics through theoretical computation
 - Stress analysis through theoretical computation
 - Numerical Control Machining of « sculpted » parts
- First generation of computers and graphic terminals



Development of software to define shape of airplanes started at Dassault Aviation in 1967



in the 70's...

- Creation of a CAD/CAM team at Dassault Aviation:
 - To develop master geometry software
 - To create the outer shape of the airplane
 - To deliver external shape data to design & manufacturing
- Acquisition in 1975 of CADAM (from Lockheed) for drafting

Step by step all new airplanes are electronically defined:



Internal parts in 2D drafting



The first airplanes with external shapes 100% digital

(1969-1972)

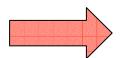




Mercure

Curves defined & smoothed interactively Surfaces defined & exploited in batch

- 1977: start of the CATIA development (« CATI »)
 - From 10 years experience in 3D mathematics
 - Taking into account CADAM interactive user's interface

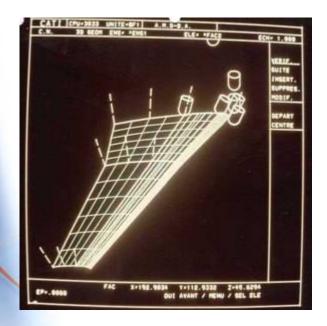


To integrate better 3D and CADAM

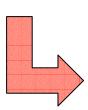
To reduce design/manufacturing cycle time by 4

To allow deployment within Dassault Aviation





The first application of CATI







CATI becomes highly visible at Dassault Aviation...



Mr Marcel Dassault
with Dominique Calmels (left)
and Francis Bernard (right)

(November 1980)

- Early 1981: Decision to create a new business with CATIA
 - Creation of Dassault Systemes
 - Move the CAD/CAM team in Dassault Systemes
 - Activity: to develop CATIA for all industries



To sell and to support CATIA worldwide



The first logo: 3D, Interactive



Dassault Systemes starts with 15 people IBM sells CADAM for 2D & CATIA for 3D

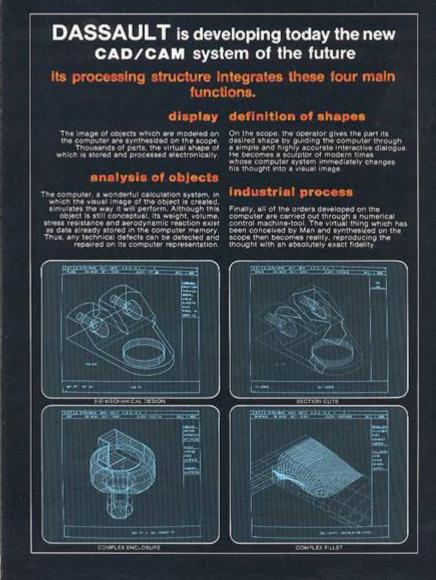


We start the public story...

Motivation, CAD/CAM skills,

Support of Dassault Group & IBM,

...but no knowledge of IT business!





1- The roots in the 70's

CATIA VERSION 1.0...

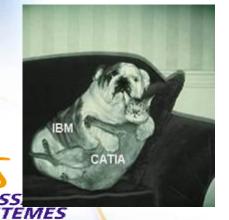




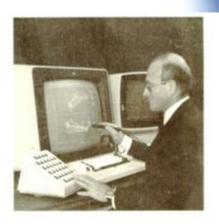
November 1981:

DS/IBM announce

CATIA Version 1.0







Computer.Graphics
Aided dimensions
Three dimensions
Interactive
Interactive
Application

analysing these objects.

CATIA is a highly interactive, high function 3D geometry system for computeraided design and manufacturing. Developed by Dassault Systèmes, Paris, France, the CATIA system is the result of more than ten years of Computer Aided Design/ Computer Aided Manufacturing (CAD/CAM) development in the areas of complex shape definition and numerical control (NC) machining

CATIA uses the IBM 3250 Graphics Display as its high function interactive workstation. All the 3250 hardware features are fully supported (for example, multiple intensity levels, line types, and blinking) thus providing superior human factors.

CATIA permits direct construction of 3D objects. Additional facilities provide for viewing manipulating, and

HIGHLIGH

en

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pr de

by

CATIA permits the interactive generation

- wire frames
- surfaces - solids.

an NC tool are automatically produced by the system. CATIA provides a special

interface for passing design data to and from the Computer Augmented Design and Manufacturing (CADAM*) System. The integration of these two major systems encompasses

Machining instructions to drive

The data-base system contains both the precise geometric definition and the corresponding graphical representation of the data.

3D components may be generated from collections of subcomponents. Any view of a 3D object from any angle can be generated automatically. Changes in any view automatically change all the views of the 3D object. English or metric dimensions may be used.

A comprehensive set of analysis functions computes lengths, areas, and volumes

The kinematics function allows 3D motion studies and interference

Computer Graphics Augmented Design and Manufacturing (CADAM*).

CADAM provides an interactive graphics system for use by designers and draughtsmen in computer-aided design and manufacturing. CADAM is IBM's principal engineering graphics product and was developed by the Lockheed Corporation. It is the result of more than fifteen years of continuous effort and has been proven in large-scale production use at many IBM customers.

These companies use the CADAM system in the design and manufacture of hightechnology products from design conception through manufacturing. The benefits have included

☐ Increased productivi ☐ Shorter time from the so through manufacture

□ Lower costs ☐ Better designs

□ Greater accuracy □Improved engineering change control

☐ Higher standardisation of designs

The CADAM system uses a central design data base for storing and retrieving drawings created by designers and draughtsmen. This design data base enables users in both design and manufacturing to share geometric and alphanumeric data. It facilitates the timely and accurate communication of design information between sign and manufacturing and is in tant soff of CATAM of the of the control of the

HIGHLIGHTS

The CADAM system is highly interactive and user orientated Procedures at the graphics displays (IBM 3250s) use construction techniques familiar to the conventionally trained draughtsmen. Geometric construction is based on descriptive geometry.

CADAM system model. Replication of details or standard symbols is possible. A user may construct a detail, such as a fastener or bracket, only once, and then replicate and locate it as necessary.

Transformations assist the draughtsman in the development of oblique and isometric views.

3D surface geometry capability aids users in the design and visualisation of 3D surfaces. A user may construct ruled surfaces, bi-cubic surfaces, surfaces of revolution, and 3D splines.

With the aid of 3D mesh generation facilities, designers may construct finite element models for structural analysis, heat-transfer analysis, and similar applications.

With the attribute facility, any part of an engineering drawing (single geometric element or permanent group) can be assigned user defined attributes (weight, price, description, etc.). This data can be used for input to user programs to generate bills of material, purchase orders, wiring instructions, and so on.

The data base is interdisciplinary, enabling a user to make the geometry of a part available to other users.

NC part programming is based on accurate design geometry held in the data base. Improved accuracy reduces the timespan for verifying NC tapes, reduces tool tries, and reduces scrap.

CADAM system configurations may include TP-attached IBM 3250s



Compagnie IBM France

116 avenue Charles de Gaulle Neully-sur-Seine Hauts-de-Seine

92522 NEUILLY BUR SEINE Télegr. Inbusmach Paris Telex: IBMPA 220787 F

Centre de Marketing Graphiques

1981/82: a very slow start...

1H 82 Sales target: 29 customers!

Mr Francis Bernard Dassault Systèmes 78, Quai Carnot 92214 SAINT-CLOUD

December 9, 1981

Dear Francis,

The first half of 1982 installation estimate for CATIAR customers is shown below by major geographic market

are provided per your request and as stated in the License A reement for use and Marketing rogramming Materials b tween IBM and Dassault Systèmes.

IBM Europe IBM Japan IBM USA

Total Installations

Sincerely,

Jery Mentangl

G. L. Murtaugh

D.R. LeGrande A.G. Rollins Yamane B.J. Ripken

(R) CATIA is a registered trade mark of Dassault Systèmes

Compagnic (BM Promot: Summer Andreams of control on 1 685 972 000 P Supplement The Summer Versions, Rend for RAS Park 9 8 552 118 465

1981/82: the first customers....

Dassault Aviation (Airplane, France)

Grumman (Airplane, USA)

SNECMA (Jet Engine, France)

Daimler-Benz (Automotive, Germany)

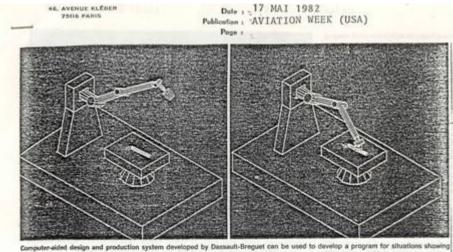
BMW (Automotive, Germany)

Honda (Automotive, Japan)

. . . .



1982: we start generating attention...



movement such as gear retraction and deployment of slats. Here, a robot is shown picking up an object from a table.

Advanced European Manufacturing

French Begin Industrial Improvements

By Jeffrey M. Lenorovitz

vancing a broad manufacturing improvement program that encompasses activities materials and introduction of computerbased systems to the adoption of more automation in its factories.

These efforts have evolved over a period of years, and they are beginning to show their benefits as France strives to maintain its position as a dominant force in the worldwide export marketplace.

Goals of the country's manufacturing improvement effort include streamlining

Paris-France's aerospace industry is ad- developing their own capabilities through transfers of technology from Europe, the U.S. and other locations through such ranging from increased use of composite activities as licensed production of aircraft and helicopters.

He cited Indonesia as an example of potential competition arising from tech-shift to a 35-hr. week. nology transfers made in the framework of export deals with European countries.

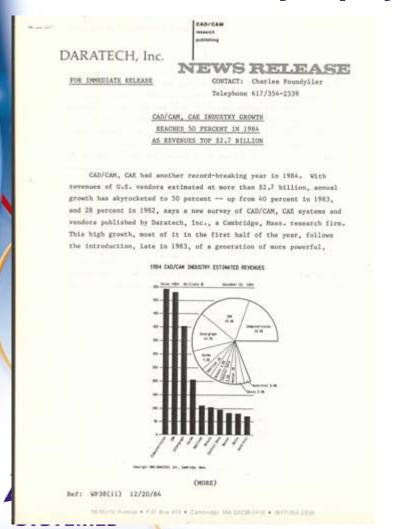
"Indonesia is building the French Puma and German Messerschmitt-Boelkow-Blohm BO.105 belicopters along with its commuter transports. The country is using

Some industry managers, however, are wary about the long-term repercussions of Mitterrand's social policies on their production and competitive stature. The government has reduced the work week to 39 hr, as a step toward an election promise to

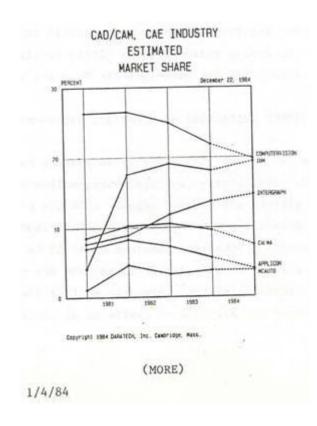
Additionally, minimum guaranteed vacation has been increased to five weeks by the Mitterrand government. New taxation elements have been instituted which businessmen say may burt their competitive work with CASA on the C212 and CN235 ness, and new import restrictions have been instituted.



1984: the major payers...



CV, IBM, Intergraph, Calma, Applicon, Mcauto,...



1985: we have 400 customers...

200 people in Paris



A few top executives of Dassault Systemes

mented mandag, left to right F. Bernard, Executive Vice Preside

D. Calmela, Technical Director

P. Formatier, Marketing and Technical 5

P. Fornstier, Marketing and Technical Support Department Manage P. Rosso, Training Department Manager

January 1985

Creation of DS America



With CADAM/CATIA,
IBM becomes Nb 1

1986: Boeing selects CATIA and publishes it!





En 1986, nous avons vendu CATIA à Boeing et à 200 autres sociétés. En 1987, nous allons faire bien d'autres choses encore...



Half-page in all major French newspapers

« Boeing more French than ever! »



There's a major battle looming in the high priced CAD/CAM world between Lockheed Corporation's CADAM subsidiary and Dassault

Systems, a division of Dassault Aircraft of France. The prize will

July 1987: we are very visible...

CATIA RISING STAR OF IBM



be leadership of IBM's CAD/CAM software ''--IBM is virtually unchallenged CAD/CAM systems -- those with 25 to 200 single central processor. Control Data about one tenth of IBM's business. The totals roughly a billion dollars and acc four-billion-dollar-CAD/CAM Industry.

Big CAD/CAM systems are popul Dynamics, Boeing, and Rockwell -- use IB Boeing's Commercial Airplane Company chu "turnkey" CAD systems to run CAD/CAN app customers and to translate their desires into features for CATIA. mainframes. (Boeing had used the IBM Sy engineering analysis and commercial appl General Motors is also a major IBM custo

programmers writing millions of lines of basis. IBM's marketing consists of sell prints and distributes sales literature. research to determine what customers war that its software vendors should make.

suppliers. Today IBM's most popular CAD population growth. Furthermore CATIA is CADAM's expense, a fact which has CADAM

It doesn't matter to IBM whet That's because competition produces exce stay competitive, another software house CAD/CAM line? To find out, we sent a re

Today Dassault Systems boasts some of the brightest technical management in the CAD/CAM business. French engineers are generally better educated in mathematics than Americans, and these mathematical skills helped the company develop clean, well of the major airframe assemblers -- Nort structured programs. Dassault posted young technical managers to America where they worked in IBM offices. They learned to listen to

Dassault's management seems to have a long term vision purchased to run its data processing aff about where their product is headed, and they share this vision with Unlike other CAD/CAM vendors, customers. Unlike IBM, which operates in secret, Dassault announces 18M markets CAD software developed by of product plans at users meetings a year in advance of delivery. This glant sales force (20,000 strong in the gives Dassault a chance to get valuable feedback before final provides sales support, such as demo joc programming details are cast in concrete.

Overall Dassault's management is open, honest (at least by the standards of the CAD/CAM business), and professional. When IBM fosters competition betwe Dassault's programmers can't do something or don't want to do it, CADAM. Only a small minority of mainfra they generally explain why. Sometimes they'll admit that it will is growing rapidly while CADAM users in take time to deliver additional functions they know are needed. This professional attitude serves Dassault well in the long run. wounded elephants. Wounded elephants co Because Dassault is open and reasonable, customers don't develop unrealistic expectations of CATIA. Without unrealistic the battle. IBM will win either way and expectations, there are fewer disappointments.

Growth is the biggest challenge faced by Dassault. will CATIA surpass CADAM to 6 Dassault Systems has grown from about 45 employees in 1981 to 320 today. If CATIA really takes off, the head count could grow to 600. Such growth might overtax Dassault's very bright young management

DRSx Manager Jack Switches / Design Pits Furth Condition Allow Hat EDITORIAL, AND BUSINESS OFFICE 641 Turbains Street, Saton D 6 E. Ser Drops California SUBSCRIPTION AND EMPHRISES OF 7576 Turbain Manager Business OF 576 1800 0276 748X © CAUCIAM Palanting, Nr. 1987

And we start competing against CADAM...

Can CADAM Fight Back?

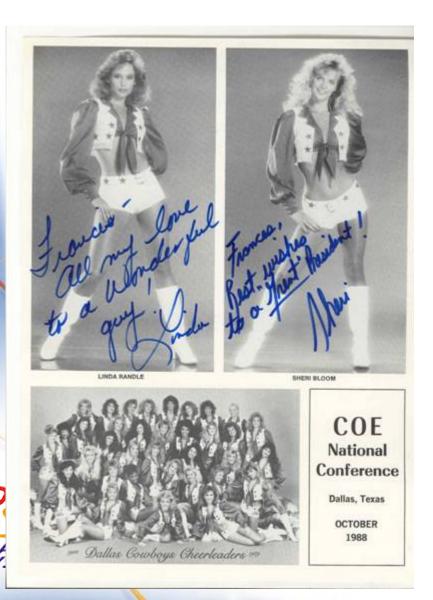
Can CADAM Inc. counter Dassault's offensive? Of course it can. CADAM is moving, albeit slowly, to address customer complaints and forestall defections. Kevin Clayton, a project engineer supporting CADAM users at Harnischfeger, a heavy equipment builder, says CADAM release 20.1.2 was very clean and ready to go into production without testing and debugging. He also says CADAM has improved operators manuals and illustrations.

CADAM is trying to promote its own solid modeler and three-dimensional surface design package as an alternative to CATIA. If CADAM can match Dassault's reliability, efficiency, and function, it can certainly keep customers from switching. Despite the

COMPUTER AIDED DESIGN REPORT

JULY 1987 9





A lot of work... and a lot of fun...



1991...10th anniversary:

1000 people

Subsidiaries in USA, Japan

2500 customers (40% Auto, 30% Aero, 30% others)

Software and service partners

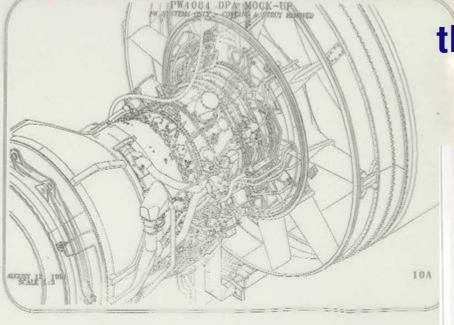
IBM Strategic Partner

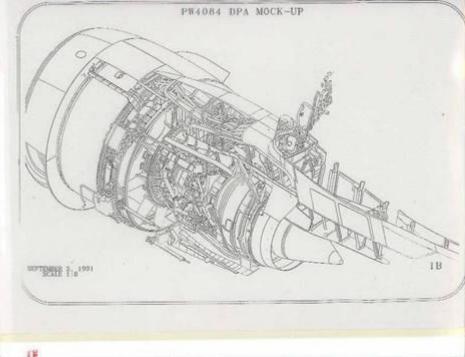
CADAM acquisition



1991: on Version 3

the first Digital Mock-Ups...







The solution evolution...

- 1981: Version 1 (5-8 products)
 - Host MVS
 - Shape design, NC, ...
- 1984: Version 2 (10 products)
 - Host MVS, VM
 - Drafting, ...
- 1988: Version 3 (18-25 products)
 - Host/IBM Workstation
 - Data management (CDM), ...
- 1993: Version 4 (30-100+ products)
 - ♣ Host/ UNIX Workstations (IBM, HP, SUN, SGI)
 - Exact solids, Parametric design,...

Problems don't come only from customers...



15 January, 1994:

An earthquake destroys our offices in California



2- The start-up: from 1980 to 1995 Where are we in 1995?

- Version 4 in production at all major sites
- Market segment focus (from task to process-driven)
- Addressing all markets (Auto, Aero, F&A, Consumers goods, Shipbuilding, Plant design)
- Shift in IBM/DS relationship: Hardware independence



8000 customers

1996: Dassault Systemes on the stock market (Nasdaq, ...)



(new logo)

- **-** 1997:
 - **Acquisition of Solidworks**: to address the Design-Centric market
 - Acquisition of Deneb: to address Manufacturing → DELMIA
 - ♣ Disclose of CNEXT→CATIA V5



- **-1998:**
 - CATIA Version 5
 - A complete re-write of CATIA
 - **└** *UNIX*, *Windows platforms*
 - An architecture to support PLM
 - Acquisition of IBM PDM assets
 - Creation of ENOVIA



- **1999:**
 - Acquisition of Matra Datavision lab (Euclid)
 - Acquisition of SmartTeam
 - ▼ To complement ENOVIA in the PDM arena
- **2000**:
 - Consolidation in DELMIA of Deneb, Safework & EAI-DELTA
 - ♣ A complete Manufacturing solution (robotics, ergonomics, process planning,...)
 - Acquisition of SPATIAL



-2001:

- Acquisition of Structural Research & Analysis Corp (SRAC)
 - To complement CATIA Analysis solutions



(new logo)

2002:

- Acquisition of Knowledge Technologies International (KTI)
 - Learning To accelerate knowledge engineering developments
- Win of Toyota Motor Corporation
 - Confirms the leadership of PLM V5 solution
- Creation of a joint venture with Geometric Software Solutions
 - The first off-shore development lab in India



CONCLUSION

An incredible success story...

- 1- A long-term vision
- 2- Strong management & professionals to execute
- 3- A customer-driven culture
- 4- A partnership-driven culture
- 5- and a lot of work...
- 6- and some luck...

More a human story...

than business & technology!

