

Lockheed Martin Transformation

You may not recognize us

September 28, 2023

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Agenda

- **Digital Transformation**
- **AI4SE - CJADC2**
- **SE4AI - LAIC**
 - **AI Factory**
 - **Data Fabric**
- **AI Ethics at LM**
- **Bringing it all together**



Mission-Driven
Transformation

Platforms/People

Systems of Systems

(PIRA) EIS202209007

(PIRA) EIS202209005



Lockheed Martin People

110,000
Employees



58,000
Scientists and
Engineers



375+
Facilities
Worldwide



Operating
in over
54
Countries with
7,800
Employees



Mission-Driven Transformation

Across our business, we're **transforming with urgency** to deliver the **21st Century Security capabilities** our customers need to stay ahead of rapidly-evolving threats.

We're embracing **disruptive innovation** in our processes, technology and tools to drive **speed, agility, and data-driven insights** for our customers.

Lockheed Martin Business Transformation

Case For Bold Transformation vs. Incremental Change

Changing Customer Needs & Expectations

Evolving Competitive Landscape

Better Enablement of OneLM Vision

*"Re-Engineer Business Processes
& Re-Engine the Company"*

Desired Transformational Business Outcomes

*"Empowering our People to Connect,
Collaborate, and Innovate with Speed
and Agility"*

Speed

Agility

Insights

Competitiveness

Monuments

Compliance

Security

LM Core Values

Standards

Enterprise
Reference
Architecture/
Guardrails

Return to Core
If Not, Why Not

No/Low
Customization

Industry
Standards

North Stars

Model-Based
Enterprise

Operating
Models

Interoperability

Commonality

Data as a
Strategic
Enterprise
Asset

Stakeholder
Experience

Critical Success Factors

Customer First

Conviction

Commitment

Change

Communication

Consistency

Courage

Course Correction

Compromise

Execution and Governance

Value Streams

Concept to
Product

Record to
Report

Plan to
Stock

Design to
Sustain

Order to
Cash incl.
Opportunity

Issue to
Complete

Acquire to
Retire

Relationship to
Retention

Procure to
Pay

Plan to
Perform

Hire to
Retire

**Empowered
Agile Value
Stream
Product Teams**
Process, Data, and
Systems

Led by Enterprise Functional Process
and Product Owners

Supported By Functional SME's, IT
Product Owners, Business/IT/Data
Architects, Risk/Compliance,
Business Process Optimization,
Change Management

"Process First"

Business Process Re-Engineering, Systems Modernization, and Change Management

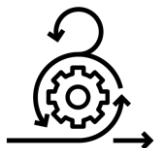
*"Persona-Based
User Centric Design"*

Transformational Business Outcomes



Speed:

Accelerate program timelines to deliver new capabilities from the factory to the field faster than ever



Agility:

Respond to rapidly-changing customer needs and stay ahead of a dynamic technology landscape



Insights:

Build a data-centric enterprise that collects, integrates and analyzes information for strategic advantage



Competitiveness:

Drive efficiency and customer mission value through innovation, competitive pricing and streamlined processes

North Stars for Transformation



Model-Based Enterprise: We're adopting a model-first mindset into how we generate, analyze, and share data as we collectively build and utilize integrated models across the enterprise



Commonality: We're driving greater commonality across Business Areas and Functions with standard processes, applications and performance measures to drive business/revenue growth and margin expansion



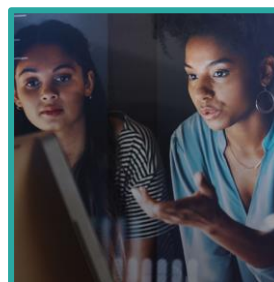
Operating Models: We're expanding available operating models to meet shifting customer need for increased agility, affordability, spiral development, disaggregation, and the application of commercial technologies



Data as a Strategic Asset: We're defining data domains, access, governance, security and analytics to support the real-time delivery of interoperable data and insights for decision-making



Interoperability: We're enabling greater visibility of people, materials, capacity, and costs, for all value streams and programs, to simplify the exchange of talent and resources across Business Areas and Functions



Stakeholder Experience: We're creating a tailored experience across employees, suppliers, partners, and customers to simplify information access while improving both quality and timeliness of interactions

A holistic approach to Transformation that will empower employees, streamline processes, and take One LM to the next level.

Factory & Product Build Simulations in Parallel with Product Design



Factory Simulation

Enhanced Automated Capacity and Utilization Analysis For Factory Optimization



Build Simulation

Iterative Manufacturing and Design Loop To Improve Design and Accelerate Learning Curve



AR Training

Digitally Simulated Mfg Environment Increases Preparedness of Factory Staff

Virtual Build Before You Build

Engineering for the End-to-End Lifecycle



Design for Maintainability

Visual and Analytical Models to Assess Maintainability Impacts with System Design for Lifecycle Affordability



Sustainment Simulation

3D Technology to Represent Sustainment Data and Immediately Interpret the Results to Minimize System Downtime



Global Sustainment At The Edge

Automation and Technologies at Warfighter Locations of Need to Deliver the Intended System Effects

Digitally Integrated From the Factory to the Field

LM JADC2 APPROACH

CJADC2 Tenets

Software

~~Monolithic~~ 

Composable

Decentralized

Command & Control

~~Centralized~~ 

Digital Infrastructure

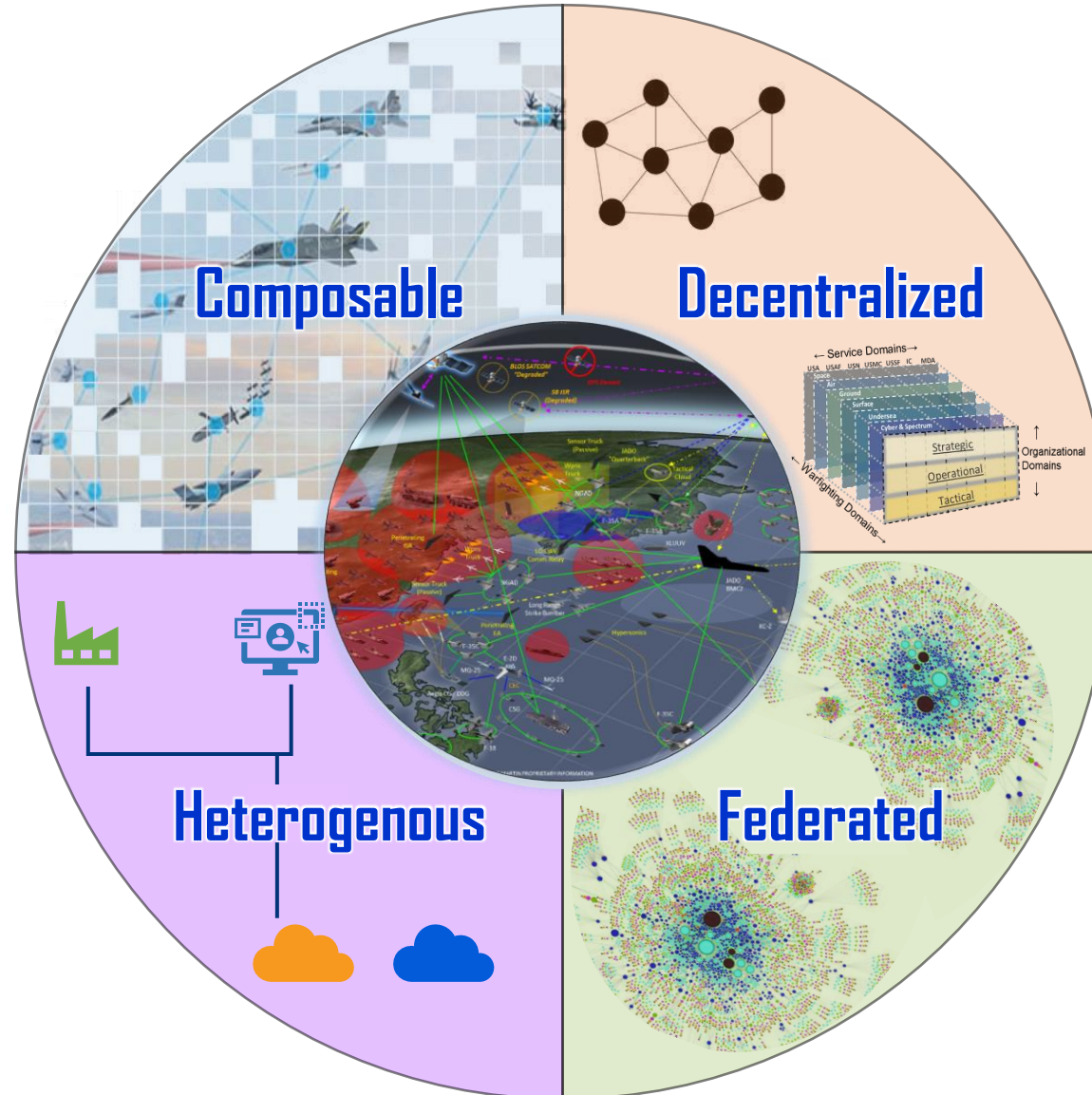
~~Homogenous~~ 

Heterogenous

Federated

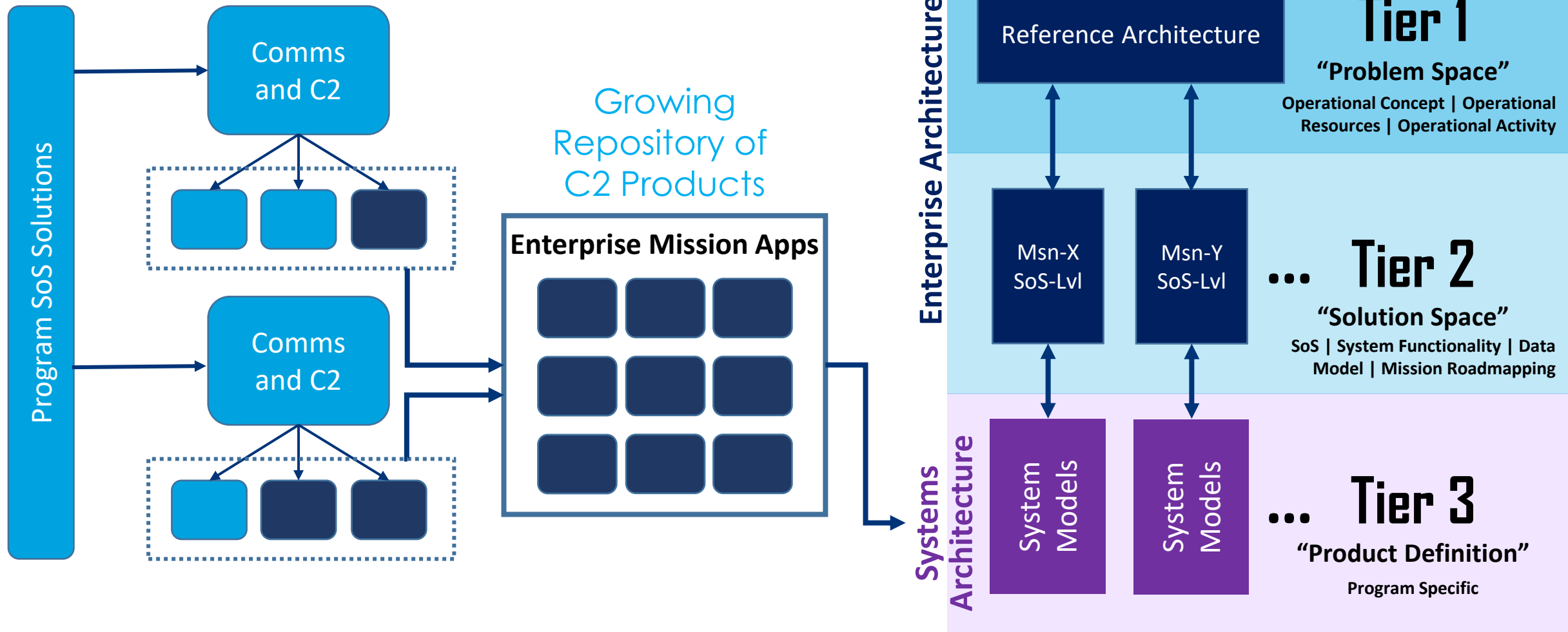
Data Fabric

~~Common~~ 



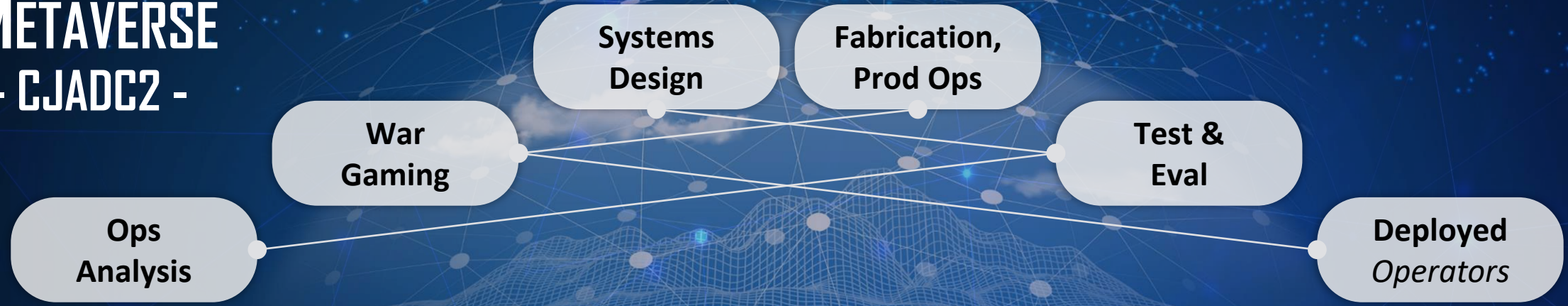
CJADC2 MBSE Reference Architecture

Operations Analysis | Functional Analysis | Cost Analysis



METaverse

- CJADC2 -



– Visualizations –

Real-Time Immersion - Human Machine Interface (HMI)

– Digital Thread –

Simulations - Digital Twin

– Data Fabric –

Data Interconnected Throughout Lifecycle

ARTIFICIAL INTELLIGENCE



LAIC

Lockheed Martin Artificial Intelligence Center



LOCKHEED MARTIN AI CENTER OVERVIEW

Rapidly deliver value across the enterprise through the ethical deployment of AI/ML



Build Foundations • Enhance Innovation • Accelerate Transition



Talent
Tools
Technology

Partnerships
Processes
Strategy

AI INTEGRATION

Program Transition,
Mission Management,
21CS Roadmapping



Cognitive
Baseline



Industry
Integration



Defense
Integration



Aero

AI INNOVATIONS

CRAD, Rapid Prototyping
Mission Applications,
Emerging Mission Capabilities



Computer
Vision



Cognitive
Signals



Intelligent
Agents



AI Mesh



MFC



RMS

AI FOUNDATIONS

Infrastructure, Tools,
Consultation, Training,
Production Operations R&D



AI Factory



FORCE



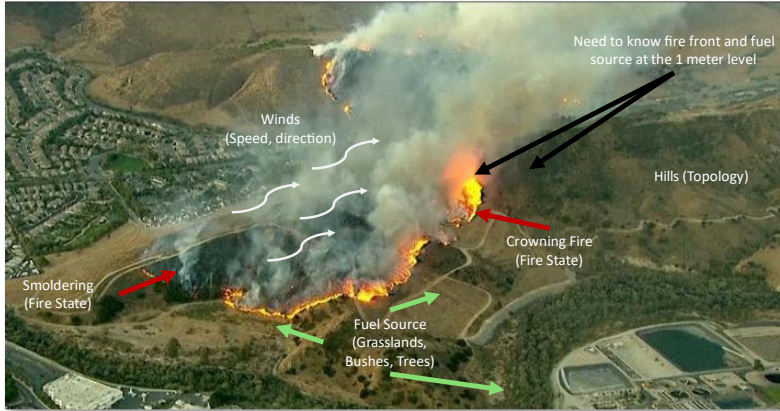
Aimlabs /
Consulting



Space

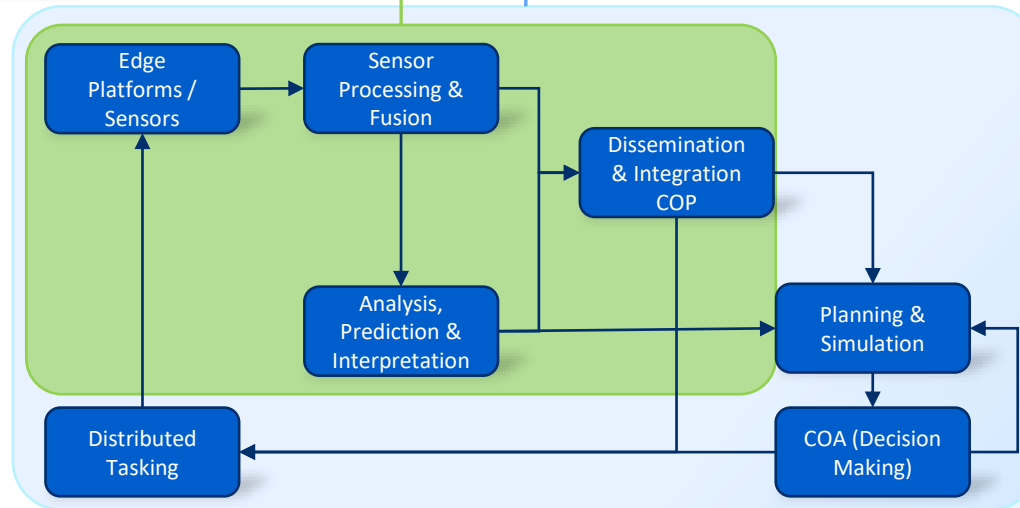
Cognitive Mission Manager for Wildland Fire Suppression

Develop and demonstrate an AI-enabled mission manager to support wildland fire suppression via Cognitive Multi-Agent Planning and Asset Coordination



Fire Behavior Prediction:

- Sensor data is fused to predict the behavior of a wildland fire (direction and rate of spread) to inform distribution of situational awareness and courses of action
- Sensor data includes: Fire state classification, Wind/Weather, topography & adjacent fuel sources



Reference Architecture for Mission Management

Multi-Agent Planning & Orchestration

- Multi-Agent, multi-domain planning and asset coordination for strategic and tactical decision making for fire suppression
- Distributes situational awareness and decision aids to incident command teams, air support, and various ground crews
- Interprets commander's intent
- Distributed tasking managed centrally or at the edge



CMM Deployed at the LM Center for Innovation (Lighthouse)



ADP-AI AND AUTONOMY

INVERTING THE MAN-MACHINE RATIO

PRODUCTION
AND
SUSTAINMENT

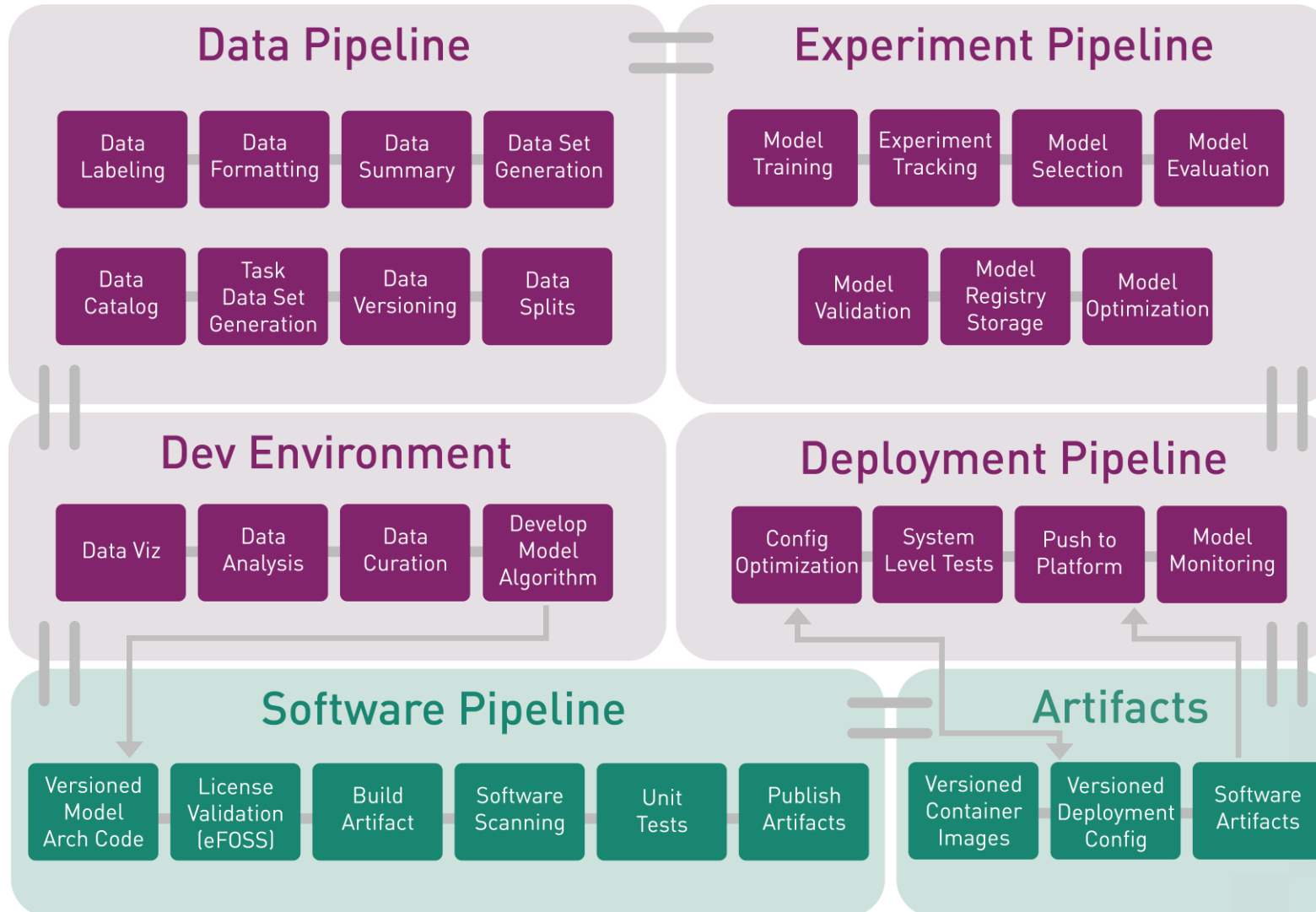
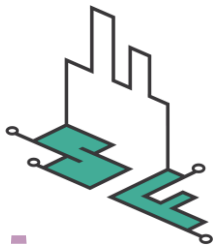
AI TO SCALE

ADVANCED SENSING

AUTONOMOUS MOTION

HUMAN MACHINE
COLLABORATION

AI Factory and Software Factory



- Developed ML algorithms feed into the larger software system
- AI Factory is focused exclusively on the machine learning lifecycle using DevSecOps principles
- AI Factory and Software Factory work jointly to build and deploy ML-based systems into production software

Production Ready Software

- Applying InnerSource patterns, based on the best practices of the Open Source community, helps us as an enterprise to derive maximum value from the capabilities we develop and to ensure that we're employing the entirety of Lockheed Martin's talent base to make our software and systems as high-quality, maintainable, and extensible as possible.
- By developing high-quality software using open standards and modern development techniques, we ensure that we can deliver trustworthy AI-enabled software to the warfighter at the speed of relevance.
- MLOps is at the core of how we think about deploying AI-enabled systems to achieve [trustworthiness/justified confidence], explainability, security, and the ability to continuously update our systems in the field.
- We employ DevSecOps/DevStar and MLOps best practices along with the DoD Ethical AI Principles to develop trustworthy and secure AI-enabled, software-defined systems for our customers.

How Do Teams Engage at LM

AI Foundations

Aimlabs

An enterprise-wide AI and Machine Learning Community of Practice

<https://aimlabs.us.lmco.com>

Aimlabs Consulting

Provides support staff, prototype/MVP capabilities, and extended project consulting for a variety of AI/ML needs

<https://aimlabs.us.lmco.com/consulting>

Dev Advocates

Creates momentum and drives adoption of MLOps and DataOps solutions through interactions within Lockheed Martin's developer community

AI Summit

A family of internal events focused on Artificial Intelligence and Machine Learning for practitioners, leaders, and other interested employees from across the enterprise

<https://aimlabs-dev.us.lmco.com/summits>

Outreach

Website

<https://factory.ai.us.lmco.com>

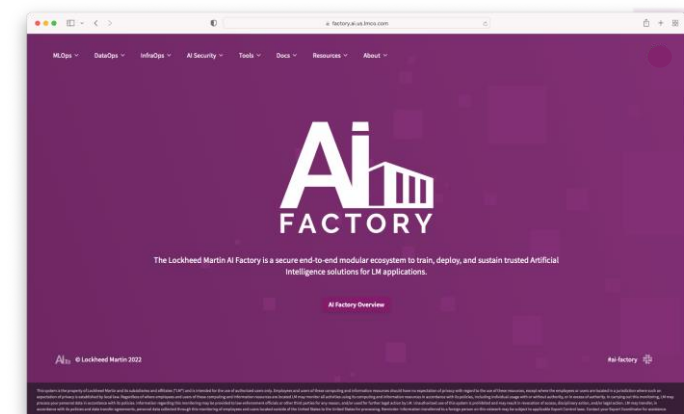
Slack Communities

[#ai-factory](#) – Community home for AI Factory

[#aif-early-adopters](#) – Joint development

Blogs and Tutorials

<https://docs.us.lmco.com/pages/viewrecentblogposts.action?key=aifactory>



Implementing Ethical AI Principles...

How to get Started



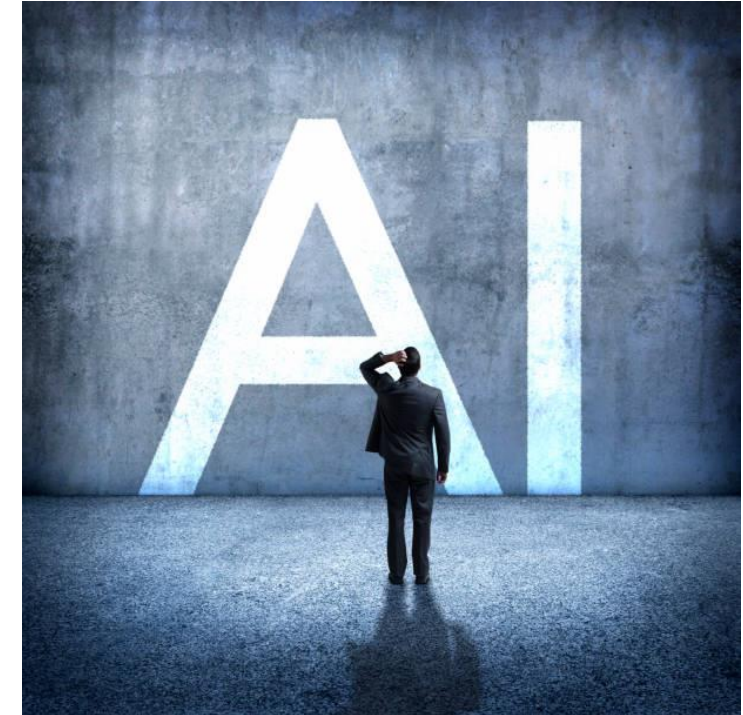
AI Benefits and Risks

Benefits

- Optimize internal business processes and systems
 - Gain insights from data repositories
 - Improve productivity & workflow
 - Enhance research & development capabilities
- Improve delivered product & service performance
 - Provide more capable products & services to our customer
 - Reduce development & operational costs

Risks

- Bias
- Transparency & Trust
- Privacy & Security



Our AI Ethics Journey

2018

2019

2020

2021

Key Internal Events

Began substantive discussion about AI Ethics

Conducted review of business and academic literature on AI Ethics

Convened internal team to began drafting AI Ethics principles

Initiation of AI Ethics Advisory Committee

Release of Ethical AI Corporate Policy and

Incorporation into Code of Conduct – 100% Training

Key External Events

Oct 2019
Defense Innovation Board (DIB) releases Recommendations on Ethical Use of AI by the Department of Defense

Feb 2020
US Department of Defense adopts DIB recommendations

3Q 2020
ECI Releases Navigating AI to Optimize Risk Management and Minimize Ethical Implications

DoD Ethical Principles for AI

Governable

The Department will design and engineer AI capabilities to fulfill their intended functions while possessing the ability to detect and avoid unintended consequences, and the ability to disengage or deactivate deployed systems that demonstrate unintended behavior.

Reliable

The Department's AI capabilities will have explicit, well-defined uses, and the safety, security, and effectiveness of such capabilities will be subject to testing and assurance within those defined uses across their entire life-cycles.

Responsible

DoD personnel will exercise appropriate levels of judgment and care, while remaining responsible for the development, deployment, and use of AI capabilities.

Equitable

The Department will take deliberate steps to minimize unintended bias in AI capabilities.

Traceable

The Department's AI capabilities will be developed and deployed such that relevant personnel possess an appropriate understanding of the technology, development processes, and operational methods applicable to AI capabilities, including with transparent and auditable methodologies, data sources, and design procedure and documentation.



Incorporation into Our Code of Conduct

We Use Artificial Intelligence Responsibly

WE SET THE STANDARD

We are committed to pursuing the benefits of Artificial Intelligence (AI) while ensuring procurement, development and our internal use are in accordance with our values.

Why It Matters

- We recognize that AI holds tremendous potential benefits for our customers and our operations,

and we intend to be an industry leader in this revolutionary technology.

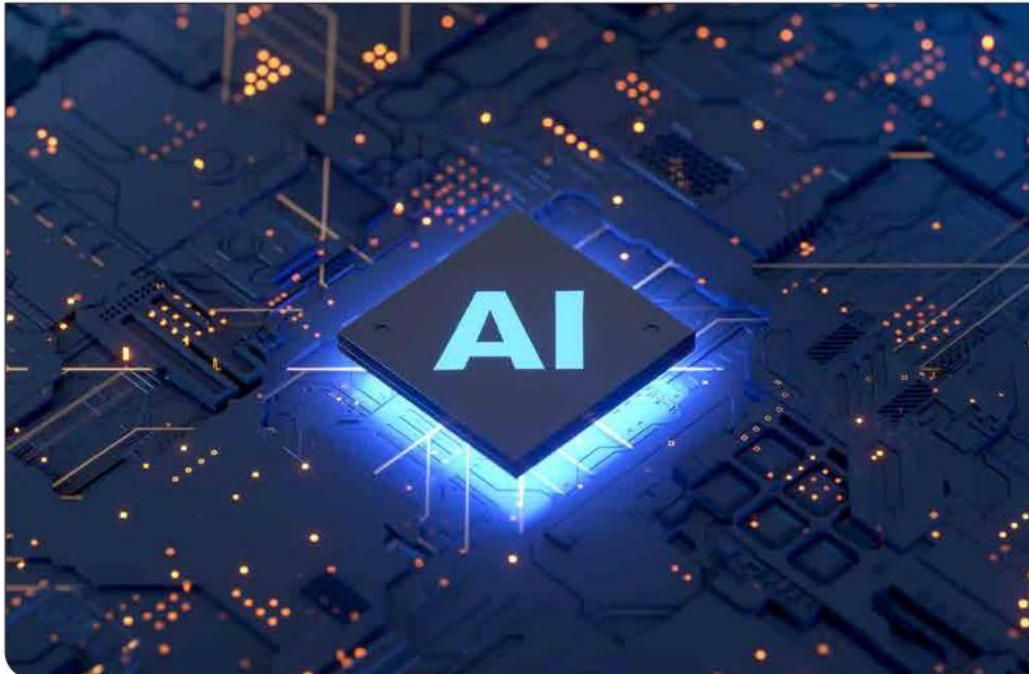
- Access to tremendously valuable data and high-performance computing has unleashed unprecedented opportunities in AI that are changing the way companies operate in all industry sectors.
- We understand that, as a rapidly evolving discipline, there may be risks that must be considered and addressed in the design and implementation of AI systems.

What to Watch Out For

- If you are involved in the development, procurement, deployment or internal use of AI systems, ensure you are familiar with the principles and concepts outlined in *CPS-022, Ethical Development and Use of Artificial Intelligence*.

Key Policies

- CPS-022 Ethical Development and Use of Artificial Intelligence



Did you know?

Lockheed Martin was one of the first defense leaders to align with the U.S. Department of Defense guidance on the Ethical Use of Artificial Intelligence.

Artificial Intelligence Ethics Advisory Committee

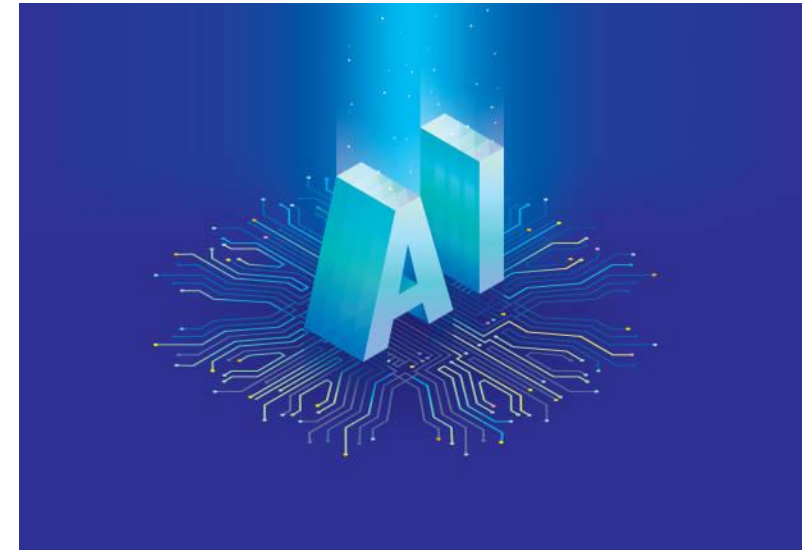
Identify, Inform, Coordinate, Collaborate, Adjudicate

The mission of the Artificial Intelligence Ethics Advisory Committee is to catalyze Lockheed Martin's vision for the operationalization of the AI Ethics Principles as documented in Corporate Policy through increased business area and functional collaboration on the development of foundational guidance artifacts and frameworks that support the ethical development of AI systems.

The committee is co-chaired by the Engineering and Ethics representatives

The committee consists of members of all functions and each business area, including:

- Legal
- Human Resources
- Communications



AI Ethics Guidance Roll-Out

