Rail Market Updates

DB SCHENKER

01

Volume
The departure limitation by CR which started from Oct now is still in process. The number of block train is about 25% cut down. However, the overall market volumes are getting down by considering the X-mas rush is almost coming to the end.

02

Equipment
Considering more and more ocean carrier turn to accept SOC, it might cause the risk of container shortage in the market by the SOC demands increasing. As to Schenker, it is safe stock for east China region for two weeks.

03

Covid Impact
8 High risk area(last week 3) and 95 Medium risk area(last week 44) in Beijing, Hebei, inner Mongolia and Heilongjiang, China. The Chinese mainland on Sunday reported 32 new locally transmitted COVID-19 cases. Current local measures by several provinces are taken to control the virus spread. Mandatory 48 Hours Covid test is widely mandatory for driver per pup/delivery government or site request which cause overall limit to the capacity. Site pick up/delivery need to be checked case by case.

04

Border situation
The border Alashankou and Khorgos is still in heavy congestion, it is reported that 150 trains and 7000 trucks are waiting at CN/KZ borders + 100+ trains delayed from/to the border. On Europe side, the Mala border is getting a bit relief to compare with Kaliningrad. Kaliningrad is under pressure of 250% volume increased since Aug from China which is far beyond their capacity.

05

Lead time
Current T/T lead-time to Mala is 20-30 days , to Rostock is 25-35 days, to Duisburg is 35-50 days. Extremely delay might happen to some trains. More and more carriers started to distribute the trains via different borders or destinations.

06

Others – Belarus-Poland crisis
Thousands of migrants gathered on the Belarusian side of Poland's eastern border last week. The Polish government declared a state of emergency in border areas to restrict their movement, but migrants have continued to cross the frontier. For the time being the border reloading is in order, however the crisis will have more or less influence upon the border crossing efficiency.

Rail Border Congestion

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Kaliningrad

Rostock

Mala/Brest

Duisburg

Alashankou/Khorgos

Xi'an

Chengdu

Chongqing

Yiwu

CN / KZ Border
- Alashankou / Khorgos border 6-8 days

BY / PL Border
- Mala / Brest border 7-15 days

RU / DE Border
- Kaliningrad / Rostock border 10-20 days

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