

August 27, 2021

Schenker Rail Market Information Sharing

Dear customers,

Good day.

We hereby share the latest market information of rail freight.

Agenda:

- Covid-19 Impact in China (highlight)
- Market Container Shortage Alert (highlight)
- Westbound ETD delay risk (update)
- Leadtime prediction (update)
- Border Delay(highlight)
- Space Situation (maintain)

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- **Covid-19 Impact in China**

Traffic Control

Due to Delta variant virus impacted , risk area now under wide range of control includes traffic ban.

*3 High risk area:

江苏省 扬州市 广陵区 Guangning district, Yangzhou, Jiangsu Province

河南省 商丘市 虞城县 Yucheng, Shangqiu, Henan Province

云南省瑞丽市, Ruili, Yunnan Province

*43 Medium risk area:

Influenced area mostly in Jiangsu, Hunan, Hubei, Shandong, Yunnan, Henan Province which is under limit control. Site pick up/delivery need to be checked case by case.

*there might be truck shortage or Mandatory 48 Hours Covid test is widely mandatory for driver per pup/delivery government or site request which cause overall limit to the capacity

*Enhancement Sanitary Control

Except the regular Disinfection, additional sanitary control enhanced by major trains.

- **Xi'an** suspend the eastbound booking cargo delivery to and deconsol in Shanxi Province(陕西)
- **Chongqing** suspend the eastbound non-bonded deconsol. Chongqing also requests the cnee to do additional disinfection for cargo & container, details or anything unclear, plz check with our operation team.
- **Chengdu** might have new request which waiting for official notice.

- **Market Container Shortage Alert**

Due to container shortage in whole WB market, all shipments subject to the equipment availability, no guarantee.

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- **Westbound ETD Delay Risk**

Risk level: Low <3days; Medium >3days; High >5days

ETD	Delay risk
Xi'an	Low
Zhengzhou	High
Chongqing	Medium
Chengdu	Medium
Yiwu	Medium
Wuhan	Medium
Suzhou	Medium
Hefei	Medium
Changsha	High

- **Leadtime prediction**

Westbound:

Rostock: 20-25 days;

Mala/Warsaw/Lodz: 24-28 days;

Duisburg/Hamburg/Tilburg/Neuss: 35+ days

Eastbound:

Average :25-35 days

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- **Border Delay**

*CN/KZ Congestion delay (>7 days, also affect the lead time from terminal to border).

-influenced by Covid-19 which 3 cases in Alashankou border were reported on 15th Aug, land border between to KZ closed. For rail, shipment transit is ok but slow. All other additional operation like inspection cargo or else all suspend.

-4000 wagons stuck in Horgors/Altynkol and 2000 Wagons in Alashankou/Dostyk.

*CN/MN Congestion under CR traffic limitation, Erlan is in heavy delay 7+days

*CN/RU Congestion under CR traffic limitation, delay 7+ days

* Brest/Mala Congestion under 7-10 days delay

Stuck container in transit PL-west Europe

A lot of trains were parked in Germany & Poland to ODERBRÜCKE.

The main problems now:

- 1) reconstruction works on the infrastructure in Germany at border Oderbrücke
- 2) reconstruction works on the infrastructure in Poland between Rzepin and Poznan - with very low speed and capacity

As result: Wagon shortage for WB trains from Brest/Mala to Germany
the wagons stand for long time (> 10 days) on the corridor
the stuck extend to Minsk area with some record of delay 2 week.

Suggestions:

- a)Accept operator reroute to Warsaw avoid gauge change in Mala. Customs clearnace need to be checked case by case.
- b)Few containers can be accpeted for POD to Mala incase platforms agree, the risk is the heavy congestion in Mala includes PKP, Agrostop terminal. Operator use trucks with limit resource instead of rail for part of trains.



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- **Space Situation (Market Capacity)**

Overall tight space situation will continue for westbound market in Sep.

Most eastbound service is now open to book. Welcome to check the space status.

Welcome to contact us if any query.

Multimodal Solution
Schenker China LTD.

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