



Rail Market Updates

For Week 2 2022



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Rail Volume



Volume record in 2021 and forecast in 2022

Chinese New Year from Jan-31 to Feb-6, few platforms like Xi'an and Yiwu will still have departure plan during the holiday period (operational cut off before holiday). The rail volume for Westbound might get short-term decreased till Feb-15 after the manual factory back to work.

The space and truck resource is getting tight day by day, For urgent request, please check with Schenker OP case by case.

- Departure limitation : No new announce in week 2
- Train number trend : Decreased from Q4 2021
- Booking trend : Increased before CNY and short-term relief from Jan-31 to Feb-15.

Equipment



Equipment shortage became a problem again

Several Covid-19 cases reported at Ningbo, Tianjin and Shenzhen in last weeks. All those 3 cities own the biggest seaport in the world. Under current strict epidemic prevention and control measures, the ocean freight and empty release might be more or less impacted.

Current resource situation by region:

- East China region : **Medium shortage risk**
(Schenker has save stock for 2 weeks)
- North China region : **High shortage risk**
- South China region : **High shortage risk**

New local COVID-19 cases on Chinese mainland January 16



Pandemic reported somewhere but under control

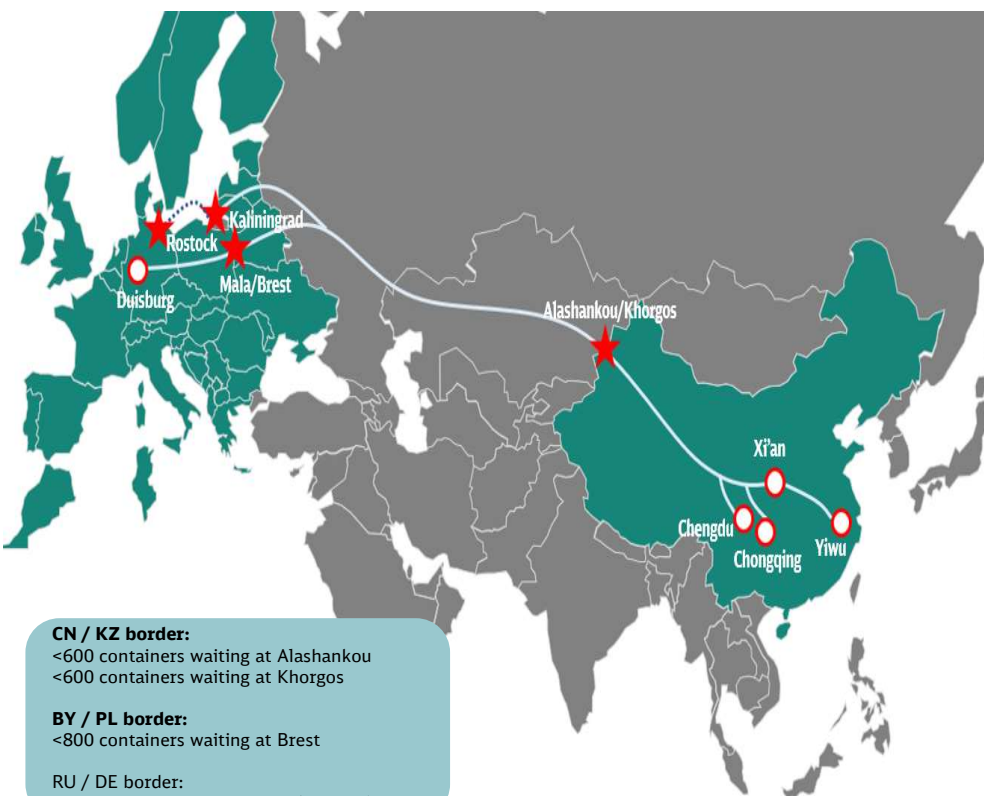
20 High risk area (last week 15) and 67 Medium risk area (last week 77) in China. Current local measures by several provinces are taken to control the virus spread. Mandatory 48 Hours Covid test is widely mandatory for driver per pup/delivery government or site request which cause overall limit to the capacity. Site pick up/delivery need to be checked case by case.

High risk Area:

- Xian, Shanxi (1 x area)
- Xuchang and Anyang, Henan (14 x area)
- Tianjin, Tianjin (5 x area)

* It was reported, the covid-19 situation in Tianjin is getting worse with several Omicron cases found. Tianjin Xingang is the top 10 largest seaport in the world.

Border Situation



Overall border releasing lead-time is improved

The overall border situation is getting improved. However, some carriers have switched the train route from Kaliningrad back to Malaszewicze. It is predicted the rail lead time via Malaszewicze might get increased again from Jan 2022. On the contrary, Kaliningrad is turning better.

- CN / KZ Border : Alashankou / Khorgos border 3-7 days
- BY / PL Border : Mala / Brest border 4-9 days
- RU / DE Border : Kaliningrad / Rostock border 5-10 days

Lead-time



Lead time is getting improved

By result of rail volume decreased and proper measures taken to clean the backlogs, the terminal-terminal lead-time is getting shorter as to some lanes from Nov 2021.

Current T/T lead-time for Westbound to Mala is 20-28 days (congestion warning here!), to Rostock is 24-31 days, to Duisburg +5-7 days upon border released. Extremely delay might happen to some trains. More and more carriers started to distribute the trains via different borders or destinations.

The lead-time for Eastbound is regularly 25-35 days.

Others-Impact of Xi'an epidemic on Eurasian Train -4th update



The city has registered 2,031 local cases since Dec 9, 2021. The number of new confirmed cases is getting down on daily basis. The city currently has a total of 1(last week 3) high-risk areas and 17(last week 55) medium-risk areas. Xi'an has gradually lifted its lockdown since Jan-17, the nominated highway gate is re-opening, the trucks come from low or medium risk area are now allowed to enter the city for logistics activities.

Scheduled train running are guaranteed

- All trains ex Xi'an for week 52, 53, 1 and 2 were on time departed.
- The containers for week 3 departure are being collected in orderly.