



SCHENKER

Rail Market Updates For week 25 2022

June 2022 | MMS CN

150 Years
Elevating Lives

01 *Rail Volume*

02 *Equipment*

03 *Covid Impact*

04 *Border situation*

05 *Lead-time*





Eurasia rail service to be continued

Schenker have aligned with all Chinese train operators and overseas carriers, that CR Express will continue to provide Eurasia rail service. The service booked with DB Schenker, through below routes currently are running as usual, and future schedule has been published.

Railway transportation via China-Russia, Mongolia, and Kazakhstan borders

Railway transport via Belarus-Poland border, Russia-Poland border, and Kaliningrad port

The services do not go across Ukraine

- Departure situation : No delay in general
- Booking closed : WB for week 27 ● | EB for week 25 ●

***With the lockdown in Shanghai and Eastern China lifted by June, we saw the booming of export volume. Almost all the carriers reported no WB capacity available till 2nd half of July. Due to the same reason delay in departure in the coming weeks is expected.

Equipment



Equipment shortage has a bit relieved.

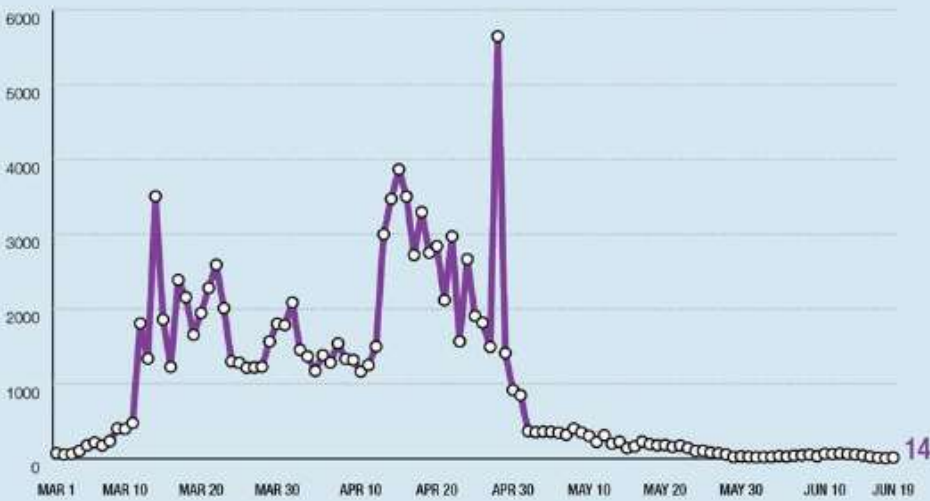
Current equipment situation by region:

- East China region : Low shortage risk ●
- North China region : Low shortage risk ●
- South China region : Low shortage risk ●

Terminal/depot situation in Europe, like Duisburg and Hamburg are getting improved. The capacity of container releasing/return is back to normal step by step.

Covid-19 Impact

New local COVID-19 cases on Chinese mainland June 19



Omicron variant spreads in several provinces of China

11 High risk area(last week 9) and 41 Medium risk area(last week 41) 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:
11 in Inner Mongolia

***The pre/on carriage service are gradually resumed with the improved situation in Shanghai, Jiangsu, Zhejiang...

Border Situation



CN / KZ border:
<400 containers waiting at Alashankou
<600 containers waiting at Khorgos

BY / PL border:
<600 containers waiting at Brest

RU / DE border:
<200 containers waiting at Kaliningrad

Border congestion somewhere

In view of surge volume since Q3 and seasonally infrastructure construction, the borders between CN/KZ and PL/BY are getting congested. However, the situation is much better to compare the same period in 2021.

The border crossing lead-time is estimated 0-3 days longer than normal.

- CN / KZ Border : Alashankou / Khorgos border 0-6 days
- CN / MN Border : Erlian border 10+ days
- CN / RU Border : Manzhouli border 10+ days
- BY / PL Border : Mala / Brest border 2-6 days
(Rail traffic for Eurasian train at border runs normal, road border is congested)
- RU / DE Border : Kaliningrad / Rostock border 2-6 days

Lead-time



Good lead time performance

GPS trackers installed in containers reported nothing abnormal so far (from Feb 24th to Jun 20th). Eurasia trains are moving regularly crossing Russia, Belarus and Poland.

Current T/T lead-time for Westbound is extended due to border congestion and seasonally infrastructure construction. To Mala is 14-18 days, to Rostock is 20-24 days, to Duisburg/Hamburg +3-7 days upon border released and terminal capacity. Extreme delay might still happen to some trains because of the dwell time.

The lead-time for Eastbound is regularly 20-30 days.

