



SCHENKER

Rail Market Updates For week 32 2022

Aug 2022 | MMS CN

150 Years
Elevating Lives



01 *Rail Volume*

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Extreme tight space in Aug

There has been stable increase on monthly basis in terms of volume between China and Europe.

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 : 3-7 days delay in departure in general for WB
- Booking closed : WB for week 34 | EB for week 32

The space capacity continue to be extreme tight in August. The departure delay still took place to some trains for cleaning the backlogs.

Equipment



Safe stock and supplement

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, such as Duisburg under risk of container shortage recently.

New local COVID-19 cases on Chinese mainland Aug 7



Omicron variant spreads in several provinces of China

467 High risk area (last week 644) and 885 Medium risk area (last week 461) 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:

<http://bmfw.www.gov.cn/yafsdjcs/risk.html>

***By impacted of epidemics, some provinces like Jiangsu, Zhejiang are now under **"NEW NORMAL"**. With local policies to control the spread of virus.

The epidemic broke out again, especially at Hainan in south-west China, whether it will spread to nearby regions is under observation.

Border Situation



CN / KZ border:
>400 containers waiting at Alashankou
>400 containers waiting at Khorgos

BY / PL border:
>400 containers waiting at Brest

RU / DE border:
>300 containers waiting at Kaliningrad

Borders are getting congested

There is no NEW CR limitation after Jul-20. But the border crossing lead time at Mala (PL), Brest (BY), Alashankou (CN) and Khorgos (CN), will get a bit longer by the growth volumes in coming weeks. However, it is still much better than the same period in 2021.

The border crossing lead-time is estimated 1-5 days longer than normal. The extreme delay is possible to happen in this case.

- CN / KZ Border : Alashankou / Khorgos border 1-3 days;
- CN / MN Border : Erlian border 5+ days
- CN / RU Border : Manzhouli border 5+ days
- BY / PL Border : Mala / Brest border 1-5 days
- RU / DE Border : Kaliningrad / Rostock border 2-3 days

Lead-time



Lead time is expected to get longer in August, but still better than same period in 2021.

GPS trackers installed in containers reported nothing abnormal so far (from Feb 24th to Aug 8th). Eurasia trains are moving regularly crossing Russia, Belarus and Poland.

T/T lead-time for Westbound will get slight longer due to border congestion and seasonal infrastructure maintenance. Current lead-time to Mala is 16-18 days, to Rostock is 20-22 days, to Duisburg/Hamburg +3-6 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.

Rail Promotion on NEV | PHEV



Rail Promotion of NEV / PHEV

With the prompt development of NEV / PHEV, the demands for vehicle export is booming in these years. Some automobile enterprises are now seeking for alternative transport solution.

With years of efforts from all parties involved, China Rail is now testing NEV acceptance as general cargo.

