



NEWSLINE

Cargosol is committed to simplify
International Trade Logistics &
create a feel of "Proud Association"
in the minds of Customers,
Employees & Vendor alike.



THIS ISSUE: Vol.27

Sea Freight l Page 2

Air Freight l Page 3

Transportation l Page 3

Freight rate inequality l Page 4

Food for Thought l Page 4

Career Opportunities l Page 4

Industry Special l Page 5

Brand New Containers l Page 6

Cargosol Newsline presents to you the latest developments in the supply chain industry





ANTWERP - EUROPEAN PINCH POINT

- Antwerp is the latest North European port suffering from a knock-on effect of terminal congestion.
- Vessel berthing waiting times extended to 5 days @ Belgium hub.
- Maersk & MSC to omit the Antwerp call for 6 weeks.



CONTAINER FUMIGATION IN AUSTRALIA

- Australia's Department for Agriculture, Water & Environment (DAWE) regulations require, import containers from 40 countries - Europe, Asia, the Middle East & Africa to be fumigated preventing, Khapra beetles into Australia.
- Methyl bromide, heat treatment or pesticides to be used as treatment.



CU LINES - BENEFICIARY OF TRANSPACIFIC BONANZA

- CU Lines becomes the new entrant in the transpacific tradelane, operating out of Shanghai.
- The Trans-Pacific Express (TPX) service from Shanghai to Los Angeles to be launched on 18 July with 5 chartered ships ranging from 1,700 teu to 4,400 teu.
- Gradually, there will be 2-3 monthly TPX sailings.



UNFAIR D&D CHARGES & FOLLOW-UP AGGRESSION

- The Federal Maritime Commission, approached by US shippers & exporters as D&D charges & freight rates, soar
- Shippers complain of being charged incorrectly even when containers entered the port within the given period of time.



FIREWORKS JEBEL ALI

- The explosion & subsequent fire on board a containership anchored at Jebel Ali was caused by a container of fireworks.
- The ship, Ocean Trader, was a feeder ship with transhipment cargo & called at a number of ports before arriving in Jebel Ali.



NINGBO OCEAN SHIPPING JOINS BUYING SPREE

- Ningbo Ocean Shipping Company (NBOSCO) joins the race to build new ships-order 3- 3,300 teu ships at Yangzijiang Shipbuilding & 3 - 1,400 teu ships at Penglai Zhongbai Jinglu Ship Industry.
- The new builds will be delivered from late 2023 to early 2024.



ZIM CHARTERS 7 DUAL-FUELLED NEWBUILDS

- Despite India's lockdown ease limits on factory production & tight air & sea freight capacity jeopardize exports.
- However, factories in Mumbai, Ahmedabad, Chennai, Delhi & Bangalore are limited to 50% occupancy with production delays of a month, leaving air freight as the only resort.



EVER GIVEN FINALLY SETS SAIL FROM SUEZ

• The shipping industry welcomes the news of the Ever Given's departure from the Suez Canal to Rotterdam. Following a formal agreement between the Egyptian authorities & shipowner Shoei Kisen Kaisha.







PEAK WAVE OF AIR FREIGHT RATE

- Production backlog & trouble in the sea freight sector has caused a sudden spike in demand for air cargo, resulting in influx in demand.
- Demand from China to the US & Europe has increased, due to more electronic products ready to ship & a backlog of orders.



CONSTRUCTION @ DHAKA AIRPORT

- Air freight shippers in Bangladesh face severe congestion & rate hikes, following a storm of modal shift from sea freight, rising volumes &, construction work at Dhaka Airport.
- Local forwarders claim queuing of trucks outside the airport cargo village waiting to unload.



LUFTHANSA CARGO EXPANSION

- LH announces the conversion of 2 A321s to freighters for to capture more of the e-commerce market & will also expand its long-haul leisure cargo network by month end.
- Customers include forwarders, integrators, postal operators, & e-tailers on flights operated by Lufthansa CityLine.



AIRASIA : FIRST FREIGHTER & 2 CONVERSIONS

- Malaysia's Airasia purchased its first 737-800F & 2 newly converted A320s, boosting aircraft's cargo capacity by 30%.
- The 737 freighter will be based at Teleport's Bangkok hub, flying routes between China, India & South-east Asia, while the A320s will operate from both Bangkok & Kuala Lumpur.

TRANSPORT



INDIA'S DOMESTIC ROAD LOGISTICS SECTOR WITNESS STRONG REBOUND

- After a disheartening phase, the Indian economy finally show uplifting figures from domestic road logistics sector.
- Coming in on the backdrop of India posting exponential export of \$95 billion in the 1st financial quarter of FY. 21-22.
- ICRA Ratings states, the domestic road logistics sector has witnessed a strong rebound & likely to grow by 6-9% in the current financial year.



MUMBAI'S JNPT TRAFFIC SOARS

- JNPT container cargo traffic rose 52.78 % in June, spiking to 441,984 TEU year on year.
- JNPT previously handled 289,282 TEU in June 2020. Meanwhile, JNPT handled 88,849 TEU of Inland Container Depot (ICD) traffic from 548 rakes in June, with a 20.1 per cent rail-coefficient during the previous month.





'Unequal' impact of high freight rates

Spiraling freight rates could have an unequal impact on shippers, sending some smaller businesses into a tailspin as margins are substantially cut. While rate hikes are a major challenge, smaller shippers have a greater proportion of their margins cut.

Widening spread in the market - a competitive parameter for importers - & if the spread persists, this will result in significant shifts of market share & profit within importer business segments. It is explained that a shipper moving cargo at the lower end of the spot market would have seen rates increase from \$2,200/FFE a year ago, to \$5,300 today, while another, unable to secure the lower rates, would have paid \$2,700/FFE a year ago and \$11,200 in today's market.

For example, 2 US shippers - both importing large appliances with a retail value of \$30,000 & both selling them at the lower end of the market. Hence, If the importer with the lower freight rates passes on the extra costs to the customer, their retail price increases to \$33,100, maintaining the same port-freight profitability as before. But, if the importer with the higher freight costs also increases his sales price to the same level, they would still see their margin reduced from \$27,300 to \$21,900 - a 20% decline.

FOOD FOR THOUGHT

Will Smaller Shipper's sustain in current volatile freight conditions?

We would love to hear from you! Write to us at care@cargosol.com



CAREER OPPORTUNITIES



CUSTOMER SERVICE EXECUTIVE - CORPORATE KEY ACCOUNTS - MUMBAI

SUMMARY OF CIRCULARS





SCMTR EXTENSION (1st July 2021)



BREAK THE CHAIN (30th May 21)



<u>DISCONTINUATION OF PRINTING OF EXAMINATION ORDER</u> <u>IN BILL OF ENTRY (15th Apr 21)</u>





MISCELLANEOUS CHANGES ENABLED IN ICES (15 Apr 21)



BIS REGISTRATION (15th Apr 21)



MINISTRY OF CHEMICALS AND FERTILIZERS (15th Apr 21)



TRADE NOTICE 29Apr 21



SEA IMPORT



AIR FREIGHT



SEA EXPORT



TRANSPORT





INDIAN TEA EXPORTS 2021

- The tea industry likely to face decline in exports by 30-40 million kg this year compared to 2020.
- The availability of low-cost varieties in the global market & trade restrictions in countries are the reasons for the decline.
- The low prices of the Kenyan & Sri Lankan exports have taken a toll on the Indian exports in the last 2-3 years.



BANGLADESH'S ECONOMIC ACTIVITY

- While India's exports to traditional markets took a fall due to the pandemic, Bangladesh reported unprecedented economic growth; jumping 4 places to emerge as India's 5th largest export destination in the fiscal year that ended on 31 March.
- Exports to Bangladesh reported a surge of 11% in 2020 even amid India's overall exports reporting a 7% dip due to the pandemic, reveals government data.



ASSAM'S 'KAZI NEMU' - THE MARKETS OF LONDON

- 'Kazi Nemu', also known as "Assam's lemon", exclusively grown & found in the state of Assam, has made its way into the markets of London.
- A consignment was exported from Guwahati in June & is now available in different supermarkets across London,



APPROVAL FOR TRANSFER OF MIAL ADANI GROUP

- Adani Group said it has taken over the management of Mumbai International airport from the GVK group.
- The Group, last August had announced that it would acquire GVK Group's stake in Mumbai airport.
- Adani Group will have 74 % stake in Mumbai's Chhatrapati Shivaji Maharaj International Airport.

INTERNATIONAL YOGA 2021



Yoga happens beyond the mat!

Cargosol Logistics organized an Office Yoga session.

Our trainer - Ms.Pooja Tyagi armed us with Yoga techniques -

Pranayam & Stretching techniques

Each team has now set aside time to practice these techniques

We are now ready for More energy!! Brighter Moods! Relaxed mind!!



APPROVED FOR TRANSPORT UNDER CUSTOMS SEAL GB/C 16236 LR/2010 TYPE MANUFACTURER'S NO. MS 2120 RGOSOL LOGISTICS PVT.LTD. 2. Swaroop Arcade,5th Floor p Adarsha Industrial Estate dheri (East) ,Mumbai 400099 4:+91-22-66128000 MANUFACTURED BY: CONTAINER PROVIDERS INTL. (BVI) LTD. (As Agents Only) WNER'S NO TIMBER COMPONENT TREATMEN IM/TAILILEUM 400/2021 CSC SAFETY APPROVAL GB-LR 21468-7/2010 PERATING GROSS MASS STACKING LOAD FOR LING

CONTACT US:

5th Floor, Swaroop Arcade, Opp Adarsh Industrial Estate,. Sahar Road, Andheri-East, Mumbai -400069 Maharashtra, INDIA www.cargosol.com

sales@cargosol.com

+91-22-6612 6000

FEEDBACK

care@cargosol.com

DISCLAIMER

The aforementioned information is news and should be treated thus. In no way do we aim to influence you with guidelines. Cargosol Logistics is in no way responsible for the misuse or misinterpretation of this information.