

HAPPY INDEPENDENCE DAY

In celebration of
Freedom!
Cultural Diversity !!
Victorious rich History!!!



NEWSLINE

Cargosol Logistics is driven by 4
key values:

Commitment, Consistent
Efficiency, Customer Satisfaction,
Business Ethics & Compliance!



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

THIS ISSUE : Vol.30

Sea Freight | *Page 2*

Air Freight | *Page 3*

Transportation | *Page 3*

Shipper's Sourcing Dilemma | *Page 4*

Food for Thought | *Page 4*

Career Opportunities | *Page 4*

Industry Special | *Page 5*

Independence Day 2021 | *Page 5*

Brand New Containers | *Page 6*



SEA FREIGHT



VESSEL DIVERSIONS FROM NINGBO

- Operations suspended from 11th Aug, @ Meishan Island International Container Terminal (MSICT) due to Covid.
- MSICT accounts for 25% of the volumes at the 3rd largest port; concerns of Yantian-style disruption in supply chain.



'AMAZON MENTALITY' TO EASE CONGESTION

- Cordero, of Long Beach port says, North America needs an 'Amazon state of mind' tackling high volumes & congestion.
- Long Beach handled 784,845 teu in Jul'21, an increase of 4.2% over Jul'20 & projecting 10% growth in container volume.



US SHIPPERS BACK CHANGE IN SHIPPING LAW

- Federal Maritime Commission (FMC) to limit the high costs being borne in detention and demurrage (D&D) charges.
- The US Govt. is seeking to amend the 1984 Ocean Shipping Act & pass the Ocean Shipping Reform Act 2021 (OSRA21).



THREAT TO PEAK SEASON AS CARRIERS HUNT TONNAGE

- Alhaliner's inactive fleet update on 2 Aug recorded 164 ships, for 585,105 teu, as idle, 8 more than 19 Jul.
- However, this increase was mostly attributable to ships dry-docking for regular maintenance; 'commercially idle' ships actually fell by 8 to just 43 vessels, for 119,300 teu.



WAN HAI: LACK OF VESSELS HINDERING EUROPE TRADE

- Wan Hai has more than 40 ships on order & placed orders this year for 50,000 20ft boxes from China International.
- However, the dearth of ships available for charter or sale has caused Wan Hai Lines to put plans to re-enter the Asia-Europe tradelane on hold.



SHANGHAI PORT OPENS DISPATCHING CENTRE

- Shanghai International Port(SIPG) launches a coordination center, to transport empty containers from the port, to relieve equipment crunch @ Yangshan Port's Lingang New Area.
- It involves liners like, Maersk, MSC, CMA CGM & Evergreen.



NYSHEX LAUNCHES IN EUROPE

- The New York Shipping Exchange (NYSHEX) launches its ocean contracting digital container platform in Europe.
- NYSHEX claims a 99% fulfilment rate for its US contracts, compared with an industry average of just 60%.



DELAYS IN EUROPEAN INTERMODAL TRAFFIC

- Significant congestion returns to plague Europe's inland waterways, following July's flood damage.
- It is attributed to lack of berthing capacity available for barge traffic & drop in volumes by inland navigation services.



TS LINES STRETCHES ORDERBOOK WITH 6 FEEDER SHIPS

- TS Lines commissioned 6; 1,100 teu ships from China's Fujian Mawei Shipbuilding as it continues to increase its fleet.
- The ships would be built & delivered from March 2023.
- TS Lines is expanding its owned fleet through new buildings & second-hand purchases to counter rising charter costs.



COVID LOCKDOWNS @CHINA & VIETNAM

- South Vietnam lockdown has caused a 100,000 teu pile-up.
- Shanghai & Ningbo are facing additional congestion.
- Cat Lai's yard density is 85%, 106,700 teu clogging terminal.
- SNP experienced a "rapid surge in the volume of over-dwelled import containers"

AIR FREIGHT

EDGY AIR CARGO MARKET COULD SEE 'A CRAZY' PEAK



- Air freight rates edge up in Jul'21, with fall in capacity due to cancelled flights & vast amounts of distressed sea freight.
- In India, it is reported that “every week there seems to be a substantial increase in rates, especially to Europe and the US.

HIGH AIR FREIGHT RATES OUT OF CHINA DUE TO LOCKDOWN



- Air freight rates ex-China soaring after Covid cases prompted the closure of Nanjing Airport, due to 'lax' procedures.

PREIGHTER FLIGHTS : ASIA CARRIERS



- With no let-up in travel restrictions, Asian carriers plan more passenger-freighter flights to cope with peak season demand.
- The 'preighter' phenomenon seems to be winding down in the US and Europe.

DITCHING CARGO - AS PASSENGER FLIGHTS RESUME



- Airlines are switching European airports as severe staff shortages keep freighters on the ground for hours, while others have to fly before they are fully loaded.
- German & Belgian airports were said to be among the worst affected according to carriers.

'POORLY DETERMINED' CARGO LOAD FACTORS



- Frustrated airfreight shippers will be astonished to discover that cargo flights in 2020 were only half-full - IATA data.
- In a year when demand for air freight capacity grew exponentially in the 2nd quarter, as govts booked-out flights to carry PPE & forwarders struggled to find capacity.

TRANSPORT



1,300 CR FOR HIGHWAY @ UTTARAKHAND

- Union Roads, Transport & Highway Minister Nitin Gadkari announced INR 1,000 Cr. for new national highways in Uttarakhand & an additional INR 300 Cr. for the Central Road Infrastructure fund.
- A total distance of 105 km has to be covered by the Mussoorie- Chamba Koti Colony motor road to reach the Tehri Lake from Dehradun, due to which the entire route is in the mountainous area.

SEA FREIGHT



DUTCH SHIPPERS CHALLENGED

- Dutch customs is replacing its AGS & G(S)PA declarations systems with the Customs Declaration Management System (DMS) which as per users is a “challenge”.
- For big companies, a big impact is that in principle they have to notify Customs before goods are entered into declarants' records, unlike the present system.
- DMS creates an exemption for so called 'chain transactions'.



Shipper's Sourcing Dilemma

The soaring shipping costs are prompting companies to look for alternative sourcing. A survey of North American manufacturers are found 83% likely or extremely likely to reshore sourcing, a leap from 54% in March 2020.

US manufacturers are being presented with an unprecedented opportunity with an increased interest in reshoring. Frequent supply chain disruption, extending lead times significantly, the higher costs of logistics are causing companies to reconsider their options.

Apart from the skyrocketing container rates, the cost of land transport, including demurrage and detention charges have increased, undermining the viability of importing goods from Asia. Smaller companies have dropped unviable product lines or gone out of business, resulting in some low-cost products being in short supply.

Shippers plan to diversifying their supply chains to reduce the risk of single or limited sourcing, while others looked to production closer to their markets, or bringing production in house. Others find diversification often goes hand-in-hand with a regional shift with a trend of 'second sourcing', whereby companies open a 2nd source in a different geography.

FOOD FOR THOUGHT

For how long will elevated costs & supply chain disruptions affect sourcing considerations?

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














CAREER OPPORTUNITIES

-  [EXPORT DOCUMENTATION EXECUTIVE - MUMBAI](#)
-  [SR. EXECUTIVE - IMPORTS CUSTOMER SERVICE - MUMBAI](#)

SUMMARY OF CIRCULARS



-  [SCMTR EXTENSION \(1st July 2021\)](#)
-  [BREAK THE CHAIN \(30th May 21\)](#)
-  [DISCONTINUATION OF PRINTING OF EXAMINATION ORDER IN BILL OF ENTRY \(15th Apr 21\)](#)
-  [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](#)
-  [SEA EXPORT](#)
-  [AIR FREIGHT](#)
-  [TRANSPORT](#)



INDUSTRY SPECIAL



TIRUPATI AIRPORT WELCOMES DOMESTIC CARGO TERMINAL

- The new facility will facilitate the export of perishables to any destination which will help the farmers in the region Tirupati.
- This move will boost the business potential of e-commerce.



SURAT CIVIC AUTHORITY - FREIGHT CORRIDOR IN THE CITY

- The Indian Railways are working on building freight networks at small railway stations around Surat.
- The nationwide project aimed at improving ease of freight traffic movement is being executed as an economy booster.



VESSEL CONVERSION PROJECT IN TURKEY

- Indian Register of Shipping (IRClass), has just completed the classification of a 9589GT, 7 deck vehicle carrier to a livestock carrier named Freesia.
- This is the 2nd conversion of its type following the successful conversion of its 1st Lebanese-flagged vessel, Jouri, Apr 2020.



SECURED LOGISTICS DOCUMENT EXCHANGE PLATFORM

- The govt launches a secured logistics document exchange platform (SLDE) for digital exchange of logistics-related papers for freight movements.
- The digital initiative is now set to improve logistics efficiency, reduce logistics cost, & promote multi-modality & sustainability in a big way.



FROM THE HR DESK

Cargosol Independence Day 2021

Today @Cargosol Logistics we celebrated our rich victorious history through a fancy dress event, organized for the tiny tots of Cargosol.

We are empowered by our freedom, that every Cargosolite used to express what freedom is to them in the form of music and dance.

A celebration of the 75 years of Independence, of being a united yet diversified nation, a home to numerous cultures and the pulse of every Indian.

Happy Independence Day 2021!!!



10

Taken delivery of brand new containers



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.

