



APAC OCEAN MARKET UPDATE

Jun 2022





FAR EAST WESTBOUND MARKET



CAPACITY

Capacity

- Regular void plans remain in June
 - The Alliance: FE service focus
 - Ocean Alliance: FAL service Focus
- Vessel delays continue to restrict network capacity in June 2022, but we are seeing improvement.

Schedule Integrity

- Ongoing port congestion still occurring in Antwerp and Hamburg
- Carriers are considering adjusting service rotations to limit the number of calls
- Vessel slippages & vessels omitting various ports are frequent in the market now
- Schedule integrity remains a challenging issue in the near future.

MARKET TREND

Supply and Demand

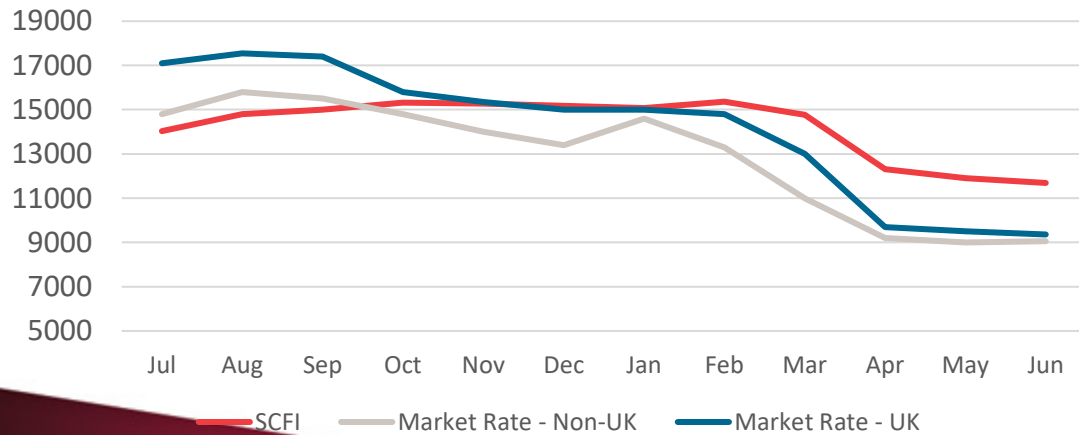
- Imports and exports dropped due to factory activity in China falling to the lowest level from overstock, as well as the impact of the war in Ukraine
- Shanghai has reopened after two months of COVID related lockdowns and restrictions, the demand in Shanghai will increase significantly start from the end of June.
- Labour restrictions coupled with high throughput volumes remain the primary constraint in China
- The export volume in South China and Qingdao will adjust due to the decline in demand for electrical appliances and department stores

OCEAN FREIGHT RATE

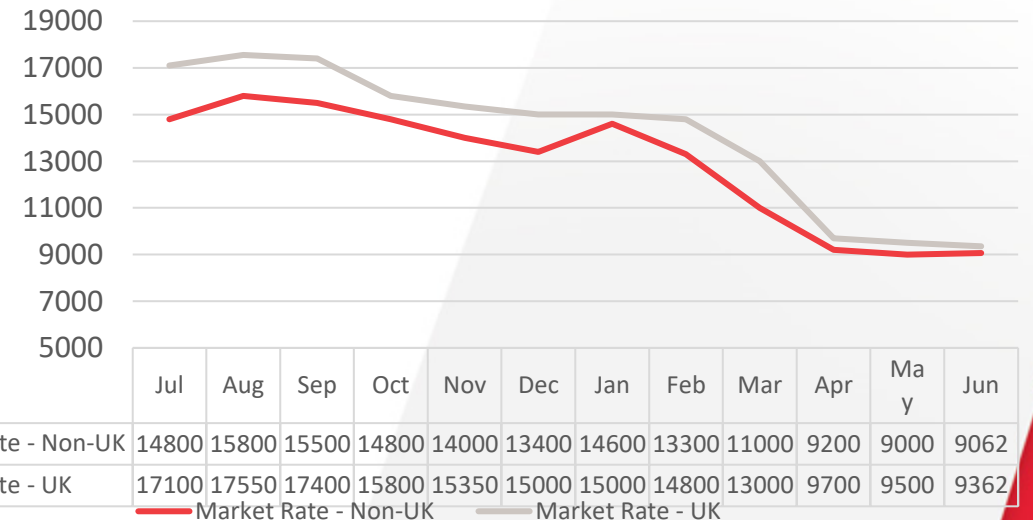


- Market rate in June 2022 has been adjusted to consider supply being impacted from market down trending
- FAK rates keep dropping since from February 2022 due to supply exceeding demand

NEUR - SCFI VS Market Rate 2021 - 2022



NEUR - Market Rate 2021 - 2022



MARKET OUTLOOK JUN 2022 MONTH ON MONTH DEVELOPMENT

DE/NL:		
POL	Capacity	Rate
SHA	-	-
NGB	-	-
XMN	-	--
YTN	-	--
TAO	-	-
HKG	-	-
HCM	-	-

UK:		
POL	Capacity	Rate
SHA	-	-
NGB	-	-
XMN	-	--
YTN	-	--
TAO	-	-
HKG	-	-
HCM	-	-

++	Significantly Increase
+	Small Increase
=	Remains Unchanged
-	Small Decline
--	Significantly Decline

EQUIPMENT SITUATION – WEEK 23-26

POL	20'	40'GP	40'HC	45'HC	40'RF
TAO	Manageable	Deficit	Deficit	Deficit	Deficit
SHA	Manageable	Manageable	Manageable	Manageable	Manageable
NGB	Deficit	Manageable	Deficit	Deficit	Manageable
XMN	Manageable	Manageable	Deficit	Manageable	Manageable
YTN	Manageable	Manageable	Deficit	Manageable	Manageable
HKG	Manageable	Manageable	Deficit	Manageable	Manageable
HCM	Manageable	Manageable	Deficit	Manageable	Manageable

Deficit
Manageable
Surplus





TRANSPACIFIC EASTBOUND MARKET



CAPACITY & MARKET TRENDS

Capacity

- Blank Sailing
 - THE Alliance: PS and PN service
 - OCEAN Alliance: PSW and PNW service
- Port Omission
 - OCEAN Alliance: Oakland and Seattle

Schedule Integrity:

- Huge delays due to worsening port congestion at Seattle and Tacoma
- Vessel slippages & vessels omitting various ports on the West Coast due to port congestion
- Vancouver "Waiting for Berth" remains critical with waiting time of up to 10 days due to terminal congestion driven by lack of westbound rail cars.
- Port congestion continues at Savannah with multiple vessel at anchor and dwell of up to 7 days

CAPACITY & MARKET TRENDS

Supply and Demand

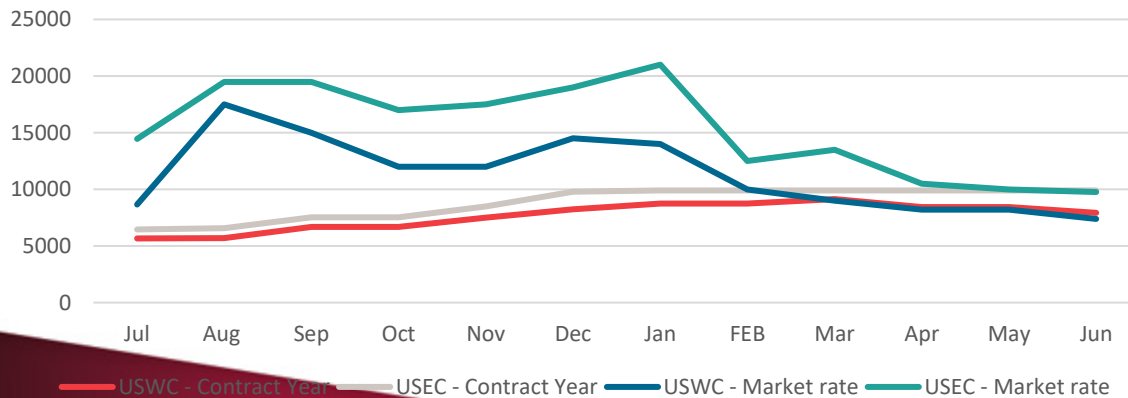
- Imports and export dropped as factory activity in China fell to the lowest level as per overstock
- Decades high inflation is expected to weigh on trade
- Shanghai has reopened after two months of Covid-19 related lockdowns and restrictions, the demand in SHA will increase significantly start from End of June.
- Labour restrictions coupled with high throughput volumes remain the primary constraint in China

OCEAN FREIGHT RATES

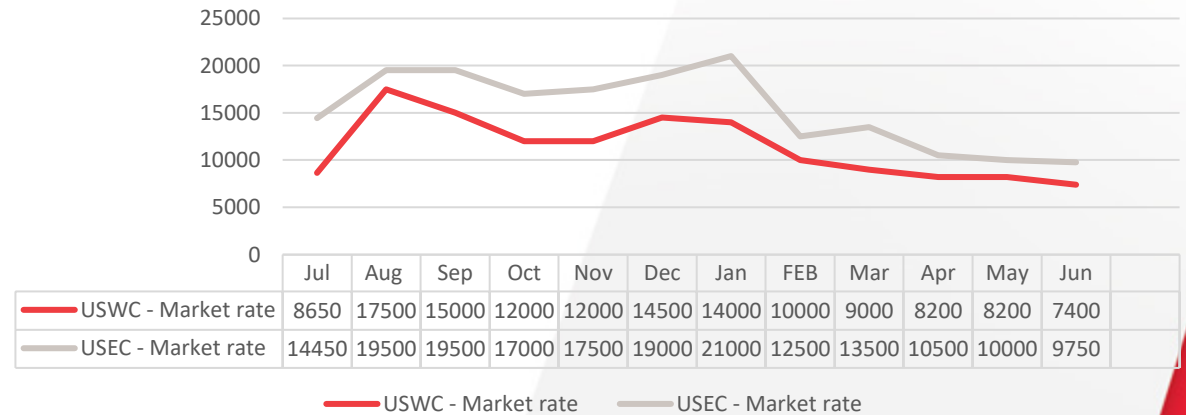


- Several carriers in June 2022 have adjusted their rates. West coast rates keep adjusting every week and east coast remains at the same level
- Market rates in June 2022 remain elevated, relative to demand softening in many major pockets, especially into US west coast ports.

TPEB Rate 2021-22
FAK vs Market rate



TPEB Market rate
2021-22



MARKET OUTLOOK JUNE 2022 MONTH ON MONTH DEVELOPMENT

USWC:		
POL	Capacity	Rate
SHA	-	-
NGB	=	-
XMN	-	-
YTN	-	-
TAO	=	-
HKG	-	-
HCM	-	-

USEC:		
POL	Capacity	Rate
SHA	-	-
NGB	=	-
XMN	-	-
YTN	-	-
TAO	=	-
HKG	-	-
HCM	-	-

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Deficit
Manageable
Surplus

