

NOVEMBER 2021

MONTHLY MONITOR



Market Update

India - **Air** space continues to be tight. AI and EK have imposed an embargo to JFK/ORD/LAX from Chennai. **Air** transit is taking on average 5-6 days to the US. Customs clearance is experiencing 2 day delays at DEL. **Ocean** rollovers continue as equipment shortage shows no sign of slowing down.

Bangladesh – **Air** rates are very high and may continue to escalate due to insufficient capacity. All transshipment hubs are congested especially DXB. **Ocean** rates continue to increase; there is heavy congestion at Chittagong causing 1-5 day delays. Carriers such as CMA, COSCO, OOCL, Hapag have started cancelling bookings for next 2/3 weeks, especially to USWC.

Sri Lanka - Demand for **air** capacity is high, with many charters operating; more commercial space will become available in November as airlines are adding capacity, which will help, but space will still be tight. Colombo port is being omitted on several rotations by steamship lines; the Port of Savannah is also being omitted on US bound rotations due to congestion.

Hong Kong - **Air** rates are high and will be stable in November, while demand is forecasted to remain strong. **Ocean to air** conversions continue to add to market congestion. Many airlines have added capacity to handle the strong demand to the US and Europe. For **ocean**, regional equipment shortages will continue to hamper movement for US bound cargo. Advanced booking of at least 3-4 weeks is required.

*Happy Holidays
From Around The Globe!*

Date	Holiday	Origin
November 1st	KANNADA RAJYOTSAVA	India (BLR)
November 4th	Public Holiday	Sri Lanka
November 4th	Diwali	India
November 4th	Deepavali	Malaysia
November 9th	Independence Day	Cambodia
November 18th	Public Holiday	Sri Lanka
November 18th-20th	Water Festival	Cambodia
November 19th	Guru Nanak Dev Birthday	India (DEL and BLR)
November 25th	Thanksgiving	United States

Wen-Parker Logistics' Chief Executive Officer, John Singleton, will have a special commentary printed in the January Outlook Issue by the Journal of Commerce.

Shanghai – Demand for **air** space will remain high and continue to climb due to origin backlogs and surging demand. Capacity for **both** modes will continue to be challenging, and cargo must be booked well in advance. Rates will continue to rise for **air** and **ocean**, while **ocean** transport is faced with changing schedules, congestion and regional equipment issues. A large number of ships are anchored off Shanghai and Ningbo waiting for berths.

Shenzhen - Rates for **both** modes will show continued increases for the next month. **Ocean** space is tight and port congestion issues continue to hinder cargo movement into US ports.

South East Asia

Cambodia - Advanced bookings for **air** cargo bound for the US for November indicate high demand and tight capacity. Cambodia origin **air** cargo continues to flow through regional airports like SGN and BKK. **Ocean** volume will increase as demand remains strong; delays are evident due to equipment issues/shortages and port rotation changes.

Indonesia - Rates for **air** will increase due to strong demand. Carriers such as EK, QR, and BR will add flights in November which will help the challenging current space situation. For **ocean**, demand for space will remain at an elevated level as will rates.

Malaysia – Demand will continue to remain high and space for **both** modes of transport will be tight, with rates escalating as well. Regional issues for equipment is affecting transit to US ports that have major congestion issues.

Thailand – Demand remains high for **both** modes of transport, with **air** rates increasing while **ocean** rates remain high but stable. The demand will remain high for the next few weeks due to strong demand and regional equipment issues, which continue to hamper transit for US bound **ocean** cargo.

Philippines - **Air** demand and rates are very high, due to insufficient **air** capacity and congestion at MNL airport. **Airlines** are diverting cargo to other airports like Cebu due to congestion at MNL and lack of space. **Ocean** is experiencing delays due to equipment issues, high demand and vessels skips/port delays.

Vietnam (Ho Chi Minh) – Commercial **air** space is limited; demand is increasing as local factories continue opening after COVID lockdowns, and many charters are operating from SGN. The **airport** at Ho Chi Minh is in a very serious situation due to lack of space and an abundance of arriving cargo. Backlogs are also common at transit hubs causing delays. Port skips are occurring, as mother vessels and feeders are sometimes skipping or not leaving as scheduled.

Vietnam (Hanoi) – **Air** space from Hanoi to the US is in high demand as there is insufficient commercial capacity, due to airlines converting flights to charters. This will last until after week 45, when some improvement should start to occur. **Ocean** rates are high but stable as containers are in short supply in the area. This situation will continue through November. Port Congestion surcharge will be in effect for US destined cargo.

United States

US **airports** and **seaports** continue to struggle with large volumes of incoming/outgoing cargo. All large US gateway airports have extended waits to recover import **air** freight. **Ocean** port delays are occurring on both coasts, especially USWC ports with significant delays of up to 16-25 days, especially IPI shipments due to rail delays. USEC ports are less affected, but still handling large volumes and port delays are occurring more frequently.

Air & Ocean Transportation
Customs Brokerage
Freight Brokerage
Purchase Order Management
Warehousing & Distribution Services
eBusiness Fulfillment