



NEWSLINE

Cargosol Logistics is driven by 4 key values:

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



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

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SEA FREIGHT



THAILAND TO LAUNCH NATIONAL LINER OPERATOR

- The Thai govt instructs Port Authority of Thailand (PAT) to establish a national liner operator by mid-2022 to overcome high freight rates & increase local carrier exports.
- The national shipping line will enhance infrastructure utilization for various govt projects, soon to be completed.



WAN HAI RECONSIDER ASIA-EUROPE TRADES

- With freight rates from Asia to North Europe some 700% higher than 2020, Wan Hai could be preparing to re-enter the market in 2022 with smaller vessels.
- Smaller containerships, uneconomic in 2020 are now back in vogue, due to high freight rates across multiple trades.
- Wan Hai ordered more containerships in the last 6 months than any other carrier.



MAERSK REVAMPS NETWORK IN WEST & CENTRAL ASIA

- Maersk to redesign its network in west & central Asia which will be implemented with/without 2M alliance partner, MSC.
- Network adjustments in Asia to involve the launch of 2 new services, while an existing service will be upgraded from fortnightly to weekly.



SEA LEAD CHARTERS BOX SHIPS TO MEET GROWING DEMAND

- Sea Lead Shipping has chartered 9 box ships in a deal linked to US private equity player Oaktree Capital Management.
- Firming container freight rates have seen Sea Lead, which operates ships of 700-5,500 teu, upsizing its fleet to meet rising demand.



IPPC - CLEAN CONTAINER CERTIFICATION

- Members of International Plant Protection Convention (IPPC) push for the industry to clean every container & provide certification, to prevent the spread of invasive species.
- IPPC set up the Sea Container Task Force 5 years ago, which is due to report back by end of 2021 on progress made.



NEW FMC AUDIT PROGRAMME

- The Federal Maritime Commission (FMC) launched the 'Vessel-Operating Common Carrier Audit Program' on 19 July.
- To review whether ocean carriers are violating requirements of FMC in the implementation of penalties for D&D charges.



MSC TO OVERTAKE MAERSK IN LINER RANKING

- The leasing unit at China Merchants Bank, orders 2- 16,000 teu ships from GSI for long-term lease to MSC.
- The company has financed more than 10 ships for MSC.
- The new buildings will allow MSC to overtake its alliance partner, as the largest container line.



FIRES CAUSING RAIL DISRUPTION @VANCOUVER

- Rail services resumes between the port of Vancouver & the Canadian interior, after the devastating fire.
- Constraints on the rail network cause cargo to pile up on docks & ships to line up for service with cargo being diverted.
- Trains are back in action after a 2 day stop, but the traffic moving is a far cry from volumes seen before the fire.

AIR FREIGHT



LUFTHANSA CARGO REDUCES FREIGHTER FLIGHTS

- Lufthansa Cargo had to cut between 3% - 5% of its freighter flights after a temporary agreement with pilots ended.
- The cuts come as Lufthansa Cargo ups its 777F capacity, with 2 new aircraft scheduled to join the fleet in Sep & Oct.



CARGO AIRLINES STEP UP DRIVE TO USE MORE SAF

- Top names of the industry step up their environmental programmes, as shippers become increasingly interested in emissions reduction.
- The SAF scheme enables airline customers to power a share of their flights with SAF, which cuts emissions by up to 85%.



OIL PRICE VOLATILITY INCREASE AIRFREIGHT COST

- Shippers face more increases in airfreight costs as the surge in oil prices lifts carrier fuel surcharges & the airlines themselves face a dilemma over fuel price hedging.
- The price of oil gushed through the \$75-a-barrel mark on 13 July, nudging upward in 2021 & so far has gained about 43%.



POOR WEATHER IN CHINA-FLIGHT CANCELLATIONS

- 4,500 flights out of Chinese airports have been cancelled this week, owing to Covid lockdowns & poor weather.
- Flight activity has picked up slowly, but the flight numbers remain below normal levels.
- Warehouse stopped container loading & terminals deliveries.

TRANSPORT



INDIAN RAILWAYS' OXYGEN EXPRESS

- Indian Railways' Oxygen Express is set to embark on its journey to transport 200 metric tonnes (MT) of Liquid Medical Oxygen (LMO) to Bangladesh, the Ministry of Railways said on Saturday.
- An indent was placed at Tatanagar in Chakradharpur Division under South Eastern Railway to transport 200 MT of Liquid Medical Oxygen to Benapole, Bangladesh," a press release from the Railways Ministry stated.



MULTI-MODAL LOGISTICS PARKS

- The Cabinet Committee on Economic Affairs (CCEA) had mandated the Ministry of Road Transport & Highways to set up 35 Multi-Modal Logistics Parks (MMLP) across India under Public-Private Partnership model.
- Guwahati, Nagpur, Chennai, Bangalore, Indore, Mumbai, Hyderabad, Coimbatore, Pune, Surat, Sangrur, Delhi-NCR, Jaipur, Kolkata, Ambala, Nashik to name a few.



Supply chain Nightmare

Frustrated shippers & importers are yearning for an end to constant supply chain disruption & sky-rocketing rates. However, some industry executives envisage a return to calmer waters by the end of 2021.

The impact of congestion will persist through 2021 & experts warn that normality won't return before Feb & possibly even later. Demand is continuing to outpace supply & things are supposed to return to some equilibrium once consumer demand shifts markedly from goods to services, but even then low inventory levels will require some restocking.

Moreover, the 2022 peak season might be under way by the time the volume surge & its supporting factors run out of steam. Most Shippers have been shipping the Christmas products since May & importers are not going to wait until Sept to order products because they would not get to the US before Jan. Shippers & importers seeing this will start even earlier next year & its forecasted that those who shipped in May this year may start in March next year.

Regardless of when things will settle, the industry isn't going to witness a return to pre-Covid pricing levels for ocean freight and its predicted that container rates will settle around \$5,000.

FOOD FOR THOUGHT

When will Shippers see light at the end of the tunnel, moving towards normalcy?

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



AVIATION MINISTRY SETS UP ADVISORY GROUPS

- The civil aviation ministry has constituted 3 advisory groups, represented by members of airlines, airport operators, cargo carriers, ground handling companies, flight training organizations, & maintenance, repair & overhaul companies to address & solve challenges faced by the sector.
- These 3 groups will be chaired by Civil Aviation Minister.



INDIAN GOVT PROCURES RECORD QUANTITY OF WHEAT IN 2021-22

- The govt has procured record 43.33 million tonne of wheat in the 2021-22 rabi marketing season, the Food Ministry said, as against 38.99 million tonne (MT) in the 2020-21.



FIRST CONSIGNMENT FROM UTTARAKHAND EXPORTED

- The 1st consignment of vegetables sourced from Haridwar, Uttarakhand was exported to Dubai on Monday.
- The Uttarakhand govt has been giving a major push to organic farming in the state, supporting thousands of farmers for organic certification.



INDIAN EXPORTERS HIT WITH CONTAINER SHORTAGE

- Exporting units faced shortages of containers, longer waiting time to get containers at ports resulting in a hike in freight charges.
- Most of the shipping lines have taken to online business.

FROM THE HR DESK

Cargosol Friendship Day 2021

The celebrations began on July 5th, 2021, where in all employees at Cargosol were encouraged to share a meal with someone new. Notes were then left in personalized cards for every employee, which was handed over to them on Friendship Day. The smile on every face was indeed a glorious moment!

Are we ever too old to exchange friendship bands? Cargosol revisited the bands trend. Not one wrist was left empty, cause that's how close knit we are!!!

At Cargosol, we celebrate Friendship everyday!
Kyun ki har ek friend zaroori hota hai!





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Taken delivery of brand new containers



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