

Shipco Global Advisory Coronavirus Contingency Plan

Dear Valued Customer,

Due to the health crisis in China, there has been a considerable impact on the supply chain, inventories, transportation etc and the resulting costs are significant. With Chinese factories likely not to resume full production for another 3-4 weeks, it will have a major and lingering impact for many businesses around the world. A need therefore may arise to activate contingency plans, simply to keep production going or to have retail inventory for sales.

We already see air capacity reduced significantly with hundreds of passenger flights being halted. There are over 50% more blank sailings ex China in February this year versus last year.

With less containers going to other markets, that can create a shortage of equipment in North America and Europe. Port infrastructure challenges once all factories are back up to full steam is likely also.

At Shipco, we can't change the current situation, but we can try to offer clients alternative options of moving cargo out of China during this difficult period:

AIR-SEA AND SEA-AIR SOLUTIONS TO/FROM CHINA:

With air capacity severely reduced both to and from China, we can offer relayed service via Seoul and other Asian gateways . For instance, we offer **9 weekly Ocean LCL services** from China into Busan, South Korea with a **1-4 day transit time**. Cargo connects to our Korean AIR program in Seoul to worldwide destinations. Minimum 500KGS per shipment. Similar is available the other way too. Pricing and service information is available by contacting AirSPotRate@shipco.com.

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CHINA to USA EXPEDITED SERVICES:

With a shortage of inventory in USA, there will be an urgency to move cargo once it is available. We have existing FAST LCL service ex Shanghai and Ningbo into Los Angeles with transit times to Los Angeles from Shanghai of 11 days and from Ningbo of 12 days. Furthermore, we operate 90 weekly LCL services from China into USA that can help avoid congestion, holds and delays at busy gateway ports. There are direct intact boxes to 13 major US cities.

CHINA to EUROPE RAIL:

Shipco offers weekly own LCL consolidations from China into Europe, that can help alleviate congestion going to Europe:

Chengdu to Warsaw, Poland Hefei to Hamburg, Germany

Both with on carriage possibilities throughout Continental Europe and Scandinavia. Hamburg to Hefei LCL service is also operated on the China inbound leg

We will monitor the situation and our experts will continue to work with clients to find alternative solutions as needed during this ongoing crisis.

Please contact your local Shipco office for more information on our expedited LCL services and Europe Rail programs.



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