

e-Newsletter from



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40FT CONTAINER

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# FREIGHT MARKET

Ex  
INDIA

## UPDATE



### AIR UPDATE

- Expensive and unreliable ocean freight is pushing shippers to air cargo, but this demand is impacting pricing and increases the landed cost of goods.
- Higher consumer demand has pushed global air cargo volumes back to the Pre Covid levels.
- Expectations are that air cargo peak season, normally in Oct and Nov, could start in Sept with importers rushing to make sure that holiday inventories arrive in time.

### OCEAN UPDATE

- The market remains strong and space situation persists to be tight in July.
- Space and equipment situation remains tight and rates will continue to go up in July.
- Demand remains strong and pushes the rates to historical new high.
- Vessels are full with heavy 20' containers, carriers are looking for 40' containers to stabilise the utilisation.
- Carriers preferring light weight cargo and releasing space to light weight cargo more likely.
- Destination free time reduced.
- Vessel delays continue to lead to port congestions and tight equipment situation
- Booking needs to be placed 3-4 weeks in advance



May this festival of sacrifice, faith and purity  
abundant your life with joy and good health.

EID-AL-ADHA

HAPPY  
BAKRID





# GLOBAL CONTAINER PRICE INCREASES

332% YOY TO \$8,061 PER  
40FT CONTAINER

Drewry's composite World Container index rose 15.9 percent or \$1,104 to reach \$8,061.65 per 40 ft container, which is 332 percent higher than the same week in 2020.

Freight rates surged on the transpacific lanes, for instance; rates on Shanghai-New York and Shanghai-Los Angeles soared 39 and 34 percent to \$11,180 and \$8,548 per feu, respectively.

Spot rates on Shanghai-Genoa increased

\$603 to stand at \$11,448 for a 40ft box, which is 540 percent higher than same period in 2020.

Similarly, rates on Shanghai-Rotterdam gained \$779 to reach \$11,975, a Y-o-Y change of 626 percent.

Likewise, rates on both New York-Rotterdam and Rotterdam-New York grew 3 percent to come in at \$1,155 and \$4,744 for a 40ft container, respectively.

Route	10-Jun-21	17-Jun-21	24-Jun-21	Weekly change (%)	Annual change (%)
Composite Index	\$6,727	\$6,957	\$8,062	16% ▲	370% ▲
Shanghai - Rotterdam	\$10,522	\$11,196	\$11,975	7% ▲	578% ▲
Rotterdam - Shanghai	\$1,715	\$1,583	\$1,649	4% ▲	35% ▲
Shanghai - Genoa	\$10,472	\$10,845	\$11,448	6% ▲	540% ▲
Shanghai - Los Angeles	\$6,313	\$6,358	\$8,548	34% ▲	223% ▲
Los Angeles - Shanghai	\$808	\$931	\$1,041	12% ▲	99% ▲
Shanghai - New York	\$8,251	\$8,017	\$11,180	39% ▲	249% ▲
New York - Rotterdam	\$1,012	\$1,121	\$1,155	3% ▲	123% ▲
Rotterdam - New York	\$3,988	\$4,607	\$4,744	3% ▲	84% ▲





## BLR Airport handles 483,460 kg mango exports from March to June



Kempegowda International Airport, Bengaluru (KIAB/ BLR Airport/) has processed 483,460 kilograms of mangoes in four months from March to June 2021. The month of June witnessed the highest movement of mangoes with 169,882 kg. A total of 158,936 kgs were processed in May, 110,886 kg in April and 43,776 in March.

This year, Doha emerged as the leading destination for mangoes from Bengaluru, with 140,000 kg, followed by London (68,000 kg) and Singapore (55,000 kg).


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## Adani takes management control of Mumbai International Airport from GVK

Adani Airport Holdings (AAHL), a wholly-owned subsidiary of Adani Enterprises Ltd, has taken over the management control of Mumbai International Airport (MIAL) from the GVK Group following the MIAL board meeting on Tuesday (July 13, 2021).

This follows approvals received from the government of India, the City and Industrial Development Corporation (CIDCO) of Maharashtra, and the government of Maharashtra.

MIAL is India's second busiest airport by both passenger and cargo traffic. With eight airports in its management and development portfolio, AAHL is now India's largest airport infrastructure company, accounting for 33 percent of India's air cargo traffic and 25 percent airport footfalls.

After winning the Airport Authority of India's global tender to modernize and operate six airports – Ahmedabad, Lucknow, Mangaluru, Jaipur, Guwahati and Thiruvananthapuram – Adani Airports received the letter of award to operate, manage and develop these six airports for a period of 50 years.





## SpiceXpress starts freighter service to Pittsburgh International Airport

After welcoming recent cargo flights from Bangladesh, Hong Kong and South Korea, Pittsburgh International Airport added a new shipping partner from Asia this week.

SpiceXpress, India's cargo airline, landed its first-ever flight in Pittsburgh on Wednesday, followed by another on Friday. They are the first of 40 planned cargo flights that will arrive from Vietnam to Pittsburgh this year.

The twice-weekly service delivering garments from Asia is the latest route to join PIT's growing and diverse roster of air cargo partners.

The airport currently hosts twice-weekly cargo flights on Qatar Airways, along with daily flights from Amazon Air, FedEx and UPS, in addition to shorter but well-received stints from airlines like Finnair and Volga Dnepr. Cathay Pacific and National Airlines Cargo are also regular visitors to Pittsburgh International Airport. Airport officials cited the large cargo gains over the past year. Total cargo through May is up 17 percent from the same period last year.



## Cathay Cargo enables real-time shipment tracking with Ultra Track solution



Cathay Pacific Cargo is rolling out its Ultra Track data-logging solution at 29 airports in its global network.

The carrier said the solution is the first internet of things (IoT) application that enables remote connection to shipments.

Ultra Track uses Descartes Core Bluetooth Low Energy (BLE) network, tags and readers to enable real-time visibility of shipments' data via loggers and transmitters.

The solution is suitable for pharmaceutical, perishable and other vulnerable shipments.

Data captured via the loggers and transmitters includes: GPS location, temperature and – depending on the type of shipment – light, humidity and vibration.

## Mumbai airport's automotive cargo surpass pharma cargo during lockdown

Mumbai airport's cargo facilitated the movement of approximately 360 tonnes of automobiles, handling over 180 cars between April 2020 and May 2021. Prior to COVID-19, pharma goods had the largest share of airport shipments at 26 percent while automobiles had 23 percent.

Between April 2020 and May 2021, the Chhatrapati Shivaji Maharaj International Airport Mumbai (CSMIA) witnessed a shift in the import and export of goods transported through the airport, with automobiles accounting for the highest movement, dominating 31 percent of the total volumes at the airport, followed by pharma goods at 29 percent.



## Cargo booking begins at Prayagraj airport on experimental basis



After the Airport Authority of India (Prayagraj region) received permission for handling the cargo services from the Prayagraj airport at Bamrauli, the authorities have

decided to start the service on an experimental basis and to start the regular booking only from July 15

## IAG Cargo targets textiles and perishables with Maldives service



IAG Cargo has launched a direct service — operating three times per week — from Madrid, Spain, to Male, the capital city of the Maldives.

The carrier said the service will strengthen its presence in South Asia, adding to its Bangalore, Mumbai and Delhi routes in India.

Cargo expected to be transported on the Madrid-Barajas route — which is being operated by Iberia A330-200 and A330-300 wide-body aircraft — is textiles and perishables, access to key markets in Europe, Latin America, US and elsewhere.

## Vietnam's first cargo-only airline nears takeoff



Vietnam's first all-cargo airline, led by local retail conglomerate Imex Pan Pacific Group, aims for launch as early as 2022 to take advantage of soaring demand in the air freight market.

The group known as IPPG will establish IPP Air Cargo at a capitalization of 2.4 trillion dong (\$104 million). IPPG sees a ripe opportunity to capture air cargo demand, which has surged during the coronavirus pandemic. Foreign rivals dominate nearly 90% of Vietnam's market, the group said.

## Lufthansa Cargo Eyes Intra-European Services with A321 Conversions

To cater to the increasing demand for cargo worldwide,

Lufthansa Cargo announced, about its intention to start focusing more on the growth of its cargo capacities by permanently converting two of its parent airlines' Airbus A321 passenger aircraft into freighters.

The twin-engine, medium-haul aircraft will be converted with large cargo doors for the convenient facilitation of container transportation on the main deck and will be expected to start operations by Lufthansa CityLine — on behalf of Lufthansa Cargo — at the beginning of the year 2022.

Considered as one of the most flexible aircraft in its class, the two Airbus A321XLRs will use standardized cargo pallets.







## JNPT moves 441,984 TEUs, ICD traffic of 88,849 TEUs, 548 rakes in June

Jawaharlal Nehru Port Trust (JNPT) recorded a throughput of 441,984 TEUs in June 2021 as compared to 289,292 TEUs in June 2020, a growth of 52.78 percent as compared to the same period last year.

In terms of rail operations, JNPT handled 88,849 TEUs of ICD traffic from 548 rakes in June 2021, and the Rail-Coefficient is 20.10 percent.

JNPT handled two containers of medical accessories in the vessel MV Hyundai Privilege with a total quantity of 23.8 MT. JNPT's APM Terminal handled Covid-related medical accessories in the vessel MV Hyundai Hong Kong, handled two cryogenic containers with medical-grade oxygen in the vessel MV Mol Garland, and four containers with medical accessories on the vessel MV Hyundai Platinum. Additionally, MV CMA CGM RIGOLETTO brought containers with medical accessories.



## Hapag-Lloyd to increase rates from Asia

Hapag-Lloyd has announced several new charges from Asia ports that will take effect from late July and August.

Firstly, the German liner operator has applied a General Rate Increase (GRI) of US\$500 per 40' standard or high cube container from India ports of Mundra, Nhava Sheva, Hazira, and Pipavav, to Bangladesh. The surcharge will be effective from 20 July.

Twelve days later, on 1 August, the container shipping company will implement another GRI of US\$1,000 per unit, from the Indian Subcontinent (Bangladesh, India, Sri Lanka, and Maldives), Arabian Gulf (United Arab Emirates, Bahrain, Iraq, Kuwait, Oman, Pakistan, Qatar), and Saudi Arabia (Yemen, Jordan, Saudi Arabia) to West Africa (Angola, Benin, Côte d'Ivoire, Ghana, Mali, Mauritania, Nigeria, Senegal) and South Africa.

On 1 August and effective for two weeks, the Hamburg-based carrier will set an increase of US\$1,000 per unit in its ocean tariff rate for all cargo types, travelling from the following ports in Middle East and Pakistan to Rotterdam and London Gateway.

Last but not least, Hapag-Lloyd will push up its rates from Indian Subcontinent (India, Bangladesh, Pakistan, and Sri Lanka) and Middle East (UAE, Qatar, Bahrain, Oman, Kuwait, Saudi Arabia, Jordan, and Iraq) to the United States and Canada, starting on 15 August. The GRI will be US\$1,200 per TEU and US\$1,500 per FEU for all dry, reefer, non-operating reefer, tank, flat rack, and open-top containers.

## CMA CGM introduces new intermodal services in Asia and Africa

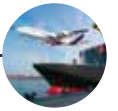


The French carrier, CMA CGM has announced the launch of two new intermodal solutions in Asia and Africa.

Firstly, CMA CGM has introduced its new rail product connecting the world from/to Aswan, Egypt with a weekly train through Damietta and Ain Sokhna corridors connecting with Med Lines and Rex.

CMA CGM said that transit time inland to Aswan Ramp is three days and 6th of October Ramp one day. Additionally, Aswan is reached in 31 days from Shanghai and 6th of October in 29 days.





## New weekly service connects Chennai, Cochin DP World terminals to Jebel Ali

Global logistics company DP World welcomed a new weekly India South Gulf (ISG) Service, jointly operated by a global shipping line – Evergreen Line, and feeder operators – Feedertech and Express Feeders, at its port terminals in Chennai and Cochin.

The service Port rotation is Chennai – Colombo – Cochin – Jebel Ali – Cochin – Colombo – Chennai.

The new weekly service will directly connect DP World operated Chennai Container Terminal (CCT) and International Container Transshipment Terminal (ICTT) at Cochin with the Middle East Region.



## Evergreen to buy 6,000 new reefers



Evergreen Marine Corporation is reported to have ordered 6,000 new reefer containers from the Chinese manufacturers, Guangdong Fuwa Equipment Manufacturing (Fuwa), according to the Taiwan Stock Exchange Inc. & Taipei Exchange. The cost of the supposed acquisition will be US\$39.975 million.

Fuwa which is said to be the builder of the new reefer units is a part of Guangdong FUWA Engineering Group, a global trailer axle manufacturer.

The company entered the cold chain equipment manufacturing industry and built up reefer container manufacturing in 2016 with the production line for standard reefers being on operation, while the line for special reefer container production is in progress. After they are fully used, the production capacity for the standard containers will be 25,000FEU and for the special container 10,000 units. The Evergreen's order for the new reefer boxes follows the announcements from Hapag-Lloyd and Wan Hai in May, when both companies had secured huge container orders.

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*Wishing you a very*



**JHADAHV  
SUSHIL VASANT**  
15th JULY



**R.PRAKASH**  
26th JULY

## Ocean Network Express adds 27,500 new units to reefer container fleet

Ocean Network Express (ONE) announced the expansion of its current refrigerated container (reefer) fleet by adding another 27,500 new units (including 850 units equipped with advanced Controlled Atmosphere (CA) technology) to meet the growing demand for refrigerated cargo around the world.



## European carriers to increase rates from Asia



The European shipping companies Hapag Lloyd and CMA CGM have announced new charges from several Asia regions to various destinations worldwide, which will take effect from late July and August.

Firstly, Hapag-Lloyd will implement a General Rate Increase (GRI) of US\$300 per standard TEU and US\$600 per standard and high cube FEU, from Bahrain to the Indian Subcontinent (Bangladesh, India, Sri Lanka, Pakistan) and the Middle East (UAE, Oman, Saudi Arabia, Bahrain, Iraq, Jordan, Kuwait, Qatar, and Yemen). The increase will be effective from 23 July.

In addition, the German liner operator will raise prices by US\$100 per standard and high cube unit, from Karachi and Pakistan to the Arabian Gulf (UAE, Oman, Kuwait, Iraq, Bahrain, Qatar, and Dammam and Jubail, Saudi Arabia). This increase will begin on 1 August.

On the same date, the Marseille-based CMA CGM will apply a Peak Season Surcharge (PSS) of US\$1,000 per TEU of dry cargo travelling from India to North Europe, Baltic, Mediterranean, Black Sea, North Africa & Morocco.

## CMA CGM announces new surcharges worldwide

CMA CGM has published several new peak season surcharges (PSS) across the world, which will be effective from late July and August.

Firstly, the marseille-based liner operator has introduced a PSS of €150 (US\$178) per unit from North Europe, Scandinavia, and Poland to Colombia and the Dominican Republic, effective from 1 August.

On the same date, another CMA CGM PSS will be implemented from North Europe, Portugal, Faroe Islands, Scandinavia, and Poland, except France and United Kingdom, to West Coast of South America and Mexico West Coast for dry, Out of Gauge (OOG), and reefer cargoes. The surcharge will be €500 (US\$593) per TEU.

Five days later, the same surcharge will launch for the destinations of Ecuador and Colombia.

Furthermore, a PSS of US\$1,000 per TEU with container gross weight equal or over 20 tons will be applied from Indian Subcontinent, Middle East Gulf, Red Sea, and Egypt to US East Coast, US Gulf & Canada East Coast, taking effect on 1 August.

In addition, the liner operator will add a PSS of €200 (US\$237) per unit, from Greenock and Grangemouth in Scotland to East Coast Central America, the Caribbean and El Salvador, starting from 1 August, and 10 August for shipments to Colombia, Panama, Venezuela, and Puerto Rico.

Last but not least, a PSS of US\$750 per TEU will be introduced on 21 July for dry cargoes, travelling from Indian Subcontinent, Middle East Gulf, Red Sea, and Egypt to Mauritania, Senegal, Gambia, Guinea (Conakry), Sierra Leone, Liberia, Côte d'Ivoire, Equatorial Guinea, Togo, Cape Verde, Guinea Bissau & Sao Tome.



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