

## SMTc Logistics Update

April 11, 2022

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**East China (Shanghai)** Shanghai city is still in lock-down and not lifted as of today, till further notice. Public transportation in Shanghai remains closed, while productions/businesses are still halting.

- Heavy Air - Airfreight at the PVG is still impacted with limited operations. Many flight cancellations. Some export cargo via Zhengzhou (CGO) airport and surrounding facilities are slowly getting congested, some alternatives via Hangzhou, Wuhan, Qingdao, Beijing, Nanjing, even South China etc.
- Ocean - FCL remains operative, while no LCL allowed. Ningbo is an alternative but positive cases detected over weekend, port remains operational.
- Export operations - Customs open but low efficiency with shortage of manpower.
- Trucking in Shanghai is limited in the city as many main roads are not yet unblocked, while cross-provinces are more critical.
- Small parcel: For DHL, they resumed outbound services from Shanghai (SHA), Zhejiang Area (HGH) and Jiangsu and Anhui Area (SZV, PVG) – with a temporary weight limit restriction of 30 kg per pick up (pick up address) per day until Friday April 15<sup>th</sup>. For the rest of the World to East China as above (inbound), service is still temporarily suspended.

SMTc continues to monitor all of our outbound shipment on all modes with PMs and supply chain advised and reviewing impacts with Shanghai suppliers. We expect 3+ delay when resumed less restrictions for 1-2 weeks. The situation is fluid, for the time being we keep monitoring and will provide updates if an obvious change occurs.

**Chuck Fries, VP Logistics & Planning**