



2021 International Freight Market Insight

March, 2021

PT. Kintetsu World Express Indonesia




kintetsu world express



Discussion Topics

1. Indonesia Economy market update
2. Shipping Industry market for Air freight
3. Shipping Industry market for Sea freight
4. An overview of Kintetsu World Express
5. Container round use




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Indonesia Economy market update

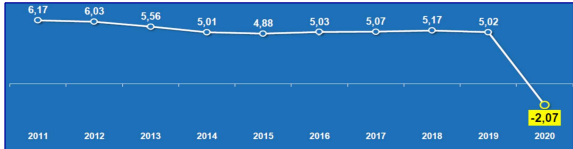


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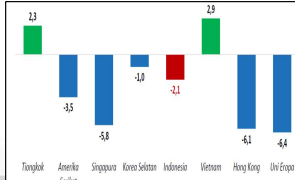


Indonesia Market in 2020

Indonesia's Economic Growth (y-on-y)



Year	Growth (%)
2011	6.17
2012	6.03
2013	5.56
2014	5.01
2015	4.88
2016	5.03
2017	5.07
2018	5.17
2019	5.02
2020	-2.07



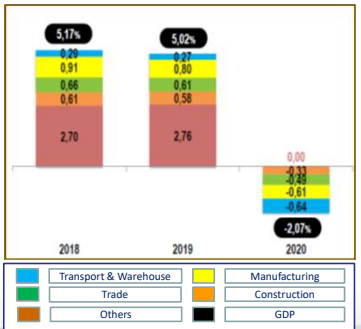
Country	Growth (%)
Taiwan	2.3
America Serikat	-3.5
Singapura	-5.8
Korea Selatan	-1.0
Indonesia	-2.1
Vietnam	2.9
Hong Kong	-4.1
Uni Eropa	-4.4

1. Indonesia plunged into contraction minus 2.07% in 2020, due to pandemic C-19
2. The economic growth of several major trading partner countries have plummeted also, only China and Vietnam recovered abruptly

Source: BPS

Indonesia Market in 2020

Sources of Indonesian Economic Growth (YOY in %)



Year	Transport & Warehouse	Trade	Others	Manufacturing	Construction	GDP
2018	2.70	0.61	0.66	0.91	0.29	5.17%
2019	2.76	0.58	0.61	0.80	0.27	5.02%
2020	-0.64	-0.61	-0.23	0.00	0.00	-2.07%

GDP

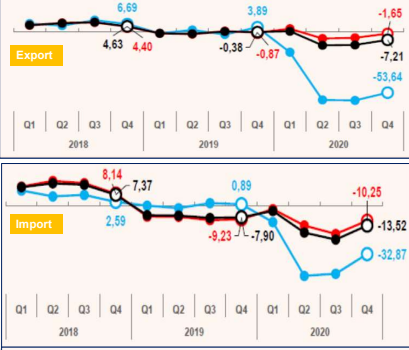
Transportation & Warehousing is the source of the deepest contraction, - 0.64%

Source: BPS

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Export and Import Growth



Quarter	Export (%)	Import (%)	Service (%)	Goods (%)	Total (%)
2018 Q1	4.63	8.14	2.59	7.37	4.63
2018 Q2	4.40	7.37	2.59	7.37	4.40
2018 Q3	4.40	7.37	2.59	7.37	4.40
2018 Q4	4.40	7.37	2.59	7.37	4.40
2019 Q1	4.40	7.37	2.59	7.37	4.40
2019 Q2	4.40	7.37	2.59	7.37	4.40
2019 Q3	4.40	7.37	2.59	7.37	4.40
2019 Q4	4.40	7.37	2.59	7.37	4.40
2020 Q1	4.40	7.37	2.59	7.37	4.40
2020 Q2	4.40	7.37	2.59	7.37	4.40
2020 Q3	4.40	7.37	2.59	7.37	4.40
2020 Q4	4.40	7.37	2.59	7.37	4.40

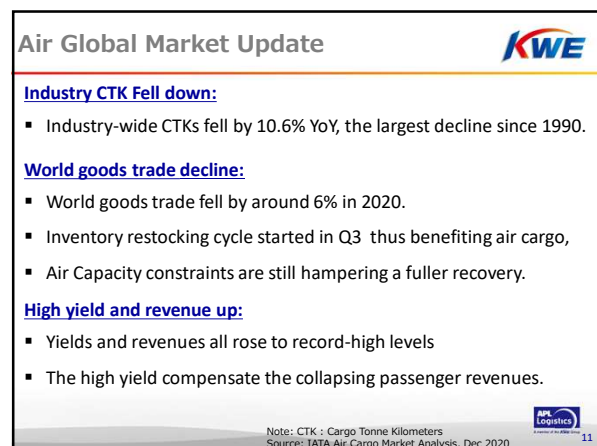
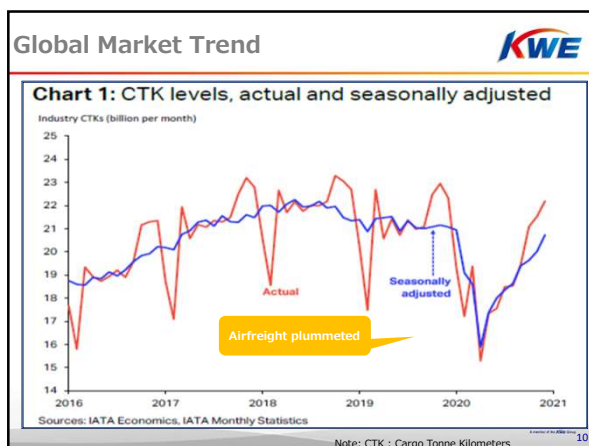
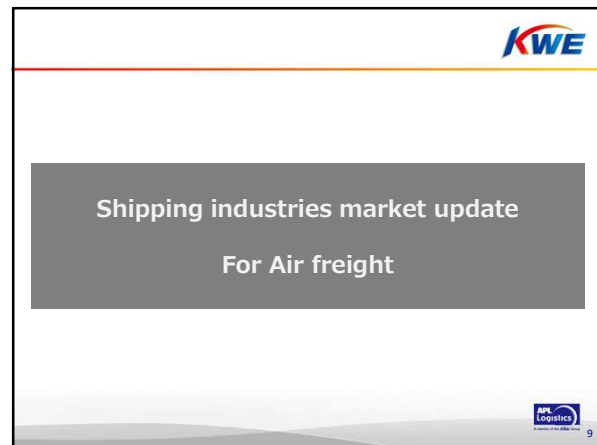
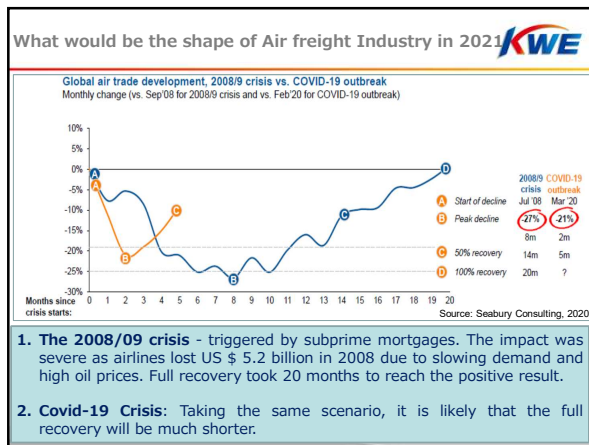
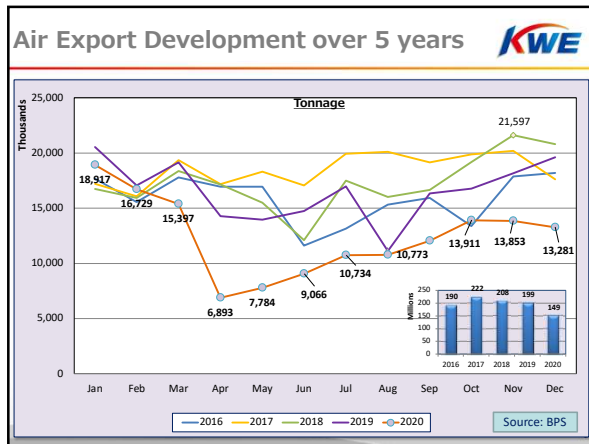
Goods drop ↓
- Declined on coal, fish/prawn and jewelry

Service drops ↓
- Reduced incoming int'l tourism

Goods drop ↓
- Declined on machinery appliances, electrical equipment, iron and steel.

Service drops ↓
- Reduced outgoing int'l travel

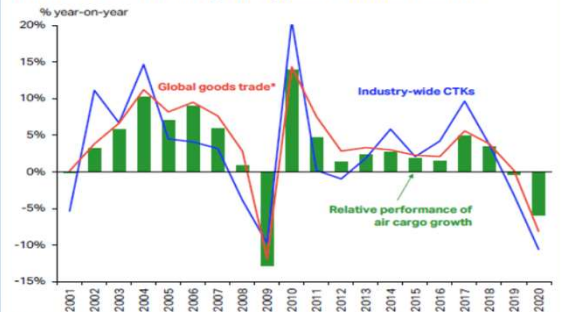
Source: BPS



Demand growth



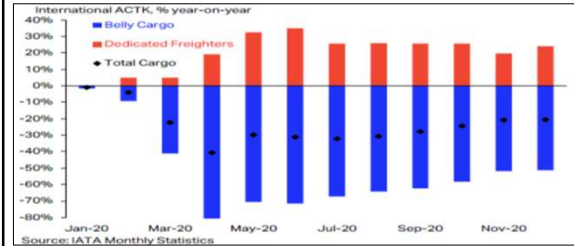
Chart 2: Growth in global goods trade & CTks



Supply analysis



Chart 3: Int'l belly cargo and freighter capacity growth



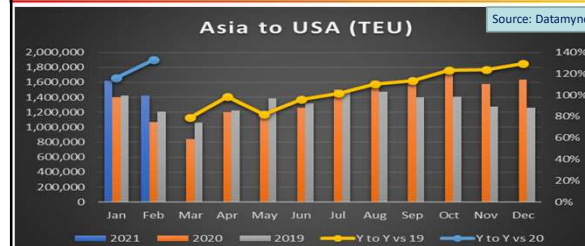
- Capacity drop: pax a/c grounding and frequency reductions
- Belly hold of pax a/c decline : down 60% to 30% Int'l ACTK
- Cargo fleets and daily usage of the aircraft: ↑ 20.6% YOY
- Overall capacity: unable to replace the loss of belly cap ↓ 53.1% YOY

Shipping industries market update For Sea freight



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Demand Analysis – Sea freight container

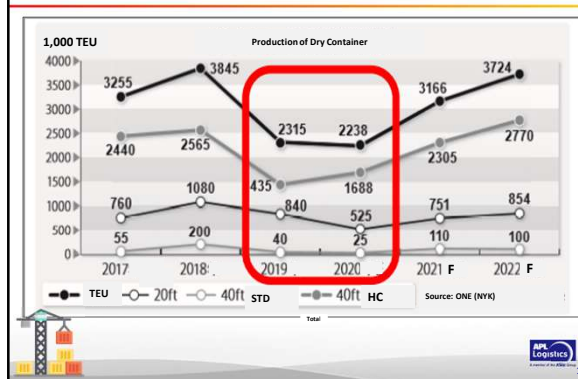


- Decrease in 1st half of 2020 → Minimizing Supply from Liners
- Increase in 2nd half of 2020 → Minimum Space and Shortage Containers
- Containers not coming back from US/EU to Asia



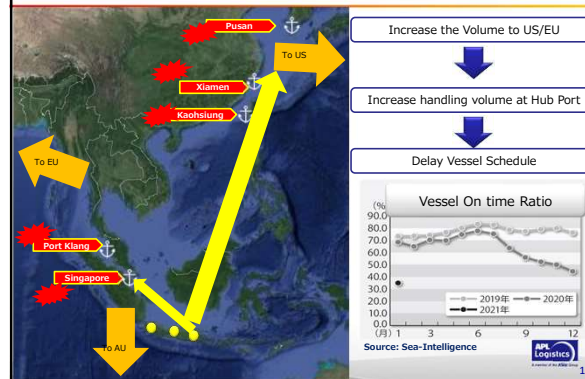
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Supply Analysis – Sea freight container

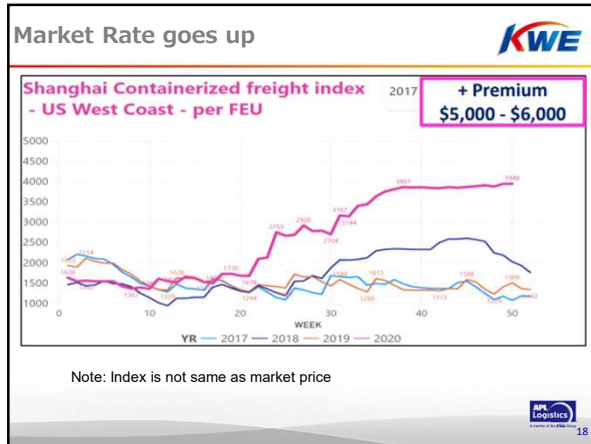


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Transit condition in Intra Asia



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US Main ports condition

Los Angeles Port (TEU Record)				Long Beach Port (TEU Record)			
2020	Import	Compared to the same month of the last year	Empty Export	Compared to the same month of the last year	2020	Import	Compared to the same month of the last year
January	414,730	+53,192	232,176	+25,550	January	309,961	+13,878
February	270,025	-78,290	130,833	-67,368	February	248,592	-54,273
March	220,254	-76,932	96,815	-84,184	March	234,570	-12,469
April	370,111	+9,367	184,491	-18,096	April	253,540	-64,343
May	396,323	+11,466	170,916	-50,075	May	312,590	+22,023
June	369,188	-27,138	212,632	-7,003	June	300,714	-30,903
July	456,028	+20,410	272,838	+9,629	July	376,807	+63,457
August	516,285	+78,672	313,379	+47,666	August	364,792	+42,012
September	471,794	+69,472	276,546	+47,093	September	405,618	+50,699
October	506,613	+113,845	325,980	+98,549	October	402,408	+65,347
November	454,819	+93,470	292,762	+82,827	November	382,677	+89,390
December	466,667	+67,234	296,269	+84,536	December	466,674	+84,841
Total	4,827,035	+112,775	2,805,633	+88,034	Total	3,896,341	+288,903

(Further congestion in Asia) → Import TEUs have jumped since August → Heavy delays in port ops. (especially crane operations) → Vicious Circle → Next Vessels have to be anchored offshore and get delayed → Delays in their returning back to Asian ports. Empty shortage in Asian ports

