



**Dear Valued Customers,**

Please refer to the latest advisory as of April 23<sup>rd</sup> following the ongoing enhanced community quarantine over Luzon Island, including Cebu and Davao, and how this impacts our business and our service requirements to you.

### **PH GENERAL NEWS UPDATES**

President Duterte will announce today his decision on whether to ease, extend, or lift the enhanced community quarantine in Luzon after April 30.

Local health experts recommended a [modified community quarantine](#), which will allow the easing of the Luzon lockdown in areas with few or no COVID-19 infections. Metro Manila (the region with the most number of cases in the country) should also remain on [lockdown until May 15<sup>th</sup>](#), including other parts of Luzon particularly in provinces considered as COVID-19 hotspots outside the metro, such as CALABARZON and Central Luzon. These measures to control movement will further curb the spread of COVID-19 in the country.

The World Health Organization also advised the [gradual lifting](#) of lockdown restrictions. [Source: CNN Philippines news](#)

**For Land Transport:** There were no significant updates since the last advisory on April 18<sup>th</sup>.

**For Airfreight:** As of April 23<sup>rd</sup>, international airlines operating at the Terminal 1 of the Manila International Airport have been further reduced to a total of twelve passenger and cargo flights.

**For Ocean Freight:** Manila North Port has resumed to normal operations with all incoming ships able to dock as scheduled with no waiting time. Overall yard utilization drops to 67 percent from the previous report of 68 percent last April 20<sup>th</sup>. Reefer utilization is 74 percent as of April 22<sup>nd</sup>.

Manila South Harbor has an overall yard utilization of 81.7% (laden and empty); utilization for reefer drops from 87% to 75%.

Batangas Port reefer utilization rose to 99% from the previously reported 89% utilization. We highly discourage the use of the Batangas Port for the time being for all reefer shipments.

Table below summarizes the average yard utilization and other pertinent details from the four ports as of April 22<sup>nd</sup>.

Terminal	Average Yard Utilization	Reefer Utilization	Remarks
Manila North Harbor	65%	74%	Capacity: 2,500 Plugs
Manila South Harbor	81%	75%	Capacity: 290 Plugs
Subic	39%	54%	Capacity: 310 Plugs
Batangas	47.17%	99%	Capacity: 348 Plugs

**For Visayas and Mindanao:** Local authorities in Cebu City announced the extension of the enhanced community quarantine in Cebu City until May 15<sup>th</sup> in light of the increasing individuals found positive of the virus. Authorities will continue to assess the situation and once there is a “significant decrease in our recorded cases, the lockdown can immediately be lifted.” Cebu has been on lockdown since March 28<sup>th</sup>, with non-essential businesses will remain closed, public transportation is not available, and residents who go out to purchase essentials must have a quarantine pass. [Source: https://www.rappler.com/nation/258726-cebu-city-lockdown-extended-may-15-2020](https://www.rappler.com/nation/258726-cebu-city-lockdown-extended-may-15-2020)

**SCHENKER PH UPDATES**

**Operational Status: Sites Update (as of April 23<sup>rd</sup>).**

Country	Schenker country operation capacity			Product	Forecasted Capacity in April	Trend
	Office OPEN, full operation	Office CLOSED,	Office OPEN, with limited capacity			
Philippines	Subic	Davao		Air	critical	↘
	Manila   Sucat	Cagayan de Oro		Ocean	normal	→
	Cebu			Land	constrained	↘

There have been no significant updates since the last advisory on April 18<sup>th</sup>. Most of our branches across the Philippines are operating in a limited capacity.

While we await on the government’s pronouncement on future scenarios after April 30<sup>th</sup>, we started to plan our next action steps in preparation for the lifting of the community quarantine, whether in full or in partial. We recognize our customers will start full blast in their activities and expect full support from us. In this view, we need to take all precautions in place to protect the health and safety of our workforce. These measures include implementing physical/social distancing at work, managing customer visits and supplier meetings, managing business travels, etc. Overall, we are preparing for “a new business norm period” as soon as the lockdown will be removed after April 30<sup>th</sup> or later.

We remain committed to working with our vendors and find ways to keep our service requirements to you. While we want to do our best to meet our usual service commitment, we

appreciate your understanding that these circumstances may comprise your usual service expectations with us.

Presently, port authorities and carriers continue to charge for Storage, Demurrage and Detention, based on existing guidelines. We advise customers to ensure these are budgeted into your logistics cost, as these are beyond the control of Schenker.

Please get in touch with your key account and program managers and inform us about your next plans or contingencies on how we continue to support you. We are closely monitoring the situation and will provide significant updates progressively.

For questions and clarifications, you may contact us at +63 2 8249 8638 or email us at [info.ph@dbschenker.com](mailto:info.ph@dbschenker.com). Thank you!