

THE SUPPLY CHAIN FACING THE COVID-19 CRISIS:

100 QUESTIONS FOR ANSWERS BY ASLOG



#003 IS THERE A REAL RISK OF SATURATION OF PORTS AND WAREHOUSES OVER THE COURSE OF APRIL IN FRANCE?

GMS

Industry

E-commerce/Supply Chain

Logistics

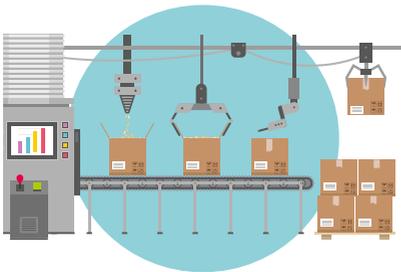
Transport

Suppliers

Yes, the risk is real. This is due to the delayed spread of the covid-19 virus across the planet.

CHINA RESUMES TO MASS PRODUCTION

China, after several weeks of production interruption, except for Hubei province, resumed operations in early March. In value terms, **China accounts for more than 30% of world trade**. The Chinese plants were therefore able to empty their finished product inventories and **increase their production capacity to compensate for the under-activity in January and February**.



ASIAN CONTAINERS EXPECTED IN MID-APRIL

Regular shipping lines have resumed their pre-Covid-19 rhythm carrying several hundred thousand containers to Europe. These first containers are just beginning to arrive. It takes an average of 23 days at sea. **The containers that have been loaded in recent days in South-East Asia will arrive in Europe in mid-April.**

Once unloaded, the containers must be transported to storage warehouses throughout Europe.



CONSUMPTION AT A STANDSTILL AND FROZEN STOCKS

In France, the closure of many non-essential shops means that **warehouses can no longer supply the various sales outlets, thus freezing stocks.** Warehouses will therefore not be able to absorb the goods from China and other major producing countries that are currently on container ships.

The Supply Chain Managers still have 3 weeks to find temporary solutions to avoid important port demurrage.



Alain Borri

CEO, Serial Entrepreneur, Investor, Freight & AI Enthusiastic,
Member of Transport Examining Board



Experienced Co-Founder with a demonstrated history of working in Consulting & SaaS companies. Skilled in Leadership, Operations Management, Supply Chain Optimization, Computer Science, and Artificial Intelligence. Serial Entrepreneur in Freight, Internet, SaaS and AI companies.

| About ASLOG

ASLOG brings together more than 400 companies from all sectors, with 2,000 professionals working together to promote and build tomorrow's Supply Chain. ASLOG is a neutral and independent association that addresses Supply Chain issues.

As early as 1972, visionary men sensed that this function would be decisive for all companies. For almost fifty years, professionals in the sector have made ASLOG the reference partner.

ASLOG is the privileged interlocutor of institutions and public authorities on all questions relating to the sector.

| #supplychain4good

The **#SupplyChain4Good** community was created at the initiative of Michelin and ASLOG, as part of the Movin'On ecosystem, in favor of a more sustainable mobility of goods.

#SupplyChain4Good's ambition is to federate the actors who work for Supply Chains that are simultaneously good for the planet, the people and the business performance. The members of this community are «shippers» (industrial and commercial companies), «operators» (transporters, logisticians, shipping companies, ports...), «support functions» (academics, consultants, information systems, regulators, NGOs...).

They cover all economic sectors and all regions of the world. Their work takes place throughout the year and culminates in the annual Movin'On Summit, the world summit on sustainable mobility.