



PHILIPPINES

2020 – 2021 COUNTRY REPORT

48th EXECUTIVE COUNCIL MEETING OF THE
FEDERATION OF ASIA-PACIFIC AIRCARGO ASSOCIATION
(FAPAA)

hosted by the
Federation of Malaysian Freight Forwarders
will be held at
Shangri-La Golden Sands, Penang Malaysia
July 15, 2022

Industry Background:

The role of a Freight Forwarder is an integral part of the whole Supply Chain. Transportation of goods across the cycle of the supply chain is inevitable, may it be performed by Air, Land, Sea or multimodal.

The growth of the Freight Forwarding Industry in the Philippines is correlated to the volume of traded goods for transport. The government’s Build, Build, Build Project and the exponential growth of E-Commerce business has propelled the growth of the Forwarding Industry. Despite the reduction in volume of traded goods globally during the COVID-19 pandemic, a Compound Annual Growth Rate of 4.1% in the Global Freight Forwarding Market is expected between 2021 – 2028 according to the report of Coherent Market Insights.

As per data from DTI-FTED, there is an increase in the number of Accredited Freight Forwarders in the Philippines. From 654 in 2015 to 853 as of May 31, 2022.

REGULATORY STRUCTURE		
Operations	Agency	Department
Air Cargo Transport	Civil Aeronautics Board	Department of Transportation
Sea Freight Transport	Fair Trade Enforcement Bureau	Department of Trade and Industry
Land Transport	Land Transportation Franchising and Regulatory Board	Department of Transportation

Accredited Freight Forwarders by Category

Category	Total
NVOCC + IFF + DFF	148
NVOCC + IFF	394
IFF + DFF	48
IFF Only	183
DFF Only	80

Data as of May 31, 2022

AIRFREIGHT PERFORMANCE

Cargo Traffic Flow Statistics in Kilos

*** by Top 30 International Forwarder	
2018	368,736,782
2019	354,372,604
2020	346,462,525
2021	400,348,668
2022 - Q1	95,829,204

SEA FREIGHT PERFORMANCE

Cargo Throughput in TEU

YEAR	Import in MT	Export in MT	Total
2019	2,336,971	2,363,241	4,700,212
2020	2,005,248	2,012,061	4,017,309
2021	2,276,594	2,227,640	4,504,234
2022-Q1 only	556,569	577,933	1,134,502

Source: Philippine Ports Authority

RECENT INDUSTRY CHALLENGES:

HIGH FUEL COST

The cost of fuel has increased to almost 100% in the span of 4 months (from February to May 2022). As a result, the trucking industry has increased their trucking cost to an almost 30%. Due to the high increase of fuel, other logistics cost has spiked.

HIGH FREIGHT COST

Ocean freight rates remain high with limited space and equipment availability. Air freight rates remain on up sell prices.

CONTAINER DEPOSIT REFUND

The industry is still experiencing difficulties in getting container deposit posted in favor to the Shipping Lines. To get container deposit refunded takes minimum of 30 days from the date the request for refund is submitted to the Shipping Lines. Some Shipping Lines, however, takes longer to refund.

CONGESTION AT CONTAINER YARDS

Most of the Container Yards designated by Shipping Lines have long queue to return and pick-up empty containers. This situation is greatly affecting the efficiency and costs of trucking.

PMTLAI STRUCTURE

2022-2024 PMTLAI Board of Directors & Officers			
	<p>Fernando Juan C. Perez President CEL LOGISTICS, INC.</p>		
	<p>Daisy A. Barquin Vice President - Airfreight ASPAC INTERNATIONAL, INC.</p>		<p>Elma P. Simbahan Corporate Secretary FM GLOBAL LOGISTICS (PHIL.), INC.</p>
	<p>Denirene Misty M. Casipit Vice President - Seafreight TRANSMODAL INTERNATIONAL, INC.</p>		<p>Christopolus S.A. Coching Treasurer ASIALINK CARGO PHILS., INC.</p>
	<p>Juan Carlos Y. Aquias Vice President - Land VANGUARD LOGISTICS SERVICES PHILS., INC.</p>		<p>Paul Alvin R. Yap Auditor APL LOGISTICS PHIL, INC.</p>
	<p>Theodore Anton Abe T. Estrada Chairman - Ways & Means ALL TRANSPORT NETWORK INC.</p>		<p>John Francis R. Villanueva P.R.O FREIGHT OPTIONS INCORPORATED</p>
	<p>Nestor E. Salvania Chairman - Social Responsibility N.E.S. CARGO EXPRESS INTERNATIONAL CORP.</p>		<p>Maria Antoinette Reyes-Jara Chairman - Sports & Fellowship EAGLE EXPRESS LINES, INC.</p>
	<p>Digzylou Mae M. Umali Chairman - Membership PACIFIC CONCORD CONTAINER LINES, INC.</p>		<p>Aldric Benjamin Z. De Leon Chairman- Information Technology PAC-ATLANTIC LINES (PHILS) INC.</p>
	<p>Elaine Lois B. Nolasco Director - Cebu Chapter YUSEN LOGISTICS PHILIPPINES, INC.</p>		<p>Ernie C. Soriano Chairman - Ethics & Standards F2 GLOBAL LOGISTICS INC.,</p>

2022-2024 PMTLAI Board of Directors & Officers



Marilyn C. Alberto
Honorary Chairman
KINTETSU WORLD EXPRESS
(PHILS.) INC.



Doris P. Torres
Executive Director
Chairman for Training &
Education STAMM
INTERNATIONAL, INC.



Atty. Brenn A. Doctor
Legal Adviser



Jenielyn F. Deluso
Secretary General
PMTLAI Secretariat

PMTLAI Background

On July 10, 2017, more than two thirds of the membership of both AFPI and PISFA voted for the consolidation of the two Associations to have a unified and holistic representation of the Philippine freight forwarding and logistics industry.

PMTLAI was established on October 10, 2017 and elected its first set of officers in February 2018.



MEMBERSHIP – INTERNATIONAL ORGANIZATIONS



International Air Transport Association (IATA)



Federation of Asia-Pacific Association (FAPAA)



ASEAN Federation of Forwarders Association (AFFA)



International Federation of Freight Forwarders Associations (FIATA)

MEMBERSHIP – NATIONAL ORGANIZATIONS



Logistics Services Philippines

Representing the Industry with Various Government Agencies

- Department of Transportation (DOTr)
- Bureau of Customs (BOC)
- Civil Aeronautics Board (CAB)
- Philippine Economic Zone Authority (PEZA)
- Manila International Airport Authority (MIAA)
- Land Transportation Franchising & Regulatory Board (LTFRB)
- Metro Manila Development Authority (MMDA)
- Civil Aviation Authority of the Philippines (CAAP)
- Department of Trade and Industry (DTI)
- Bureau of Product Standard (BPS)
- Fair Trade and Enforcement Bureau (FTEB)
- Anti-Red Tape Authority (ARTA)
- Supply Chain and Logistics Management Division
- Bureau of Internal Revenue (BIR)
- Department of Finance (DOF)
- Philippine Competition Commission (PCC)
- Philippine Ports Authority (PPA)

PROJECTS / ACTIVITIES / PROGRAMS

A. Project of PMTLAI

- February 2, 2022 – MPLTP TVET Forum
- March 2, 2022 - AFFA Virtual Forum with CLA - Container Ledger Account
- March 3, 2022 - Free Virtual Orientation for ACI - Canadian Manifest Mandatory Implementation

B. PMTLAI Activities

June 2021-2022

- January 28, 2022 - Anti Money Laundering Act webinar
- February 8 & 18, 2022 - Orientation Training on e-Manifest Submission For Newly Hired Import Documentation Staff of Freight Forwarders – CDEC
- February 28, 2022 - Seminar on Safety Driving
- March 17, 2022 – Seminar on How to Ensure FORWARDER COMPLIANCE with BOC e2m CPRS
- April 29, 2022 - Annual Membership Meeting & Election
- May 10, 2022 - Meet & Greet ad Election
- May 13 & 18, 2022 - TABS Truck Manifesting Presentation
- May 19, 2022 - Election of PMTLAI Officers

C. Programs participated by PMTLAI

- **January 5, 2022 – China-ASEAN Logistics Industry Matchmaking Conference (CABC)**
- **January 25, 2022 – 2022 DTI Logistics Efficiency Index**
- **February 3-4, 2022 - 2022 Forum for Competition in Developing Countries (2022 FCDC)**
- **February 7, 2022 – Seminar for Promotion of Cold Chain Logistics Standards in Malaysia**
- **February 11, 2022 - Invitation for UP NCTS Webinar Series 2022-001: Technologies/Infrastructure for Public Transportation Smart Mobility**
- **February 18, 2022 - China-ASEAN Mercantile Exchange (CAMEX)**
- **March 24, 2022 - BPS/TC 84 (LOGISTICS) MEETING**
- **March 29, 2022 - Meeting on Private Stakeholders Concerns regarding Terminal Appointment Booking System (TABS), Pass-Through Fees and Other Logistical Issues and Concerns**
- **April 5, 2022 - Invitation to the PH Philippine Economic Briefing and Sulong Pilipinas 2022**
- **April 5, 2022 - National Workshop: Strengthening the Trade Facilitation Capacity of the Philippines (e-Commerce Session)**
- **April 8, 2022 - Presentation on Container Ledger Account (CLA) to DTI Secretary Ramon M. Lopez**
- **April 26-29, 2022 - Invitation for Collaboration on the National Roadmap Study re: Decarbonizing Pathways for Freight Transport in the Philippines (DOTr)**
- **April 28, 2022 – FIATA: Industry Stakeholders Consultation-discuss the PPA TOP-CRMS project, exchange views and assess its impact on the ease and cost of doing business in the Philippines.**
- **May 5, 2022 - Discussion on National ICT, Transport, and Logistics Infrastructure Plan**
- **May 10, 2022 - Market Structure: Issues Affecting the Global Maritime Supply Chain**
- **May 11, 2022 - NOTICE OF INVITATION TO THE PUBLIC CONSULTATION ON PPA AO 04-2021**
- **May 17-20, 2022 – FIATA: Moving Forward: What Solutions to the Crisis?', a high-level panel and side event to the 2022 FIATA Headquarters Meeting in Geneva**
- **May 20, 2022 - 2022 Logistics Efficiency Indicator for Logistics Service Providers, Study on Last-Mile Delivery Services, Study on Warehousing and Storage**
- **May 26, 2022 - Invitation for STM Awareness for Logistics Service Providers**
- **- 1st virtual meeting of the Working Group on Sea Freight Transport (under the Technical Committee on Logistics) (BPS/TC 84/WG 1)**
- **May 27, 2022 - 3rd Clarificatory Meeting on PPA AO No. 04-2021 and the Implementation of the TOP-CRMS**
- **June 2, 2022 - Virtual Launching Ceremony of the Readiness Assessment for Cross-Border Paperless Trade (CBPT): The Philippines**
- **June 29, 2022 - Notice to Public: Consultation on the Draft Implementing Rules and Regulations of RA11659, otherwise known as the Amendments to the Public Service Act**
- **- DTI-BPS INVITATION: WEBINAR ON STANDARD ON SEA FREIGHT TRANSPORT**
- **June 30, 2022 - 2022 FIATA General Meeting**