



## **Session 1: Transforming services in the time of COVID**

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APSC-ABAC Public-Private Dialogue on Services  
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**24.7 million**

Packages and documents a day

**540,000+**

Employees globally

**220+**

Economies and territories served

**3 percent**

Global GDP

**2,285**

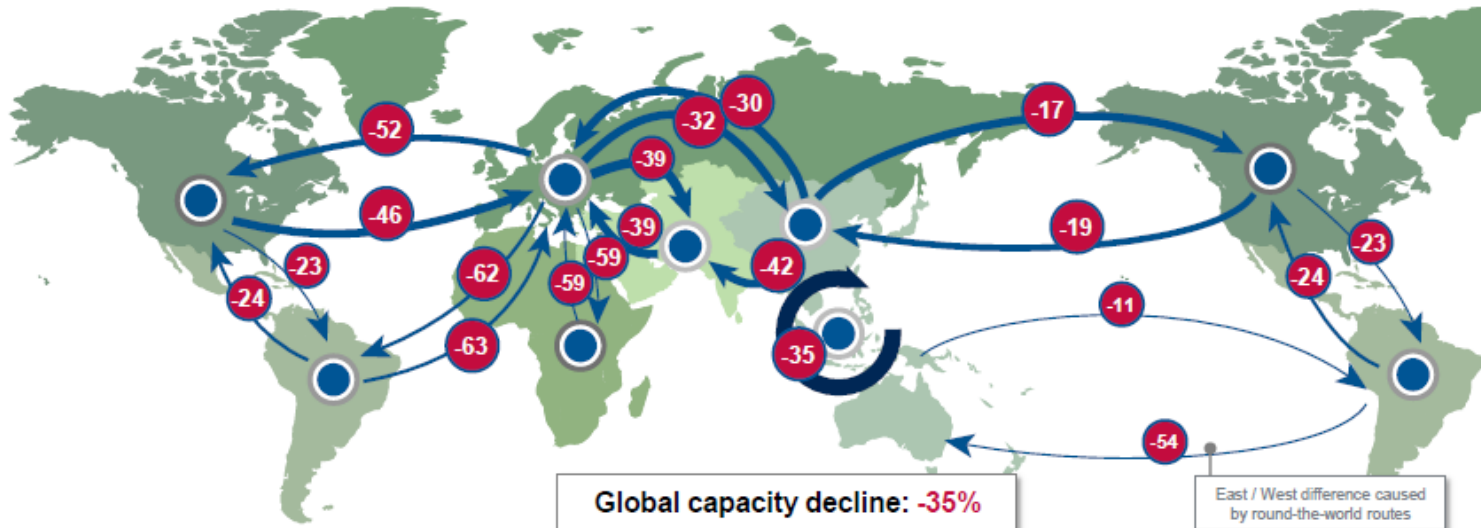
Daily flight segments globally



# COVID-19: Impact on Global Air Cargo Capacity

*Late March 2020: All trade lanes saw double-digit capacity decline compared to 2019*

Total air cargo capacity growth<sup>1</sup>, 25 - 31 Mar 2020 vs. same week last year<sup>2</sup>  
YoY growth, %



**Total Transatlantic capacity decreased by ~50%**

Note: Thickness of arrows is representative of capacity in metric tonnes, direct flights only; all flows indicate region-to-region capacity; regions are indicated by color coding; 1) Total cargo capacity includes widebody passenger and all freighter flights; 2) UTC; Source: Seabury Capacity Tracking database, Seabury Consulting analysis (April 2020)  
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Source: Seabury



## More Governments Impose Lockdowns; Declare State of Emergency

### March 17

- France imposes a nationwide lockdown.
- The E.U. bars most travelers from outside the bloc for 30 days.

### March 19

- For the first time, China reports zero local infections.

### March 23

- Prime Minister Boris Johnson locks Britain down.

### March 24

- The Tokyo Olympics delayed until 2021.
- India, a country of 1.3 billion, announces a 21-day lockdown.

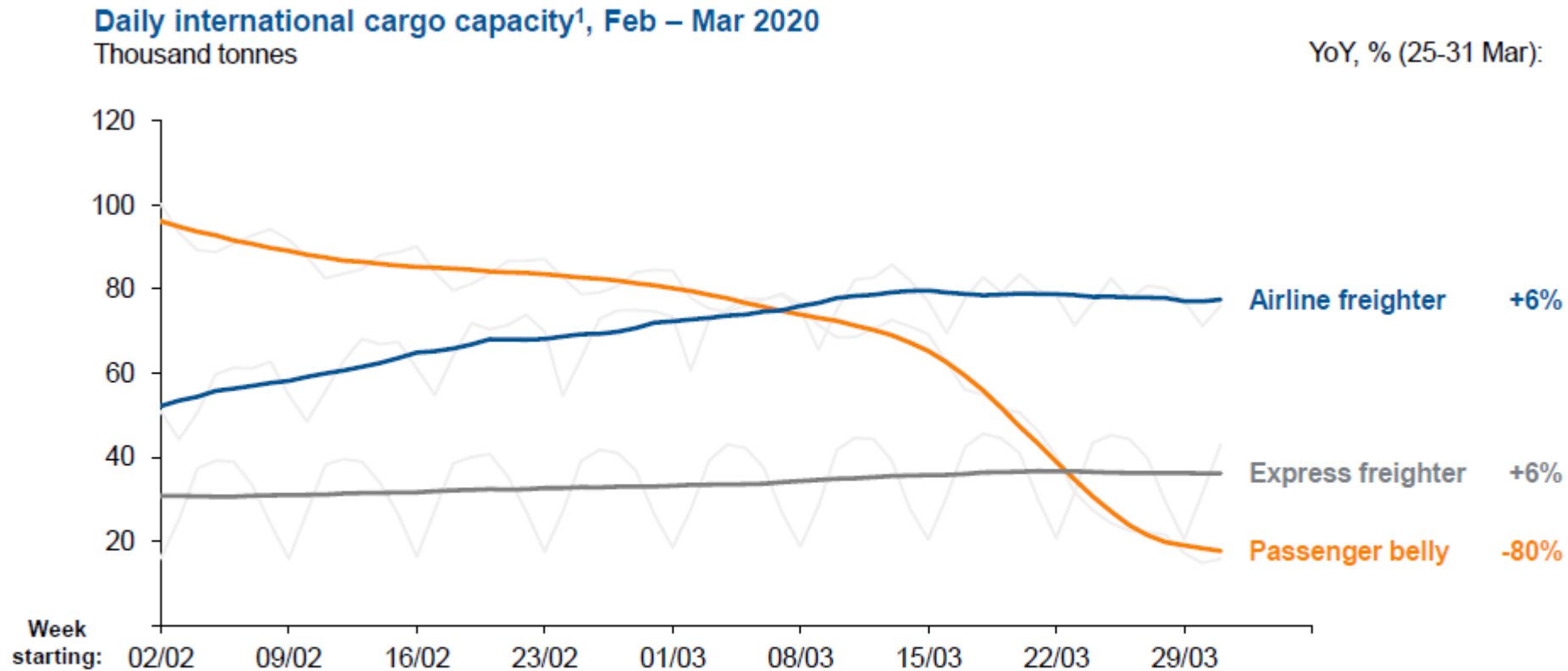
### March 26

- The United States leads the world in confirmed coronavirus cases.

Source: The New York Times

# COVID-19: Global Air Cargo Capacity Constraints

*Passenger widebody belly capacity down 80%; only 20% still flying*



Note: Direct capacity only; All freighters and widebody passenger aircraft only, Date measured in UTC time; 1) Corrected for day-off-week fluctuations, smoothed for clarification; 2) Comparing 25-31 March 2020 to 27 Mar – 2 Apr 2019; Source: Seabury Capacity Tracking database, Seabury Consulting analysis (April 2020)  
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Source: Seabury

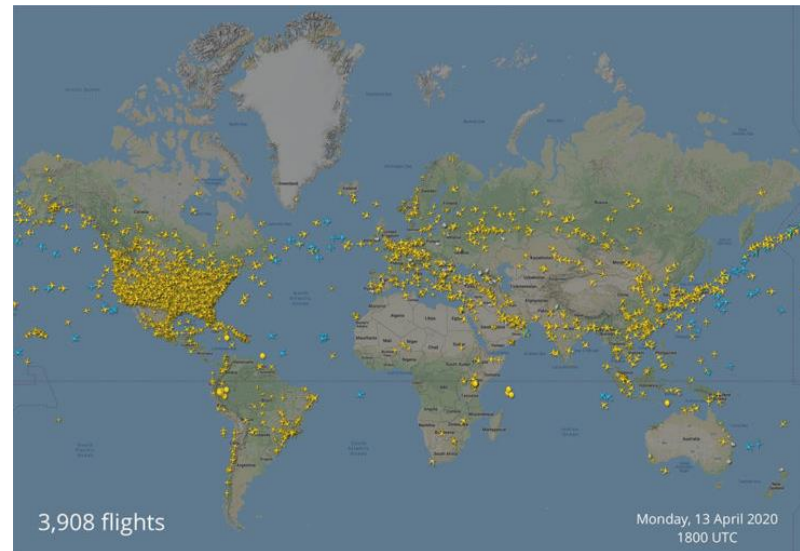


# Global Travel Restrictions due to COVID-19

As of October 8, 2021, **229 countries and territories** have imposed some form of travel restriction in reaction to COVID-19. **51 of these were imposed within the past week** (Source: Mayer Brown)

Restrictions include:

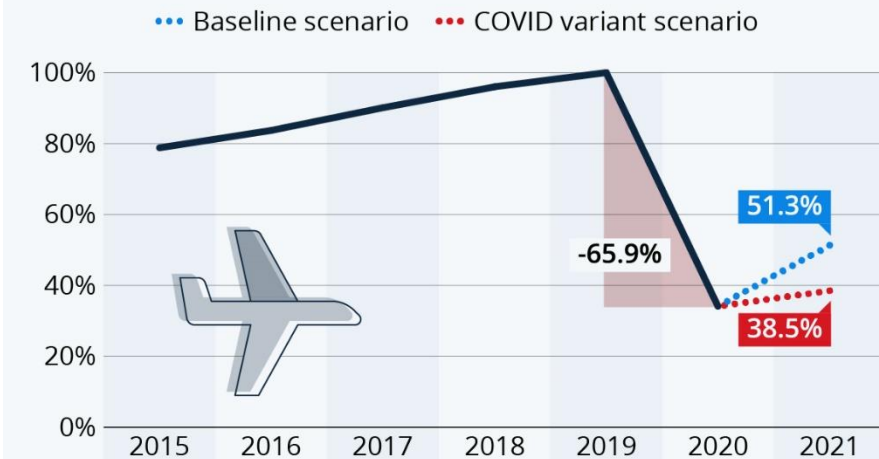
- Border closures (defined as a partial or total closure of a land border)
- Entry or exit bans
- Visa restrictions (including total or partial visa suspensions or restrictions)
- Flight suspensions



Source: Flightradar24

## Pandemic Causes Historic Decline in Air Passenger Traffic

Global air passenger traffic (revenue passenger kilometers) as a percentage of 2019 traffic



Source: IATA



statista

# UPS on the Front Line

*Navigating a rapidly changing global regulatory environment*

## Air – Ensuring Air Network Continuity

- Sought exemptions for UPS pilots to seamlessly cross international borders without being subject to 14-day quarantine laws, and despite countries temporarily banning most travel.
- Worked with governments to secure “isolate at hotel” protocols in numerous countries and territories providing flexibility for UPS crew scheduling and supporting required rest hours.
- Where exemptions are not provided, ensured we can do quick turnarounds so UPS can continue serving those markets

## Ground – Lockdown Exemptions

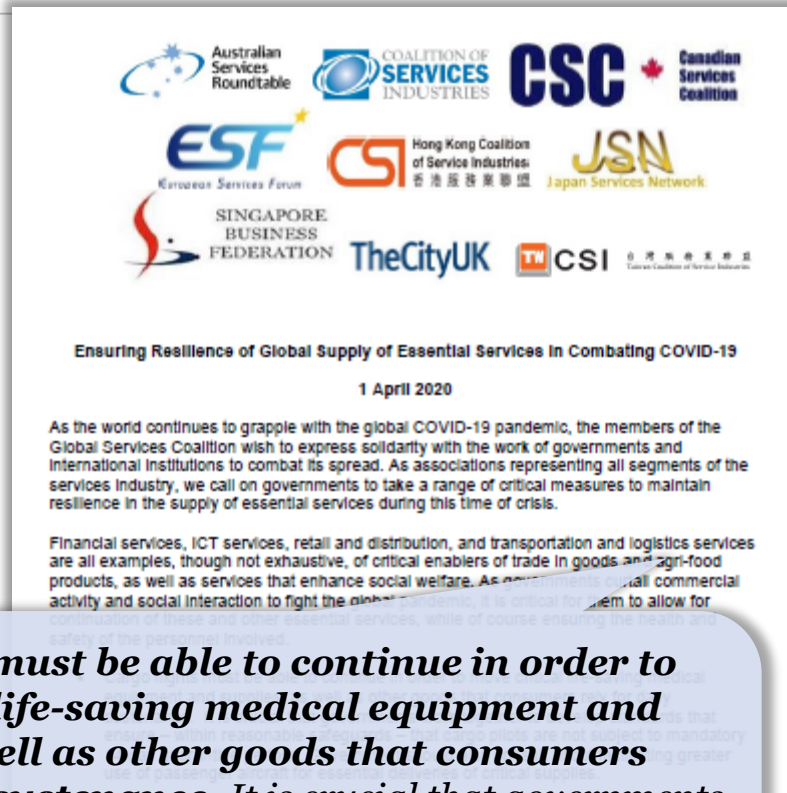
- Securing designation as critical infrastructure or essential services, so we can deliver to everyday customers and those on the front lines of the crisis.
- Ensuring UPS employees are recognized as essential workers and have safe passage through city checkpoints.
- Ensuring cross-border trucking of goods can continue



# Keep Air Cargo Moving to Ensure Supply Chain Resilience

International Air Transport Association (IATA) press release

Joint statement by coalition of services network





**THANK YOU**