



September 21, 2016

RE: Container demurrage & chassis charges due to lack of equipment availability

Due to the discontinued services of Hanjin Container Lines, container chassis availability has decreased considerably. This impact is causing increased congestion and delays at port terminals nationally. Drayage providers and offsite storage locations where empty containers are stored are heavily congested or no longer accepting Hanjin equipment. There is a potential for per diem charges to be applied on empty Hanjin equipment being turned away at the ports as well as associated chassis rental fees for these empty Hanjin returns. Dry run charges at container terminals have increased due the lack of available equipment to pick up the containers which can cause demurrage.

Phillip Sanfield, a spokesman for the Port of Los Angeles recently commented "The Hanjin empties are an issue, and the port has been working with some of the terminals and third-party operators to create some space to store them." "In turn, chassis are becoming scarce because they are remaining with the containers until they find a storage spot where the chassis can be released and returned. Mark Hirzel, a customs broker and district manager at A.N. Deringer and chair of the Los Angeles Customs Brokers & Freight Forwarders Association was also quoted saying "Now we are running out of chassis to pick up cargo at TTI [the Hanjin Shipping terminal at the Port of Long Beach]." "If you pick up a Hanjin container at the APM Terminal at the Port of Los Angeles, you have to come up with your own chassis. APM is making sure their chassis don't go out with Hanjin boxes."

RPM Harbor Services does not provide chassis and we too are subject to availability in order to move ocean containers in and out of the ports. These effects are not limited to the Port of Los Angeles and are being felt in ports around the country where Hanjin called or where their operations were present.

This is effective for all Hanjin related moves dated August 26th and until such time container chassis become more consistently available. RPM Harbor Services will not be responsible for on dock container demurrage charges due to the lack of chassis availability, nor will we be responsible for per diem and chassis rental charges accrued due to the lack of approved locations to return/terminate (thereby stopping further charges from accruing) the Hanjin container and the chassis it is on. This applies to all service locations of RPM Harbor Services.

Please work closely with your RPM Harbor Services customer service representative or RPM CSI sales personnel for changes and updates.

Thank you
RPM Harbor Services