

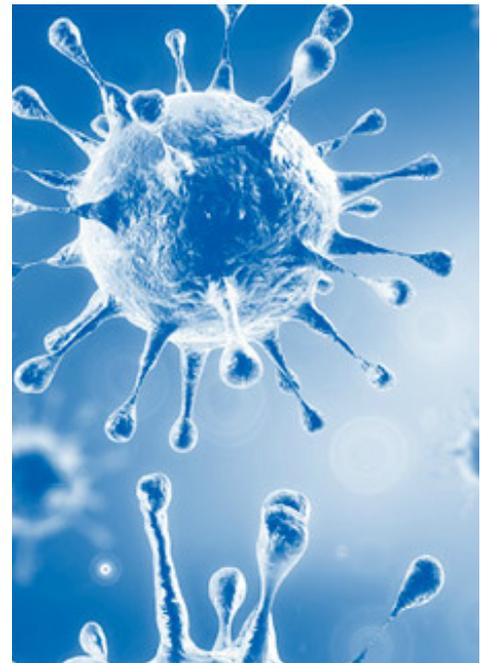


Introduction

by the Board of Directors

The Covid-19 outbreak has since gravely affected global businesses, especially the aviation industry. Health care professionals have been working around the clock worldwide to fight against the outbreak. As the situation evolves, we could expect greater economic, social and humanitarian impact from the pandemic.

The Board of Pharma.Aero wishes to express their full support to all of those who are working actively and tirelessly to turn the tide. Regardless whether you are working in pharmaceutical companies producing test kits or developing an efficient treatment or vaccine, or in the air freight industry delivering vital commodities across the world, you are all in our thoughts.



Pharma.Aero remains active in the coming weeks and months, in order to keep you updated on the decisions and progress of our projects and activities. We will be bringing you the latest news through either the monthly e-newsletter or newsflashes.

If you have any news, developments questions or concerns, please share them with us. We are at your service to help disseminate the essential information.

Together we stand and succeed in overcoming this crisis.

The Board of Directors Pharma.Aero

COVID 19 newsflash: Global Current State of Affairs

We have asked our board members about the current state of affairs in their respective airports and airport communities.

The border measures announced globally result in massive numbers passenger aircraft being grounded. In Asia, full freighter services remain largely in place and are even increasing with charters added on critical routes. However, overall air cargo capacity is currently under pressure due to the shortfall of bellyhold capacity. With air cargo demand greater than capacity, some airlines have redeployed their passenger aircraft for cargo conveyance. This trend is also seen in other regions such as Europe.

As more countries announced State of Emergency and lockdowns, there has not been a shutdown of the logistics sector as it is considered as essential business. In the Middle East, flights have been temporarily suspended, except for freighters. In Canada and the United States, both of the federal governments are working tirelessly with state and provincial government officials, to try and contain the spread of the virus. Since North America has not experienced the peak of the virus, the federal governments are encouraging people to stay at home and practice social distancing, in order to help stop the spread. In most states and provinces, only essential services and businesses remain open.

With Europe currently in the peak of COVID-19 situation, there has not been any visible slowdown of industrial production. Some European airports are facing congestion problems in their cargo operations due to the additional charter flights and staffing levels being down. As a result, we see airline operators shifting operations to non-congested airports. The lockdown situation in Europe has also affected cross-border trucking. Around the congested airports, the shortage of drivers and long waiting times are impacting road transportation performance. Some European countries are reported to be allowing full 7th freedom operations and a ban on night curfew and noise restrictions for the next 30 days.

A general conclusion is that the most vital commodities such as pharmaceuticals and food, and the exponential demand for e-commerce due to global lock-down situations, are placing stress on logistics and last mile deliveries. In addition, shippers are faced with increasing air cargo tariffs, especially on routes low on capacity.

Pharma.Aero Special General Assembly and Votings

On April 29th 2020 at 2 pm CET, Pharma.Aero will hold its Special General Assembly via Teleconference. During this conference call, our Strategic and Full Members are invited to call in and get information on the following voting topics:

- Voting on the new Statutes
- Voting on the new Internal Regulations
- Voting on the new Board of Directors
- Voting on the Budget 2020

An actual voting poll will be sent out to you afterwards via Survey Monkey. More details will follow via e-mail.

Feedback on Air Cargo India

Air Cargo India was a success for Pharma.Aero. Not only had we hosted different members in our Pharma.Aero Pavilion, we had also successfully curated and hosted the Pharma Shipper Forum with the organiser Messe München.

At the Pharma Shipper Forum, different experts from the industry and local Pharma Shippers discussed important and timely topics. We also had the privilege of Glyn Hughes, Head of Cargo of IATA sharing his vision and takeaways from the different debates.



Glyn Hughes cited: “Pharma.Aero has achieved a significant amount of progress for the industry in such a short period of time. Congratulations to all members involved in the various projects which have moved the industry forward with the mission of co-creating supply chain standards and visibility. This is being achieved through a focus on some key core areas. Forging community-based collaboration with shipper-led priorities to build trust in the system. Establishment of a data-sharing platform and overcoming reluctance to share information creating enhanced transparency. Creating airport to airport pharma-corridors with integrated mapping to reduce risk of shipment excursions. And looking at continuous performance evaluation and improvements to ensure the projected double-digit demand can be satisfied with high quality solutions.



These collective activities are performed with one objective in mind, to ensure that the industry continues to deliver lifesaving products at the right time in the right condition to ensure patient benefits and treatments can be fulfilled. Millions of patients around the world are successfully treated daily as a result of these lifesaving treatments. In these difficult times, it is great in a way to see that the major key message is Strengthen knowledge through collaboration.”