

KERRY

LOGISTICS

F O C U S



Henry Geng, Director of Mainland China (right) received the Asian 3PL of the Year award at the presentation ceremony in Shanghai on behalf of Kerry Logistics

Kerry Logistics Wins Asian 3PL of the Year Award

We are proud to share with you that Kerry Logistics was voted the "Asian 3PL of the Year" by the Supply Chain Asia Logistics Awards 2011 out of an intense competition among a group of renowned global players. It is the first time for a Hong Kong logistics company to win this internationally acclaimed award.

Kerry Logistics is also the only Hong Kong company ranked among the top 20 global logistics corporations and the top 5 in Asia.

The Supply Chain Asia Logistics Awards is the most

prominent global award in the logistics industry. Each year, over 40 logistics corporations compete for the awards and winners were selected by a panel of distinguished judges comprising Asia's leading supply chain academics and leaders.

We sincerely thank you, our valued customers, for your continued support in the past years. We will continue to provide competitive services and cost effective solutions to support you in long-term business growth in the future.

CORPORATE NEWS

Re-aligned Supply Chain in Flood Ravaged Thailand

Last October, following the most severe flooding in Thailand in the last 72 years, we continued to provide generally uninterrupted services to our customers by relocating our Express command centre from Bangkok to the east of Thailand. We also established distribution centres in areas which were unaffected by the flood.

The well-being of staff has been our utmost concern. We checked them nice and comfortably into hotels and apartments around our offices so that they have a home away from home and nice hot breakfast before coming to work. An emergency fund was also set up to help colleagues to restore their homes after the flood.

SERVICES

Mainland China

Supporting International Races

We were proud to support the Formula 1 race in India and the 2011 Intercontinental Le Mans Cup in Zhuhai, Mainland China.

In October, we handled the logistics of official merchandises for the first Formula One race ever held in India, from air and sea freight, customs clearance, transportation temporary warehousing and event management re-export for the products. The entire logistics process required round-the-clock service to ensure the official merchandises of the renowned racing teams were available on the dot during the 3-day event.

In November, we supported the event in Zhuhai by partnering with our client CARS (Classic Automotive Relocation Services), a UK-based transporter of historic, rare and prestigious motorcars in the world, to handle the import, customs clearance and local logistics of the event as well as the post-event return freight.



FACILITIES

Mainland China

Wuxi Logistics Centre Foundation Stone Laying Ceremony

The Foundation Stone Laying Ceremony for the Wuxi Logistics Centre, located in Wuxi New District, Jiangsu, was held in November 2011.

The 26,000 sq.m Wuxi Logistics Centre is expected to offer a capacity of 10,000 tonnes upon completion in 4Q12. The facility will be our first logistics centre in Southern Jiangsu Province, focusing on electronics and technology, pharmaceutical and healthcare, auto spare parts and retail.



Thailand

Third Phase Expansion at Kerry Siam Seaport

To cope with the increasing demand for port services, we started the third phase of expansion at our seaport facility in Thailand in 4Q11 by installing two container rotation systems and 31 system boxes for bulk loading. We will also add two 150 metres long berths which are expected to be completed by September 2012. The total number of berths will become 10 with a total berth length of 1,500 metres.

We aim to maintain KSSP's position as Asia's leading multi-purpose port operator, with total annual cargo volume exceeding 7 million.



AWARD

Hong Kong

PC³ Received HK-BEAM (Gold) & LEED (Gold) Certification

In October 2011, our Product Customization and Consolidation Centre (PC³) in Tai Po, Hong Kong was HK-BEAM (Gold) certified and awarded an internationally-recognized LEED (Gold) certification.

The accolades were a result of our investment in green technology including features such as energy saving lighting, double-glazed windows positioned to maximize natural light, rainwater harvesting and eco-friendly paint finishes.

We were also awarded the Outstanding Green Excellence Awards by CAPITAL magazine, a renowned business magazine in Hong Kong, for our green efforts.

With a total area of 25,700 sq.m, PC³ is designed for international fashion and lifestyle brands, serving as a regional distribution centre where product kitting, packing/repacking, assembling, customisation and consolidation are centralised. It is also equipped with a Garment-On-Hanger (GOH) Centre - the largest facility of its kind in Hong Kong in terms of scale and capacity.



HKQAA Fine Wine Transportation Certification

In November 2011, we were awarded Wine Storage Management Systems Certification - Fine Wine Transportation by the Hong Kong Quality Assurance Agency ("HKQAA"). Together with the Fine Wine Storage Management accreditation from the HKQAA, we are dedicated to provide Five-Star solutions to wine lovers, from international freight, warehousing to value-added services, local distribution and re-export.



AWARD

Singapore

Double Awards

In August 2011, we received two awards for our efforts in fair employment and workplace safety.

We were awarded the Employers' Pledge Certificate by the Tripartite* Alliance for Fair Employment Practices ("TAFEP") for adopting the five key principles of fair employment practices and implementing these principles in our human resources management.

We were also recognised as a bizSAFE Enterprise Level Star by the Singapore Workplace Safety and Health Council ("WSHC") for achieving quantum improvements in safety and health standards at the workplace.

* Tripartite partners are the Ministry of Manpower, National Trades Union Congress and the Singapore National Employers Federation.



CSR

Hong Kong

Sedan Chair Race 2011

In October 2011, we took part in the "Sedan Chair Race 2011" held at the Peak in Hong Kong. The race consists of teams carrying sedan chairs racing around the Peak route (2.1 km for both courses), starting from The Matilda International Hospital. The event was organised by Sedan Chair Charities Fund (SCCF), a registered non-profit organisation with a mission to help local charities that receive no or very limited financial support from other sources.



Mainland China

Equipment Donation to Primary School

Since 2010, we have been supporting the Spring Bud Primary School of Dawuanluo in Hunan Province through donation. Last year, we donated 400 sets of tables and chairs for students, three new desktops and a laptop to facilitate both teaching and learning at the school.



Volunteering Service with The Kuok Foundation

In June 2011, our China team joined The Kuok Foundation's volunteer service programme, which covers financial assistance for needy students, caring teachers and doctors, and financial assistance in the poverty alleviation areas such as Xiaochang in Hubei Province.



EVENTS

Last year, Kerry Logistics sponsored a logistics industry conference and two wine events, and took part in an event discussing environmental protection in the business sector. These included:

- 1 Asian Logistics and Maritime Conference
25 November 2011



- 2 Winefuture HK 2011
5-8 November 2011



- 3 HK International Wine & Spirits Fair
3-5 November 2011



- 4 EnviroSeries Conference
30 September 2011



Kerry Logistics FOCUS is a quarterly e-newsletter dedicated to bringing our customers and partners regular updates on Kerry Logistics' activities worldwide, with a particular focus on China and Asia. For enquiries, please contact your account manager or email us at corpcom@kerrylogistics.com