

Mid-Term Progress Report
Group 8



Background Research

Global Supply Chain Disruptions:

- Overview of how COVID-19 disrupted global supply chains.
- Specific impacts on different sectors, focusing on transportation and logistics.

Air and Sea Freight Challenges:

- How air and sea freight were affected during the pandemic (e.g., flight cancellations, port congestion).
- Changes in the volume and value of goods transported through these modes during the pandemic.

Recovery Patterns:

- General patterns of recovery post-pandemic, highlighting any key research that shows the divergence between air and sea freight recovery.
- Resilience strategies used by logistics companies to adapt to disruptions.



Research Objective

SMART Criteria

- Specific: Air and sea freight comparison
- Measurable: Freight volume and value changes, recovery rates due to COVID-19
- Achievable: Eurostat data, Python modeling
- Relevant: Supply chain resilience, global trade robustness
- **Time-bound:** Data span (2013-2023), European countries (Belgium, Germany, France, Netherlands, Italy)



Research Questions

Explore how global air and ship freight volumes fluctuate and compare air vs. sea freight trends during the COVID-19 pandemic. Analyze how the pandemic impacted the volume and value of goods transported by air vs. sea, focusing on differences in recovery timelines and resilience.

Main Research Question:

• How did the COVID-19 pandemic affect global air and sea freight volumes and values, and what differences exist in the recovery patterns of these two transportation modes?

Subquestion 1:

• What would global freight trends have looked like without the pandemic? (Counterfactual analysis)

Subquestion 2:

• Which types of cargo (e.g., perishable, high-value, bulk commodities) experienced the most significant disruptions during the pandemic, and how did air and sea freight differ in their responses?

Data Pipeline

Subquestion 1: What would global freight trends have looked like without the pandemic? (Counterfactual analysis)

1. Data collection

- a. Public data base (EuroStat)
- b. Data set on freight transport 2013-2023
- c. Belgium, Germany, France, Italy and the Netherlands

2. Data loading

- 3. Data cleaning
 - a. **Dropping null values**
 - b. Renaming columns
 - c. Handeling inconsistent formats

4. Data anlysis

- a. Exploratory data analysis techniques (eg. displaying descriptive statistics and visualizing trends across countries)
- b. Time series modelling using ARIMA
- c. Time series analysis (e.g. difference between actual volume and forecasting volume)

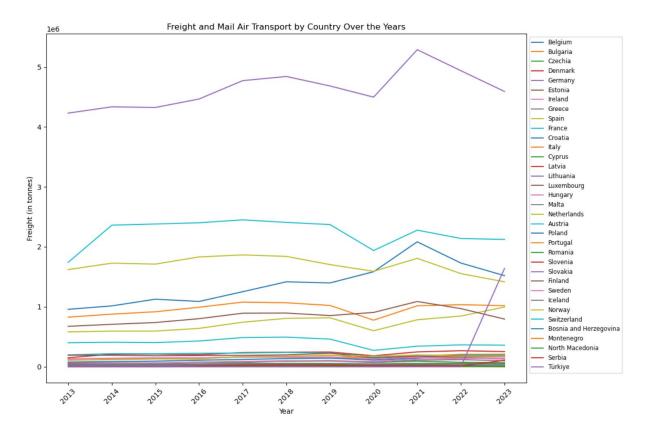


Data Pipeline

Subquestion 2:

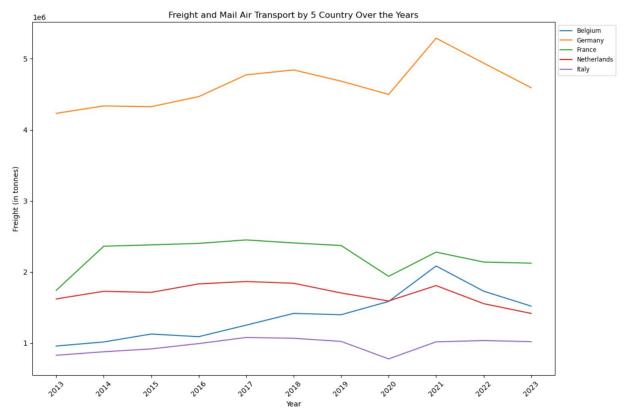
- 1. Data collection
 - a. Source: UN Comtrade Plus Database (<u>comtradeplus.un.org</u>)
 - b. **Data Period**: 2019 2023 (Pre-pandemic, during-pandemic, post-pandemic)
 - c. **Countries**: Germany (as the reporter) with the World (as the partner)
 - d. Commodity Codes: Focus on specific product types, including:
 HS 07 (Vegetables), HS 08 (Fruits and Nuts), HS 85 (Electrical Machinery), HS 26 (Ores, slag, and ash) and HS 27 (Mineral fuels)
 - e. Transport Modes: Air and Sea
- 2. Data loading
- 3. Data cleaning
 - a. Dropping null values
 - b. Renaming columns
 - c. Handeling inconsistent formats
- 4. Data anlysis
 - **a. Aggregating Data**: Group the data by HS Code and Transport Mode to calculate the total trade value for each mode (air vs. sea).
 - b. **Handling Missing Gross/Net Weight**: Since the weight fields might be missing, focus on the **Trade Value** as the main comparison metric.

Freight and Mail Air Transport by Country Over the Years



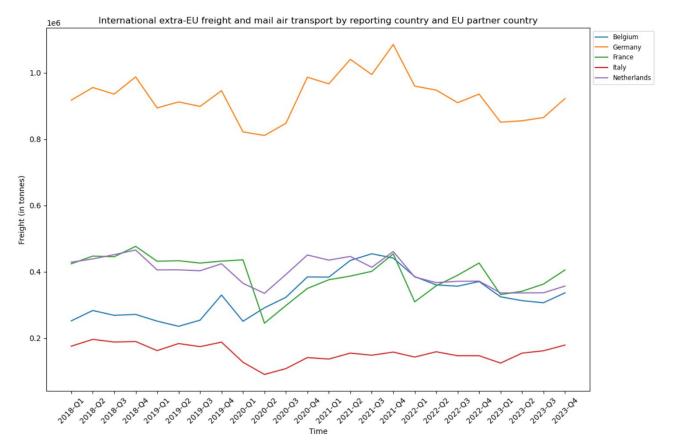


Freight and Mail Air Transport by Country Over the Years (only for five countries)



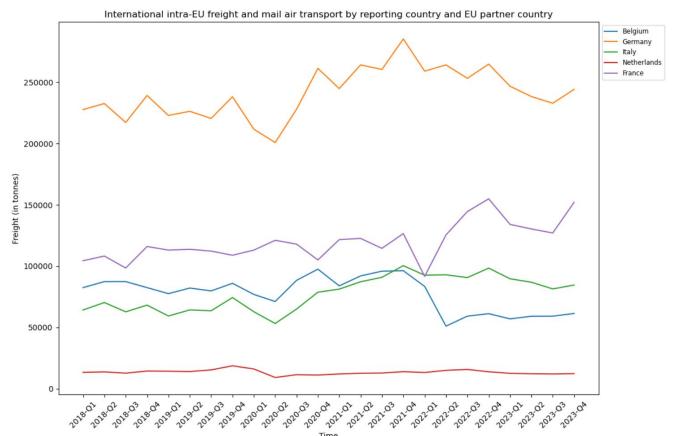


Trends in International Extra-EU Air Freight During the Pandemic



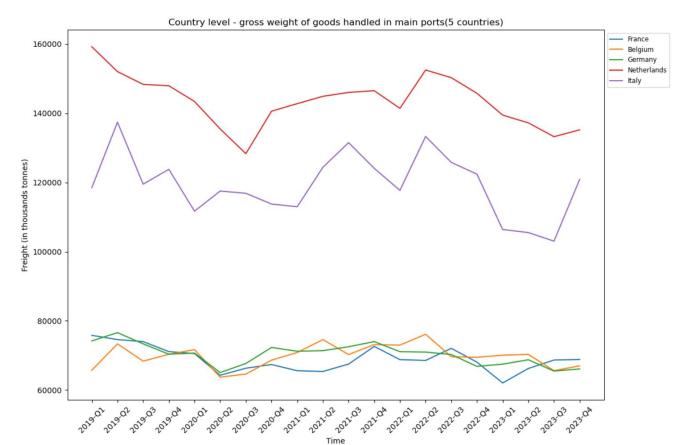


Trends in International inxtra-EU Air Freight During the Pandemic





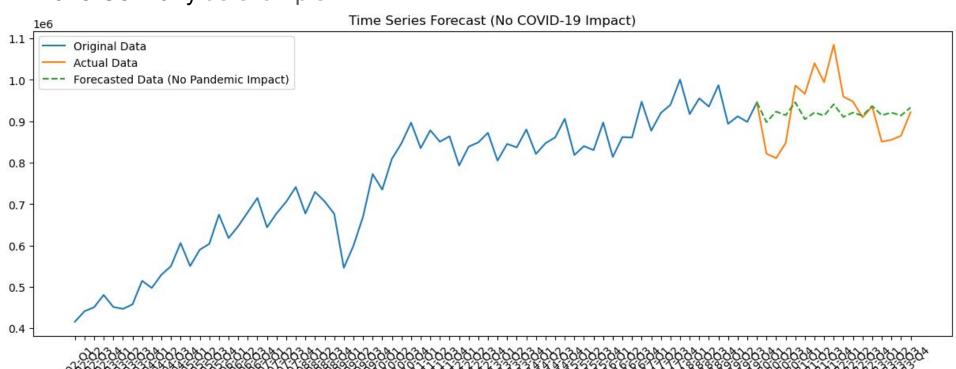
Gross weight of goods handled in main ports by countries:





Subquestion 1

Take Germany as example



Subquestion 2

Showing 201 to 207 of 207 Results										Extend	Extended Columns			B
Period ↑↓	Trade Flow ↑↓	Reporter ↑↓	Partner ↑↓	2nd Partner ↑↓	Customs Desc ↑↓	Transport Mode ↑↓	Commodity Code ↑↓	Trade Value (US\$) ↑↓	Net Weight(kg) ↑↓	Gross Weight ↑↓	Qty Unit ↑↓	Qty ↑↓	Alternate Quantity unit ↑↓	Alternate Quantity ↑↓
2023	x	Germany	World	World	TOTAL CPC	Air	26	\$407,065	0	0	N/A	0	N/A	0
2023	М	Germany	World	World	TOTAL CPC	Sea	26	\$6,185,508,992	0	0	N/A	0	N/A	0
2023	X	Germany	World	World	TOTAL CPC	Sea	26	\$77,824,084	0	0	N/A	0	N/A	0
2023	М	Germany	World	World	TOTAL CPC	Air	27	\$8,937,516	0	0	N/A	0	N/A	0
2023	X	Germany	World	World	TOTAL CPC	Air	27	\$81,732,366	0	0	N/A	0	N/A	0
2023	М	Germany	World	World	TOTAL CPC	Sea	27	\$37,209,672,647	0	0	N/A	0	N/A	0
2023	X	Germany	World	World	TOTAL CPC	Sea	27	\$4,558,667,902	0	0	N/A	0	N/A	0

