

Road Market Update

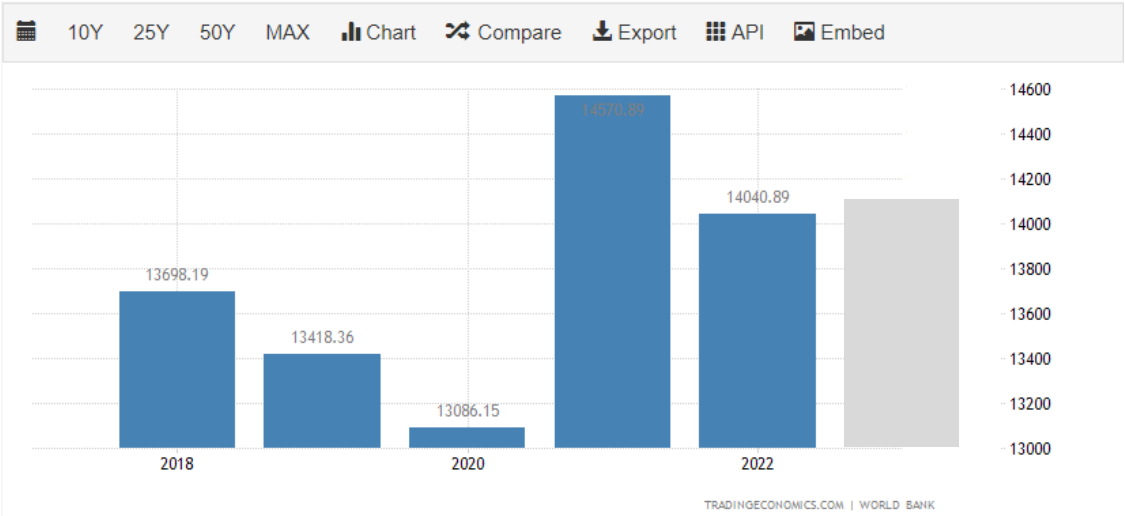
Q2 2023



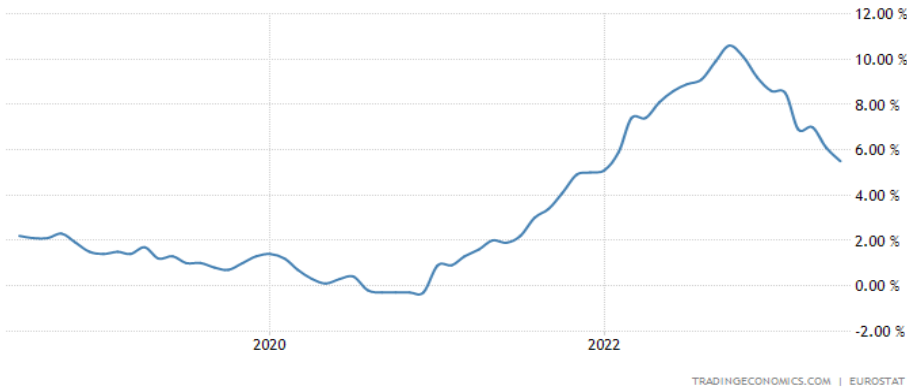
General Economical Development

Euro Area

GDP



Inflation rate



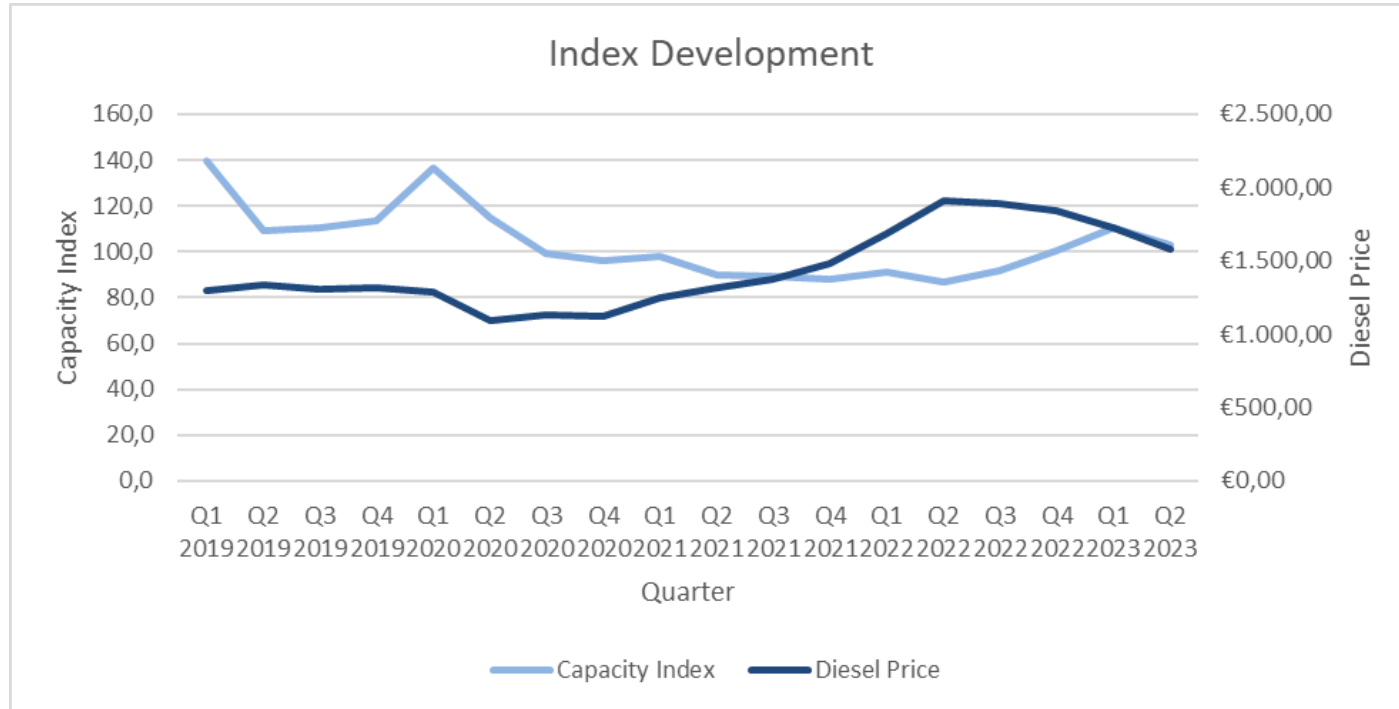
The Gross Domestic Product (GDP) in the Euro Area was worth 14,040.89 billion US dollars in 2022, according to official data from the World Bank. The GDP value of Euro Area represents 6.23 percent of the world economy. source: [World Bank](#)

The consumer price inflation rate in the Euro Area decreased to 5.5 percent in June 2023, down from 6.1 percent in the previous month and slightly below market expectations of 5.6 percent, a preliminary estimate showed.

The rate hit its lowest level since January 2022, although it remained significantly above the European Central Bank's target of 2.0 percent. Additionally, the core rate, which excludes volatile items such as food and energy, picked up to 5.4 percent, remaining close to a recent peak of 5.7 percent and supporting the view that policymakers are likely to continue raising rates in the upcoming months.

Energy prices tumbled 5.6 percent (vs -1.8 percent in May), while prices rose at a softer pace for both food, alcohol & tobacco (11.7 percent vs 12.5 percent) and non-energy industrial goods (5.5 percent vs 5.8 percent). On the other hand, services inflation picked up to 5.4 percent from 5.0 percent. On a monthly basis, consumer prices advanced 0.3 percent in June. source: EUROSTAT

Capacity / Fuel Price development



Source: EC Oil Bulletin, TMM

- The European Union Consumer Confidence index shows a steady increase since beginning of this year, coming from all time low level.
- Economic activity is in line with long term average. This is more positive compared to earlier expected economic downturn.
- The demand for transport capacity has reduced, taking away the extreme pressure we know from previous years.
- The fuel price development shows a drop, while still being higher than previous years.
- The ease on demand for capacity does result in a similar impact on cost levels. The cost to operate transport is impacted by increased salary costs and in general cost inflation.
- Differences in development can be seen in transport mode and trade lanes across Europe, keeping the balancing of capacity and demand as our main task.

DSV Service development

Groupage



Because uncertainty is not a part of our business

- Own controlled groupage network connecting 30+ countries in Europa, with scheduled departures and arrivals
- Fast, reliably, and efficiently - No matter your volumes and needs, you can benefit from groupage with DSV.
- With our extensive and systemised pan-European network, complemented with our qualified staff, you will get strong European coverage with valuable local market knowledge.

DSV Service development Groupage

The European DSV Network is all interconnected through daily linehauls and linked to/from DSV's strategical located **Super-Hubs**.

+200

Terminals

+700

Connections

+2200

Weekly departures



International Hub



Country terminals



Country Cross-dock



Legislation update

EU Mobility Package

Changes to the following areas:

	Expected start date:
Drivers must return to the country of origin every 4 weeks	21.08.2020
A 4-day cooling-off period for cabotage	21.02.2022
Registration of posted workers/minimum wage	02.02.2022
Return of trucks to the country of registration every 8 weeks	21.02.2022
Letterbox companies/activity in haulier's member state of registration	21.02.2022
SMART tachographs (GPS monitoring)	21.08.2023
Further changes to tachographs	21.08.2025
Tachographs for trucks/delivery vans over 2.5 tonnes	01.07.2026

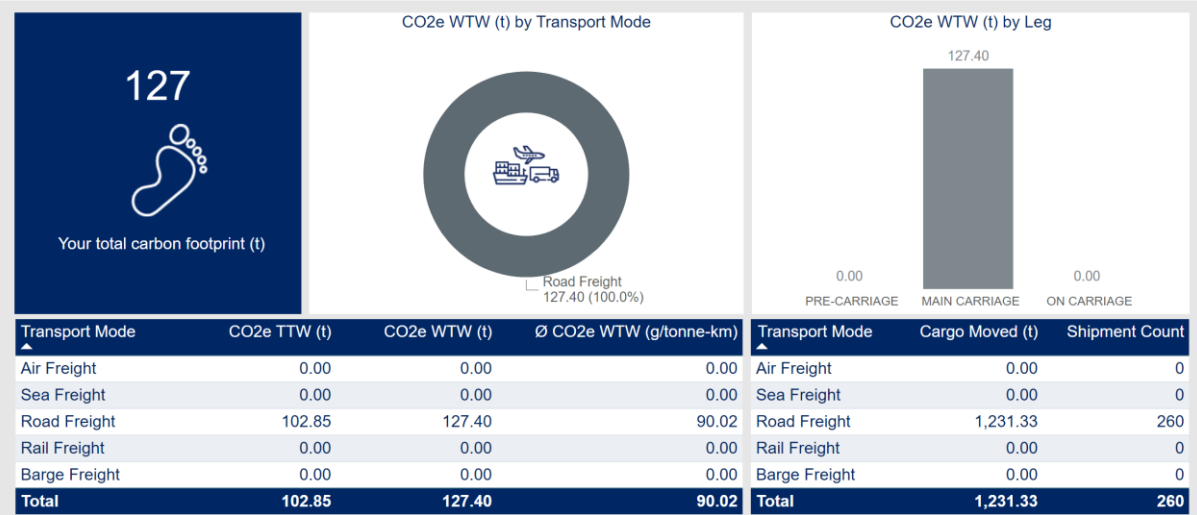
- The European Commission's (EC) Mobility Package is a collection of initiatives concerning the governance of commercial road transport in the European Union.
- During February 2022, some major rules have come into effect.
- The next milestone of the EU mobility package is the phased introduction of smart tachographs. This will begin for newly registered vehicles, while by Jan 2025 retrofit is required for running vehicles on international transport.
- The smart tachograph version 2 will be requirement for new trucks as of 21st of August 2023
- Details about smart tachograph requirements can be found at: https://dgc.jrc.ec.europa.eu/dgc_smart_tachograph.php.html

Sustainability

Corporate Sustainability Reporting

Your carbon footprint

Overview



- On 5 January 2023, the [Corporate Sustainability Reporting Directive \(CSRD\)](#) entered into force
- This new directive modernises and strengthens the rules concerning the social and environmental information that companies have to report. A broader set of large companies, as well as listed SMEs, will now be required to report on sustainability – approximately 50 000 companies in total.
- The first companies will have to apply the new rules for the first time in the 2024 financial year, for reports published in 2025.
- More info at: [EU Corporate Sustainability Reporting](#)
- DSV uses EcoTransit World to calculate and analyse energy consumption and freight emissions.

Thank you!

