

San Pedro Bay Port Complex: Key Driver of the SoCal Industrial Market

Greater Los Angeles, Orange County, & Inland Empire

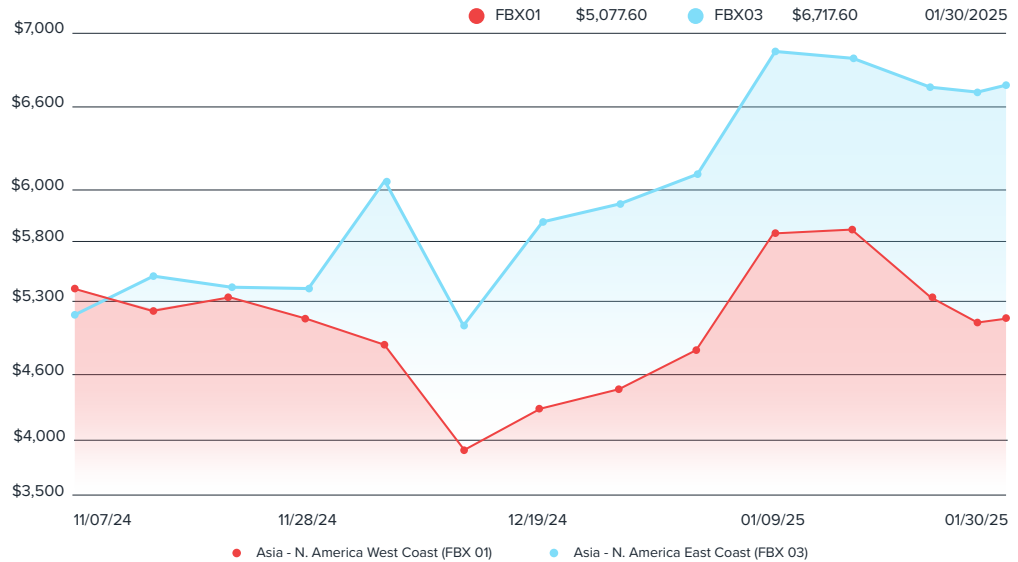
Highlights

- **Shipping Prices:** Shipping rates from Asia to the U.S. West Coast rose 3% from last week to \$5,078 per FEU, while Asia-to-U.S. East Coast rates increased 1% to \$6,718 per FEU*.
- **TEU Container Activity:** In 2024, the Los Angeles and Long Beach ports handled 41% of the United States' total TEU activity. The port complex manages nearly 50% of U.S. imports from Asia, remaining the nation's busiest by container volume.
- **Volume Trend:** Container volumes surged in 2024, exceeding 2023 levels every month except May. Since July, the San Pedro port complex even surpassed 2022's monthly TEU levels. On average, it handled 1,662,257 TEUs per month, reaching 19,947,085 TEUs by Q4 – up 19.81% from 2023.
- **Tariffs in 2025:** On February 1, 2025, the Trump administration imposed a 25% tariff on Canada and Mexico and an additional 10% tariff on imports from China. However, on Monday, February 3, Canada and Mexico reached a temporary agreement with the U.S., pausing the implementation of these tariffs for 30 days.
- **End of De Minimis Cost Exemption:** As of February 4, 2025, new tariffs on China took effect, ending the de minimis cost exemption for most Chinese imports. Previously, this rule allowed goods under \$800 to enter the U.S. without customs duties or extensive paperwork. Now, with this change, logistics and supply chain operators will have to significantly alter their customs processes, shipping costs, eCommerce fulfillment strategies, and pricing models.

*FEU (Forty-Foot Equivalent Unit) is a standard measurement in modern shipping, as most large shipments use 40-foot containers instead of 20-foot ones. One FEU equals two TEUs (Twenty-Foot Equivalent Units).

Ocean Rates Freightos Baltic Index

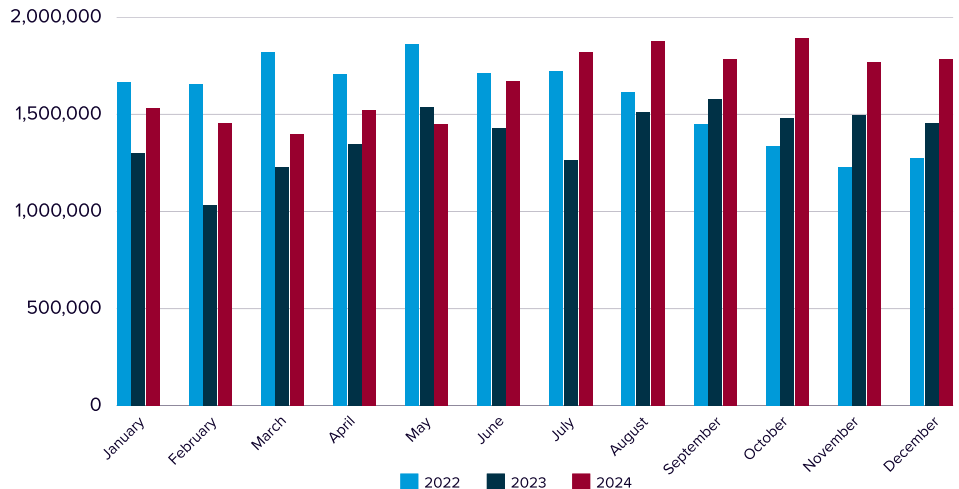
Source: Freightos Terminal



Asia-US West Coast prices (FBX01 Weekly) increased by 3% to \$5,078/FEU

Asia-US East Coast prices (FBX03 Weekly) increased by 1% to \$6,718/FEU

Monthly TEU Volume Annual Comparison



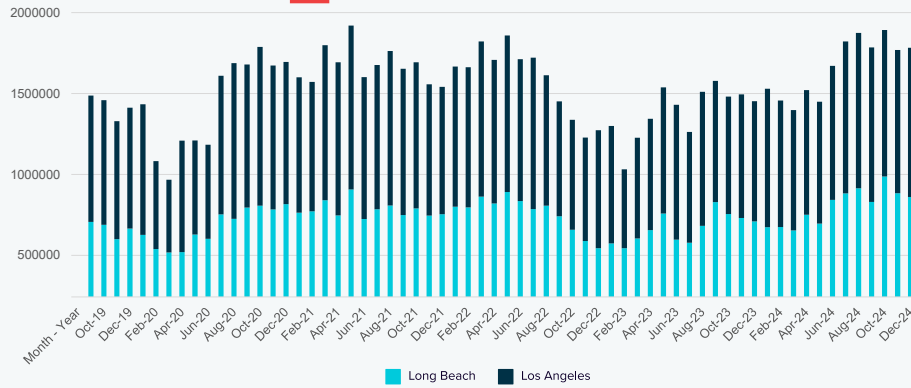
Port of Los Angeles & Long Beach

> San Pedro Complex 2024 Review

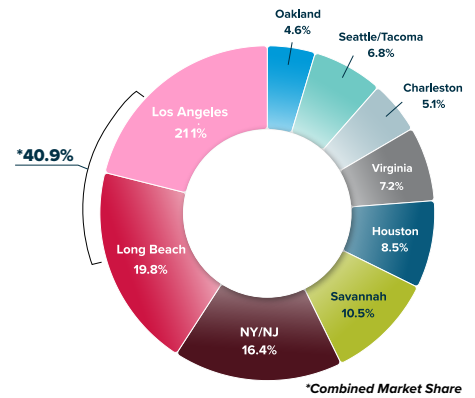
Port	Quarter	Month	Loaded Inbound Containers	Loaded Outbound Containers	Total Loaded Containers	Total Empty Containers	Total Containers 2024	Total Containers 2023	Total Containers by Quarter 2024	Total Containers by Quarter 2023	YoY Change by Quarter	YOY Change By Month
Los Angeles	Q1	January	441,763	126,554	568,317	287,336	855,652	726,014				17.86%
		February	408,764	132,755	541,519	239,916	781,434	487,846	2,380,503	1,837,094	29.57%	60.18%
		March	379,542	144,718	524,259	219,158	743,417	623,234				19.28%
	Q2	April	416,929	133,046	549,975	220,362	770,337	688,110				11.95%
		May	390,663	125,963	516,625	236,268	752,893	779,140	2,350,987	2,300,285	2.20%	-3.37%
		June	428,753	122,515	551,268	276,489	827,757	833,035				-0.63%
	Q3	July	501,281	114,889	616,170	323,431	939,600	684,291				37.31%
		August	509,363	121,744	631,106	329,491	960,597	828,016	2,854,904	2,260,747	26.28%	16.01%
		September	497,803	114,702	612,505	342,201	954,706	748,440				27.56%
	Q4	October	462,740	122,716	585,456	319,570	905,026	725,775				24.70%
		November	458,165	124,117	582,282	302,033	884,315	763,262	2,710,958	2,231,556	21.48%	15.86%
		December	460,916	110,484	571,399	350,218	921,617	742,519				24.12%
Long Beach	Q1	January	325,339	86,525	411,864	262,151	674,015	573,772				17.47%
		February	329,850	87,474	417,324	257,400	674,724	543,675	2,002,823	1,721,325	17.51%	24.10%
		March	302,521	105,099	407,620	246,464	654,084	603,878				8.31%
	Q2	April	364,665	98,266	462,931	287,493	750,424	656,049				14.39%
		May	345,271	100,885	446,156	249,782	695,938	758,225	2,288,808	2,011,350	13.79%	-8.21%
		June	419,698	98,300	517,998	324,448	842,446	597,076				41.10%
	Q3	July	435,081	104,834	539,915	342,462	882,377	578,249				52.59%
		August	456,868	104,646	561,514	352,360	913,874	682,312	2,625,750	2,089,990	25.63%	33.94%
		September	416,999	88,289	505,288	324,211	829,499	829,429				0.01%
	Q4	October	487,563	112,845	600,408	386,782	987,190	755,150				30.73%
		November	432,823	119,083	551,906	332,250	884,156	731,033	2,732,352	2,196,002	24.42%	20.95%
		December	412,876	100,792	513,668	347,338	861,006	709,819				21.30%

Monthly TEU Volume

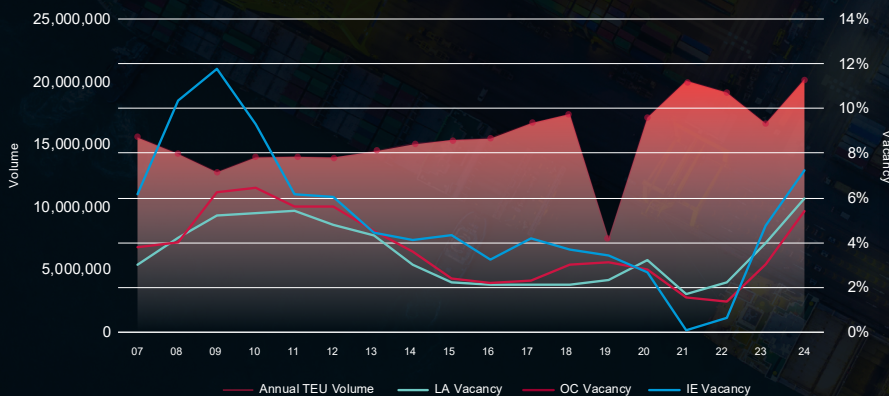
Port of Los Angeles & Long Beach



> U.S. Port Volume Market Share



Annual TEU Volume vs Overall Industrial Vacancy Rate



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