



INDUSTRY RECOVERY REPORT

SEPTEMBER 4, 2020



STAY-AT-HOME ORDER EXTENDED THROUGH SEPT. 11

Governor Lou Leon Guerrero signed Executive Order No. 2020-30, relative to extending the Stay-at-Home order.

Under Executive Order 2020-30, Guam continues to be in Pandemic Condition of Readiness (PCOR) 1, during which the most restrictive conditions are imposed in an effort to slow the spread of COVID-19 in our community.

The Stay-at-Home Order first issued in Executive Order No. 2020-28 and extended in Executive Order No. 2020-29, shall be extended and will continue until 12:00 PM on September 11, 2020, unless extended by further order. All persons in Guam are directed to continue to stay at home, subject to limited exceptions such as obtaining food and household necessities, going to and from work at

authorized businesses as identified in applicable DPHSS Guidance, seeking medical care, caring for dependents or pets, caring for a vulnerable person in another location, or for individual exercise. Stay-At-Home conditions instituted in Executive Order No. 2020-29 and in applicable DPHSS Guidance shall remain in effect.

As articulated in Executive Order No. 2020-29, the public health emergency continues until September 30, 2020.

All prior Executive Orders remain in full force and effect except to the extent they conflict with this Order.

For the latest information on COVID-19, visit dphss.guam.gov or guamrecovery.com. For inquiries on COVID-19, contact 311 through a local number, or call the Joint Information Center at (671) 478-0208/09/10.



The Critical Business Hotline is open Monday through Friday from 11:00 a.m. to 5:00 p.m. Please call 475-9473, 475-9390, 475-4770, 475-3221, or 475-9213.

UNITED AIRLINES GUAM MARATHON VIRTUAL EVENT EXTENDED FROM SEPT. 5-20

Guam Sports Events, Inc., United Airlines, and the 2020 United Airlines Guam Marathon (UGM) partners announced today that they will be extending the deadline to complete the #UGM2020 Goes Virtual races from Sept. 5 through Sept. 20. The new race dates will give residents and international runners more flexibility to schedule their races within the two weeks to ensure a safer experience for all.

The now two-week-long virtual event, rebranded as #UGM2020 Goes Virtual, will begin on Sept. 5, and runners will need to complete their 5K, 10K, half marathon (13.1 miles) and marathon (26.2 miles) race distances and submit their timing online by Sept. 20. All current #UGM2020 registrants were automatically entered to run the virtual race. They were also automatically deferred to 2021 at no additional cost.

Ben Ferguson, Event Director, Guam Sports Events, Inc. said, “This year is a very different year for UGM. We thank United Airlines, Guam Visitors Bureau, and Pacific Island Club and all our sponsors for having the vision and commitment to support this virtual race. There is still some uncertainty as to when the PCOR 1 restrictions will be lifted in Guam, and we ask all runners to follow their local government mandates and stay safe while having fun.”

PACKET PICKUP

The #UGM2020 packet pickup dates have been changed due to the current government restrictions. Once the restrictions are lifted in Guam, registered runners will be able to pick up their race packets

through Sept. 20. Packet pickup details will be relayed at a later date. The packet will include a finisher medal, event t-shirt, beach mat, towel, and event bag.

OFFICIAL UGM EVENT MERCHANDISE

Official UGM 2020 merchandise is available exclusively through Run Guam’s Tumon and online stores (ranguam.com). Run Guam, locally owned and operated, is the official merchandise partner of UGM.

EAT.SHOP.RUN

UGM’s runners’ perks program Eat.Shop.Run, will be returning this year. Event organizers will be announcing this year’s special offers soon. Stay tuned to UGM’s Facebook page for details.



MARKETS AT-A-GLANCE



JAPAN

1 Government News

Prime minister Shinzo Abe resigned for health reasons; will remain until new successor chosen

2 COVID-19 News

- 20s to 30s remain the highest age group of new Tokyo cases at 49%
- Untraceable cases were 13% lower than previous week
- Second wave of infection continues
- Major areas of new cases are in Tokyo, Osaka, and Fukuoka

SOUTH KOREA

1 COVID-19 News

- Numbers jump back to first-wave levels
- Government extends the current Level 2 social distancing for one more week until Sept 6 in Seoul and the surrounding area
- Control measures within social distance level 2 and level 2.5 are detailed in appendix
- Junior doctors opposing government's plan to increase admission quotas at medical schools continues strike

2 Airline News

- Total outbound seat capacity for September is 567 seats
- Hyundai Development Corporation stopped the procedure of acquisition after the outbreak
- LCCs considering to focus on cargo to maintain operation
- Number of domestic passengers in August increased 112% despite COVID-19 spread

3 Market Intelligence

- JTB and Rakuten tour packages resume Nov 1; Jalpak resumes Oct 13
- Temperature scanning conducted only for domestic passengers at airports; no thermography installed for international travel
- United Airlines and Japan Airlines passenger measures detailed in appendix
- Japan Airlines started contactless check-in kiosks at Haneda Airport
- JTB launches PCR testing business from Sept 1
- MOFA updates detailed in appendix

TAIWAN

1 Market News

- Government news detailed in appendix
- Taiwan Ministry of Education: foreign students to choose between quarantine hotels or quarantine centers
- Czech senate leader's delegation met with President Tsai and high-ranking members of the Cabinet
- Taiwan to replace throat swabs with new saliva test for coronavirus
- Scoot to resume flights between Taiwan's Taoyuan and Japan's Tokyo Narita airports
- Taiwan extends ban on tour groups indefinitely
- Palau to open tourism exclusively to Taiwanese travelers in Sept

2 Airline News

China Airlines September location operation schedule and other airline news shown in appendix

MARKET INTELLIGENCE REPORT APPENDIX

As of September 3, 2020 and may be subject to change.



JAPAN



JAPAN COVID-19 NEWS

JAPANESE GOVERNMENT

- Prime minister, Shinzo Abe has resigned for health reasons.
- Japan's longest-serving leader (nearly 8 years): since late 2012.
- The number of new cases of the novel coronavirus has been on a downtrend and he has been able to compile new measures to fight the pandemic.
- He will remain in office until his successor is chosen.
- The Liberal Democratic Party is considering holding a leadership election on September. 15

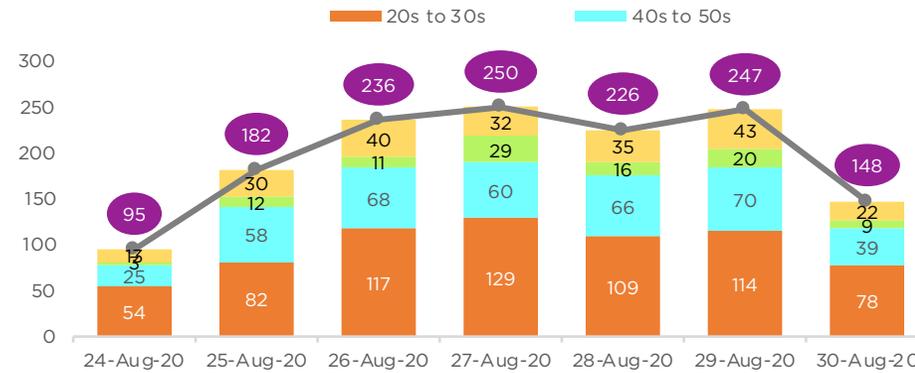


POST-ABE LEADERSHIP RACE:

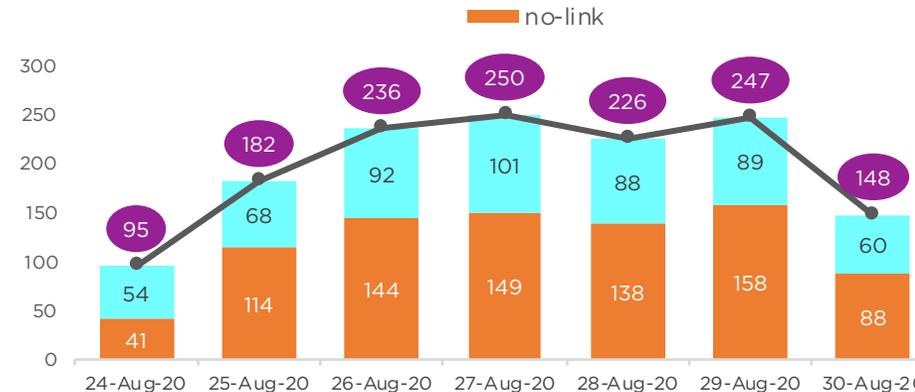


- Taro Kono, Defense Minister
- Fumio Kishida, LDP Policy Chief & former Minister for Foreign Affairs
- Yoshihide Suga, Chief Cabinet Secretary
- Shigeru Ishiba, former Defense Minister & former Secretary-General

TOKYO NEW CASES : AGE GROUP



CONFIRMED CASES IN TOKYO



AGE GROUP (AUGUST 24-30, 2020)
Total cases: 1,384

- 20s to 30s: 49%
- 40s to 50s: 28%
- 60s and above: 16%
- 19 and below: 7%

NUMBER OF CASES PER 100,000 POPULATION (AUGUST 24-30, 2020)

- Okinawa: 15.1
- Tokyo: 10.4
- Fukuoka: 8.4
- Osaka: 8.0
- Aichi: 4.2

Confirmed COVID-19

Cases: 69,599

13% active (8,756)

AS OF SEPT 3, 2020

JAPAN COVID-19 NEWS

NEW CASES TOKYO

- Aug 24: 95
- Aug 25: 182
- Aug 26: 236
- Aug 27: 250
- Aug 28: 226
- Aug 29: 247
- Aug 30: 148

UNTRACEABLE CASES TOKYO

- Aug 24: 41
- Aug 25: 114
- Aug 26: 144
- Aug 27: 149
- Aug 28: 138
- Aug 29: 158
- Aug 30: 88

TOKYO GOVERNOR

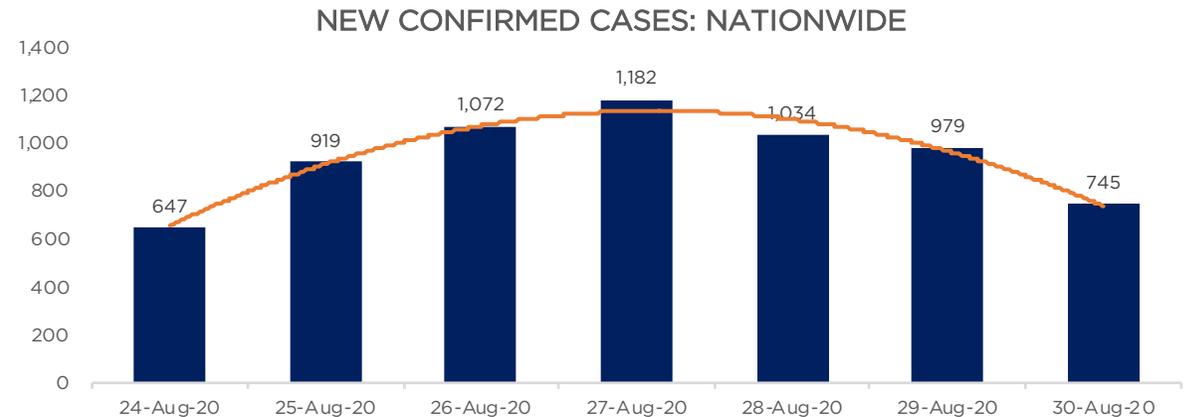
- Untraceable cases were 13% lower than previous week
- Situation remains extremely serious
- Spread to all age groups
- 20s to 30s: 49%
- Household and workplace infection

JAPANESE GOVERNMENT

- Prioritize recovering economic activities
- No plan to declare a state of emergency
- Medical resources: serious ill patients

CURRENT INFECTION TREND

- Infections are on the decline but remain high.
- The second wave of infection continues.
- The number of new cases and positive rate shows a downward trend.



PERIOD	AUGUST 17-23	AUGUST 24-30	DIFF
Tokyo	1,619	1,384	-235
Osaka	996	650	-346
Aichi	448	307	-141
Fukuoka	486	450	-36
Okinawa	273	231	-42
All Japan	6,578	5,296	-1,282

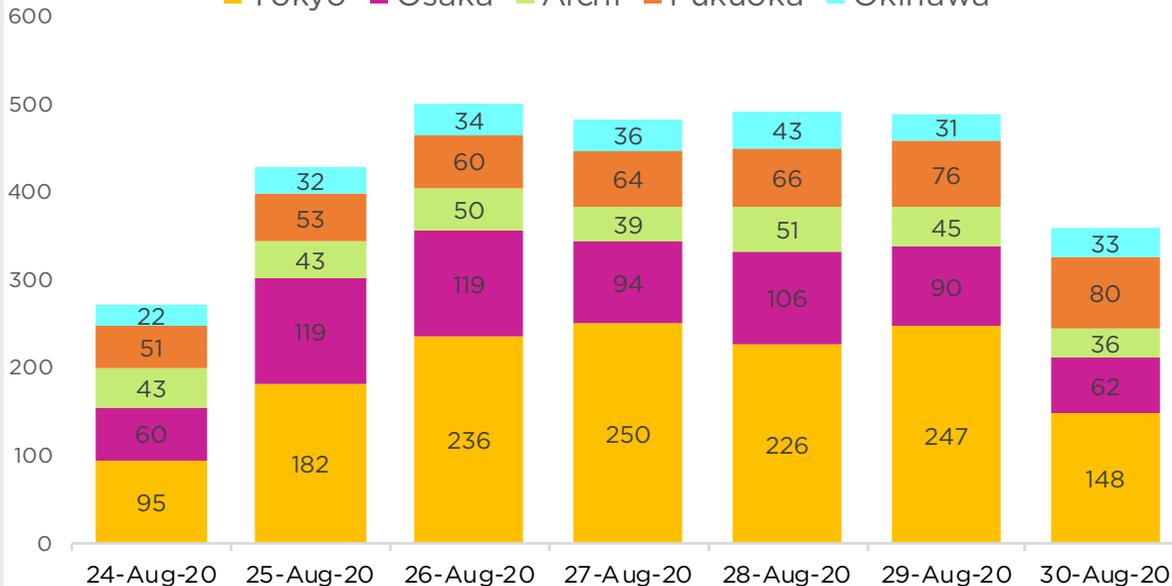
JAPAN MARKET INTELLIGENCE

COVID-19 NEWS MAJOR AREA (ON-LINE STATIONS AND OKINAWA) August 24 to 30

Tokyo: 1,384
Fukuoka: 450
Osaka: 650
Okinawa: 231
Aichi: 307

MAJOR AREAS IN JAPAN : NEW CASES

■ Tokyo ■ Osaka ■ Aichi ■ Fukuoka ■ Okinawa



PACKAGE SALES BY MAJOR WHOLESALERS



TOUR OPERATION

	JTB Package Tour	Canceled until October 31	November 1 ~
	HIS Package Tour	Canceled until September 30	October 1 ~
	KNT Package Tour	Canceled until September 30	October 1 ~
	NTA Package Tour	Canceled until September 30	October 1 ~
	JALPAK Package Tour	Canceled until October 15	October 16 ~
	TOBU Top Package Tour	Canceled until September 30	October 1 ~
	RAKUTEN Travel Package Tour	Canceled until October 31	November 1 ~

JAPAN MARKET INTELLIGENCE

THERMOGRAPHY INSTALLATION AT AIRPORTS

Domestic passengers:

- Temperature scanning has been conducted only for passengers departing on domestic flights at airport (NRT, HND, KIX, FUK, CTS etc.)

International passengers:

No thermography is installed.



NARITA



HANEDA



KANSAI



CHUBU



FUKUOKA



CHITOSE

UNITED PASSENGER (UNITED AIRLINES)



Before Travel

- Ready-to-fly checklist
- Not diagnosed with COVID-19



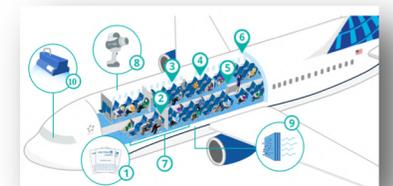
In the lobby

- Wear face covering
- Keep social distance



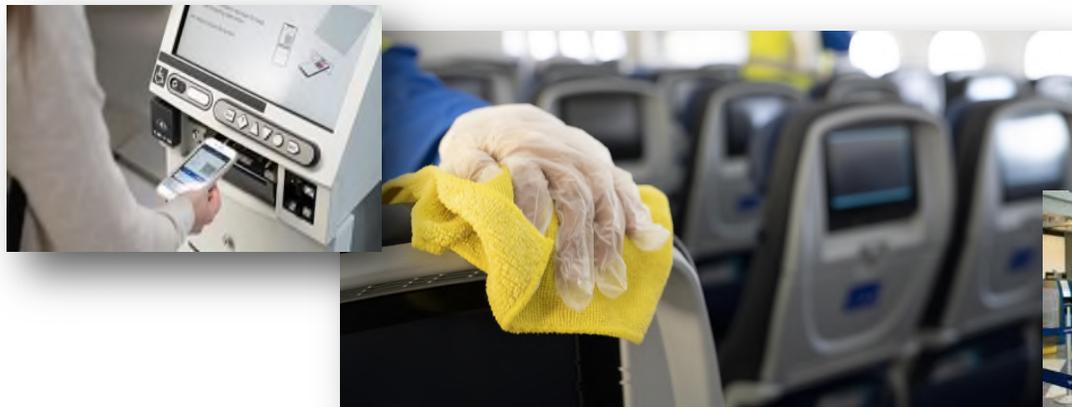
At the gate

- Sanitizer station
- Wear face covering
- Self-scan boarding passes



On board

- Sanitizer wipes
- Wear face covering



JAPAN MARKET INTELLIGENCE

JAPAN AIRLINES: NEW TRIAL Contactless Check-in Kiosks

Japan Airlines has started testing touchless check-in kiosks at Tokyo Haneda Airport



PURPOSE:

- Follow Covid-19 social distancing guidelines.
- Safe and secure travel experience

MACHINE:

- Developed by Mitsubishi Electric and Oki Electric

PLACES:

Haneda Airport
Terminal 1
South Wing

TRIAL PERIOD:
AUGUST 24 TO
SEPTEMBER 15

HOW TO:

- Operate the machine without touching the screen.
- Make selections by holding their finger three centimeters away from the check-in system.



JAPAN AIRLINES

JAL PASSENGER



Body-Temperature
• Check at home



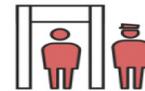
Check-in face mask
• Keep social distance
• Temperature check



Advance check-in
• Mobile
• PC.



Check-in kiosks and self-baggage drops



Security area
• Keep social distance
• Wear face mask



Body-temperature check
• At time of check-in
• At the gate



Gate & Boarding
• Temperature check
• Social distancing measures.
• Staggered boarding procedure

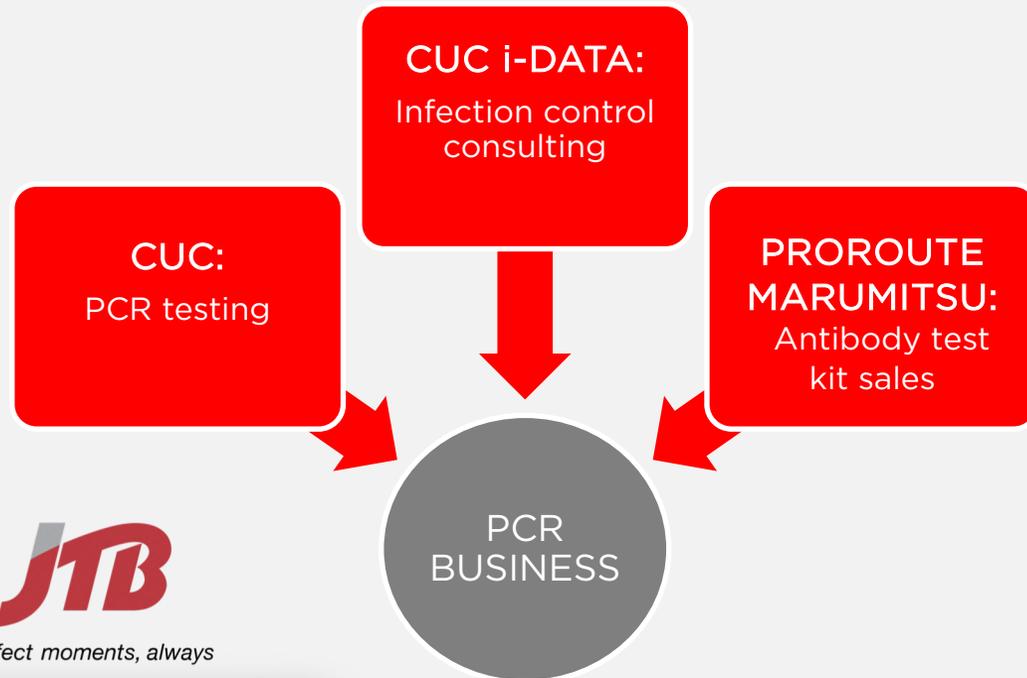


Cabin
• Wear face mask
• Minimize conversation



JAPAN MARKET INTELLIGENCE

PCR BUSINESS: JTB launches PCR Testing Business from September 1.



Perfect moments, always



Expected demand in Japan

- New employees training
- Physical meeting & conference
- Employee/ Staff Safety Measures
- General Shareholders meeting
- Sports events & concerts
- Entrance & graduation ceremony
- Entrance examination etc.

MOFA UPDATES



外務省
Ministry of Foreign Affairs
of JAPAN



INBOUND:

Added foreigners who have stayed in 13 new countries to entry refusal. Total 159 countries
13 countries: Belize, Bhutan, Ethiopia, Gambia, Lesotho, Malawi, Nigeria, Rwanda, South Sudan, Trinidad and Tobago, Tunisia, Zambia, Zimbabwe



OUTBOUND:

Raised Travel Advice and Warning to level 3 for in 13 new countries.
Total 159 countries and regions



Entry Restrictions (Quarantine Measures): All incoming passengers
Antigen test or PCR test upon arrival: until further notice
14 days quarantine: until further notice



RESTRICTIONS FOR ARRIVAL

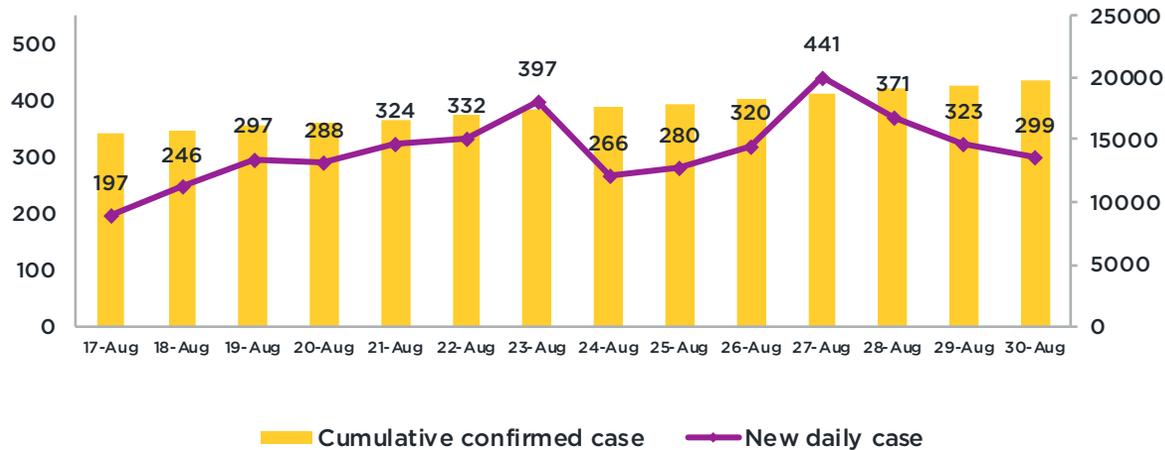
Limits passenger flights from China or South Korea to NRT & KIX only.: until further notice

SOUTH KOREA



DAILY NEW CASES

ACCORDING TO THE ROUTE OF INFECTION FOR RECENT TWO WEEKS



- Korea reported 299 more novel coronavirus cases on August 30.
- Among new cases, 283 were locally transmitted and 16 imported.
- A large majority of the newly confirmed local cases were found in the Seoul area, 203.
- As the numbers jump back to first-wave levels in recent weeks, with Seoul at the center this time, **Seoul will go into a partial lockdown** for a week in an attempt to stop the novel coronavirus from spreading from the capital to the rest of the country.

Source: Central Disaster and Safety Countermeasures Headquarters; as of Aug 30



SEOUL 'SHUTS DOWN' IN BID TO BLUNT COVID-19

As cluster infections are tied to enclosed areas such as coffeehouses, restaurants and indoor fitness centers, the government has decided to **extend the current Level 2 social distancing for one more week until Sept 6** in Seoul and the surrounding area.

Adding stricter rules imposed for eight days that started August 30, social distancing rule viewed as **"Level 2.5"** on the three-tier system.

Under the rule, restaurants and bakeries can operate until 9 p.m., and only takeaway and delivery will be permitted from 9 p.m. to 5 a.m.

The government also banned the operation of indoor sports facilities such as fitness centers and driving ranges as well as private academic institutions, including large academies.

Confirmed COVID-19

CASES:
20,644

23% active
(4,786)

AS OF SEPT 3, 2020

CONTROL MEASURES WITHIN SOCIAL DISTANCE LEVEL 2 (AUGUST 19~) AND LEVEL 2.5 FOR SEOUL AND GYEONGGI (AUGUST 30~)

SECTOR		LEVEL 1	LEVEL 2	LEVEL 3
GATHERING / CONGREGATION / EVENT		Permit (compliance with quarantine measures are recommended)	50 people indoors No more than 100 allowed	No more than 10 people allowed
SPORTS EVENT		Limit the number of spectators attending	Zero-attention game	Close the facility
MULTI-FACILITY	PUBLIC	Permit operation (partial interruptions/restrictions if necessary)	Close the facility	Close the facility
	PRIVATE	Permit operation However, an order to refrain from operating high-risk facilities (compliance with quarantine measures)	High-risk facilities should close, compliance with quarantine measures are compulsory [Restrictions on personnel per 4m ²]	Stop the operation of high/medium-level facilities, compliance with quarantine measures are compulsory (e.g. no business after 21:00, review the suspension of underground facilities)
SCHOOL / KINDERGARTEN		Physically attending class/distance learning	Physically attending class (reduced number of students)/distance learning	Distance learning/close school
INSTITUTE / COMPANY	PUBLIC	Minimize the density of work through flexible work time/telecommuting (e.g., 1/3 of all employees)	Restricting the number of employees through flexible work time/telecommuting (e.g., 1/2 of all employees)	Telecommuting except critical employees
	PRIVATE	Encourage the activation of flexible work time/telecommuting	Limit the number of employees through flexible work time/telecommuting are recommended	Telecommuting for all employees are recommended except critical employees but essential personnel

JUNIOR DOCTORS DECIDE TO CONTINUE STRIKING

Doctors are opposed to the government's plan to increase admission quotas at medical schools. They argue problems in the current medical service delivery system should be addressed, rather than just adding more doctors.

The Ministry of Health and Welfare announced the doctors who fail to follow the orders could have their licenses revoked and even face jail time of up to three years or a fine of 30 million won (\$30,000) or less.



Trainee doctors across all levels have begun an indefinite strike, protesting the government's medical workforce reform plan.

As part of the country's medical workforce reform plan, the health ministry is planning to expand admission quotas at medical schools by 4,000 over the next 10 years, and to open a new public medical school.

AIRLINE SCHEDULE / STATUS MONITORING SEPTEMBER

1. Incheon - Guam

Airlines	Flight No.	Days	DEP Time	ARR Time	Seat Capacity
Korean Air	KE113	Daily (10/1~)	9:45	15:15	0
	KE111	Daily (10/1~)	19:35	01:00+1	0
Jeju Air	7C3100	Daily (10/1~)	6:25	12:00	0
	7C3102	Daily (10/1~)	10:40	16:05	0
	7C3106	Daily (10/1~)	20:20	02:00+1	0
Jin Air	LJ641	September 9 / 23 / 30	9:00	14:25	567
T'way	TW301	Daily (10/1~)	18:00	23:40	0
Air Seoul	RS103	Daily (10/1~)	20:45	02:15+1	0
TOTAL					567

*LJ641 - scheduled to operate flights on September 9, 23, and 30. (canceled flights on September 2 and 16)

2. Busan - Guam

Airlines	Flight No.	Days	DEP Time	ARR Time	Seat Capacity
Jeju Air	7C3154	Daily (10/1~)	22:05	03:05+1	0
Jin Air	LJ647	Daily (10/1~)	8:00	13:15	0
TOTAL					0

Total Outbound Seat Capacity (September): 567 seats

*Schedules and seat capacity are subject to change (as of August 31)

KOREA AIRLINE NEWS

FULL SERVICE CARRIER



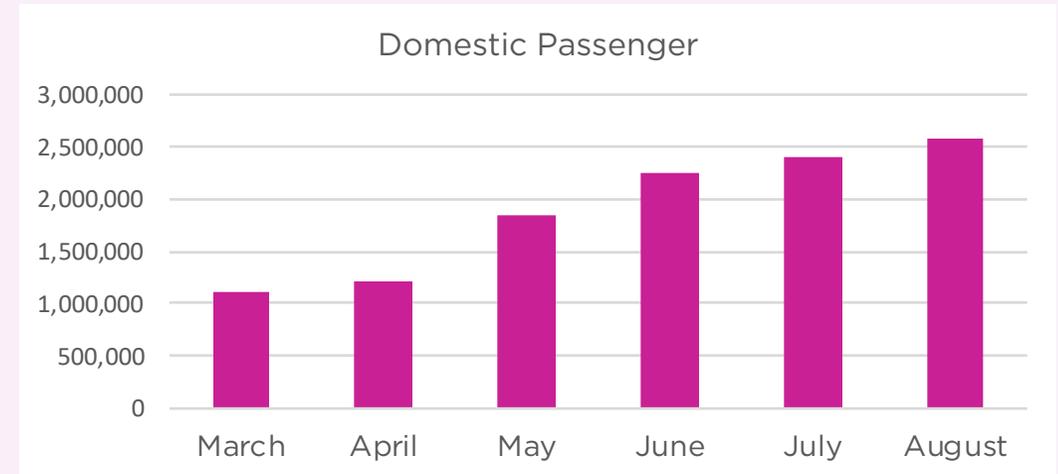
- Hyundai Development Corporation stopped the procedure of acquisition after the outbreak of COVID-19, claiming that the pandemic substantially and unexpectedly deteriorated the airline's financial conditions.
- Korea Development Bank Chairman Lee Dong-gull and HDC Hyundai Development Company chairman Chung Mong-gyu met with each other on August 26 to resume the sale of Asiana Airlines.

LOW COST CARRIER



- LCCs are also considering to focus on cargo to maintain operation amid COVID-19. Jin Air has B777-200ER aircraft but other LCCs are not able to expect much profits from cargo services. T'way and Jeju Air is under discussion with the Ministry of Land, Infrastructure and Transport to turn passenger seats to cargo.
- Jin Air scheduled to operate ICN-GUM flight once a week from September but canceled two flights due to new quarantine requirement for travelers entering Guam effective August. Therefore, Jin Air will service flights on September 9, 23, and 30.

TRAVEL INDUSTRY



- The number of domestic passengers in August increased 112% compared to April despite of COVID-19 spread.
- The domestic passengers keep increasing from March. According to the Airportal site, the number of domestic passengers from August 13 to August 27 for two weeks were 2,569,068pax which is a doubled number compared to March, 2020.
- According to the airline, there's no much cancelation on domestic flight and the number of domestic passengers increased compared to July and August last year.
- In time for the Korean Thanksgiving Day in September, the load factors of Jeju routes are almost 50-60% full from end of September to early October.

TAIWAN



PR DATE	TAIWAN GOVERNMENT NEWS
2020-08-30	Travel agency plans to bring back Taipei-Kaohsiung flight
2020-08-30	Taiwan to replace throat swabs with new saliva test for coronavirus
2020-08-30	Czech delegation the result of joint resistance to Chinese pressure: DPP
2020-08-30	Foreign students can choose between quarantine hotels or quarantine centers: Taiwan MOE
2020-08-29	China Airlines cargo plane returns to Taiwan after blown tire
2020-08-29	Taiwan government defends end of ban on US pork imports
2020-08-28	Taiwan opens F-16 fighter jet maintenance center in Taichung
2020-08-26	Taiwan, US announce joint 5G security declaration
2020-08-26	Taiwan extends ban on tour groups indefinitely
2020-08-25	Government still aims to complete 3rd Taoyuan airport runway in 2025

FOREIGN STUDENTS CHOOSE BETWEEN QUARANTINE HOTELS OR QUARANTINE CENTERS: TAIWAN MOE

Taiwan's Ministry of Education (MOE) said on Sunday (Aug. 30) that degree-seeking students from abroad can choose between the country's quarantine hotels, the central government's quarantine centers, or school and private dormitories that have been sanctioned for quarantine purposes by the local health authorities.



Confirmed
COVID-19

CASES:
489

2% active
(11)

AS OF SEPT 3, 2020

worldometer

CZECH SENATE LEADER'S DELEGATION ARRIVES IN TAIWAN

Czech Senate President Milos Vystrcil and his delegation landed at Taipei Taoyuan International Airport at 11 a.m. on Sunday (Aug. 30)

The China Airlines charter flight left Prague Saturday (Aug. 29) and made its way to Taipei without any layovers.



Joseph Wu, Director-General of MoFA, welcomes Czech delegation at airport

Members of the delegation submitted negative COVID-19 test results and epidemic prevention guidelines were reportedly followed for the duration of the journey.

During their stay in Taiwan, members of the group will meet with President Tsai and high-ranking members of the Cabinet, including the ministers of Health and Welfare, Science and Technology, and Culture.

TAIWAN TO REPLACE THROAT SWABS WITH NEW SALIVA TEST FOR CORONAVIRUS

Taiwan's Central Epidemic Command Center (CECC) announced on Sunday (Aug. 30) that a new and less unpleasant way to test for coronavirus will replace the traditional throat swabs at the country's airports beginning Tuesday (Sept 1).



Medical workers need to push a pencil-length swab to the very back of recipients' nasal passages to test for the novel coronavirus, which many find uncomfortable.

SCOOT TO RESUME TAOYUAN-TOKYO FLIGHTS IN SEPTEMBER

Budget airline Scoot announced on Friday it will resume flights between Taiwan's Taoyuan and Japan's Tokyo Narita airports starting Sept 9 as it gradually resumes its schedule of services after disruptions caused by the COVID-19 pandemic.



TAIWAN EXTENDS BAN ON TOUR GROUPS INDEFINITELY

The Tourism Bureau has decided to extend the ban on inbound and outbound tour groups indefinitely, reports said Wednesday (Aug 26).

The authority was basing its decision on advice from the Central Epidemic Command Center (CECC) and on its analysis of the international situation.

PALAU TO OPEN TOURISM EXCLUSIVELY TO TAIWANESE TRAVELERS IN SEPTEMBER

Palau is planning to open up for tourism next month starting with Taiwan, Palauan Ambassador to Taiwan Dilmei Louisa Olkeriil told Taiwan News on Tuesday (Aug 25).

Currently, there are two chartered China Airlines flights per month that carry only essential workers, personal, and medical patients between Taiwan and Palau.

Ambassador Olkeriil stated that she has been in touch with Palau tourism authorities and Taiwanese travel agencies to discuss the possibility, hoping to revive Palau's tourism industry.

She also said that both China Airlines and EVA Air have been making preparations to resume the 3.5 hour flights between the two countries.



CI SEPTEMBER OPERATION SCHEDULE



LOCATION						
North America	Southeast Asia		Europe	Oceania	Northeast Asia	China
Los Angeles	Bangkok	Ho Chi Minh City	Amsterdam	Sydney	Tokyo	Beijing
San Francisco	Singapore	Hanoi	Frankfurt	Melbourne	Fukuoka	Shanghai
New York	Penang	Manila	London (Heathrow)	Brisbane	Nagoya	Xiamen
Vancouver	Kuala Lumpur	Phnom Penh		Auckland	Seoul	Chengdu
	Jakarta	Yangon				Hong Kong

Flight schedule and numbers arranged based on pandemic.

OTHER NEWS

Taipei opens travel fair without international airlines due to COVID-19
KLM to resume Amsterdam-Taipei service from Sept 1.



The latest list of eligible countries/regions is as follows:

- **Low-risk countries/regions:** New Zealand, Macao, Palau, Fiji, Brunei, Thailand, Mongolia, Bhutan, Laos, Cambodia, Myanmar, Sri Lanka, Nauru, East Timor, Mauritius
- **Medium-risk countries/regions:** Malaysia, Singapore, Vietnam



Si Yu'os Ma'ase'!