Singapore



SingPost introduces new package categories and adjusts postal products to meet eCommerce boom

- New postal services for packages to meet eCommerce demand: Basic Package and Tracked Package
- Ordinary Mail renamed as Basic Mail and will only accept letters and printed papers up to 500g; No change in Basic Mail rates
- Registered Service (Singapore) to be realigned offered only to letters and printed papers weighing up to 500g
- Revisions to international airmail rates and Registered Service (International) fees
- All changes to take effect from 2 December 2019

SINGAPORE, 30 October 2019 – To meet the demands brought about by changes in Singapore's postal landscape, including the growth of eCommerce and falling mail volumes, Singapore Post Limited (SingPost) is adjusting some of its existing products and services with effect from 2 December 2019.

The adjustments, which follow a full review of SingPost's entire range of products and services, will enable SingPost to better serve the fast evolving needs of the local community and improve service standards.

As part of the adjustment, SingPost will introduce two new postal service categories – **Basic Package** and **Tracked Package**.

SingPost will only accept letters and printed papers weighing up to 500g, under its **Basic Mail** (previously known as Ordinary Mail) service. Rates for **Basic Mail** remain unchanged. SingPost will also limit its **Registered Service (Singapore)** to letters and printed papers.

International airmail rates from Singapore will cost \$0.10 to \$0.20 more, depending on country zones, due to international settlement rate increases made annually by the Universal Postal Union (UPU)¹.

New postal service categories for packages

SingPost will introduce the new **Basic Package** and **Tracked Package** service categories from 2 December 2019, specifically for packages weighing up to 2kg. These packages will be delivered to the recipients' letterboxes.

¹ The UPU is the United Nations agency that sets the rules for international mail services among its 192 member countries. The UPU international settlement rate system determines how much an originating postal operator pays the destination postal operator to cover the cost of delivery in the destination country.

Singapore



The introduction of these new categories reflects the high demand for small package deliveries across Singapore, with a tracking option given to customers. Direct delivery to the letterbox means customers do not need to stay at home to receive their packages and will therefore reduce missed deliveries. This will also make the work of the postman more efficient, leading to improved service standards.

Basic Package is a basic letterbox package delivery service which will cost between \$0.90 and \$3.50. It does not offer customers any form of tracking or notification for their deliveries.

Tracked Package is an over-the-counter package delivery service, priced between \$3.20 and \$4.80, offering delivery progress tracking as well as notifications for the recipient. Customers will be kept updated on their package deliveries, which will be delivered directly to their letterboxes.

The new *Tracked Package* service is also lower in cost for heavier items compared to *Registered Service (Singapore)*, thereby offering consumers and businesses cost savings for a delivery service with value-added tracking service (See Appendix 1).

The detailed price chart for the new package services can be found in **Appendix 1**.

Renaming of Ordinary Mail to Basic Mail

With the introduction of the *Basic Package* service, existing *Ordinary Mail* services will now be known as *Basic Mail* from 2 December 2019.

Under **Basic Mail**, the Standard Regular, Standard Large and Non-Standard categories will only accept letters and printed papers up to 500g. All other items, including merchandise and items between 501g and 2kg will be categorised under **Basic Package**. This is to streamline the definitions of mail and package items, and hence, increasing operational efficiency of workflows and deliveries.

There are no changes to the existing rates and delivery times for **Basic Mail** (up to 500g). The postage rates for **Basic Mail** (used to be known as *Ordinary Mail*) were last adjusted in 2014.

Changes to Registered Article Service in Singapore

The *Registered Article* service within Singapore will be renamed as *Registered Service* (*Singapore*) from 2 December 2019. This optional sign-for service will only accept letters and printed papers, up to 500g.

This is to realign the intent of the service, originally designed to offer secure delivery and tracked receipt of important letters and documents. Due to its sign-for service, customers



have been using the *Registered Service (Singapore)* to send packages, which has put a strain on SingPost's Registered Service.

Following these adjustments, customers sending heavier items can now consider using the new *Tracked Package* for deliveries to the letterbox, or Speedpost courier services for doorstep deliveries.

	BASIC MAIL ELETTERBOX =		BASIC	TRACKED	
	(Lette	Mail er / Postcard / Printed F	Paper)	PACKAGE =LETTERBOX =	PACKAGE
	Standard Regular	Standard Large	Non-Standard		
Weight	≤ 40g ≤ 500g ≤ 500g		≤ 2kg	≤ 2kg	
Type of Delivery	Letterbox	Letterbox	Letterbox	Letterbox	Letterbox (with Tracking)
Delivery Standard	Letter / Postcard:Letter / Postcard:Next working day2 working days		2 - 4 working days	2 - 4 working days	
	Printed Paper: 2 - 4 working days				
Optional Service	Registered Service (Singapore) (optional sign-for service) Delivery Standard: 2 working days Fee: \$2.24 + prevailing postage rate		N.A.	N.A.	

The changes above are summarised in the chart below.

Please refer to **Appendix 1** for the detailed postal rates and maximum dimensions for each category.

International airmail rates to go up

Postal operators have increased their international mail rates each year to mitigate their rising operating costs due to increasing international postal settlement rates. SingPost has been absorbing the yearly increase in payment made to foreign postal operators since 2014. In 2018, SingPost saw an increase in payments to foreign postal operators by more than 25 per cent, and projects that the payments will continue to increase each year.

SingPost will revise the following rates from 2 December 2019:

• Airmail rates for letters, printed papers and postcards will increase by \$0.20 for Zone 1 (Malaysia & Brunei) and \$0.10 for Zones 2 & 3 (all other countries).

Singapore



- Aerogramme rates will also increase by \$0.10 per piece.
- The *Registered Service (International)* fee will also be revised to \$3.60 up from the current \$2.50, in addition to the applicable postage fees.

These rate revisions will be paid to postal operators of destination countries, in response to the increase in charges for their delivery of postal items from Singapore.

International surface (sea/land) mail rates, as well as airmail rates for packages, will remain the same.

The new postage rates for international mail can be found in **Appendix 2.**

Re-focusing to meet customers' evolving needs

Mr Vincent Phang, CEO for Postal Services and Singapore, said: "We are committed to keeping our postal service relevant in the eCommerce age to better serve the needs of our customers.

"We have conducted a thorough review of our postal operations and engaged customers to improve our service offerings and standards.

"Among the numerous feedback received, tracking and letterbox deliveries were preferred by customers as compared to waiting at home for doorstep deliveries. As such, the new *Tracked Package* service, in addition to the other new services introduced here are the natural next steps in the transformation of Singapore's postal services," Mr Phang added

- END -

For media enquiries:

Shannon Lim (Mr) Tel: +65 9728 8580 Email: shannonlim@singpost.com

Hong Mei Yu Tel: +65 6845 6298 Email: hongmeiyu@singpost.com

About Singapore Post Limited

For more than 160 years, Singapore Post (SingPost), as the country's postal service provider, has been delivering trusted and reliable services to homes and businesses in Singapore. Today, SingPost is pioneering and leading in eCommerce logistics as well as providing innovative mail and logistics solutions in Singapore and around the world, with operations in 19 markets.



Media Release

Building on its trusted communications through domestic and international postal services, SingPost is taking the lead in end-to-end integrated and digital mail solutions. The suite of SingPost eCommerce logistics solutions includes front end web management, warehousing and fulfilment, last mile delivery and international freight forwarding.



Appendix 1 – Domestic Postage Rates & Dimensions from 2 December 2019

For Mail (no changes to rates):

Service TypeBasic MailWeight Step up toStandard Regular (C5/C6/DL sized envelope)Standard Large (up to C4 sized envelope)20g\$0.3040g\$0.37\$0.60100g	Non-standard	
up to (C5/C6/DL sized envelope) (up to C4 sized envelope) 20g \$0.30 (up to C4 sized envelope) 40g \$0.37 \$0.60 100g - -	Non-standard	
40g \$0.37 \$0.60 100g - -		
5	\$0.60	
	\$0.90	
250g - \$0.90	\$1.15	
500g - \$1.15	\$1.70	
Registered Service (Singapore) fee for delivery within Singapore* Additional \$2.24 on top of applicable postage		

*Only applicable for Basic Mail services

Item Type	Mail (Letter/Postcard/Printed Paper)		
Service Type	Basic Mail		
Category	Standard Regular (C5/C6/DL sized envelope)	Standard Large (up to C4 sized envelope)	Non-standard
Weight limit	<u><</u> 40g	<u><</u> 500g	<u><</u> 500g
Maximum	240mm x 162mm x	324mm x 229mm x	340mm x 240mm x
dimensions	6mm	14 mm	70mm
Tracking	No	No	No
Type of Delivery	Letterbox	Letterbox	Letterbox
	Letter/Postcard:	Letter/Postcard:	Letter/Postcard:
Delivery	Next working day	Next working day	2 working days
standard	Printed Paper: 2 – 4 working days	Printed Paper: 2 – 4 working days	Printed Paper: 2 – 4 working days



Media Release

For Packages (new service categories):

Item Type	Package		
Service Type			
Weight Step	Basic Package	Tracked Package	
up to			
100g	\$0.90	\$3.20	
250g	\$1.40	ψ 3 .20	
500g	\$1.80	\$3.80	
1kg	\$2.70	\$4.20	
2kg	\$3.50	\$4.80	

Item Type	Package		
Service Type	Basic Package	Tracked Package	
Weight limit	<u><</u> 2kg	<u><</u> 2kg	
Maximum	324mm x 229mm x	324mm x 229mm x	
dimensions	65 mm	65 mm	
Tracking	No	Yes	
Type of Delivery	Letterbox	Letterbox	
Delivery	2-4	2 – 4	
standard	working days	working days	

Comparison of new Tracked Package & existing Registered Article service rates

	Existing	New	
Service Type	Ordinary Mail (Non-standard) + Registered Article	Tracked Package	
Weight Step up to	fee Delivery to doorstep, sign-for service	Delivery to letterbox, tracking capabilities and SMS notification upon delivery	Change
40g	\$2.84	\$3.20	+\$0.36 (+13%)
100g	\$3.14	\$3.20	+\$0.06 (+2%)
250g	\$3.39	\$3.20	-\$0.19 (-6%)
500g	\$3.94	\$3.80	-\$0.14 (-4%)
1kg	\$4.79	\$4.20	-\$0.59 (-12%)
2kg	\$5.59	\$4.80	-\$0.79 (-14%)

Cost savings on Tracked Package service for items above 100g

All rates are in Singapore Dollars and inclusive of GST.

Terms and conditions apply. Please refer to <u>www.singpost.com</u> for more details.





Appendix 2 – Postage Rates for International Mail from 2 December 2019

<u> Airmail rates – Mail</u>

Service Type	Mail (Letter/P	Postcard		
Destination	Weight-step up to (max 2kg)	New Postage Rate (existing rate in brackets)	New Postage Rate (existing rate in brackets)	
Zone 1	20g 50g	\$0.70 (\$0.50) \$0.90 (\$0.70)	1	
Malaysia & Brunei	100g Each additional 100g	\$1.30 (\$1.10) \$1.10 (no change)	\$0.60 (\$0.40)	
Zone 2 Countries in Asia & The Pacific (except Australia, Japan & New Zealand)	1 st 20g	\$0.80 (\$0.70)	\$0.70 (\$0.60)	
	Each additional 10g	\$0.25 (no change)		
Zone 3 Australia, Japan, New	1 st 20g	\$1.40 (\$1.30)	¢0.70 (\$0.60)	
Zealand & rest of the world	Each additional 10g	\$0.35 (no change)	- \$0.70 (\$0.60)	
Aerogrammes (to all countries except Malaysia & Brunei)		\$0.70 (\$0.60)	1	

Airmail rates - Package (no changes to rates)

Service Type	Package (Small Packet)		
Destination	Weight-step up to (max 2kg)	Postage Rate (no change)	
	100g	\$2.50	
Zone 1	250g	\$3.90	
Malaysia & Brunei	500g	\$5.20	
	Each additional 100g	\$1.10	
Zone 2	100g	\$3.20	
Countries in Asia & The Pacific (except Australia, Japan & New	250g	\$6.80	
	500g	\$12.00	
Zealand)	Each additional 100g	\$2.50	
Zone 3	100g	\$4.70	
Australia, Japan, New	250g	\$9.85	
Zealand & rest of the	500g	\$17.00	
world	Each additional 100g	\$3.50	

Registered Service (International) fee for airmail (mail and packages): additional \$3.60 (previously \$2.50), on top of applicable postage.



Media Release

Surface (sea/land) mail rates (no changes to rates)

Destination	Weight-step up to (max 2kg)	Letter / Printed Paper	Postcard
	20g	\$0.50	
To all countries except Malaysia & Brunei	50g	\$0.70	\$0.30
	100g	\$1.00	
	Each additional 100g	\$1.00	

All rates are in Singapore Dollars.

Terms and conditions apply. Please refer to <u>www.singpost.com</u> for more details.