

COMPASS MARITIME WEEKLY REPORT



March 4th, 2016 / Week 9

THE VIEW FROM THE BRIDGE

Full report can be viewed on the Market Reports tab at the following link: www.compassmar.com

Although we have seen three weeks of slightly improved dry cargo freight rates, the bulk carrier market headlines continue to be dominated by reports of bankruptcy, restructuring, and huge operating losses.

Bulk Invest of Norway (spin off of Western Bulk ASA) filed for bankruptcy this week as they try to renegotiate the long term charters of 23 bulk carriers from several Japanese owners.

This week it was announced that Norden lost \$285 mill. in 2015 (lower than the \$415.6 mill. loss in 2014) and Scorpio Bulkers (SALT) reported a net loss of \$510.78 mill. for 2015. There were reports that the company was selling its whole fleet to a Greek buyer but this was incorrect. Pioneer Marine of Singapore lost \$96.9 mill. in 2015 which included a \$74.4 mill. non-cash impairment loss that led to a fourth quarter loss of \$80.6 mill. and announced restructuring efforts with their banks that included covenant waivers and cures for covenant breaches.

It was reported that after selling part of their bulk fleet, Hyundai Merchant Marine (HMM) is now considering selling their 10 ship tanker fleet (four VLCC's, two Suezmaxes, seven MR tankers plus two chemical tankers).

Have a good weekend.

COMPASS MARITIME WEEKLY REPORT

TANKERS

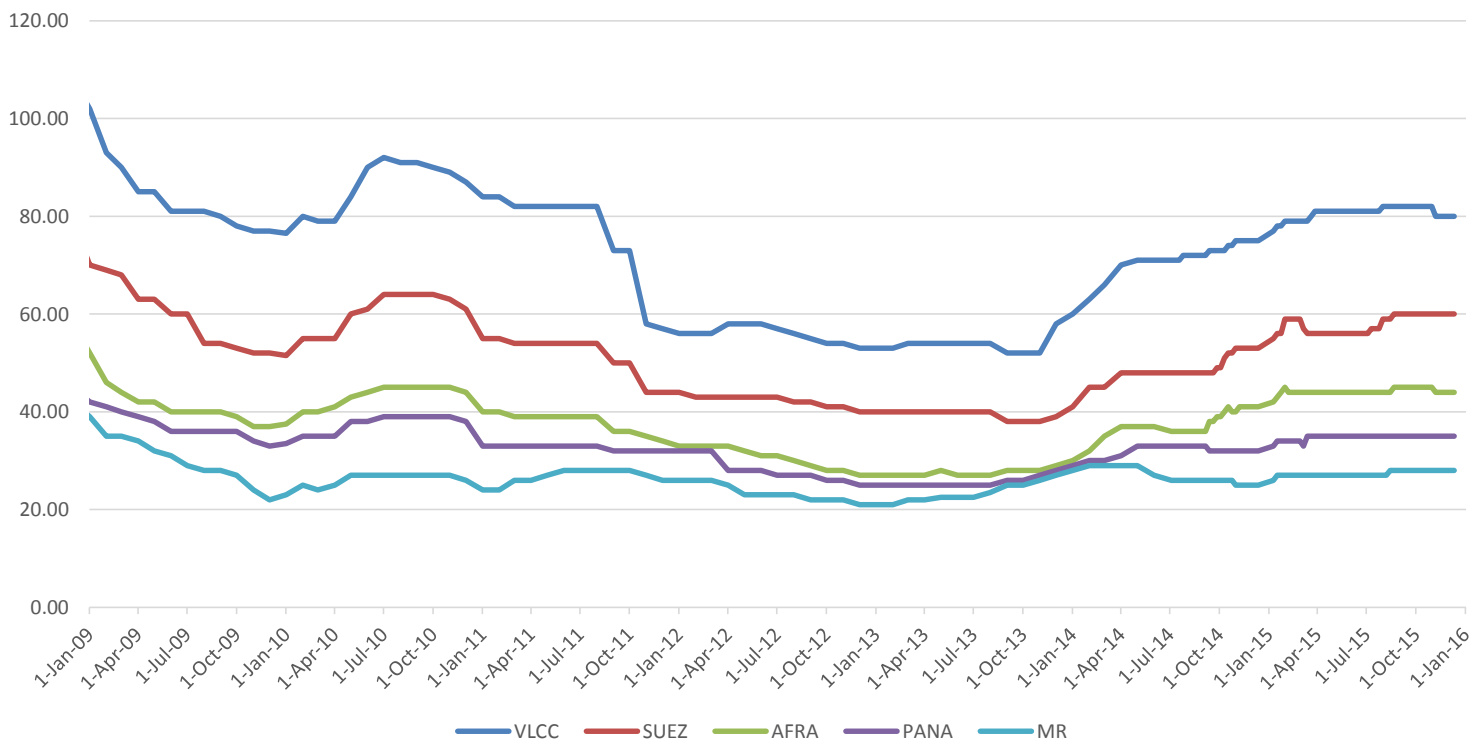
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
PACIFIC LONDON	113,333	1999	Samsung	B&W	17,707 ldt Coiled	\$15	Middle East
ARTHUR	19,084	1987	Kasado, Japan	Sulzer	Coated/Coiled 6,000 LDT	\$3.2	China

COMPASS MARITIME TANKER VALUES

ASSET CLASS	NB CONTRACT		NB PROMPT DELIVERY	5 YEAR	10 YEAR	20 YEAR
TANKERS	SIZE (DWT)	(All Numbers in US \$ Millions)				
VLCC	300,000	91.5	96	76	50	23
SUEZMAX	160,000	62.5	68	57	40	14
AFRAMAX	110,000	50.5	54	40	27	8
PANAMAX - LR1	70,000	45	46	35	25	7
MR TANKER	51,000	34.5	36	27	19	7

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

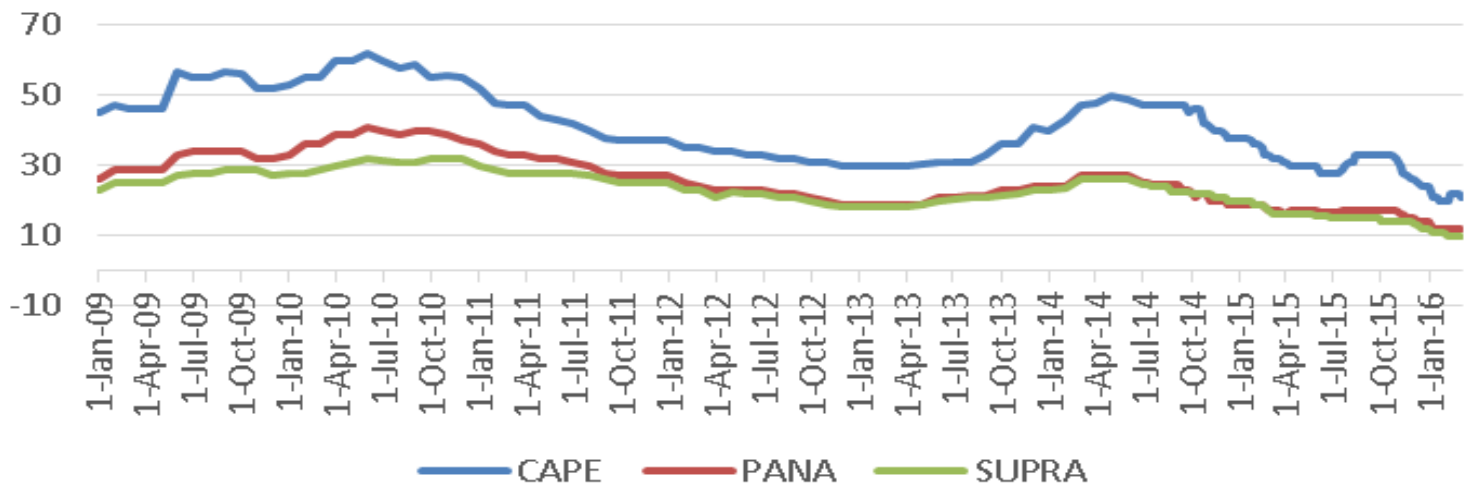
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
AQUACARO	180,600	2016	Imabari	Man B&W	9/9			\$32.75	Singapore
C. WINNER	169,237	2008	Daehan	Man B&W	9/9			\$11.5	Greek
SECRET CAPITAL	55,395	2013	Hyundai, Vietnam	Man B&W	5/5	4 X 35 c		\$8.5 each	Undisclosed
ENTERPRISE	45,572	2000	Tsuneishi	Man B&W	5/5	4 X 30 c	7,700 ldt	\$2.7	Far East
BARRA	42,648	1998	IHI	Sulzer	5/5	4 X 25 c	7,600 ldt	\$2.6	Iraq
ANGEL JUPITER	32,936	2006	Kanda	Mitsubishi	5/5	4 X 30.5 c		\$5	Vietnam
CS CHARA	30,634	2006	Cochin, India	Man B&W	5/5	4 X 30 c		\$3.6	Greek
VOGE FIESTA	29,516	1997	Dalian	B&W	5/5	5 X 30 c	Open/Box	\$2.3	Middle East

COMPASS MARITIME BULK CARRIER VALUES

ASSET CLASS		NB CONTRACT	NB PROMPT DELIVERY	5 YEAR	10 YEAR	20 YEAR
BULK	SIZE (DWT)	(All Numbers in US \$ Millions)				
CAPE	170,000	44.5	33	21	12	7
PANAMAX	74,000	24.5	23	12	7	4
SUPRAMAX	56,000	22.5	20	10	6	3

COMPASS MARITIME BULKER VALUES (5YRS OLD)





NEWBUILDINGS

NEWBUILDING ACTIVITY REPORTED THIS WEEK

<u>No.</u>	<u>Size</u>	<u>Type</u>	<u>Yard</u>	<u>Delivery</u>	<u>Price (mill)</u>	<u>Comments</u>	<u>Owners</u>
1	170,000	Gas	Hyundai Hi	2017	\$223		Hoegh LNG Holdings

NEWBUILDING STATISTICS - TANKERS

ASSET CLASS	2016	2017	2018	2019
VLCC (200k+ dwt)	66	46	22	2
SUEZMAX (120k-199k dwt)	40	56	6	3
AFRAMAX (80k-119k dwt)	64	65	30	1
PANAMAX (60k-79k dwt)	32	28	10	0
MR TANKER (35k-59k dwt)	158	83	16	9
0-34K DWT	85	49	25	3

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2016	2017	2018	2019
CAPE SIZE (100k+ dwt)	184	35	18	2
80-100K DWT	220	66	18	1
PANAMAX (65k-79k dwt)	22	3	0	0
SUPRAMAX (40k-64k dwt)	441	132	14	3
HANDYSIZE (10k – 39k dwt)	243	87	30	12

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES			
	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	740	751	848
BCTI	950	519	567

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	46,500	47,500
Suezmax	150,000	34,500	35,000
Aframax	110,000	26,000	27,000
LR2	105,000	27,500	28,000
LR1	80,000	21,750	22,500
MR	47,000	17,750	17,750

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES			
	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	349	327	565
BCI	164	177	470
BPI	386	352	487
BSI	371	322	566

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	4,800	4,800
PANAMAX	75,000	4,500	4,400
SUPRAMAX	52,000	5,000	5,000

COMPASS MARITIME WEEKLY REPORT

RECYCLING ACTIVITY REPORTED THIS WEEK

BANGLADESH - CHITTAGONG

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
MV Quorn	179,869	1996	22,230		\$247
MV Sunny Voyager	152,025	1994	18,884		\$246

CHINA

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
No sales to report					

INDIA

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
MV Kythnos Warrior	72,072	1996	9,617		\$230
MV Flora	26,587	1985	5,618		\$230
(RoRo) Petra	17,955	1985	10,631		\$247
(cont.) Fortune Navigator	8,515	1998	4,246		\$245

PAKISTAN

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
No sales to report					

MISC

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
No sales to report					

TURKEY

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
No sales to report					

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2016	THIS DATE 2015	2015 TOTAL	2014 TOTAL
ULCC/VLCC	1	2	4	13
SUEZMAX	0	0	1	8
AFRAMAX	0	0	3	26
POST-PANAMAX TANKER	0	0	0	2
PANAMAX TANKER	0	1	5	10

CAPE/COMBO (80K DWT +)	30	20	92	45
PANAMAX BULKER	35	14	96	62
POST PANAMAX BULKER	1	2	8	4

ESTIMATED RECYCLING PRICES (US \$ / LDT)

LOCATION	TANKERS 15-20,000 LDT	TANKERS 6-10,000 LDT	BULK CARRIERS
CHINA	\$130	\$125	\$120
SUB-CONTINENT	\$245	\$245	\$232

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MISCELLANEOUS VESSELS

CONTAINERSHIPS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	TEU	Engine	GEAR	Additional Info	Price (\$ Mill)	Buyer
OSAKA TRADER	24,376	1996	Shin Kurushima	1,613	Mitsubishi	3 X 40 c		\$2.7	Undisclosed
CALA PAGURO	21,442	2007	Imabari	1,577	Man B&W	3 X 45 c		\$10	Undisclosed

TWEEDECKERS/ MPC/ Ro-Ro/ MISCELLANEOUS VESSELS

Vessel Name	DWT	Year	Built	TEU	Engine	H/H	GEAR	Additional Info	Price (\$ Mill)	Buyer

BUNKER PRICES

BUNKER PRICES (US\$/ton)	ROTTERDAM	FUJAIRAH	SINGAPORE	PIRAEUS
380 CST	143.00	145.00	159.50	158.00
180CST	172.00	195.00	170.50	178.00
MGO	310.00	420.00	316.00	342.00

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