

COMPASS MARITIME WEEKLY REPORT



September 16th, 2016 / Week 37

THE VIEW FROM THE BRIDGE

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

Although the drycargo charter market is showing some signs of life, the bottom line is that earnings are still dismal. This combined with a large order book is still making most owners feel the 'good old days' are still quite some time away.

To compare today's values with those of the recent past, see our commentary from exactly 2 years ago (Sept 2014):

" Several more modern Capesize bulk carriers were reported sold this week at price levels that are similar, although a bit softer, than recent comparables. The M/V 'BERGE MCCLINTOCK' (179,515 DWT/Built 2012 at Hanjin in Korea) was sold to Navios for region \$52 mill. (sellers paid \$41 mill. for the vessel in August 2013) and the M/V 'RIO MONTEVIDEO' / 'RIO MANAUS' (180,000 DWT/Built 2012 at Hyundai, Philippines) obtained region \$51-52 mill. each"

We would assess that a comparable 2 year old Capesize bulk carrier would today be worth region \$30/\$31 mill.

The downward trend in the tanker charter markets is still continuing and asset values are softening. Owners are hoping the 'winter season' will increase earnings and thereby turn around the slide in vessel values. The good news is that the order book in this segment does not look as grim as in the dry sector.

Have a good weekend.

COMPASS MARITIME WEEKLY REPORT

TANKERS

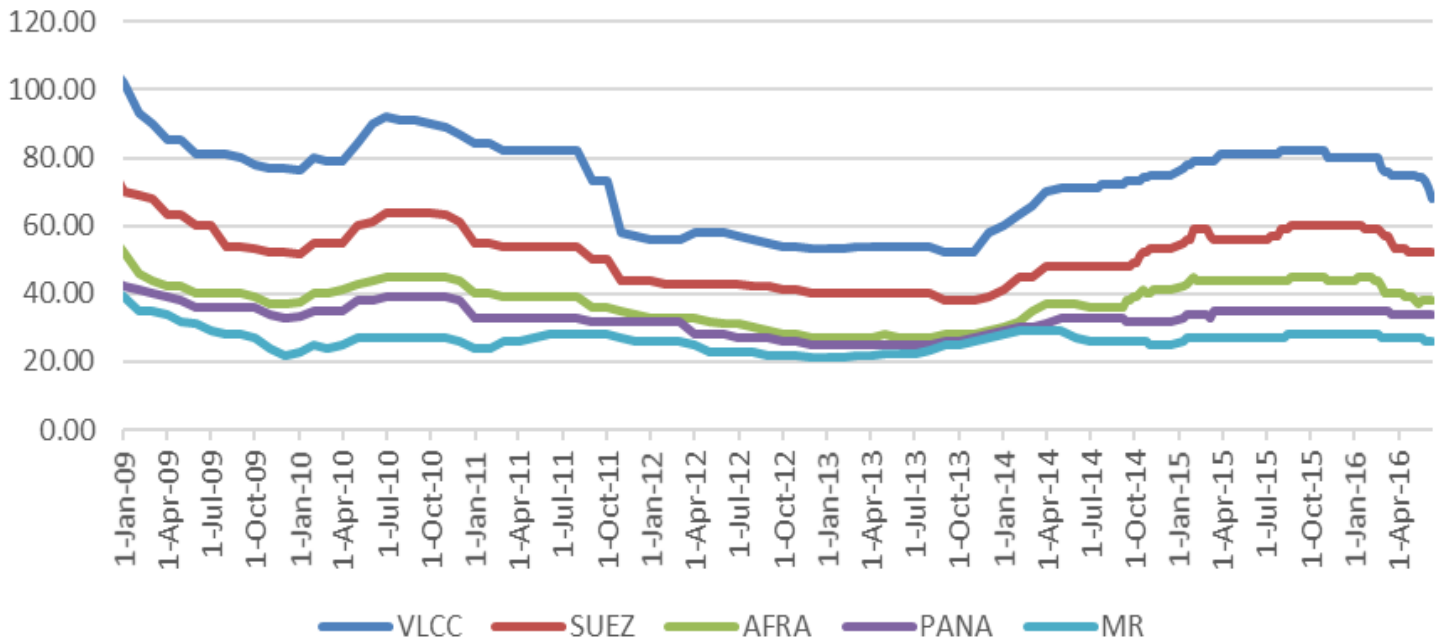
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
DIAMOND ORCHID	19,702	2008	Fukuoka	Man B&W	St Steel, 26 Grades	\$20.5	UK

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	85	85	62	41	20
SUEZMAX	160,000	56	58	44	31	12
AFRAMAX	110,000	46	47	32	21	8
PANAMAX - LR1	70,000	40	44	30	21	7
MR TANKER	51,000	32	33	23	15	5

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

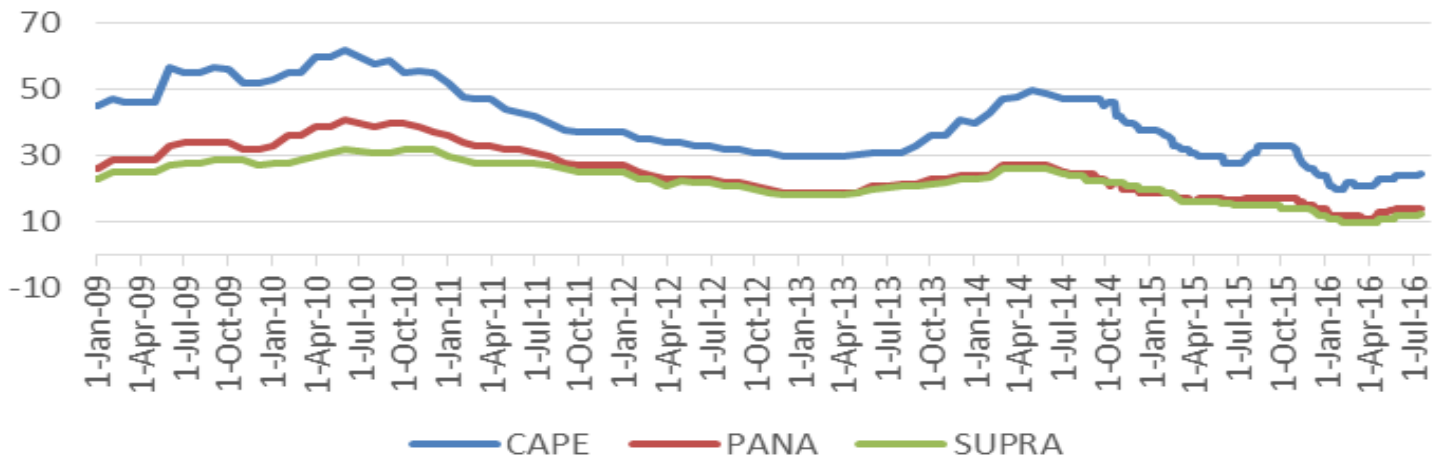
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
HANJIN MATSUYAMA	179,166	2011	Sungdong	Man B&W	9/9			\$22.75	China
E.R. BOSTON E.R. BAYERN E.R. BAVARIA	178,838	2010	Hyundai	Man B&W	9/9			\$21 each	Greek
DARYA SHREE	74,823	2004	Hudong	Man B&W	7/7			\$5.1	Europe
DARYA MAYA DARYA RANI	64,000	2016	Guangzhou	Man B&W	5/5	4 X 30 c		\$17.5 each	Denmark
JIN HAN JIN MING	61,414	2011 2010	Oshima	Man B&W	5/5	4 X 30 c		\$14.5 \$14	UK
FLEET PHOENIX	55,903	2006	Mitsui	Man B&W	5/5	4 X 30 c		\$8.9	Bangladesh
WESTERN SINGAPORE	52,239	2003	Tsuneishi	B&W	5/5	4 X 30 c		\$4.65	Indonesia
HANJIN LIVERPOOL HANJIN ISABEL	36,851 36,798	2012	Hyundai, Vietnam	Man B&W	5/5	4 X 30 c		\$8/\$8.25 range each	Greek
LISA J STEVEN C	34,426	2010 2009	SPP	Man B&W	5/5	4 X 35 c		\$10 \$9.5	UK
KARINE BULKER	32,271	2008	Kanda	Mitsubishi	5/5	4 X 30.5 c	Open / Box	\$8	Undisclosed

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	42	35	24	14	6
PANAMAX	74,000	23	24	14	8.5	4
SUPRAMAX	56,000	21	20	12.5	8.5	3

COMPASS MARITIME BULKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

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>

NEWBUILDING STATISTICS - TANKERS

ASSET CLASS	2016	2017	2018	2019
VLCC (200k+ dwt)	63	42	23	2
SUEZMAX (120k-199k dwt)	32	64	8	0
AFRAMAX (80k-119k dwt)	57	68	31	1
PANAMAX (60k-79k dwt)	25	30	10	0
MR TANKER (35k-59k dwt)	135	84	21	12
0-34K DWT	81	64	30	5

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2016	2017	2018	2019
CAPE SIZE (100k+ dwt)	160	42	30	3
80-100K DWT	180	69	20	3
PANAMAX (65k-79k dwt)	7	5	3	0
SUPRAMAX (40k-64k dwt)	373	129	15	3
HANDYSIZE (10k – 39k dwt)	208	96	37	14

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES			
	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	555	536	668
BCTI	386	416	680

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	28,000	28,500
Suezmax	150,000	21,000	21,000
Aframax	110,000	17,750	18,000
LR2	105,000	18,000	19,000
LR1	80,000	17,000	18,000
MR	47,000	13,750	13,750

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES			
	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	800	804	1,055
BCI	1,680	1,556	1,884
BPI	646	658	1,057
BSI	660	688	905

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	7,400	7,200
PANAMAX	75,000	5,600	5,600
SUPRAMAX	52,000	6,500	6,500

COMPASS MARITIME WEEKLY REPORT



RECYCLING ACTIVITY REPORTED THIS WEEK

BANGLADESH – CHITTAGONG

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
Gaz Fountain (LPG)	49,999	1986	18,962		\$295

CHINA

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

India

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
MV Deep True	26,541	1985	5,666		\$268
MT Mitrope (sulphur)	15,866	1999	6,575	As is Columbo	\$278

PAKISTAN

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
MV The Forgive	70,003	1994	11,961		\$294

MISC

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
Viktoria Wulff (cont)	58,260	2006	21,191	As is Shanghai, Bunkers included for voyage to India, final destination unknown	\$303

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2016	THIS DATE 2015	2015 TOTAL	2014 TOTAL
ULCC/VLCC	2	3	4	13
SUEZMAX	1	2	1	8
AFRAMAX	7	2	3	26
POST-PANAMAX TANKER	0	0	0	2
PANAMAX TANKER	3	5	5	10

CAPE/COMBO (80K DWT +)	69	68	92	45
PANAMAX BULKER	89	52	96	62
POST PANAMAX BULKER	3	4	8	4

ESTIMATED RECYCLING PRICES (US \$ / LDT)

LOCATION	TANKERS 15-20,000 LDT	TANKERS 6-10,000 LDT	BULK CARRIERS
CHINA	\$200	\$195	\$190
SUB-CONTINENT	\$300	\$290	\$285

COMPASS MARITIME WEEKLY REPORT

MISCELLANEOUS VESSELS

CONTAINERSHIPS SALES REPORTED THIS WEEK

<u>Vessel Name</u>	<u>DWT</u>	<u>Year</u>	<u>Built</u>	<u>TEU</u>	<u>Engine</u>	<u>GEAR</u>	<u>Additional Info</u>	<u>Price (\$ Mill)</u>	<u>Buyer</u>
PINE 2 / 4 / 6	34,038	2010 2009 2010	Nantong	974	Man B&W	2x40 cr 3x35 cr	Open/Box shaped Retractable Tweendeck	\$6 each enbloc	China

TWEEDECKERS/ MPC/ Ro-Ro/ MISCELLANEOUS VESSELS

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

BUNKER PRICES

BUNKER PRICES (US\$/ton)	ROTTERDAM	FUJAIRAH	SINGAPORE	PIRAEUS
380 CST	237.50	257.50	251.50	255.00
180CST	267.50	292.50	261.00	274.00
MGO	393.00	512.50	405.00	431.00

Compass Maritime Services, LLC is Member of:

The Association of Ship Brokers & Agents (USA) Inc.
(ASBA),



The Baltic Exchange



Panel Member of
The Baltic Exchange Sale & Purchase Assessment (BSPA Index)
The Baltic Exchange Demolition Assessment (BDA Index)

The information contained in this report has been obtained from various market sources. COMPASS MARITIME believes such information to be factual and reliable without making guarantees regarding its accuracy or completeness. COMPASS MARITIME will not be held responsible for any action or failure to take action upon reliance on information contained herein. This report, whether partially or in its entirety, cannot be reproduced by any means without the prior written authorization of COMPASS MARITIME.