

COMPASS MARITIME WEEKLY REPORT



February 3rd, 2017 / Week 5

THE VIEW FROM THE BRIDGE

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

Market consolidation and M&A deals have been few and far between in the tanker arena, but this week Frontline of Norway (John Fredriksen Group) made a bid of \$475 mill. (\$5.09/share) to purchase Double Hull Tankers (DHT). The BOD of DHT has not yet officially replied to the offer, but their co-CEO placed a net asset value of \$5.70/share on the company during its fourth-quarter conference call this week. DHT has a fleet of 19 VLCC's on the water, 2 VLCC's on order, plus 2 Aframax tankers.

The South Korean court in charge of Hanjin Shipping's receivership announced this week that it plans to declare the carrier bankrupt, paving the way for its liquidation. There will be a two-week review period for creditors to weigh in on the court's decision, after which it is expected that Hanjin will cease to exist, ending its 40 year tenure. The court has already sold core assets like the container line's U.S. terminal operations (now owned by Hyundai Merchant Marine and MSC) and its Asia-North America shipping routes (purchased by Korean firm SM Group).

It will be interesting to see the final prices obtained by the creditors when 5 x 13,100 TEU's very modern container vessels built at Hyundai in Korea are auctioned next week in Hong Kong. Bids are due next Friday for the M/V "HANJIN GREEN EARTH" (Built 2013), "HANJIN BLUE OCEAN" (Built 2013), "HANJIN AMERICA" (Built 2012), "HANJIN ASIA" (140,973 DWT/Built 2012), and the "HANJIN SOOHO" (Built 2012) with the winning offers to be announced February 14th.

Have a good weekend.

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TANKERS

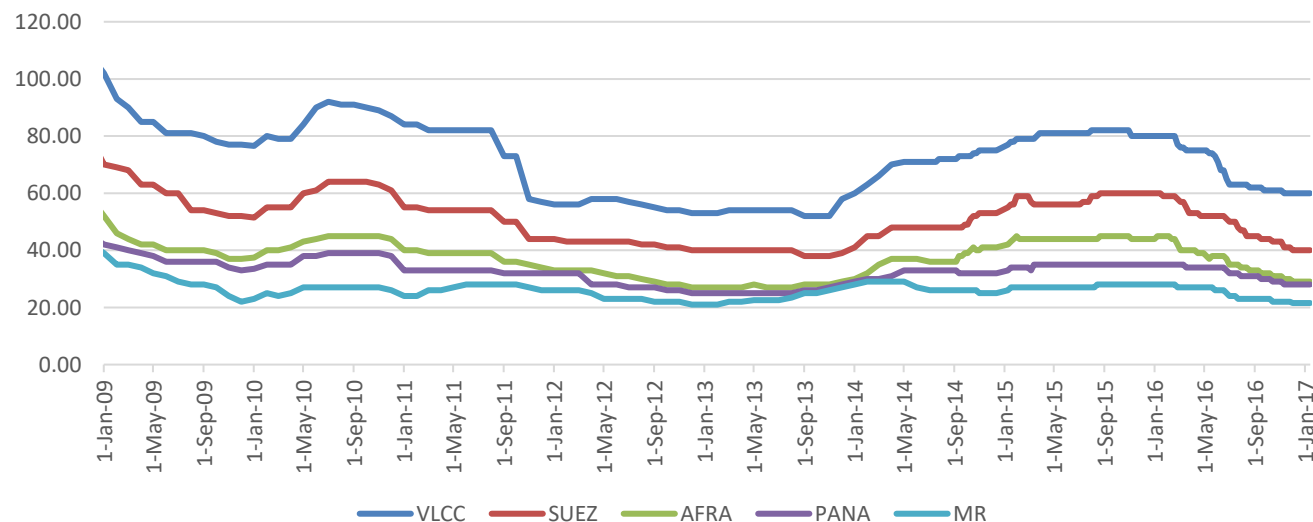
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
CRUDE MED CRUDE PROGRESS	308,000	2017	Hyundai	Wartsila		\$81.5 each	Greek
HYUNDAI SAMO S771	300,000	2017	Hyundai	Man B&W		\$81.5	Greek
SHIN EI	106,361	2002	NKK	Sulzer	Coiled, 16,500 ldt	\$10.5	Greek
EAGLE STEALTH	105,322	2001	Sumitomo	Sulzer	Tar Epoxy Coated/Coiled 16,160 ldt	\$11.65 basis new classed	Taiwan
ENERGY PRIDE ENERGY PROTECTOR	51,319	2004	STX	Man B&W	IMO III	\$13 each	Greek
CPO JAPAN CPO KOREA	51,747	2010	Hyundai	Man B&W	IMO III	\$18.7 \$17.3	Norway
GANDHI	40,165	2008	SLS	Man B&W	IMO III	\$15.8	Greek
HIGH PRESENCE	48,700	2005	Iwagi	Man B&W	Coated/Coiled, 4 GRDS	\$15 Incl 5yrs TCB at USD 14.250/day	China
DAVINO D	14,246	2005	Asakawa	Man B&W	St Steel, 12 GRDS	\$14	Holland
GLOBAL CERES	12,999	2009	Miura	Man B&W	IMO II/III, Marineline Coated	\$12.5	Greek
ASL TROUBADOUR	12,306	2007	Sasaki	Man B&W	IMO II, Marineline Coated	\$10.7	Vietnam

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	81	82	60	40	17
SUEZMAX	160,000	53	54	40	27	11
AFRAMAX	110,000	44	43	29	18	7.5
PANAMAX - LR1	70,000	38	39	28	17	6.5
MR TANKER	51,000	32	32	21.5	14	4

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

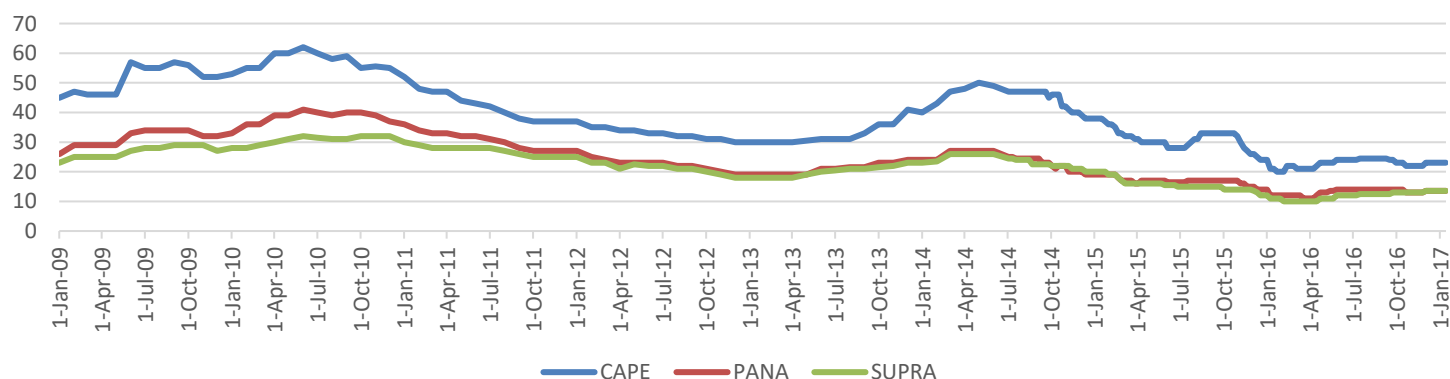
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
CAPE RICH	180,133	2011	Qingdao	Man B&W	9/9			\$17.5	Singapore
CONRAD OLDENDORFF	95,711	2013	Imabari	Man B&W	7/7			\$19	Belgium
EPSON TRADER I	82,331	2009	Oshima	Man B&W	7/7			\$13	Greek
YANGZHOU DAYANG DY161	63,500	2017	Yangzhou	Man B&W	5/5	4x35c		\$18.5	Undisclosed
HALICARNASSUS V	58,729	2009	Tsuneishi	Man B&W	5/5	4x30c		\$11	Undisclosed
JS POMEROL JS BANDOL	58,018 57,970	2011 2010	Yangzhou	Man B&W	5/5	4x35c		\$10 \$9.25	Greek
KARAWEIK	54,170	2006	Oshima	Man B&W	5/5	4x30c		\$7.9	Far East
NORDIC SUZHOU	34,676	2002	Tianjin	Sulzer	5/5	4x30c	9,059 ldt	\$4	Norway
CARIBBEAN ID	36,254	1996	Naikai	B&W	5/5	4x30c	6,961 ldt	\$2.5	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	41	36	23	14	6
PANAMAX	74,000	22	22	14	9	4
SUPRAMAX	56,000	21	21	13.5	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)	24	49	40	2
SUEZMAX (120k-199k dwt)	19	63	13	0
AFRAMAX (80k-119k dwt)	28	72	39	3
PANAMAX (60k-79k dwt)	12	25	16	0
MR TANKER (35k-59k dwt)	44	92	31	26
0-34K DWT	35	79	49	7

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2016	2017	2018	2019
CAPE SIZE (100k+ dwt)	61	63	40	15
80-100K DWT	82	104	32	3
PANAMAX (65k-79k dwt)	16	4	0	0
SUPRAMAX (40k-64k dwt)	185	192	34	9
HANDYSIZE (10k - 39k dwt)	103	130	43	18

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	858	946	863
BCTI	585	614	678

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	27,500	27,500
Suezmax	150,000	21,000	22,000
Aframax	110,000	17,250	17,250
LR2	105,000	16,000	16,000
LR1	80,000	14,000	14,000
MR	47,000	13,500	12,500

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	752	827	297
BCI	981	1239	212
BPI	922	968	295
BSI	667	692	262

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	9,500	8,750
PANAMAX	75,000	7,250	7,400
SUPRAMAX	52,000	6,800	6,800

COMPASS MARITIME WEEKLY REPORT



RECYCLING ACTIVITY REPORTED THIS WEEK

BANGLADESH – CHITTAGONG

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
Gas Concord (LPG)	56,906	1976	17,227		Unknown at this time
Mare Siculum (cont)	52,357	1998	15,999		\$313
SSL Trust (cont)	14,313	1992	6,417		\$325

CHINA

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

India

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
No sales to report	34,894	1997	11,414		\$340

PAKISTAN

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

MISC

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
MT Chryssi	154,970	1992	20,502	As is Fujairah, final destination unknown	\$327
Halifax (cont)	66,763	2004	19,814	Full sub-continent range options	\$340

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2017	THIS DATE 2016	2016 TOTAL	2015 TOTAL
ULCC/VLCC	0	0	6	4
SUEZMAX	1	0	2	1
AFRAMAX	0	0	7	3
POST-PANAMAX TANKER	0	0	0	0
PANAMAX TANKER	0	0	4	5

CAPE/COMBO (80K DWT +)	6	15	80	92
PANAMAX BULKER	3	24	104	96
POST PANAMAX BULKER	0	1	4	8

ESTIMATED RECYCLING PRICES (US \$ / LDT)

LOCATION	TANKERS 15-20,000 LDT	TANKERS 6-10,000 LDT	BULK CARRIERS
CHINA	\$250	\$245	\$240
SUB-CONTINENT	\$330	\$320	\$315

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>
NORTHERN GLEAM NORTHERN GENIUS	53,874	2008	Hyundai	4,294	Man B&W		Gearless	\$6.6 each	China
BALTRUM TRADER	34,017	1999	Aker	2,470	B&W	3x45cr	10,555ldt	\$3.6	China

TWEENDECKERS/ 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

<u>BUNKER PRICES (US\$/ton)</u>	<u>ROTTERDAM</u>	<u>FUJAIRAH</u>	<u>SINGAPORE</u>	<u>PIRAEUS</u>
380 CST	301.00	326.00	331.00	324.00
180CST	328.50	380.00	355.50	344.00
MGO	466.50	552.50	490.50	513.00

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