

COMPASS MARITIME WEEKLY REPORT



May 5th, 2017 / Week 18

THE VIEW FROM THE BRIDGE

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

Dry cargo freight rates continue to fall this week and the BDI closed at 994 which is significantly below the high for 2017 of 1338.

The new building order book has been slowing for the past year or so, which has been welcome news to ship owners worldwide, especially in the container and bulk carrier sectors. However, we have seen a recent pick up in orders for tankers and a slight increase in bulk carrier orders which is having a cooling effect on optimism for a decent recovery in the near future.

Over the past several years we have seen a large number of shipyards close (or slow/stop production), but seasoned shipping veterans have been wary that these yards can reopen on short notice. A private investor group has taken over the bankrupt Nantong Mingde Heavy Industries shipyard in China which was one of the leading Chinese builders of chemical tankers until it went bankrupt in 2014. It has been resurrected as Nantong Xiangyu Shipbuilding & Engineering and reportedly has retained about 30% of the previous management team. There are reports that the first customers will be Goldwin Shipping of China (a private ship owner) and Sinochem (Government owned). They will start with 4 x 38,800 DWT chemical tankers for region \$50-55 mill. each with the first vessels scheduled for delivery and of 2018 or early 2019.

Have a good weekend.

COMPASS MARITIME WEEKLY REPORT

TANKERS

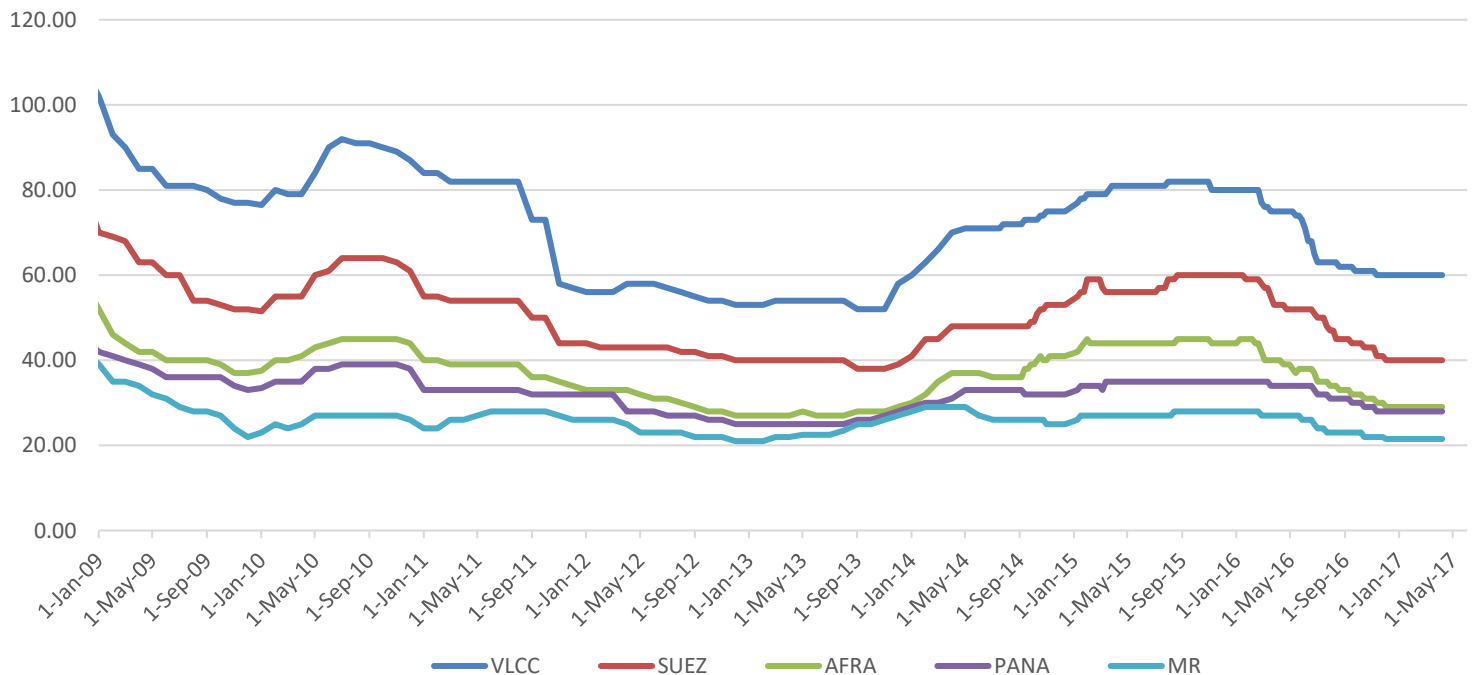
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
GENER8 ORION	160,289	2002	Samsung	B&W	Coiled, 22,990 ldt	\$13.3	Undisclosed
KIRSTIN	50,078	2009	SPP Plant	Man B&W	IMO III	\$18.5	Undisclosed
STI LE ROCHER / STI LARVOTTO / STI BERYL	49,990	2013	Hyundai	Man B&W	IMO III	\$29 each Incl 8 years bb back at USD 8.800/day	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	81	82	60	40	17
SUEZMAX	160,000	54	54	40	27	11
AFRAMAX	110,000	44	43	29	18	7.5
PANAMAX - LR1	70,000	38	38	28	17	6.5
MR TANKER	51,000	33	33	23	16	4

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

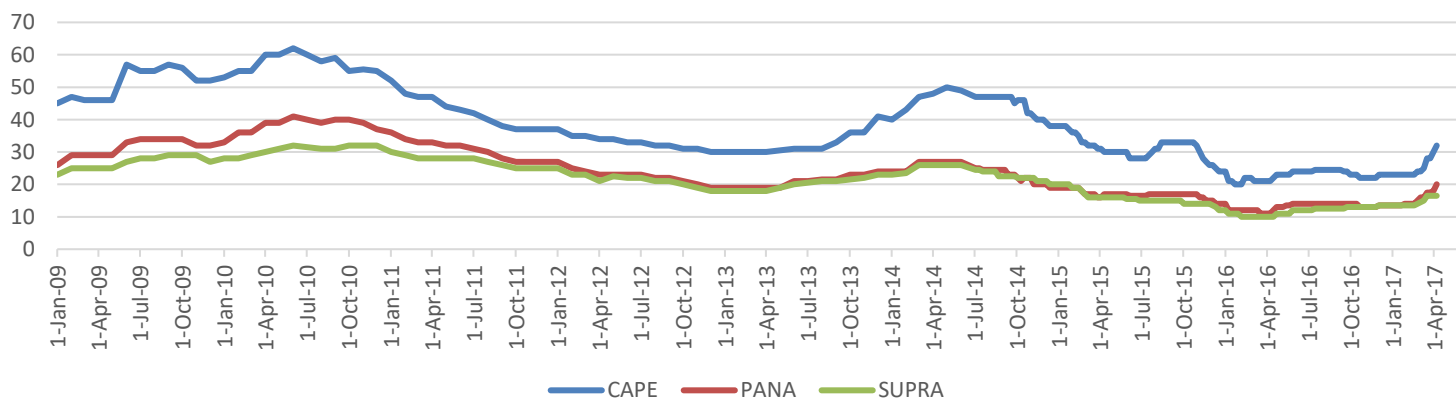
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
TSUNEISHI FUKUYAMA 1572	81,600	2018	Tsuneishi	Man B&W	7/7			\$29.0	Undisclosed
DOUBLE HAPPINESS	76,602	2005	Imabari	Man B&W	7/7			\$10.0	Greek
MARJATTA P	56,023	2006	Mitsui	Man B&W	5/5	4x30t c		\$11.75	Bangladesh
C. S. OCEAN	32,269	2008	Kanda	Mitsubishi	5/5	4x30.5t c		\$8.0	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	40	33	22	7
PANAMAX	74,000	24	26	20	13.5	5
SUPRAMAX	56,000	23	24	17	11.5	4

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	2017	2018	2019	TOTAL
VLCC (200k+ dwt)	33	47	10	90
SUEZMAX (120k-199k dwt)	53	19	0	72
AFRAMAX (80k-119k dwt)	36	41	10	91
PANAMAX (60k-79k dwt)	33	16	1	50
HANDY TANKER (35k-50k dwt)	187	91	40	318

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2017	2018	2019	TOTAL
CAPE SIZE (100k+ dwt)	53	52	18	124
PAN/KAM (65k-99k dwt)	90	37	6	135
SUPRAMAX (40k-64k dwt)	186	43	12	244
HANDYSIZE (10k – 39k dwt)	153	54	21	231

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	774	785	715
BCTI	566	613	512

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	27,500	27,500
Suezmax	150,000	19,000	19,000
Aframax	110,000	15,500	15,750
LR2	105,000	15,500	16,000
LR1	80,000	14,000	14,000
MR	47,000	13,750	13,750

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	994	1109	631
BCI	1480	1779	892
BPI	1023	1187	591
BSI	811	861	578

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	12,250	12,000
PANAMAX	75,000	10,250	12,000
SUPRAMAX	52,000	8,900	9,300

COMPASS MARITIME WEEKLY REPORT

RECYCLING ACTIVITY REPORTED THIS WEEK

BANGLADESH – CHITTAGONG

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

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					

Pakistan

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

MISC

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
MV Pos Challenger	148,914	1992	17,217	Full sub-continent delivery options	\$375
MT Kiowa Spirit	113,269	1999	17,491	As is Singapore, final destination unknown	\$385
MT Oriental Green	105,400	1998	17,277	India/Bangladesh delivery in Buyer's option	\$385

RECYCLING STATISTICS

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

CAPE/COMBO (80K DWT +)	15	54	80	92
PANAMAX BULKER	17	64	104	96
POST PANAMAX BULKER	3	1	4	8

ESTIMATED RECYCLING PRICES (US \$ / LDT)

LOCATION	TANKERS 15-20,000 LDT	TANKERS 6-10,000 LDT	BULK CARRIERS
CHINA	\$270	\$265	\$260
SUB-CONTINENT	\$385	\$380	\$370

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>
I INDIGO / HANJIN SCARLET / I WHITE	60,153	2013	Samsung	4,662	Wartsila	n/a		Reg/xs \$20.0	Undisclosed
HS DISCOVERER	35,925	2003	Gdynia	2,750	Man B&W	3x45t c		\$5.8	Middle East
DAE SUN 606	21,800	2017	Dae Sun	1,800	Man B&W	n/a		\$20.4	Japan
SUNSHINE BANDAMA	21,470	2007	Imabari	1,700	Man B&W	3x40cr		\$9.0	China
KMTC INCHEON	24,542	1998	Kanasashi	1,675	Mitsubishi	n/a		\$4.5	Undisclosed

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>
AERO STAR	12,151	2008	Kanasashi Hi	96	Mitsubishi	2/2	2x30.7t		\$7.7	China

BUNKER PRICES

<u>BUNKER PRICES (US\$/ton)</u>	<u>ROTTERDAM</u>	<u>FUJAIRAH</u>	<u>SINGAPORE</u>	<u>PIRAEUS</u>
380 CST	264.00	302.50	293.50	292.00
180CST	290.50	370.00	324.50	309.00
MGO	405.50	560.00	442.50	454.00

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