

COMPASS MARITIME WEEKLY REPORT



August 11th, 2017 / Week 32

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 continued their August turn around led by the BCI which closed at 2013 today compared with 753 in early July! Cape bulkers are fetching excess \$25,000/day for TCT/Continent to Far East. Bulk carrier prices also continue to firm, but as usual, there is a shortage of modern, quality, sales candidates available.

Government bailouts and consolidation of troubled shipyards (and ship owners) have been consistent maritime themes in the recent past. In July, the three major Japanese container lines formally established a joint holding company for their container business alliance. The new company, named Ocean Network Express, is a partnership consisting of Kawasaki Kisen Kaisha (K-Line), Mitsui O.S.K. (MOL) and Nippon Yusen Kabushiki Kaisha (NYK).

This week it was announced that 14 of South Korea's container shipping companies will establish the Korea Shipping Partnership (KSP) to ensure that Korea's liner companies stay competitive in the wake of Hanjin Shipping's collapse last year. The partnership will include Hyundai Merchant Marine (HMM), Sinokor Merchant Marine, Korea Marine Transport and Heung-A Shipping. The companies will share cargo capacity, add new routes, and jointly manage overseas terminals. KSP operations are expected to begin in January of 2018 and will involve administrative support from the Korea Shipowners' Association (KSA).

Have a good weekend.

COMPASS MARITIME WEEKLY REPORT

TANKERS

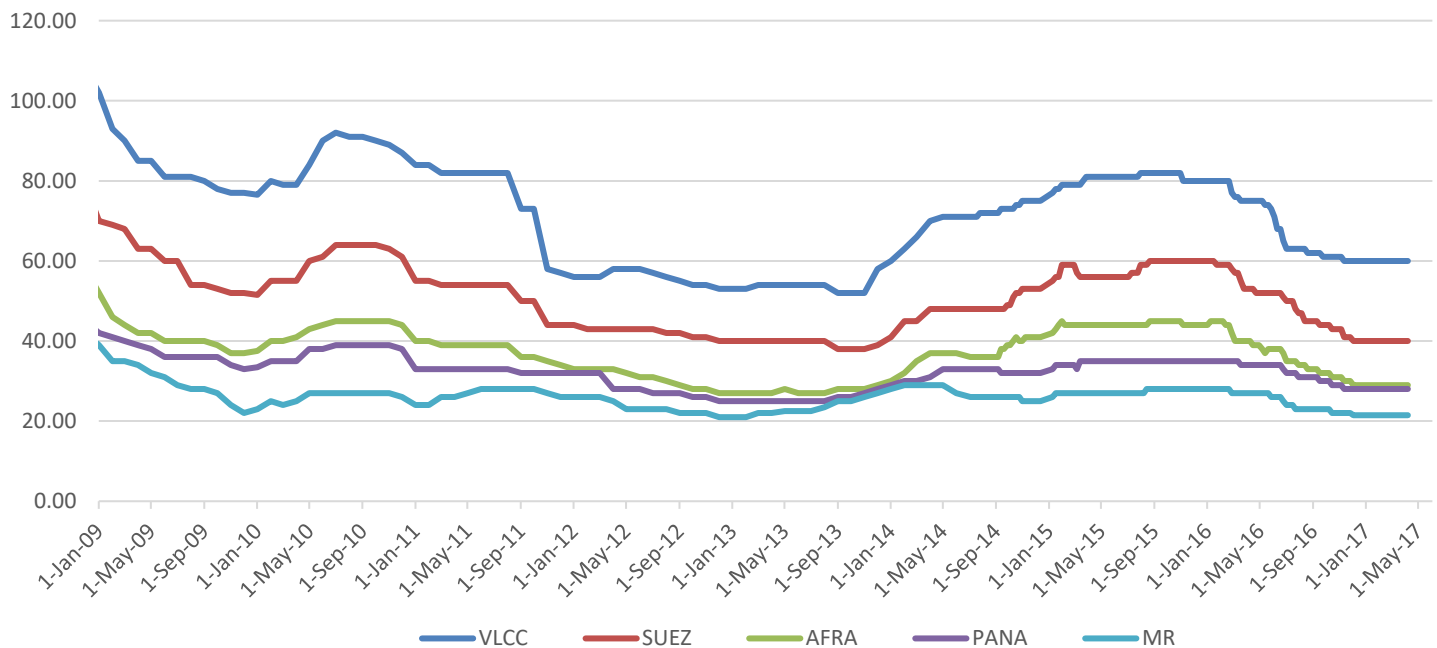
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
BOX	50,577	2009	SPP Shipbuilding	Man B&W	IMO II/III	\$19.25	Greek
OANA	6,474	2008	Zhenjiang	MaK	IMO II/III	\$2.8	Undisclosed

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	84	62	40	17
SUEZMAX	160,000	54	56	41	26	11
AFRAMAX	110,000	44	44	30	19	7.5
PANAMAX - LR1	70,000	38	39	26	16	6.5
MR TANKER	51,000	33	34	24	15	5

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

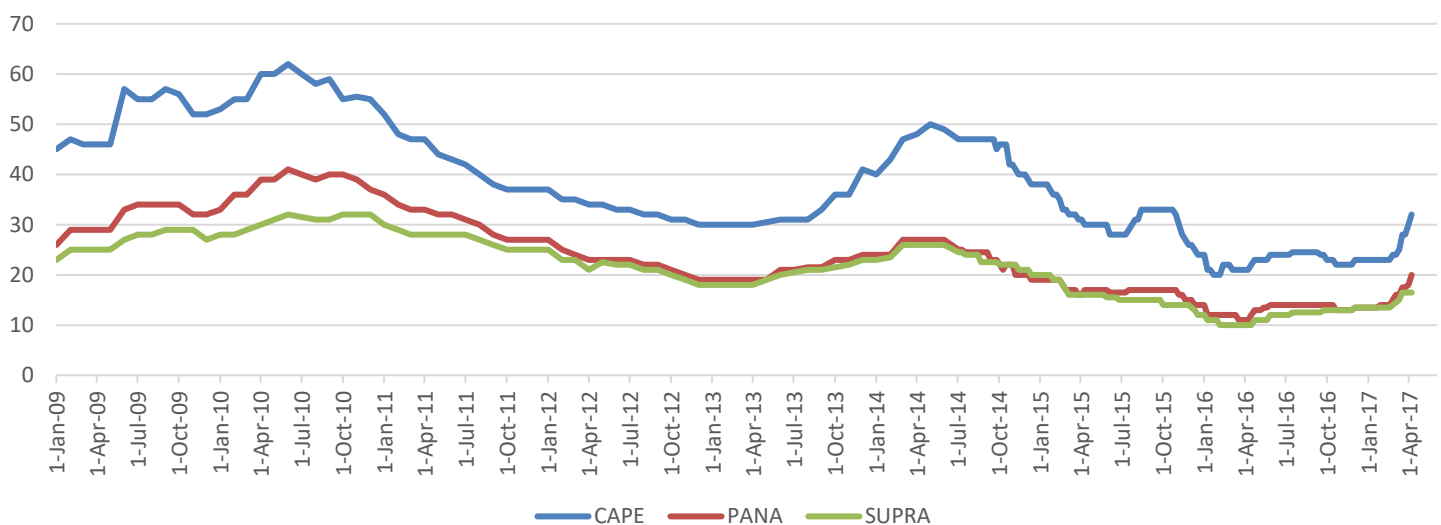
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
SMOOTH VELOCITY	81,682	2014	Sainty	Man B&W	7/7			\$17.0	Undisclosed
PRIVSEA	55,000	2007	Nantong	Man B&W	5/5	4x30tc		\$9.5	Undisclosed
ATA M	53,098	2003	Oshima	B&W	5/5	4x30tc		\$8.0	Undisclosed
OCEAN PROMISE	51,687	2010	Oshima	Mitsubishi	5/5	4x30tc	Semi Open/Box	\$11.9	Norway

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	43	31	21	9
PANAMAX	74,000	24	26	19	12	6
SUPRAMAX	56,000	23	24	16	10	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)	22	49	24	95
SUEZMAX (120k-199k dwt)	32	31	10	73
AFRAMAX (80k-119k dwt)	44	58	24	126
PANAMAX (60k-79k dwt)	24	16	4	44
HANDY TANKER (35k-50k dwt)	120	129	60	309

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2017	2018	2019	TOTAL
CAPE SIZE (100k+ dwt)	37	51	29	117
PAN/KAM (65k-99k dwt)	56	44	25	125
SUPRAMAX (40k-64k dwt)	122	50	14	186
HANDYSIZE (10k - 39k dwt)	103	59	19	181

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	621	619	509
BCTI	551	556	458

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	27,500	27,500
Suezmax	150,000	17,000	17,000
Aframax	110,000	15,500	15,000
LR2	105,000	15,500	15,500
LR1	80,000	13,750	13,750
MR	47,000	13,500	13,500

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	1138	1032	671
BCI	2013	1637	891
BPI	1256	1153	703
BSI	759	764	643

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	13,500	13,500
PANAMAX	75,000	9,250	9,500
SUPRAMAX	52,000	8,700	8,750

COMPASS MARITIME WEEKLY REPORT



RECYCLING ACTIVITY REPORTED THIS WEEK

BANGLADESH – CHITTAGONG

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
MV YUGALRAJ	70,456	1993	11.462	Self-discharger	\$390
MT BORNEO PIONEER	16,937	1988	4.543	Includes 86 tons stainless steel	\$403

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
MT Nadin	298,731	1996	42.403	As is Singapore	\$382
MT Nona	298,731	1996	42.403	As is Khor Fakkan	\$390
MT Daryakaran	298,306	1995	42.127	As is Bandar Abbas	No price reported
MT Maran Lyra	285,998	1995	41.770	As is Singapore	\$390
MT Ramtin	163,055	1992	20.300	As is Bandar Abbas, w/ 200 t HFO and 50 T MGO	No price reported
Sun Aries (lpg)	50,357	1991	16.497	As is Khor Fakkan, with 500 tons of fuel	\$395
Alexandra Rickmers (cont)	30,781	1997	11.223	Last week sale, as is Pt. Said, with 200 tons bunkers	\$378
E.R. Hamburg (cont)	30,721	1998	11.479	As is UAE	\$397
Avila Star (refer)	12,519	1990	6.795	As is Colombo	\$355

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2017	THIS DATE 2016	2016 TOTAL	2015 TOTAL
ULCC/VLCC	8	1	6	4
SUEZMAX	10	0	2	1
AFRAMAX	13	6	7	3
PANAMAX TANKER	5	3	4	5

CAPE/COMBO (80K DWT +)	20	65	80	92
PANAMAX BULKER	36	80	104	96
POST PANAMAX BULKER	4	1	4	8

ESTIMATED RECYCLING PRICES (US \$ / LDT)

LOCATION	TANKERS 15-20,000 LDT	TANKERS 6-10,000 LDT	BULK CARRIERS
CHINA	\$255	\$250	\$245
SUB-CONTINENT	\$400	\$395	\$385

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>
EVER CHARMING	100,886	2005	Samsung	8.000	Sulzer			\$22.0	Undisclosed
NORASIA ALYA	41,748	2004	Szczecinska	3.000	B&W	3x45tc	3x45tc	\$6.35	Norway
EURO MAX	39,307	2002	Gdanska	2.730	Man B&W		12.900 ldt	\$6.0	Europe
HANSA NORDBURG	23,493	2002	Guangzhou	1.740	Man B&W	2x40cr	8.600 ldt	\$3.5	Undisclosed

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>
RICKMERS SINGAPORE / RICKMERS JAKARTA / RICKMERS NEW ORLEANS / RICKMERS SEOL / RICKMERS DALIAN	30,000	2003 2003 2003 2004	Jinling	1.800	B&W	5/6	2x320 + 1x100 + 1x45cr	12.500 ldt	\$35.0 enbloc	Germany

BUNKER PRICES

<u>BUNKER PRICES (US\$/ton)</u>	<u>ROTTERDAM</u>	<u>FUJAIRAH</u>	<u>SINGAPORE</u>	<u>PIRAEUS</u>
380 CST	296.50	307.50	308.00	319.00
180CST	324.50	370.00	340.00	338.00
MGO	457.50	547.50	472.00	490.00

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