

COMPASS MARITIME WEEKLY REPORT



October 20th, 2017 / Week 42

THE VIEW FROM THE BRIDGE

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

The Baltic Exchange Dry Cargo indices continue to surge since the lows of early July. For example, the BCI has jumped about 415+%, BPI 150+% and the BSI 150+% and 12 months T/C rates jumped from \$11,500/day to \$15,000/day for Capes, \$9,000/day to \$11,500/day for Panamaxs, and \$8,900/day to \$10,750 for Supramaxes. Sentiment is strong and prices are rising.

The tanker story is quite different although crude tanker rates have recently been firming and some are saying that the clean tanker market may have bottomed out. Product tankers have been getting sub \$10,000/day in the spot market though and we have not seen big improvements yet. One of the Norwegian shipping analysts lowered his VLCC and Suezmax rate forecasts in the crude tanker market for the next two years because of the heavy number of new buildings scheduled to deliver.

Tanker owners took careful note a few weeks ago when General Motors announced that they would deliver at least 20 new electric vehicle models globally by 2023 and that GM plans to make only electric vehicles at some point in the future. That news follows Volvo's recent announcement to make only hybrids or electric vehicles after 2019 and China, GM's biggest vehicle market, has signaled plans to ban gasoline vehicles (Britain and France have announced similar plans).

Have a good weekend.

COMPASS MARITIME WEEKLY REPORT

TANKERS

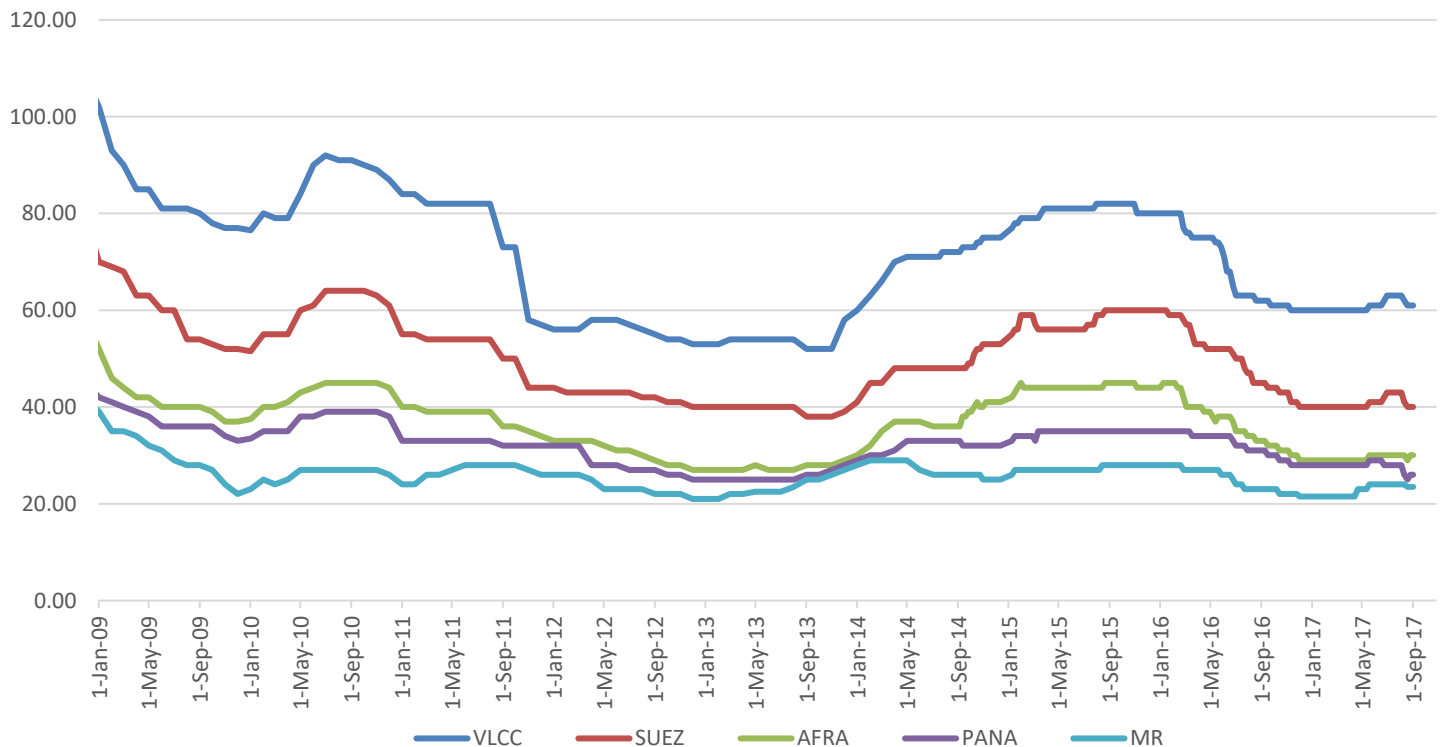
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
FUJIKAWA	299,984	2004	Universal	Sulzer	41.763 ldt	\$27.2	Greek
ARABIAN ORCHID	19,984	2007	Fukouka	Man B&W	St Steel, 20 grd	\$14.0	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	81	61	37	17
SUEZMAX	160,000	54	54	40	25	9
AFRAMAX	110,000	44	43	30	19	6
PANAMAX - LR1	70,000	38	39	26	16	5
MR TANKER	51,000	33	33	23.5	15	4

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

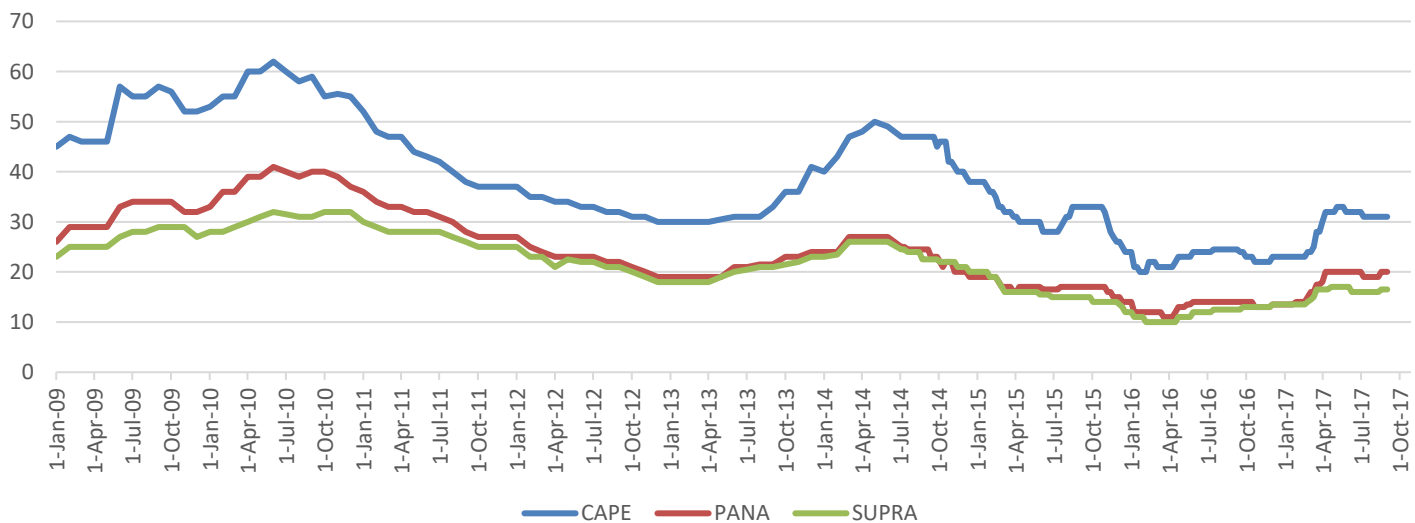
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
BULK INDIA	177,640	2004	Mitsui	B&W	9/9		21.367 ldt	\$15.2	Greek
PRIVOCEAN	81,434	2013	SPP	Man B&W	7/7			\$12.35	Undisclosed
GUAN HAI 228	80,013	2012	Fujian	Wartsila	7/7			\$15.1 at auction	Undisclosed
ROWAN 1	57,970	2010	Yangzhou	Man B&W	5/5	4x35 tc	Incl balance TC till 8/18 at USD 6,000/day	\$10.15	Germany
NEPTUNE PIONEER	55,921	2007	Mitsui	Man B&W	5/5			\$12.5	Greek
CHANG HUA	53,000	2012	Fujian	Man B&W	5/5	4x30 tc		\$10.2	w/in China
GALENE M	33,158	2011	Kanda	Mitsubishi	5/5	4x30.5 tc		\$12.5	Europe
LASER ACE	28,416	2007	Shimanami	Man B&W	5/5	4x30.5 tc		\$8.15	Greek
SOTRA	16,239	2001	Shin Kochi	Mitsubishi	4/4	4x30 tc	4.035 ldt	\$4.0	Turkey

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	45	45	33	21	10
PANAMAX	74,000	24	26	21	14	6
SUPRAMAX	56,000	23	24	17	12.5	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)	12	46	35	93
SUEZMAX (120k-199k dwt)	16	34	11	61
AFRAMAX (80k-119k dwt)	22	63	34	119
PANAMAX (60k-79k dwt)	12	20	5	37
HANDY TANKER (35k-50k dwt)	59	155	81	295

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2017	2018	2019	TOTAL
CAPE SIZE (100k+ dwt)	22	53	45	120
PAN/KAM (65k-99k dwt)	36	59	57	152
SUPRAMAX (40k-64k dwt)	72	62	25	149
HANDYSIZE (10k – 39k dwt)	45	84	25	154

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	896	903	657
BCTI	527	563	385

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	28,000	28,000
Suezmax	150,000	17,000	17,000
Aframax	110,000	14,250	14,250
LR2	105,000	15,000	15,000
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	1578	1485	842
BCI	3145	2871	1575
BPI	1643	1606	915
BSI	1126	1069	700

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	15,200	15,200
PANAMAX	75,000	11,500	11,500
SUPRAMAX	52,000	10,750	10,750

COMPASS MARITIME WEEKLY REPORT



RECYCLING ACTIVITY REPORTED THIS WEEK

Pakistan

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

India

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/LDT
Armada Condor (dive support)	4,500	1978	3,773	As is Dubai, 8 generators, 6 thrusters, 120 ton crane	\$420

Bangladesh

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
Kulthara	12,725	1998	4,719		\$376
SSL Sagarmala (cont)	9,887	1989	3,307		\$400

Misc.

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
Hyundai Highness (cont)	68,290	1996	22,600	As is Busan with sufficient bunkers for sub cont dely	\$395
Baltic Mecury (reefer)	11,067	1987	5,961	Dely India/Pakistan Buyer's option	\$374

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2017	THIS DATE 2016	2016 TOTAL	2015 TOTAL
ULCC/VLCC	11	4	6	4
SUEZMAX	13	1	2	1
AFRAMAX	23	7	7	3
PANAMAX TANKER	7	4	4	5

CAPE/COMBO (80K DWT +)	28	73	80	92
PANAMAX BULKER	50	93	104	96
POST PANAMAX BULKER	4	3	4	8

ESTIMATED RECYCLING PRICES (US \$ / LDT)

LOCATION	TANKERS 15-20,000 LDT	TANKERS 6-10,000 LDT	BULK CARRIERS
CHINA	\$250	\$240	\$245
SUB-CONTINENT	\$395	\$390	\$385



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>
ALS FAUNA	51,733	2008	Samsung	4,275	Wartsila		16,000 ldt	\$13.8	China
HANSA MAGDEBURG	23,454	2003	Guangzhou	1,740	Man B&W	2x40 tc	8,700 ldt	\$4.7	Norway
TIGER GOMAN / HS LISZT	17,350	2007	Jiangsu	1,350	Man B&w	2x45 tc	7,450 ldt	\$7.0 each	Norway

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>
BBC STEINHOFT	12,811	2006	Jiangzhou	.665	MaK	3/3	2x120 (combo 240) CR	ICE 1A	\$5.5	Undisclosed
ORENT KING	11,300	2007	Nishi		Man B&W		1x70tc; 2.x35tc		\$3.7	Undisclosed

BUNKER PRICES

<u>BUNKER PRICES (US\$/ton)</u>	<u>ROTTERDAM</u>	<u>FUJAIRAH</u>	<u>SINGAPORE</u>	<u>PIRAEUS</u>
380 CST	318.00	335.00	341.00	343.00
180CST	345.50	390.00	368.00	362.00
MGO	500.50	590.00	511.00	536.00

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.

© 2000-2015 COMPASS MARITIME SERVICES, LLC All Rights Reserved