

COMPASS MARITIME WEEKLY REPORT



October 27th, 2017 / Week 43

THE VIEW FROM THE BRIDGE

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

Investor buyers continue to dominate the headlines and this week it was announced that GoodBulk Ltd. of Monaco (John Michael Radziwill group) has agreed to acquire up to 13 Capesize bulk carriers from entities managed by CarVal Investors. The GoodBulk platform buys second hand bulk carriers from 50,000 DWT up to Capesize on behalf of investors and this deal allows them to expand their exposure. The initial 7 vessel acquisition will be paid for with common shares with \$61 mill. of existing borrowings expected to be refinanced under current and new GoodBulk credit facilities. GoodBulk will have an option to acquire up to an additional 6 Capesize vessels from CarVal.

There are also reports that Celsius Shipping of Denmark, investors in the Chemical tanker, Product tanker, and Gas Carrier segments has committed 3 x 64,000 DWT Ultramax newbuilding resales built 2017 at Yangfan Shipyard in China plus 2 x sister Ultramax newbuildings on order that will deliver in 2020. The prices are reported to be about \$20 mill. each.

Ship finance continues to be in short supply and margins are steadily increasing (the days of 60-65% bank debt at pricing of 1-2% with 8-10 year term are long gone). Chinese financial institutions and leasing groups are increasingly more active, reportedly handling about 20% of the world's ship finance today compared with about 1% of global shipping finance five years ago. They are especially active with large ship owners and newbuilding finance.

Have a good weekend.

COMPASS MARITIME WEEKLY REPORT

TANKERS

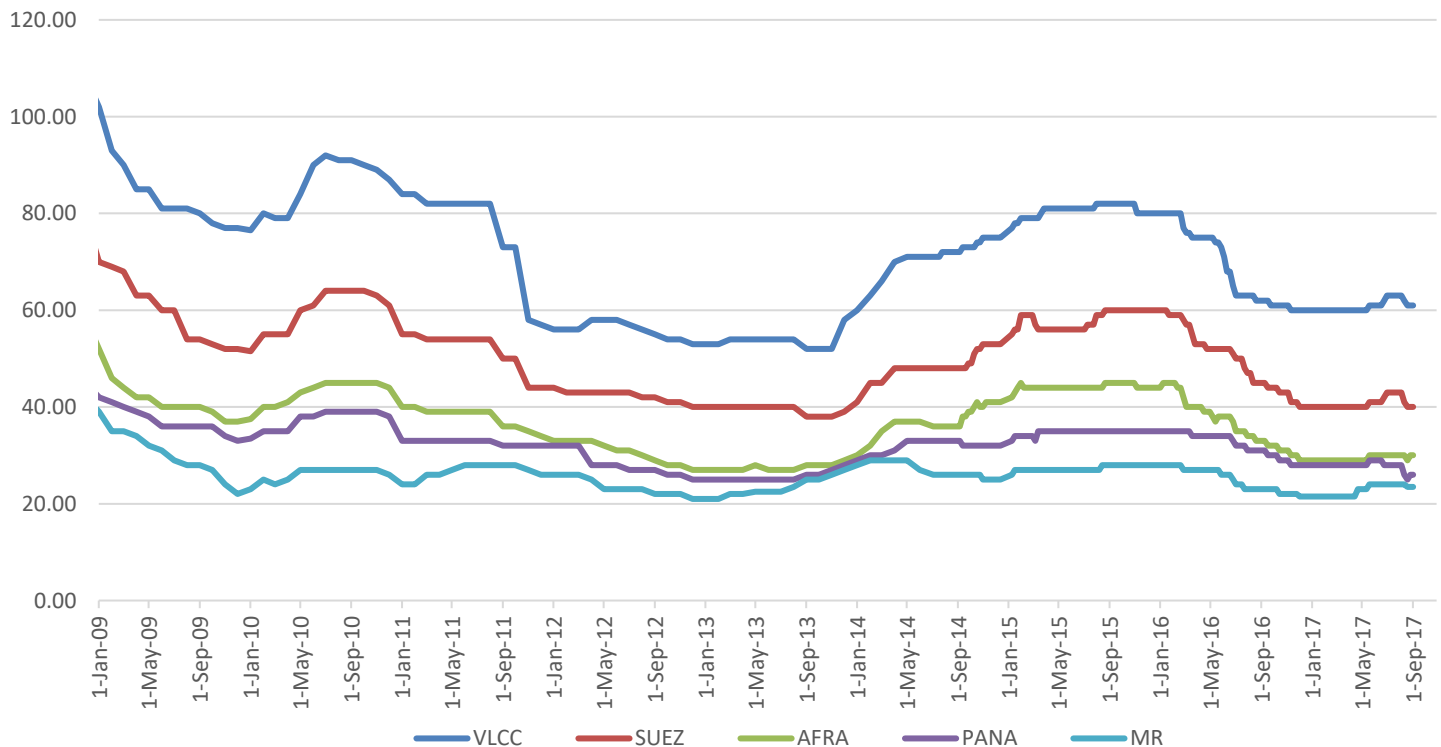
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
GENER8 ZEUS	318,325	2010	Hyundai	Wartsila		\$53.0	US

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

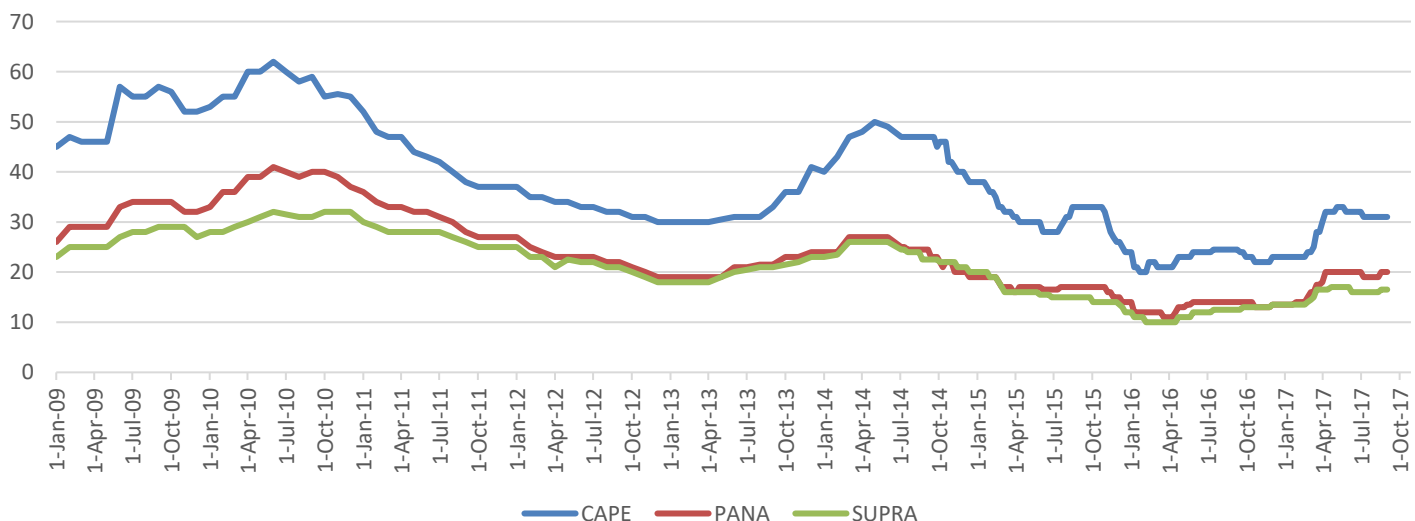
BULK CARRIERS SALES REPORTED THIS WEEK

<u>Vessel Name</u>	<u>DWT</u>	<u>Year</u>	<u>Built</u>	<u>Engine</u>	<u>H/H</u>	<u>GEAR</u>	<u>Additional Info</u>	<u>Price (\$ Mill.)</u>	<u>Buyer</u>
CHOULLY	182,618	2016	Japan Marine	Man B&W	9/9			\$45.0	China
CAPE TRIUMPH	176,343	2004	Universal	B&W	9/9			\$14.0	Greek
PUGNANI	76,602	2004	Imbari	Man B&W	7/7			\$11.5	Undisclosed
DARYA UMA	76,520	2005	Tsuneishi	B&W	7/7			\$12.5	Undisclosed
DREAM SEAS	75,151	2009	Hudong	Man B&W	7/7			\$14.15	China
BENCHMARK	70,529	1998	Sanoyas	Sulzer	7/7		10.161 ldt	\$5.8	Undisclosed
NANDINI	56,071	2007	Misui	Man B&W	5/5	4x30 tc		\$12.0	Undisclosed
IVS KITE	32,556	2002	Kanda	Mitsubishi	5/5	4x30.5 tc	7.128 ldt	\$6.6	Undisclosed
CLIPPER KASASHIO	32,221	2008	Kanda	Mitsubishi	5/5	4x30.5 tc		\$9.45	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	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	914	896	657
BCTI	524	527	426

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	28,000	28,000
Suezmax	150,000	17,500	17,000
Aframax	110,000	14,750	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	1546	1578	834
BCI	3220	3145	1417
BPI	1517	1643	913
BSI	1100	1126	722

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	15,500	15,200
PANAMAX	75,000	11,250	11,500
SUPRAMAX	52,000	10,650	10,750

COMPASS MARITIME WEEKLY REPORT



RECYCLING ACTIVITY REPORTED THIS WEEK

Pakistan

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
MV Silver Express	161,010	1995	20,039		\$428

India

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

Bangladesh

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

Misc.

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
MV Theofano Star	72,651	1998	9,970	As is Khor Fakkan, includes 450 tons bunkers	\$367.50

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2017	THIS DATE 2016	2016 TOTAL	2015 TOTAL
ULCC/VLCC	11	4	6	4
SUEZMAX	14	1	2	1
AFRAMAX	23	7	7	3
PANAMAX TANKER	7	4	4	5

CAPE/COMBO (80K DWT +)	29	73	80	92
PANAMAX BULKER	51	95	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	\$245	\$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>
MOL DEDICATION	50,596	2008	Dalian	4,250	Man B&W		16,700 ldt	\$9.8	China
FRISIA LOGA / FRISIA HANNOVER	33,812	2005	Aker	2,470	Man B&W		10,700 ldt	\$9.4 ea	Denmark
WUHAN TRADER	34,221	2008	Xiamen	2,560	Wartsila	3x45 cr	12,000 ldt	\$10.0	Norway
SANTA FRANCESCA	30,029	1998	Flender	2,170	B&W	2x45 + 2x35 cr	8,900 ldt	\$4.3	Italy
SINAR BUTON	15,210	2008	Hakata	1,060	Man B&W		5,100 ldt	\$7.5	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>
OCEAN FELICITY	10,071	2009	Sanuki		Mitsubishi	2/2	2x30.7tc		\$3.1	Vietnam

BUNKER PRICES

<u>BUNKER PRICES (US\$/ton)</u>	<u>ROTTERDAM</u>	<u>FUJAIRAH</u>	<u>SINGAPORE</u>	<u>PIRAEUS</u>
380 CST	327.00	348.00	349.00	350.00
180CST	355.50	390.00	371.50	369.00
MGO	511.50	585.00	523.00	542.00

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The Baltic Exchange Sale & Purchase Assessment (BSPA Index)

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