

# COMPASS MARITIME WEEKLY REPORT



November 10th, 2017 / Week 45

## THE VIEW FROM THE BRIDGE

Full report can be viewed on the Market Reports tab at the following link: [www.compassmar.com](http://www.compassmar.com)

Two weeks ago we mentioned the short supply of ship finance that has opened the door for Chinese leasing companies. Last week we highlighted how the departure of traditional lenders from the shipping markets has provided opportunities and availability for credit funds to offer alternative ship finance (with larger advances and correspondingly higher spreads).

One of our readers mentioned last week that we should comment about how there has been a surge in shipping finance getting done in the Norwegian Bond Market and this week it has been reported that U.S. based shipping companies OSG and Eagle Bulk are currently exploring deals in the Norwegian Bond Market.

Shipping companies are increasingly heading to Oslo to find bond financing and so far in 2017 we have seen Odfjell, Hough LNG, Teekay LNG Golar LNG, GasLog, Euronav, Ship Finance, Teekay Shuttle Tankers, Songa Bulk, Stolt Nielsen, Wallenius Wilhelmsen Logistics, MPC Container Ships, Borealis Maritime and Fjord1 ASA raise well over \$2 billion YTD in this market. These deals have been marketed globally to institutional investors participating from the United States, UK and Asia as well as the Scandinavian regions.

The Nordic high-yield market (particularly in Norway) ground to a halt after the 2014–2015 oil price crash. However, as most problematic cases have been restructured, interest has returned to new deals. Investor appetite has been boosted by international conditions with still-supportive monetary policies and tightening credit spreads. Funds have yet again experienced inflows, supporting increased activity in the primary markets. Consequently, issuance recently exceeded \$12 billion YTD, with the previous record of \$12.9 billion looking to soon be history.

Have a good weekend.

# COMPASS MARITIME WEEKLY REPORT

## TANKERS

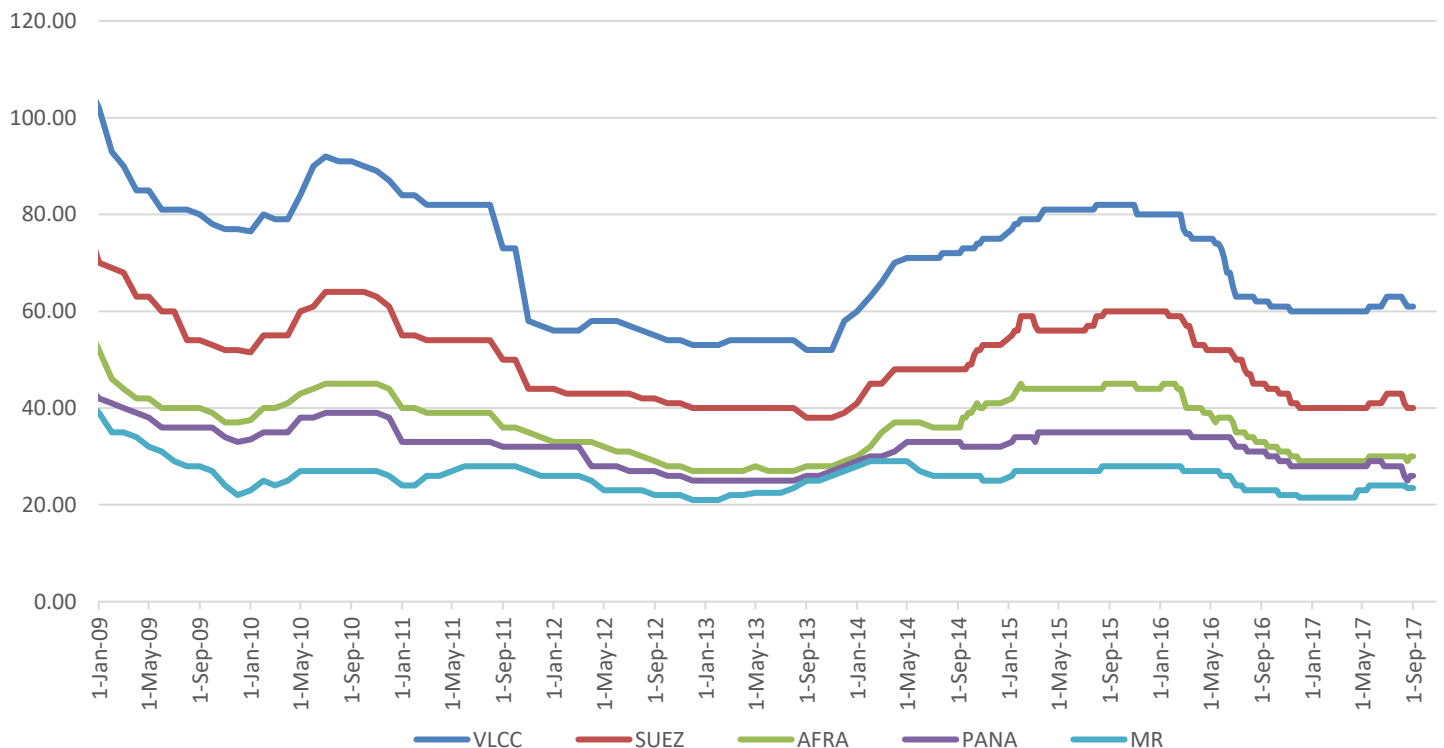
### TANKER SALES REPORTED THIS WEEK

| Vessel Name       | DWT     | Year | Built     | Engine  | Additional Info            | Price (\$ Mill.) | Buyer       |
|-------------------|---------|------|-----------|---------|----------------------------|------------------|-------------|
| SINGAPORE VOYAGER | 105,850 | 2003 | Namura    | Man B&W | Coiled; 15,900 ldt         | \$9.0            | Undisclosed |
| BESIKTAS HALLAND  | 7,701   | 2008 | Karadeniz | MaK     | IMO II/marine line coating | \$9.0            | Sweden      |
|                   |         |      |           |         |                            |                  |             |

### 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     | 17      | 5       |
| MR TANKER     | 51,000      | 33                              | 33                 | 23.5   | 16      | 4       |

### COMPASS MARITIME TANKER VALUES (5YRS OLD)



# COMPASS MARITIME WEEKLY REPORT

## BULK CARRIERS

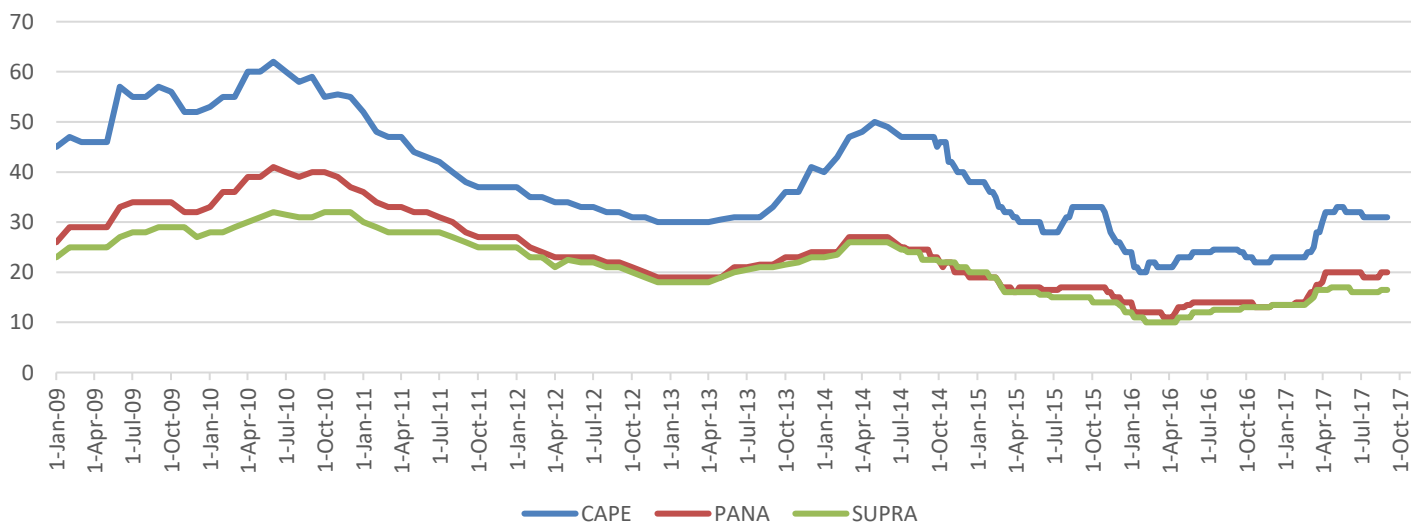
### BULK CARRIERS SALES REPORTED THIS WEEK

| Vessel Name  | DWT    | Year | Built     | Engine     | H/H | GEAR     | Additional Info | Price (\$ Mill.) | Buyer       |
|--------------|--------|------|-----------|------------|-----|----------|-----------------|------------------|-------------|
| NORD VENTURE | 82,211 | 2009 | Tsuneishi | Man B&W    | 7/7 |          |                 | \$18.2           | Greek       |
| NB RESALE    | 81,800 | 2018 | YZJ China |            |     |          |                 | \$25             | Monaco      |
| SPRING EAGLE | 58,096 | 2010 | Tsuneishi | Man B&W    | 5/5 | 4x30tc   |                 | \$15.25          | Thailand    |
| LEO ADVANCE  | 55,638 | 2007 | Mitsui    | Man B&W    | 5/5 | 4x30tc   |                 | \$12.6           | Indonesia   |
| GRASSHOPPER  | 53,146 | 2002 | Imbari    | Man B&W    | 5/5 | 4x30tc   |                 | \$9.0            | Greek       |
| NEW ERA      | 53,125 | 2003 | Iwagi     | Man B&W    | 5/5 | 4x30.5tc |                 | \$9.7            | Bangladesh  |
| ORIENT ACRUX | 37,302 | 2013 | Kanda     | Mitsubishi | 5/5 | 4x30.5tc |                 | \$13.3           | Undisclosed |
| GLORY MERCY  | 37,302 | 2010 | Huatai    | Wartsila   | 5/5 | 4x30tc   |                 | \$9.5            | Greek       |
| KITTIWAK     | 32,555 | 2007 | Kanda     | Mitsubishi | 5/5 | 4x30.5tc |                 | \$8.9            | Greek       |
| KING YUKON   | 32,258 | 2009 | Kanda     | Mitsubishi | 5/5 | 4x30.5tc |                 | \$10.2           | Europe      |
| OLYMPIA IV   | 32,029 | 2008 | Hakodate  | Mitsubishi | 5/5 | 4x30tc   |                 | \$9.1            | 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     | 26                              | 26                 | 21     | 14      | 6       |
| SUPRAMAX    | 56,000     | 24                              | 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<br>(200k+ dwt)           | 12   | 46   | 35   | 93    |
| SUEZMAX<br>(120k-199k dwt)    | 16   | 34   | 11   | 61    |
| AFRAMAX<br>(80k-119k dwt)     | 22   | 63   | 34   | 119   |
| PANAMAX<br>(60k-79k dwt)      | 12   | 20   | 5    | 37    |
| HANDY TANKER<br>(35k-50k dwt) | 59   | 155  | 81   | 295   |

#### NEWBUILDING STATISTICS - BULKERS

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

## CHARTERING MARKET SNAPSHOT

### TANKERS

#### BALTIC EXCHANGE TANKER FREIGHT INDICES

|      | CURRENT WEEK | LAST WEEK | LAST YEAR |
|------|--------------|-----------|-----------|
| BDTI | 803          | 843       | 744       |
| BCTI | 550          | 540       | 391       |

#### TANKER 12 MONTHS T/C RATES

|         | DWT     | CURRENT WEEK | LAST WEEK |
|---------|---------|--------------|-----------|
| VLCC    | 300,000 | 28,000       | 28,000    |
| Suezmax | 150,000 | 17,750       | 18,000    |
| Aframax | 110,000 | 15,550       | 15,550    |
| 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 | 1464         | 1476      | 1045      |
| BCI | 3360         | 3036      | 2303      |
| BPI | 1418         | 1562      | 1011      |
| BSI | 912          | 1014      | 705       |

#### BULKER 12 MONTHS T/C RATES

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

# COMPASS MARITIME WEEKLY REPORT



## RECYCLING ACTIVITY REPORTED THIS WEEK

### Pakistan

| NAME      | DWT    | YEAR | LDT   | ADDITIONAL INFORMATION | PRICE/ LDT (USD) |
|-----------|--------|------|-------|------------------------|------------------|
| MV Gulmar | 27,652 | 1986 | 5,810 |                        | \$389            |

### 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 |
|--------------------|-----|------|-----|------------------------|------------|
| No Sales to Report |     |      |     |                        |            |

## 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                | 24             | 7              | 7          | 3          |
| PANAMAX TANKER         | 7              | 4              | 4          | 5          |
| CAPE/COMBO (80K DWT +) | 29             | 74             | 80         | 92         |
| PANAMAX BULKER         | 53             | 97             | 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> |
|--------------------|------------|-------------|--------------|------------|---------------|-------------|------------------------|------------------------|--------------|
| CHITTAGONG         | 33,662     | 2007        | Naikai       | 2,480      | Man B&W       |             |                        | \$10.8                 | Korea        |
| JSR CARINA         | 8,203      | 2007        | Mawei        | 1,700      | MaK           |             |                        | \$3.3                  | Japan        |
|                    |            |             |              |            |               |             |                        |                        |              |

### 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> |
|--------------------|------------|-------------|--------------|------------|---------------|------------|-------------|------------------------|------------------------|--------------|
| No Sales to Report |            |             |              |            |               |            |             |                        |                        |              |
|                    |            |             |              |            |               |            |             |                        |                        |              |

## BUNKER PRICES

| BUNKER PRICES (US\$/ton) | ROTTERDAM | FUJAIRAH | SINGAPORE | PIRAEUS |
|--------------------------|-----------|----------|-----------|---------|
| 380 CST                  | 362.50    | 374.00   | 382.00    | 387.00  |
| 180CST                   | 390.50    | 445.00   | 403.00    | 408.00  |
| MGO                      | 542.00    | 612.50   | 552.00    | 584.00  |

### 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