

# COMPASS MARITIME WEEKLY REPORT



January 19th, 2018 / Week 3

## 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)

Dry cargo freight rates have softened since the start of 2018, but S&P activity has been increasing with Greek and Chinese buyers leading the way. The traditional Greek buyers have been particularly active for Japanese built bulk carriers and in the early days of 2018 have purchased well over a dozen modern bulkers built in Japan.

Tanker rates continue to bump along at low levels and we have seen several tanker owners raise cash via the sale/leaseback strategy. This week it was reported that Tsakos Energy Navigation (TEN) sold their Suezmax tankers M/T "EURONIKE" / "EUROCHAMPION" (164,500 DWT/Built 2005 at Hyundai in Korea) for region \$65.2 mill. en bloc with 5 year bareboat back at undisclosed rates (\$7-8 mill. higher than market prices which reflect the high bareboat commitment). Last month it was reported that D'Amico International Shipping of Milan sold their MR product tanker M/T "HIGH FREEDOM" (49,990 DWT/Built 2014 at Hyundai Mipo) to Japanese investors for \$28 mill. with a 10 year bareboat back including a purchase obligation at the end of the charter.

Odfjell Tankers continues their fleet growth program (goal to own 100 chemical tankers) via the Japanese newbuilding structure where a Japanese owner orders the ship against a long term time charter to the ship owner. Odfjell booked 2 x 36,000 DWT stainless steel chemical tankers at Fukuoka Shipbuilding in Japan. The ships are scheduled for delivery 2019-2020 and were ordered by a Japanese owner against a long term time charter from Odfjell Tankers. This order follows Odfjell's order early last year for 2 x 35,000 DWT stainless steel chemical tankers at Shin Kurushima in Japan with an eight year charter with options to extend.

Have a good weekend.

# COMPASS MARITIME WEEKLY REPORT

## TANKERS

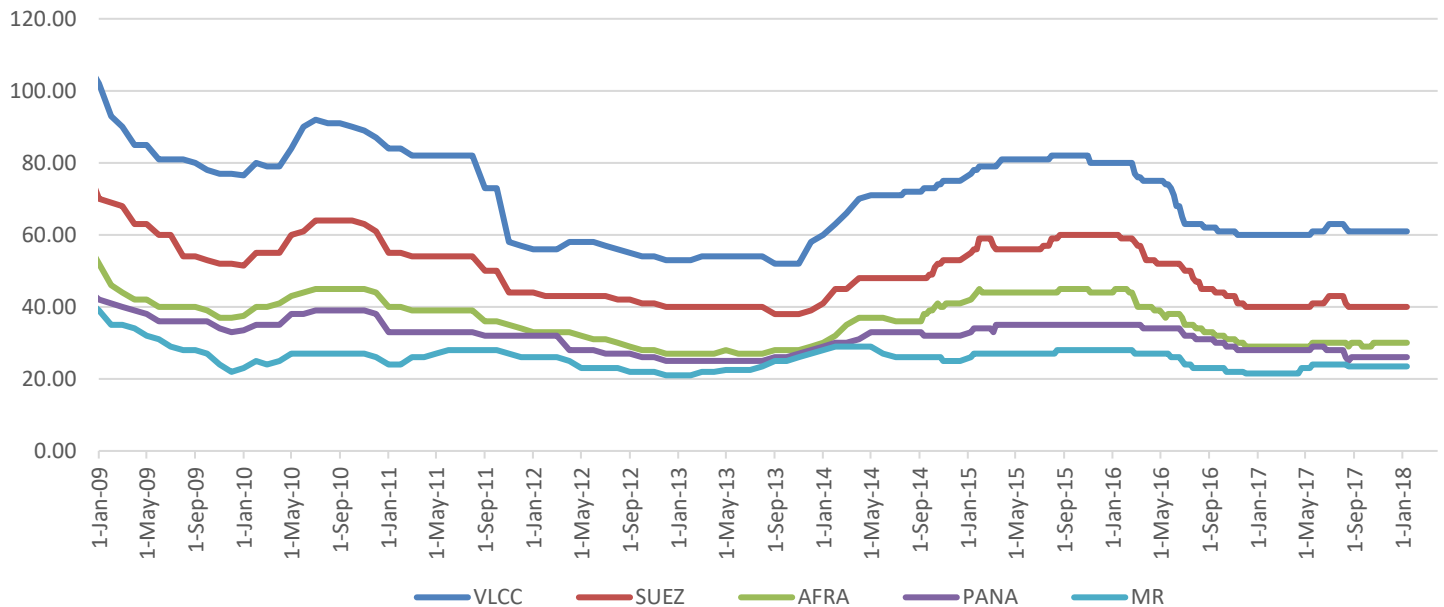
### TANKER SALES REPORTED THIS WEEK

| Vessel Name       | DWT     | Year | Built    | Engine  | Additional Info                      | Price (\$ Mill.) | Buyer  |
|-------------------|---------|------|----------|---------|--------------------------------------|------------------|--------|
| RIDGEBURY ALICE M | 105,745 | 2003 | Sumitomo | Sulzer  | Coiled / 15,700 ldt                  | \$11.25          | Greek  |
| ENERGY CENTURY    | 70,201  | 2003 | Hyundai  | B&W     | Epoxy Coated/Heat Exch. / 13,700 ldt | \$9.7            | China  |
| TEAM OSLO         | 13,226  | 2008 | Jinse    | Man B&W | IMO II/III                           | \$8.8            | Taiwan |

### 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

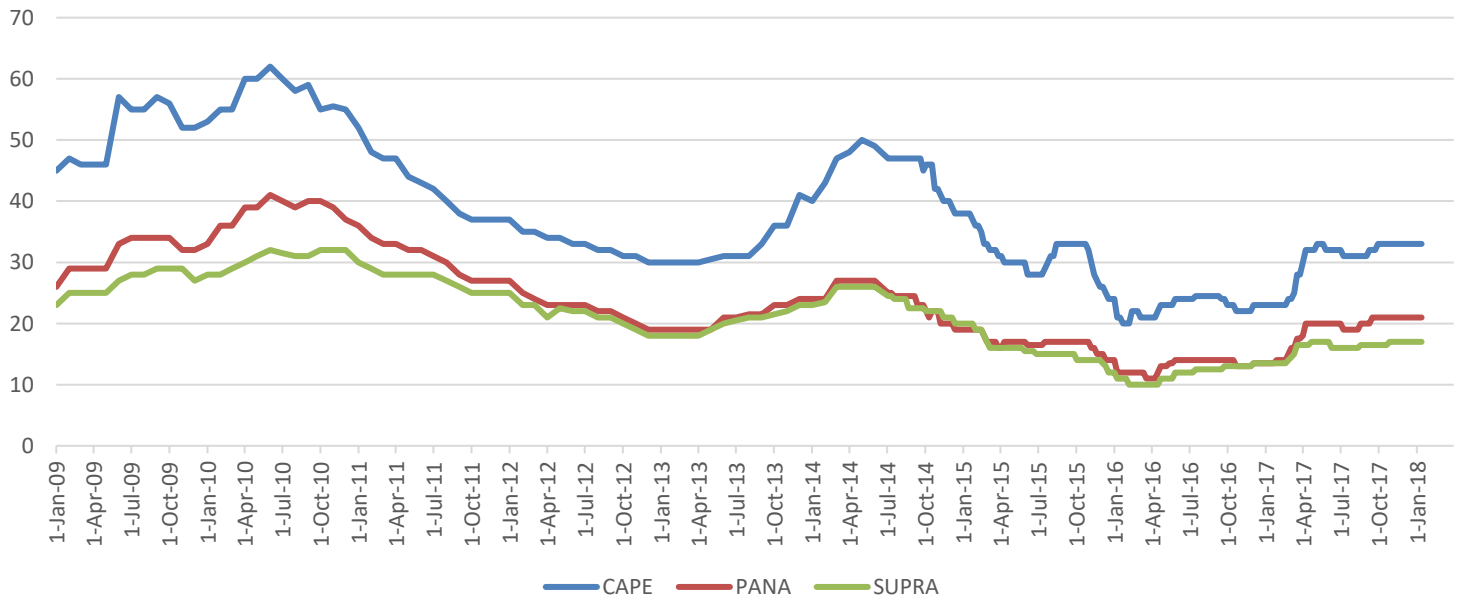
### BULK CARRIERS SALES REPORTED THIS WEEK

| Vessel Name                    | DWT    | Year           | Built     | Engine  | H/H | GEAR     | Additional Info | Price (\$ Mill.)                        | Buyer       |
|--------------------------------|--------|----------------|-----------|---------|-----|----------|-----------------|-----------------------------------------|-------------|
| KEY SPRING                     | 80,596 | 2012           | Universal | Man B&W | 7/7 |          |                 | \$22.5                                  | Greek       |
| SEA TRELIS                     | 79,501 | 2012           | Jinhai    | Man B&W | 7/7 |          |                 | \$15.5                                  | Greek       |
| DM MILLET                      | 58,444 | 2011           | SPP       | Man B&W | 5/5 | 4x36tc   |                 | \$14.9                                  | Greek       |
| TASMAN CASTLE                  | 56,868 | 2011           | Hantong   | Man B&W | 5/5 |          |                 | \$11.7                                  | Undisclosed |
| DYNASTY XIA /<br>DYNASTY SHANG | 56,629 | 2012 /<br>2013 | Huatai    | Man B&W | 5/5 | 4x30tc   |                 | \$12.0 &<br>\$13.0 each<br>respectively | W/in China  |
| POSEIDON SW                    | 55,688 | 2008           | Oshima    | Man B&W | 5/5 |          |                 | \$12.5                                  | Greek       |
| OCEAN PEARL                    | 55,557 | 2004           | Oshima    | B&W     | 5/5 | 4x30tc   |                 | \$10.75                                 | Undisclosed |
| SAGE PIONEER                   | 55,303 | 2008           | Oshima    | Man B&W | 5/5 | 4x30tc   |                 | \$14.0                                  | Undisclosed |
| JAG RAHUL                      | 52,364 | 2003           | Tsuneishi | B&W     | 5/5 | 4x30tc   |                 | \$9.4                                   | China       |
| AKILI                          | 52,301 | 2001           | Tsuneishi | B&W     | 5/5 | 4x30tc   | 8,471 ldt       | \$9.0                                   | China       |
| QUEEN P                        | 51,241 | 2009           | Imabari   | Man B&W | 5/5 | 4x30.5tc | Open/Box        | \$12.5                                  | Greek       |
| GLORIOUS SUNSHINE              | 28,306 | 2009           | Imabari   | Man B&W | 5/5 | 4x30.5tc |                 | \$8.5                                   | Undisclosed |
| KING CANOLA                    | 28,207 | 2013           | Imabari   | Man B&W | 5/5 | 4x30.5tc |                 | \$10.8                                  | Greek       |

### 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                   | 2018 | 2019 | 2020 | TOTAL |
|-------------------------------|------|------|------|-------|
| VLCC<br>(200k+ dwt)           | 49   | 36   | 9    | 94    |
| SUEZMAX<br>(120k-199k dwt)    | 40   | 15   | 8    | 63    |
| AFRAMAX<br>(80k-119k dwt)     | 73   | 33   | 25   | 131   |
| PANAMAX<br>(60k-79k dwt)      | 23   | 10   | 9    | 42    |
| HANDY TANKER<br>(35k-50k dwt) | 173  | 112  | 36   | 321   |

#### NEWBUILDING STATISTICS - BULKERS

| ASSET CLASS                  | 2018 | 2019 | 2020 | TOTAL |
|------------------------------|------|------|------|-------|
| CAPE SIZE<br>(100k+ dwt)     | 64   | 61   | 38   | 163   |
| PAN/KAM<br>(65k-99k dwt)     | 84   | 77   | 37   | 198   |
| SUPRAMAX<br>(40k-64k dwt)    | 106  | 47   | 24   | 177   |
| HANDYSIZE<br>(10k - 39k dwt) | 117  | 39   | 17   | 173   |

## CHARTERING MARKET SNAPSHOT

### TANKERS

#### BALTIC EXCHANGE TANKER FREIGHT INDICES

|      | CURRENT WEEK | LAST WEEK | LAST YEAR |
|------|--------------|-----------|-----------|
| BDTI | 705          | 684       | 997       |
| BCTI | 567          | 602       | 619       |

#### TANKER 12 MONTHS T/C RATES

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

### BULKERS

#### BALTIC EXCHANGE BULKER FREIGHT INDICES

|     | CURRENT WEEK | LAST WEEK | LAST YEAR |
|-----|--------------|-----------|-----------|
| BDI | 1125         | 1279      | 925       |
| BCI | 1493         | 2296      | 1610      |
| BPI | 1333         | 1348      | 970       |
| BSI | 911          | 907       | 718       |

#### BULKER 12 MONTHS T/C RATES

|          | DWT     | CURRENT WEEK | LAST WEEK |
|----------|---------|--------------|-----------|
| CAPE     | 170,000 | 16,000       | 16,500    |
| PANAMAX  | 75,000  | 11,250       | 11,250    |
| SUPRAMAX | 52,000  | 11,000       | 11,000    |



# COMPASS MARITIME WEEKLY REPORT



## RECYCLING ACTIVITY REPORTED THIS WEEK

### Pakistan

| NAME       | DWT    | YEAR | LDT   | ADDITIONAL INFORMATION | PRICE/ LDT (USD) |
|------------|--------|------|-------|------------------------|------------------|
| MV Vadibel | 41,908 | 1984 | 7,618 | As is Qatar            | \$442            |

### India

| NAME              | DWT    | YEAR | LDT    | ADDITIONAL INFORMATION          | PRICE/LDT |
|-------------------|--------|------|--------|---------------------------------|-----------|
| East Energy (LNG) | 68,122 | 1977 | 30,993 |                                 | \$425     |
| Sigloo Hav (Chem) | 14,520 | 1989 | 6,971  | 1335 tons solid stainless steel | \$750     |

### Bangladesh

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

### Misc.

| NAME             | DWT     | YEAR | LDT    | ADDITIONAL INFORMATION     | PRICE/ LDT |
|------------------|---------|------|--------|----------------------------|------------|
| MT Plata Sunrise | 302,193 | 1999 | 41,385 | Full sub-continent options | \$447      |
| MV Innovator     | 149,298 | 1993 | 17,109 | As is Far East             | Unknown    |

## RECYCLING STATISTICS

| ASSET CLASS    | THIS DATE 2018 | THIS DATE 2017 | 2017 TOTAL | 2016 TOTAL |
|----------------|----------------|----------------|------------|------------|
| ULCC/VLCC      | 2              | 0              | 15         | 6          |
| SUEZMAX        | 0              | 0              | 18         | 2          |
| AFRAMAX        | 0              | 0              | 35         | 7          |
| PANAMAX TANKER | 0              | 0              | 11         | 4          |

|                        |   |   |    |     |
|------------------------|---|---|----|-----|
| CAPE/COMBO (80K DWT +) | 2 | 6 | 38 | 80  |
| PANAMAX BULKER         | 0 | 1 | 55 | 104 |
| POST PANAMAX BULKER    | 0 | 0 | 4  | 4   |

## ESTIMATED RECYCLING PRICES (US \$ / LDT)

| LOCATION      | TANKERS 15-20,000 LDT | TANKERS 6-10,000 LDT | BULK CARRIERS |
|---------------|-----------------------|----------------------|---------------|
| CHINA         | \$225                 | \$220                | \$220         |
| SUB-CONTINENT | \$445                 | \$445                | \$445         |



## 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> |
|--------------------|------------|-------------|--------------|------------|---------------|-------------|------------------------|------------------------|--------------|
| HAIAN FAIR         | 23,821     | 2007        | Aker MTW     | 1.688      | Man B&W       | 3x45tc      |                        | \$8.5                  | 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> |
|--------------------|------------|-------------|--------------|------------|---------------|------------|-------------|------------------------|------------------------|--------------|
| No sales to report |            |             |              |            |               |            |             |                        |                        |              |
|                    |            |             |              |            |               |            |             |                        |                        |              |

## BUNKER PRICES

| BUNKER PRICES (US\$/ton) | ROTTERDAM | FUJAIRAH | SINGAPORE | PIRAEUS |
|--------------------------|-----------|----------|-----------|---------|
| 380 CST                  | 367.00    | 381.50   | 388.00    | 397.00  |
| 180CST                   | 395.50    | 445.00   | 419.00    | 421.00  |
| MGO                      | 588.50    | 655.00   | 599.00    | 631.00  |

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