

COMPASS MARITIME WEEKLY REPORT



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October 12th 2018 / Week 41

THE VIEW FROM THE BRIDGE

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

Another Japanese ship builder is teaming up with a Chinese shipyard to build vessels in China. These Sino-Japanese shipyard joint ventures combine the technology and experience of the Japanese builders with the cheaper production costs in China to create modern and highly rated shipyards. Chinese built ships usually have discounted values in the 2nd hand market, but the values of vessels built at these JV shipyards are more in line with Japanese and Korean built vessels.

It was announced this week that Mitsui E&S Shipbuilding (MES) and Mitsui & Co. are teaming up with Yangzijiang Shipbuilding (YZJ Group) to build ships at Yangzijiang's existing Taicang shipyard in Jiangsu, China and is expected to commence operations in April 2019. Yangzijiang has obtained about \$1 bill. of new orders in the first half of 2018 and they will control 51% of the JV which will have about \$100 mill. of registered capital initially with the final investment of about \$300 mill.

The first large Sino-Japanese shipyard JV was Nantong COSCO KHI Ship Engineering (NACKS) which is a JV between COSCO and Kawasaki Heavy Industries. Founded in 1999, NACKS has built over 1,000 ships in Nantong, China. In 2007 the same JV formed Dalian COSCO KHI Ship Engineering (DACKS) and their first ship delivered in 2011 at Dalian, China. The second JV shipyard was founded in 2003 by Tsuneishi when they opened the Tsuneishi Group (Zhoushan) Shipbuilding yard which has the capacity to build about 30 vessels per year, centered on bulk carriers in the 30,000-100,000 ton range, as well as containers, tankers and livestock carriers.

Have a good weekend!

COMPASS MARITIME WEEKLY REPORT

TANKERS

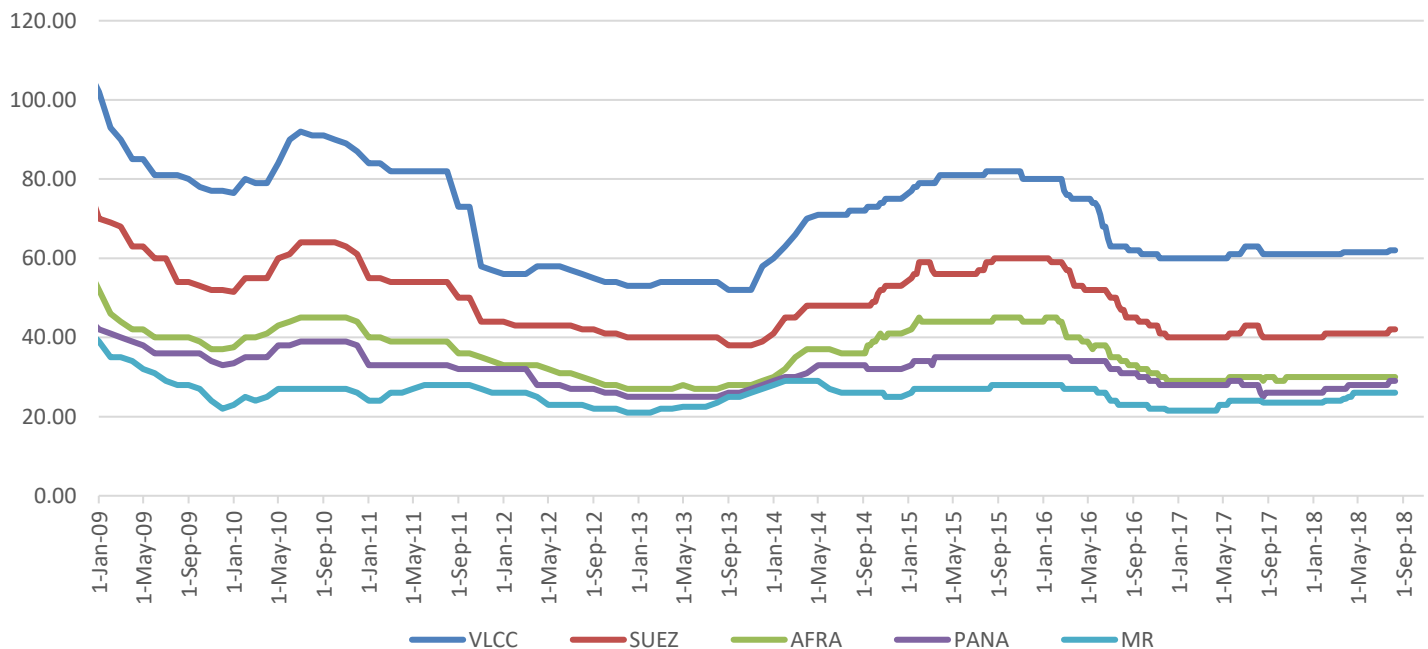
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
DENSA CROCODILE / DENSA ALLIGATOR	105,171/ 105,408	2015/ 2013	Hyundai Heavy	Man B&W	LR2	\$33.0/ \$28.5	Greek
HIGH ENTERPRISE	45,967	2009	Shin Kurushima	Mitsubishi	Coated/coiled/ pumproom	\$14.25	Undisclosed
BERG	16,870	2008	Taizhou	Man B&W	IMO II/III	\$7.5	Indonesia

COMPASS MARITIME TANKER VALUES

ASSET CLASS	NB CONTRACT	NB PROMPT DELIVERY	5 YEAR	10 YEAR	20 YEAR	
TANKERS	SIZE (DWT)	<i>(All Numbers in US \$ Millions)</i>				
VLCC	300,000	90	87	63	38	18
SUEZMAX	160,000	60	58	42	26	10
AFRAMAX	110,000	49.5	45	30	19	7
PANAMAX - LR1	70,000	43	41	29	16	5
MR TANKER	51,000	36.5	35	26	15	4

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

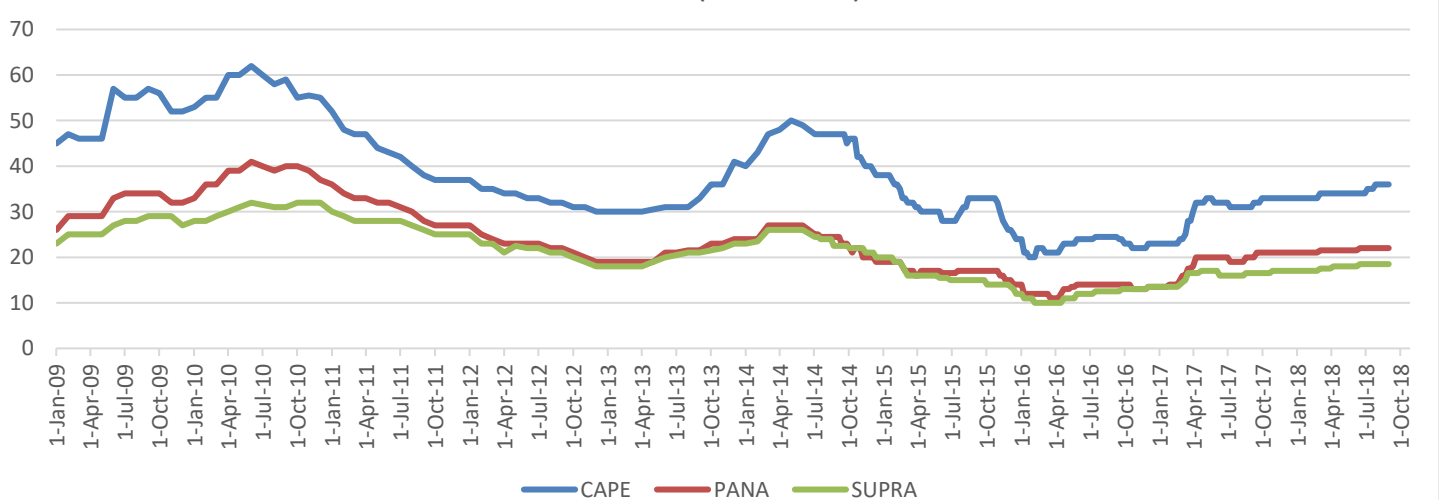
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
BULK ASIA	181,380	2014	Imabari	Man B&W	9/9			\$40.0	Singapore
IKAN KEDEWAS	88,279	2006	Imabari	Man B&W	5/5		12.273 ldt	\$12.5	Greek
YONGJI	77,672	2000	Mitsui Tamano	B&W	5/5		36.5M Beam/ 11.250 ldt	\$8.0	China
CELERINA	73,035	1999	China Shipbuilding	Sulzer	7/7		10.627 ldt	\$5.5	Undisclosed
NEW HERALD	72,875	1997	Daedong	B&W	7/7		10.956 ldt	\$5.0	China
TRITON SEAGULL	56,058	2007	Mitsui Tamano	Man B&W	5/5		8.499 ldt	\$13.0	Greek
IVY UNICORN	55,874	2011	IHI	Wartsila	5/5	4x35tc		\$16.5	Greek
INDIGO EVOLUTION	55,625	2010	Mitsui Tamano	Man B&W	5/5	4x30tc		\$15.25	Undisclosed
SKELT	34,529	2010	SPP	Man B&W	5/5	4x35tc		\$12.0	UK
GREENFINCH	32,298	2010	Kanda Kawajiri	Mitsubishi	5/5	4x30.5tc		\$11.8	Undisclosed
VOULA SEAS	28,495	2002	Kanda Kawajiri	B&W	5/5	4x30tc	6.350 ldt	\$6.5	Undisclosed
GLORIA HAYNE	28,392	1996	Imabari	B&W	5/5	4x30.5tc	6.071 ldt	\$4.75	China

COMPASS MARITIME BULK CARRIER VALUES

ASSET CLASS		NB CONTRACT	NB PROMPT DELIVERY	5 YEAR	10 YEAR	20 YEAR
BULK	SIZE (DWT)	<i>(All Numbers in US \$ Millions)</i>				
CAPE	170,000	48	51	36	25	12
PANAMAX	74,000	28	29	22	15	8
SUPRAMAX	56,000	26	27	18.5	14	6

COMPASS MARITIME BULKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

NEWBUILDINGS

NEWBUILDING ACTIVITY REPORTED THIS WEEK

No.	Size	Type	Yard	Delivery	Price (mill)	Comments	Owners

NEWBUILDING STATISTICS - TANKERS

ASSET CLASS	2018	2019	2020	TOTAL
VLCC (200k+ dwt)	16	58	31	105
SUEZMAX (120k-199k dwt)	11	21	20	52
AFRAMAX (80k-119k dwt)	17	58	23	98
PANAMAX (60k-79k dwt)	5	14	14	33
HANDY TANKER (35k-50k dwt)	48	175	66	289

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2018	2019	2020	TOTAL
CAPE SIZE (100k+ dwt)	19	74	82	175
PAN/KAM (65k-99k dwt)	25	113	84	222
SUPRAMAX (40k-64k dwt)	32	85	60	177
HANDYSIZE (10k - 39k dwt)	29	65	29	123

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	921	853	903
BCTI	598	596	563

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	25,000	25,000
Suezmax	150,000	17,500	17,500
Aframax	110,000	15,250	15,250
LR2	105,000	14,500	15,000
LR1	80,000	13,000	13,500
MR	47,000	13,000	13,000

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	1579	1536	1485
BCI	2169	2081	2871
BPI	1775	1727	1606
BSI	1204	1197	1069

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	18,500	19,000
PANAMAX	75,000	13,500	13,250
SUPRAMAX	52,000	13,000	12,700

COMPASS MARITIME WEEKLY REPORT

RECYCLING ACTIVITY REPORTED THIS WEEK

Pakistan

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)

India

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/LDT
MV Armada Ulysses	310,137	1999	40,712	As is Singapore, Green recycling, 1600 tons sludge ROB	\$403
MT Eagle Beaumont	99,448	1996	16,726	As is Singapore, full gassfree	\$460
MT Carmen (LPG)	49,242	1993	16,897	As is Khor Fakkan, at auction, buyer pays court fees	\$430

Bangladesh

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
OEL Lanka (cont)	23,062	1997	7,773		\$480

Misc.

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2018	THIS DATE 2017	2017 TOTAL	2016 TOTAL
ULCC/VLCC	35	11	15	6
SUEZMAX	22	13	18	2
AFRAMAX	41	21	35	7
PANAMAX TANKER	8	6	11	4

CAPE/COMBO (80K DWT +)	12	28	38	80
PANAMAX BULKER	2	49	55	104
POST PANAMAX BULKER	0	4	4	4

ESTIMATED RECYCLING PRICES (US \$ / LDT)

LOCATION	TANKERS 15-20,000 LDT	TANKERS 6-10,000 LDT	BULK CARRIERS
CHINA	N/A	N/A	N/A
SUB-CONTINENT	\$450	\$450	\$435

COMPASS MARITIME WEEKLY REPORT

MISCELLANEOUS VESSELS

CONTAINERSHIPS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	TEU	Engine	GEAR	Additional Info	Price (\$ Mill)	Buyer
FPMC Container 9 / FPMC Container 10	13,918	2009	Qingshan	1.115	Man B&W			\$6.5 each	Undisclosed
FORMOSA CONTAINER NO. 5	13,797	2006	Yangzhou	1.050	Man B&W			\$6.5	Undisclosed

TWEENDECKERS/ MPC/ Ro-Ro/ MISCELLANEOUS VESSELS

Vessel Name	DWT	Year	Built	TEU	Engine	H/H	GEAR	Additional Info	Price (\$ Mill)	Buyer

BUNKER PRICES

BUNKER PRICES (US\$/ton)	ROTTERDAM	FUJAIRAH	SINGAPORE	PIRAEUS
380 CST	496.50	468.50		501.50
180CST	528.00	526.00		533.00
MGO	838.50	750.00		808.50

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