

COMPASS MARITIME WEEKLY REPORT



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October 26th 2018 / Week 43

THE VIEW FROM THE BRIDGE

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

Massive deals from China (for large ships dry & wet) dominated the S&P market this week. Cosco Shipping Bulk (the dry division of COSCO Shipping Corp.) reportedly will order 6 option 24 x 210,000 DWT Tier III Newcastlemax newbuilding bulk carriers at domestic Chinese shipyards.

The Newcastlemaxes will cost region \$55 mill. each so this could end up being a \$1.65 billion order if all of the options are exercised. The ships will be used to service a bauxite contract from Guinea, West Africa to China on behalf of government controlled Aluminum Corp of China (Chalco). Chalco is investing over \$700 mill. in the Boffa, Guinea project to enable a long-term and steady supply of bauxite. Cosco Bulk is China's largest bulker company and controls more than 400 vessels including 28 VLCCs, 47 capesizes, 102 panamax bulkers and 223 handysizes.

In October of 2017 the shares oil producer and tanker owner Brightoil Petroleum Holdings (Hong Kong) were suspended from trading because of financial struggles. In late July 2018 it was announced that Brightoil was selling their oil storage and terminal facilities in Zhoushan, China along with its fleet of modern tankers which were officially offered for sale to the S&P market. The fleet consists of 5 x VLCCs built 2012/2013 and 4 x Aframax built 2009/2010.

It has now been reported that Brightoil have withdrawn the VLCC's and have done a sale/leaseback refinancing with Shandong Shipping of China which enables Brightoil to keep commercial control of the vessels. Basis a value of about \$65 mill. each, the total package equals about \$325 mill.

Have a good weekend!

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TANKERS

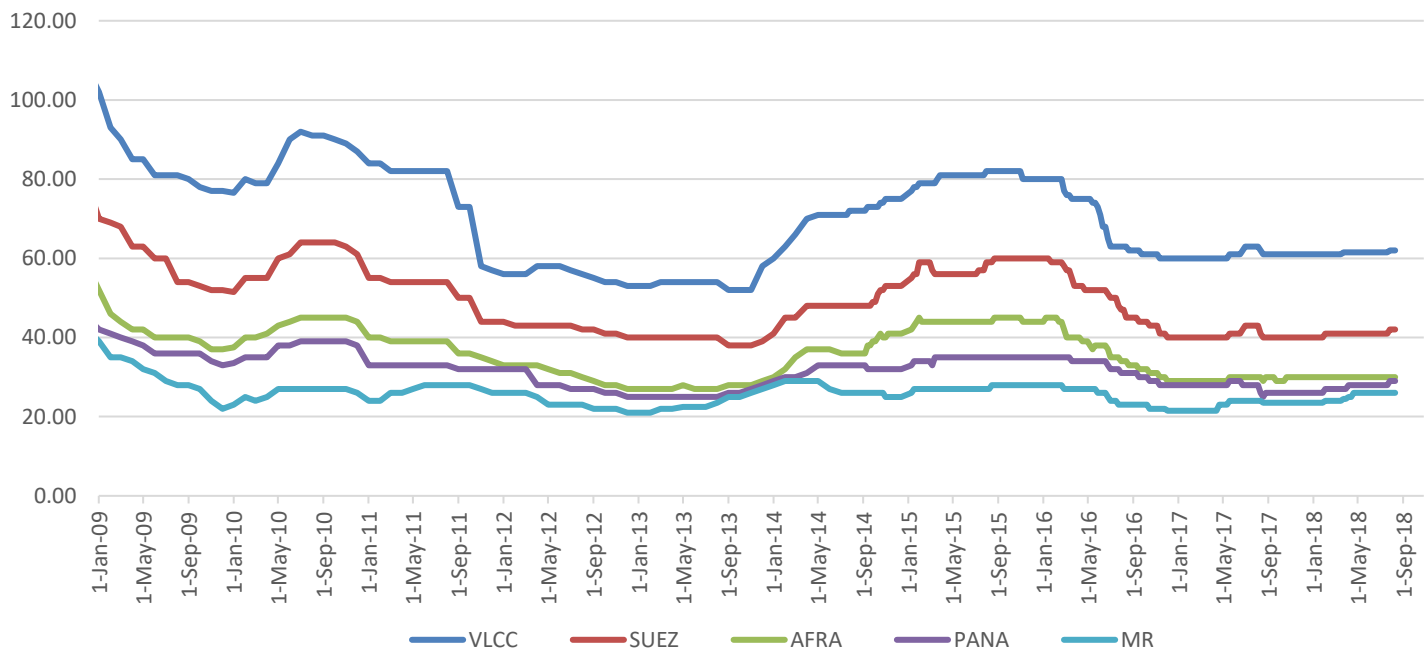
TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price (\$ Mill.)	Buyer
MILA	46,013	2003	Shin Kurushima	Mitsubishi	Coated/coiled/ Pumproom; 8.700 ldt	\$7.0	Undisclosed
PACIFIC VEGA	45,951	2010	Shin Kurushima	Mitsubishi	Coated/coiled/ Pumproom	\$16.4	Monaco
GALATEA	4,413	2011	Yangzhou	Wartsila	IMO II	\$6.5	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	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	15	5
MR TANKER	51,000	36.5	35	26	14	4

COMPASS MARITIME TANKER VALUES (5YRS OLD)



COMPASS MARITIME WEEKLY REPORT

BULK CARRIERS

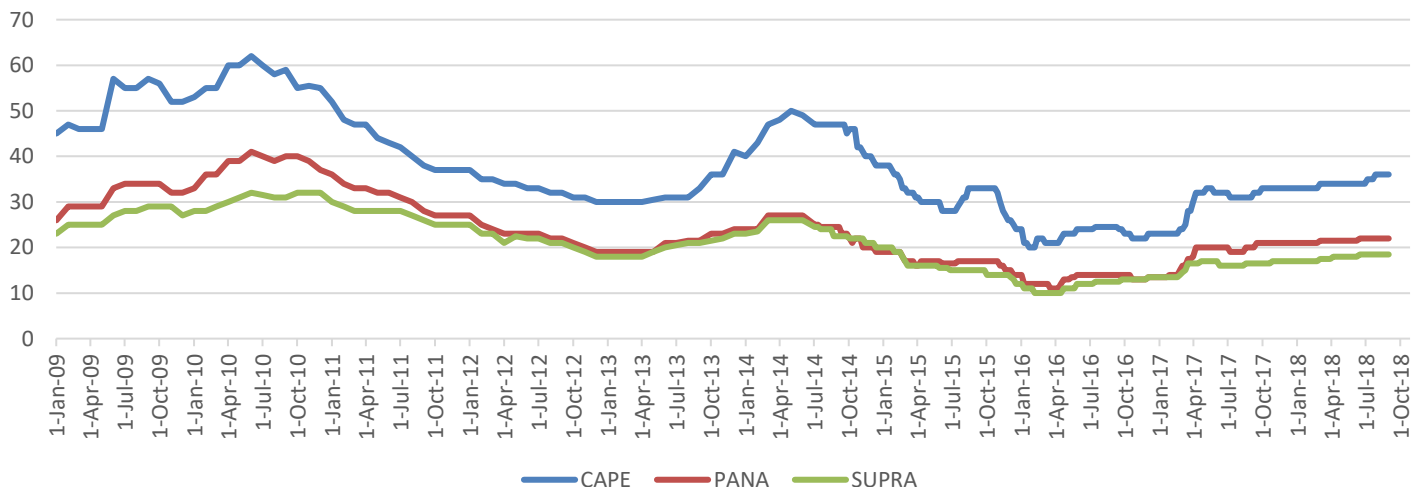
BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price (\$ Mill.)	Buyer
SC LOTTA	169,057	2009	Sungdong	Man B&W	9/9		25.133 ldt	\$20.75	Greek
SCOTIAN EXPRESS	93,019	2001	Cosco Dalian	Man B&W	7/7			\$16.7	Undisclosed
GLOBAL STAR	83,601	2010	Sanoyas Hishino	Man B&W	7/7		13.069 ldt	\$18.9	Undisclosed
RICH WAVE	81,788	2017	Tsuneishi	Man B&W	7/7			\$30.0	China
IOANNIS ZAFIRAKIS	73,305	2004	Namura Imari	B&W	7/7		11.101 ldt	\$10.25	Greek
OCEAN PANKAJ	64,000	2018	Cosco Zhoushan	Man B&W	5/5	4x30tc		\$23.5	Greek
QUEEN HALO	58,096	2010	Tsuneishi	Man B&W	5/5	4x30tc	9.718 ldt	\$15.25	Undisclosed
BULK AVANTI	56,024	2006	Mitsui Tamano	Man B&W	5/5	4x30tc	8.533 ldt	\$12.5	Undisclosed
MILLWALL	55,648	2011	Hyundai Vinashin	Man B&W	5/5	4x30tc	10.540 ldt	\$11.7	Undisclosed
NIKKEI DRAGON	52,950	2009	Oshima	Man B&W	5/5	4x30tc	7.818 ldt	\$13.25	Greek
LA LOUISE	31,764	1998	Hakodate	Mitsubishi	5/5	4x30.5tc	7.685 ldt	\$5.9	Undisclosed
STAR LIFE	28,210	2011	Shimanami	Man B&W	5/5	4x30.7tc	6.556 ldt	\$11.0	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	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

<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 (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	1141	1024	914
BCTI	573	587	524

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	28,000	25,000
Suezmax	150,000	17,500	17,500
Aframax	110,000	15,250	15,250
LR2	105,000	14,500	14,500
LR1	80,000	13,000	13,000
MR	47,000	13,000	13,000

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	1519	1576	1546
BCI	2526	2230	3220
BPI	1583	1775	1517
BSI	1117	1170	1100

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	170,000	18,000	18,500
PANAMAX	75,000	13,500	13,750
SUPRAMAX	52,000	12,500	12,750

COMPASS MARITIME WEEKLY REPORT



RECYCLING ACTIVITY REPORTED THIS WEEK

Pakistan

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
MV Solar Ember	171,081	1997	19,950		\$467
MV Solar Arion	128,826	1994	18,233		\$467

India

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/LDT
APL Philippines (cont)	66,696	1996	23,693	As is UAE	\$451

Bangladesh

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
MT Melor	114,106	1996	19,456	As is Singapore, includes 700 tons fuel	\$469.50
MV Kyriakos	29,926	1997	7,090	As is Mongla	\$428
Vasi Sun (cont)	26,288	1990	7,402		\$470
Kyauk Phyu Star (cont)	24,497	1992	7,675	As is Singapore	\$450
Malacca Star (cont)	20,150	1993	7,050	As is Singapore	\$450

Misc.

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT
Admore (cont)	15,414	1994	4,865	As is Singapore	\$440
Andaman Star (cont) / Atlantic Star (cont)/ Pathein Star (cont)/ Sentosa Star (cont)/ Thanlwin Star (cont)	20,211 / 26,262 20,540 / 17,781 20,406	1993 / 1997 1993 / 1996 1995	6,989 / 7,626 6,660 / 5,948 6,830	As is Singapore	\$450 Enbloc

RECYCLING STATISTICS

ASSET CLASS	THIS DATE 2018	THIS DATE 2017	2017 TOTAL	2016 TOTAL
ULCC/VLCC	36	11	15	6
SUEZMAX	22	14	18	2
AFRAMAX	44	23	35	7
PANAMAX TANKER	8	7	11	4

CAPE/COMBO (80K DWT +)	14	29	38	80
PANAMAX BULKER	2	51	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	\$455	\$455	\$440



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>
SITC BANGKOK	22,078	2003	Imabari	1,600	B&W			\$7.3	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>

BUNKER PRICES

<u>BUNKER PRICES (US\$/ton)</u>	<u>ROTTERDAM</u>	<u>FUJAIRAH</u>	<u>SINGAPORE</u>	<u>PIRAEUS</u>
380 CST	484.50	443.50		489.50
180CST	516.00	517.00		521.00
MGO	797.50	721.00		767.50

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