GLENPOINTE CENTRE WEST, FIRST FLOOR, 500 FRANK W. BURR BOULEVARD TEANECK, NJ 07666 (201) 907-0009

May 8th 2020 / Week 19

THE VIEW FROM THE BRIDGE

Historically high tanker freight rates and volatile tanker equity share prices have dominated our weekly commentary for the past month or so, but this week both of these continued to fall as oil prices recovered, production lowered, storage demand shrank, and short term investors bailed out of tanker stocks. There was a big sell off (minus 10+ %) in tanker shares on Wednesday which surprised tanker listed companies that expected the opposite result as they were reporting record quarterly profits and very firm cash flows moving forward.

One company pointed out an interesting new phenomenon of "stranded voyages" during the March/April charter rate boom. This occurs when a vessel is unable to discharge due to port delays and has to sit at anchor until the congestion clears up, while charter rates soared without their vessel being able to enjoy the benefits.

The S&P market remains extremely quiet and last week's surge of 7 x VLCC sales was replaced this week by several vintage Aframax tanker sales. The M/T "PALLAS ORUST" (114,809 DWT/Built 2004 at Samsung - SS/DD passed 1/2019) sold for $14 mill. and the M/T "AGATHONISSOS" / "MAKRONISSOS" (106,149 DWT/Built 2002 at Hyundai Korea) were sold for $13 mill. each. The M/T "SIGNAL PUMA" (105,000 DWT/Built 2005 at SWS in China) is reportedly committed at $18 mill. or a shade less basis SS/DD freshly passed and BWTS installed.

Have a good weekend.

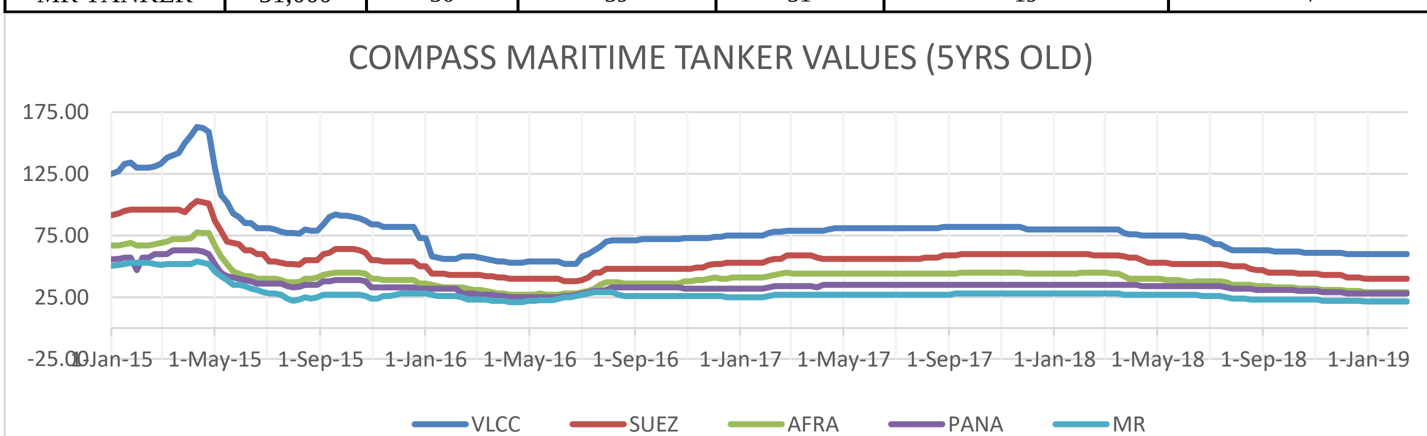
TANKERS

TANKER SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	Additional Info	Price ($ Mill.)	Buyer
PALLAS ORUST	114,809	2004	Samsung	Man B&W	Coiled; 19.774 ldt	$14.0	Indonesia
RHINO	39,710	2010	SLS	Man B&W	IMO II/III	$15.25	Greek
AGATHONISSOS / MAKRONISSOS	16,848	2002	Hyundai	B&W	Coated/Coiled; BWTS: 16.848 ldt	$13.0 ea	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	102	78	56	25
SUEZMAX	160,000	60	70	53	37	13
AFRAMAX	115,000	49	55	43	30	11
PANAMAX - LR1	70,000	42	43	32	20	8
MR TANKER	51,000	36	39	31	19	7



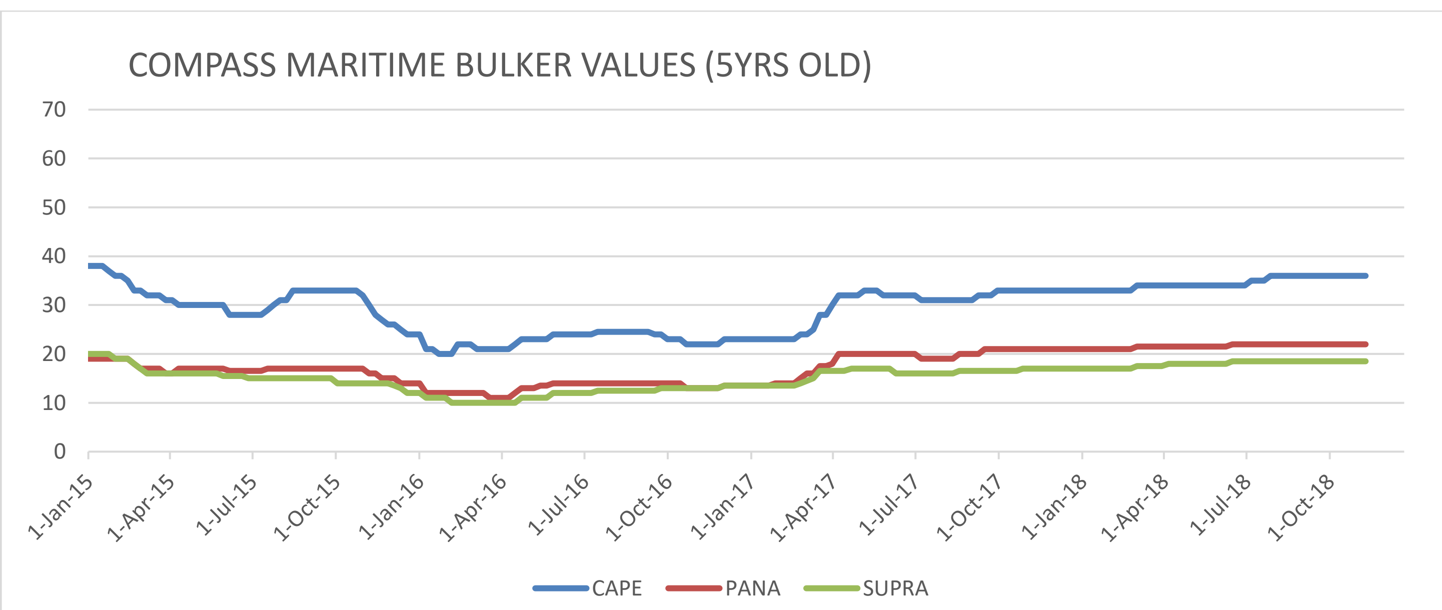
BULK CARRIERS

BULK CARRIERS SALES REPORTED THIS WEEK

Vessel Name	DWT	Year	Built	Engine	H/H	GEAR	Additional Info	Price ($ Mill.)	Buyer
PAGANINI	75,118	2008	Hudong	Man B&W	7/7		11.885 ldt	$8.1	Greek
CONTI PERIDOT	57,001	2011	Taizhou	Man B&W	5/5	4x30tc		$7.0	China
ROYAL EPIC	56,026	2008	Mitsui	Man B&W	5/5	4x30tc	8.531 ldt	$7.8	Greek
ASIA PEARL III / ASIA PEARL IV	35,217	2010	Nantong	Man B&W	5/5	4x30.5tc	BWTS; 9.546 ldt	$5.0 ea	Undisclosed
IVS NIGHTJAR	32,316	2004	Naikai	B&W	5/5	4x30tc		$5.5	Undisclosed
LOVELY KLARA	28,186	2002	Minami-Nippon	Mitsubishi	5/5	4x30tc		$4.0	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	180,000	49	49	30	19	10
KAMSARMAX	82,000	28	28	20	12	7
SUPRAMAX	56,000	25	26	15	10	5
HANDY	38,000	23	22	15	7	3



NEWBUILDINGS

NEWBUILDING ACTIVITY REPORTED THIS WEEK

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

NEWBUILDING STATISTICS - TANKERS

ASSET CLASS	2020	2021	2022	TOTAL
VLCC (200k+ dwt)	29	27	3	59
SUEZMAX (125k-199k dwt)	26	24	15	65
AFRAMAX (85k-125k dwt)	19	51	15	85
PANAMAX (55k-85k dwt)	13	6	3	22
HANDY TANKER (10k-55k dwt)	136	81	20	237

NEWBUILDING STATISTICS - BULKERS

ASSET CLASS	2020	2021	2022	TOTAL
CAPESIZE (100k+ dwt)	97	65	15	177
PAN/KAM (65k-99k dwt)	139	82	12	233
SUPRAMAX (40k-64k dwt)	121	76	18	215
HANDYSIZE (10k – 39k dwt)	74	49	5	128

CHARTERING MARKET SNAPSHOT

TANKERS

BALTIC EXCHANGE TANKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDTI	863	1105	697
BCTI	1163	1687	516

TANKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
VLCC	300,000	55,000	65,000
Suezmax	150,000	40,000	45,000
Aframax	110,000	29,500	32,000
LR1	80,000	22,000	22,000
MR	47,000	17,000	17,000

BULKERS

BALTIC EXCHANGE BULKER FREIGHT INDICES

	CURRENT WEEK	LAST WEEK	LAST YEAR
BDI	514	617	1013
BCI	461	820	1371
BPI	667	704	1198
BSI	423	413	779

BULKER 12 MONTHS T/C RATES

	DWT	CURRENT WEEK	LAST WEEK
CAPE	180,000	11,000	11,500
PANAMAX	75,000	8,500	8,750
SUPRAMAX	52,000	8,000	8,250

RECYCLING ACTIVITY REPORTED THIS WEEK

Pakistan

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/ LDT (USD)
No Sales to Report					

India

NAME	DWT	YEAR	LDT	ADDITIONAL INFORMATION	PRICE/LDT
MV Shagang Giant (VLOC	306,902	1993	39,462	Previous sale failed; HKC/NK class Green recycling required	$280
Jingu (Car Carrier)	17,216	1992	11,404	Old sale, HKC Green recycling required	$285

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 2020*	*THIS DATE 2019*	*2019 TOTAL*	*2018 TOTAL*
ULCC/VLCC	0	5	9	35
SUEZMAX	1	4	8	27
AFRAMAX	2	2	5	52
PANAMAX TANKER	1	0	6	12
CAPE/COMBO (80K DWT +)	24	21	32	19
PANAMAX BULKER	3	3	8	2
POST PANAMAX BULKER	2	0	0	0

ESTIMATED RECYCLING PRICES (US $ / LDT)

LOCATION	*TANKERS 15-20,000 LDT*	*TANKERS 6-10,000 LDT*	*BULK CARRIERS 9-20,000 LDT*	*BULK CARRIERS 5-9,000 LDT*
PAKISTAN	TBD	TBD	TBD	TBD
INDIA	TBD	TBD	TBD	TBD
BANGLADESH	TBD	TBD	TBD	TBD

UPCOMING BEACHING TIDES

LOCATION		
INDIA	May 21, 2020 – May 28, 2020	June 2, 2020 – June 10, 2020
BANGLADESH	May 23, 2020 – May 26, 2020	June 5, 2020 – June 8, 2020

Update on Lock Downs:

India - The lock down has been extended until May 17th, with further extensions likely to be declared. As Alang is located in a "Green" zone (having fewer Covad cases reported) limited cutting activity has been permitted at yards that comply with social distancing and health precautions for their workers. Vessels with Indian crew are now permitted to clear in and beach but strictly on a "case by case" basis after full health vetting procedures have been approved. There has been no announcement as yet regarding entry and beaching of vessels having foreign crew.

Bangladesh - The lock down has been extended until May 16th but is expected to be further extended until May 24th to coincide with the end of Ramadan holidays. The recycling yards are once again functioning. Beaching permissions are being issued on a "case by case" basis for the vessels that have been held in quarantine at the anchorage. Repatriation of foreign crews remains problematic due to flight restrictions.

Pakistan - The lock down continues indefinitely with no specific dates announced. It is however expected to remain in force until at least the end of the Ramadan holiday.

MISCELLANEOUS VESSELS

CONTAINERSHIPS SALES REPORTED THIS WEEK									
Vessel Name	DWT	Year	Built	TEU	Engine	GEAR	Additional Info	Price ($ Mill)	Buyer

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
380CST	152.50	155.00	169.50
180CST	320.00	350.00	345.00
MGO	221.50	352.50	261.50

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 Ship Recycling Assessment (BSRA Index)