

Time Charter Rates

Vessel (TEU/HOM)	Index	+/-
1,100/715TEU (G) 19 k	9.38	▶ 0.00
1,740/1,300TEU (G) 20.5 k	8.50	▶ 0.00
1,714/1,250TEU (G) 19k Bkk Max	4.48	▶ 0.00
2,500/1,900TEU (G) 22 k	9.13	▲ 0.24
2,500ECO/2,100TEU (G) 18.5 k	3.97	▶ 0.00
2,800/2,000TEU (GL) 22 k	5.81	▲ 0.15
3,500/2,500TEU (GL) 23 k	4.10	▶ 0.00
4,250/2,800TEU (GL) 24 k	10.80	▲ 0.48
6,500/4,900TEU (GL) 24 k	8.00	▶ 0.00
8,500/6,600 (GL) 25 k	9.60	▶ 0.00
9,000WB/7,100TEU (GL) 25 k	5.50	▶ 0.00
10,000/8,000 (GL) 25 k	5.50	▶ 0.00
BOXI Total	84.76	▲ 0.87
52 Week High	84.76	
52 Week Low	65.32	

Market comment

Improvements on the chartering market have spurred sale and purchase activity in the Panamax sector with both the GROUSE HUNTER (4,130-TEU, built Hyundai H.I. 2006) and PAMINA (5,047-TEU, built Hyundai H.I. 2005) being sold to Middle East-based buyers both in the region of \$9m. With the charter market having moved upward again since, we expect pricing to firm in the short-term on vessels that can give relatively prompt charter free delivery.

Despite the uncertain backdrop to the container market, there has been activity on modern Feeder vessels and we understand an operator has committed a number of 2,500-TEU geared vessels in an enbloc transaction on private terms.

The demolition market continues to be relatively quiet for container vessels with a pair of operator owned 23k Dwt feeder ships remaining unsold but under close discussion.

Braemar ACM's Demometer - Container Ship Deliveries

Demolition Sales Last 30 days	Total ACTUAL Demolished 2019	Total in Same Period 2018	Total Demolished 2018	Total NBs Delivered 2019
600 TEU (1 Vessel)	157,500 TEU (77 Vessels)	37,000 TEU (19 Vessels)	88,000 TEU (48 Vessels)	729,000 TEU (94 Vessels)

Vessel Deliveries Wk34/19	TEU	Shipyard	Owner	Deployment	Series No + Comment
MSC Isabella	23,656	DSME	MSC Mediterranean Shipping Co	Asia-EUR-Asia	2/5 MSC 2M Swan AE2
Zhong Gu Dong Hai	1,912	Jinling Shipyard	Zhonggu Logistics	Intra-Asia	2/6 China coastal
MTT Saisunee	1,162	Mawei Shipyard	MTT Shipping	Intra-Asia	1/2 Bengalmax
Unnayan Express	158	Western Marine	Bangladesh Inland Water Tpt	Intra-PGI	
Total TEU	26,888				

Macroeconomics

German GDP fell by 0.1% in the second quarter of 2019. Net trade dragged growth back, as the new US-China tariffs hurt demand for German-made goods. German exports slumped by 1.3% during the quarter. Imports fell by 0.3%.

US-China trade war escalation seen moving global recession risk closer to tipping point. A Bank of America Merrill Lynch survey shows 43% of respondents expect a US recession in 2020 while Morgan Stanley economists predict global growth to average 2.7% in coming quarters. The latest tit-for-tat trade tariff increases by China and the US on Friday are a further sign that a near-term resolution of the trade war is unlikely.

Profits at China's industrial firms returned to growth in July, helped by public works spending. Industrial profits rose 2.6% y-o-y in July to 512.7 bn yuan, according to data released by the National Bureau of Statistics (NBS) on Tuesday, swinging from a 3.1% y-o-y decline in June. Despite the turnaround in headline growth, worsening conditions for Chinese businesses exposed to global trade and smaller private sector firms are likely to add to the case for more government support to shore up slowing economic growth.

The IHS Markit Eurozone Manufacturing PMI rose to 47 in August 2019 from 46.5 in the previous month and above market expectations of 46.2, a preliminary estimate showed. The latest reading pointed to the seventh consecutive contraction in factory activity, as output continued to fall albeit a slower pace and job cuts were recorded for the fourth consecutive month.

Liner and Trade

Orient Overseas Container Line (OOCL), which enjoyed a big turnaround in the first half, remains optimistic about the container shipping outlook this year, despite an escalating US-China trade war. There was unlikely to be a peak season in 2019 for carriers, but "cargo volume is expected to be stable," said the company's co-chief executive Wang Haimin at a press conference in Hong Kong on Monday. (Source : Lloyd's List)

Evergreen Marine Corp has selected South Korea's Samsung Heavy Industries and long-standing partner Imabari Shipbuilding of Japan to build 11 ultra-large container ships worth up to \$1.76bn. Evergreen is scheduled to take delivery of the vessels in 2022. The 23,000-TEU new-buildings are estimated to be based on a per-ship price of between \$150m and \$160m.(Source: Tradewinds)

CMA CGM has pledged to not use the northern sea route, the Arctic passage that is becoming increasingly popular as ice melts. To avoid posing a greater threat to the region's fragile environment, none of CMA CGM's 500 vessels will use the route, the company said. (Source: Lloyds List)

Indicators	26-Aug-19	Last week	12 months ago
Shanghai Containerised Freight Index	775 ▼	804	892
FTSE 100 Index	7,095 ▼	7,190	7,563
US\$ LIBOR 12 month	2.02% ▲	1.95%	2.81%
Brent Crude Oil Price \$/bbl	59.0 ▶	59.7	74.7
Singapore Bunker 0.5% VLSFO \$/t	533 ▲	520	-