

Time Charter Rates		
Vessel (TEU/HOM)	Index	+/-
1,100/715TEU (G) 19 k	8.68	▶ 0.00
1,740/1,300TEU (G) 20.5 k	8.50	▶ 0.00
1,714/1,250TEU (G) 19k Bkk Max	4.58	▲ 0.10
2,500/1,900TEU (G) 22 k	9.13	▶ 0.00
2,500ECO/2,100TEU (G) 18.5 k	3.97	▶ 0.00
2,800/2,000TEU (GL) 22 k	6.57	▶ 0.00
3,500/2,500TEU (GL) 23 k	4.40	▲ 0.10
4,250/2,800TEU (GL) 24 k	11.20	▶ 0.00
6,500/4,900TEU (GL) 24 k	8.53	▶ 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	86.17	▲ 0.20
52 Week High	87.79	
52 Week Low	65.32	

Market comment

The headline of the week came in the form of Seaspan's acquisition of six large container vessels from CMB Leasing of China. The deal comprising of three 10,700-TEU vessels (APL SOUTHAMPTON, PARIS and DUBLIN) (10,700-TEU, built 2012 Daewoo Shipbuilding and Marine Engineering DSME) and three 9,200-TEU vessels (APL VANCOUVER, NEW YORK and MEXICO CITY) (9,200-TEU, built 2013/14 DSME) for a total consideration of approximately \$380m. As the ship names suggest, all of the vessels have charters attached to the CMA CGM group, including purchase options. The vessels have been searching for a new home for some time, with the 10,700-TEU sisters being suggested as sales candidates for nigh on a year prior to concluding; similar ships remain for sale from compatriot leasing companies.

Enbloc activity on Panamax container vessels continues, with Euroseas reportedly committing four vessels from Synergy in a cash and shares deal. In a more vanilla transaction, another quartet remains under discussion.

A number of operators have this week placed ships in the market for Hong Kong convention compliant demolition, which are now under negotiations. We expect a few more ships to come shortly in order that a delivery to the Buyers can be effected within the calendar year.

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
14,500 TEU (6 Vessel)	180,000 TEU (90 Vessels)	55,500 TEU (33 Vessels)	88,000 TEU (48 Vessels)	974,000 TEU (132 Vessels)

Vessel Deliveries Wk46/19	TEU	Shipyard	Owner	Deployment	Series No + Comment
MSC Kanoko	14,272	Hyundai H.I.	Zodiac Maritime	Asia-EUR-Asia-USWC	1/1MSC2MAE-1,TP-6 Service (scrubber)
POS Bangkok	1,809	Hyundai Mipo Dockyard	Pan Ocean Shipping Co	Intra-Asia	1/2 NE Asia-SE Asia (Bangkokmax-scrubber)
London Trader	1,762	COSCO Guangdong	Lomar Shipping	Intra-Asia	8/11Sealand Asia IA-12 SE Asia-NE Asia
TS Yokohama	1,096	Kyokuyo Shipyard	TS Lines	Intra-Asia	2/4 NE Asia-SE Asia
Total TEU	18,939				

Macroeconomics

Hong Kong has confirmed it has entered its first recession for a decade as it continues to be gripped by protests. Its economy shrank 3.2% in the July-to-September period compared with the prior quarter, figures showed, confirming earlier preliminary data.

China's industrial output grew slower than expected last month. Industrial production rose 4.7% y-o-y in October, data from the National Bureau of Statistics showed. China's Industrial production growth was 5.8% y-o-y in September. Growth in China's retail sales also slowed last month. During October the rate was 7.2% y-o-y, compared to 7.8% a month earlier.

Growth of the euro zone's gross domestic product was only 0.2% q-o-q in the third quarter. Growth for Germany, Europe's largest economy, was only 0.1%. Employment growth for the euro zone, the 19 countries using the euro, was only 0.1% q-o-q.

Outbound shipments from Indonesia remained in contraction for a twelfth straight month as the US-China trade tension continued to sap global demand. For October 2019, exports were down -6.13% y-o-y. Imports also fell, during October Indonesia's imports dropped -16.39% y-o-y.

The value of overall US retail sales increased 0.3% from the prior month after a 0.3% drop in September, according to US Commerce Department. The retail report also included some signs that may point to US consumers running low on steam, with seven of 13 major categories dropping. Sales at furniture and home furnishing stores fell 0.9% while food service and drinking establishments decreased 0.3%, both posting the steepest declines of this year.

Liner and Trade

With reported incidents for cargo-related box ship fires on the increase, calls have been made for more action to curb misdeclared cargoes. "The industry needs to be more reactive," said Laurent Audaz, Mediterranean Shipping Co's head of insurance, legal and claims. Last year, TT Club called on the International Maritime Organization to take action to identify appropriate legislative and behavioural change that would "improve safety and certainty of outcome," particularly related to the rising problem of misdeclared dangerous goods. (Source : Lloyd's List)

Asian feeder operators announced an IMO 2020 bunker surcharge. Different destination ports will attract surcharges of between \$21 and \$75/TEU. Members of the Asian Feeder Discussion Group (AFDG) have unveiled plans for a bunker adjustment factor (BAF) ahead of the IMO 2020 implementation deadline. It will take effect from 15 November 2019 and will affect services between Singapore, Indonesia, India, Thailand, Philippines, Cambodia, Vietnam, Malaysia, Bangladesh and Pakistan. (Source : Tradewinds)

Malaysia has become the latest nation to ban the use of open-loop scrubbers in its waters. Malaysia's maritime department said in a notice to the industry that vessels are now prohibited from using the exhaust gas cleaners. Singapore and Fujairah have already banned open-loop kits, while China is set to extend a ban on discharges to more coastal regions. (Source : Tradewinds)

Indicators	18-Nov-19	Last week	12 months ago
Shanghai Containerised Freight Index	798 ▼	838	962
FTSE 100 Index	7,308 ▶	7,329	7,014
US\$ LIBOR 12 month	1.97% ▼	2.00%	3.12%
Brent Crude Oil Price \$/bbl	62.2 ▶	62.2	66.8
Singapore Bunker 0.5% VLSFO \$/t	554 ▲	547	-