

Time Charter Rates		
Vessel (TEU/HOM)	Index	+/-
1,100/715TEU (G) 19 k	7.29	▶ 0.00
1,740/1,300TEU (G) 20.5 k	6.20	▲ 0.20
1,714/1,250TEU (G) 19k Bkk Max	3.23	▶ 0.00
2,500/1,900TEU (G) 22 k	6.73	▶ 0.00
2,500ECO/2,100TEU (G) 18.5 k	2.65	▶ 0.00
2,800/2,000TEU (GL) 22 k	4.43	▶ 0.00
3,500/2,500TEU (GL) 23 k	3.10	▶ 0.00
4,250/2,800TEU (GL) 24 k	5.44	▶ 0.00
6,500/4,900TEU (GL) 24 k	4.27	▶ 0.00
8,500/6,600 (GL) 25 k	4.80	▲ 0.48
9,000WB/7,100TEU (GL) 25 k	4.33	▶ 0.00
10,000/8,000 (GL) 25 k	4.33	▶ 0.00
BOXi Total	56.80	▲ 0.68
52 Week High	88.89	
52 Week Low	56.12	

Market comment

Whilst there are a number of ongoing discussions on second hand with several feeder ships being committed on subjects, there is nothing reportable this week.

The mainstay of activity has been on recycling with no signs of this stopping as each day sees more tonnage inviting offers – to take the Taiwanese operators as an example; Wan Hai Lines, Evergreen Marine and Yang Ming Lines have all put candidates into the market for demolition in the span of a week or so.

As sales continue to mount, the plot availability specifically for NK Class HKC facilities continues to diminish. Prices are already coming under increasing pressure with falls in excess of US\$20/ldt on green recycling sales seen in the last two weeks alone.

This is compounded when Sellers are insistent on as-is deliveries as cash buyers tend to source their crews from India which is still restricted in terms of flight connections. This has lead to a number of Sellers slow pedalling the process in the hope that the next week or so brings greater clarity on crew availability and increases Buying appetite for non-delivered deals.

Braemar ACM's Demometer - Container Ship Deliveries

Demolition Sales Last 30 days	Total ACTUAL Demolished 2020	Total in Same Period 2019	Total Demolished 2019	Total NBs Delivered 2020
35,500 TEU (11 Vessels)	48,000 TEU (24 Vessels)	139,000 TEU (71 Vessels)	195,500 TEU (100 Vessels)	303,500 TEU (51 Vessels)

Vessel Deliveries Wk25/20	TEU	Shipyard	Owner	Deployment	Series No + Comment
HMM Gdansk	23,964	DSME	HMM	Asia- EUR- Asia	4/7 THE- A FE3
Ever Cham	1,809	Hyundai Mipo Dockyard	Nissen Kaiun	Intra- Asia	10/11 Evergreen NSA Japan- Taiwan- China
Total TEU	25,773				

Macroeconomics

A further 1.5 million Americans filed for unemployment last week, a higher-than-expected number that signals the economic damage caused by the pandemic is continuing. Although reopening is underway throughout the country, the number of new applications for benefits fell by just 58,000, the Labor Department reported. It was the 13th week in a row the figures have held above one million.

Australia shed 227,000 jobs in May, with the unemployment rate reaching 7.1%, its highest level since 2001. The Australian Bureau of Statistics revealed the country has now lost more than 824,000 jobs over the past two months.

The UK's debt is now worth more than its economy after the government borrowed a record amount in May. The £55.2bn figure was nine times higher than in May last year and the highest since records began in 1993.

Italy's industrial turnover dropped 29.4% m-o-m in April of 2020, following a 25.8% fall in the previous month. It was the biggest decline on record. On a y-o-y basis, the decline was 46.9%.

Exports from Japan slumped 28.3% y-o-y to JPY 4.18 trillion in May 2020. Sales fell for the 18th straight month and at the sharpest pace in more than ten years. Imports to Japan slumped 26.2% y-o-y to JPY 5.02 trillion in May 2020, after falling 7.1% in the previous month.

The consumer confidence in the Euro Area rose by 4.1 points to -14.7 in June 2020 from -18.8 in May and compared with market expectations of -15, a flash estimate showed, as governments gradually eased coronavirus lockdown restrictions. In the European Union as a whole, consumer sentiment increased by 3.9 points to -15.6.

Liner and Trade

German shipowners require access to liquidity if the country's fleet is to avoid the devastation it faced during the global financial crisis, when nearly a third of the fleet was lost. German Shipowners Association (VDR) president Alfred Hartmann told Lloyd's List. "Different segments are affected differently, but coronavirus may affect the businesses more than the financial crisis in 2008-2009." (Source : Lloyd's List)

AP Moller-Maersk has lifted its earnings forecast for the second quarter on the basis of better-than-expected container volumes for its container-ship operations. The Danish liner giant said market demand in the second quarter is developing more favourably than originally expected, with Maersk's volumes downfall now anticipated to be in the range of 15% to 18% for the period, compared to its initial guidance calling for a drop of 20% to 25%. (Source : Tradewinds)

The Northwest Seaport Alliance, comprised of Seattle and Tacoma, handled 240,671 TEU last month, a 23.8% decrease compared with the year-earlier period, with loaded imports falling 22.9% and full exports dropping 15.5%. Container volumes declined 18.8% in the first five months of 2020 compared with last year.

Indicators	23-Jun-20	Last week	12 months ago
Shanghai Containerised Freight Index	989 ▼	1,015	764
FTSE 100 Index	6,230 ▲	6,065	7,408
US\$ LIBOR 12 month	0.58% ▼	0.59%	2.16%
Brent Crude Oil Price \$/bbl	42.3 ▲	39.8	65.2
Singapore Bunker 0.5% VLSFO \$/t	335 ▲	309	-