

Time Charter Rates

Vessel (TEU/HOM)	Index	+/-
1,100/715TEU (G) 19 k	7.64	► 0.00
1,740/1,300TEU (G) 20.5 k	7.25	▲ 0.75
1,714/1,250TEU (G) 19k Bkk Max	3.54	▲ 0.21
2,500/1,900TEU (G) 22 k	9.62	▲ 1.44
2,500ECO/2,100TEU (G) 18.5 k	3.24	▲ 0.29
2,800/2,000TEU (GL) 22 k	6.11	▲ 0.61
3,500/2,500TEU (GL) 23 k	4.60	▲ 0.70
4,250/2,800TEU (GL) 24 k	12.00	▲ 2.80
6,500/4,900TEU (GL) 24 k	6.40	▲ 0.36
8,500/6,600 (GL) 25 k	6.72	▲ 0.64
9,000WB/7,100TEU (GL) 25 k	4.83	▲ 0.17
10,000/8,000 (GL) 25 k	4.83	▲ 0.17
BOXI Total	76.78	▲ 8.14
52 Week High	88.89	
52 Week Low	56.12	

Market comment

The charter market continued to appreciate against the backdrop of a lack of available tonnage - notably with a 4,250TEU sublet achieving \$15,250 pdpr after being dropped on subjects by another operator at \$15,700.

With this optimism in the charter market, there are a number of negotiations taking place but in general Buyers still outnumber Sellers. In terms of reportable sales, Performance Shipping completed their exit from the container market with the sale of Domingo (3,739-TEU, geared, built 2001 Samsunh H.I.) at \$5.6m to an entity related to her current charterers MSC.

Elsewhere, SITC stayed active, this time with newbuildings with reports that they have signed for 6 option 6 units of 1,800TEUs at Yangzijiang Shipyard at a price of low \$21m.

Otherwise, demolition buyers continue to compete aggressively for tonnage from Sellers that are willing to deliver to the subcontinent. With the week seeing the enbloc sale of two feeder ships Melanesian Chief (725-TEU, geared, built 1990 Miho Zosen) & Kwangsi (1,246-TEU, geared, built 1995 Minami Nippon) which were concluded on HKC terms with Sellers supervision.

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
13,000 TEU (9 Vessels)	165,000 TEU (64 Vessels)	159,000 TEU (80 Vessels)	195,500 TEU (100 Vessels)	500,500 TEU (73 Vessels)

Vessel Deliveries Wk34/20	TEU	Shipyard	Owner	Deployment	Series No + Comment
CNC Jupiter	1,952	Tsuneishi H.I. (Cebu)	Mitsui & Co	Asia- ISUB-Asia	3/4 CMA CGM China- Bangladesh BBX2
SPIIL Rona	860	Nanjing Dongze	Salam Pacific Indonesia Lines	Intra-Asia	
Total TEU	2,812				

Macroeconomics

The IHS Markit Germany Manufacturing PMI rose to 53 in August of 2020 from 51 in July, beating market forecasts of 52.5. The reading pointed to the strongest increase in factory activity since September of 2018, preliminary figures showed, a sign the economy is recovering from the coronavirus hit. Production grew sharply, new work and export sales rose markedly for the second month and job shedding slowed.

The US Labor Department said claims rose to 1.1 million, ahead of economists' forecasts of 925,000. Coronavirus infections continue to spread across the US, prompting local authorities to restrict businesses.

UK retail sales rose above pre-pandemic levels in July as a rebound in demand continued, according to official figures. The Office for National Statistics (ONS) said retail sales volumes rose by 3.6% between June and July. It said sales are now 3% higher than February before the World Health Organization declared a pandemic and the UK was placed in lockdown. Clothing sales grew last month and people spent more money on petrol.

Exports from Japan dropped 19.2% y-o-y to JPY 5.37 trillion in July 2020, compared with market consensus of a 21% drop. Though the July drop in exports was noticeably less than the 26.2% plunge in the previous month. July marked the 20th straight month of drop in overseas sales.

Liner and Trade

Orient Overseas International Ltd has remained cautious about the container shipping outlook amid the coronavirus impact, despite a demand recovery and profitable first half of this year. Although many economies have re-emerged from the lockdowns, the pandemic could continue to bring uncertainties in the rest of 2020, said the Hong Kong-listed company in an exchange filing. During the first six months, OOCL's total liftings decreased by 2.6% y-o-y, but revenue per TEU increased by 6.0% (Source : Lloyd's List)

Container lines have resumed operating to the Port of Beirut, which is not as badly damaged as first feared. Both CMA CGM and Hapag-Lloyd said operations were back to normal after the Beirut container port reopened last week. (Source : Tradewinds)

The Port of Hamburg saw its TEU throughput fall by 12.4% y-o-y during the first six months of 2020. In a statement, the Port said it saw double-digit declines in trade with six of its 10 biggest partners. Most notably it saw a collapse in trade with China of 16.4%. (Source : Port Technology International)

Lessons learned during pandemic are 'new normal' for Maersk. AP Moller-Maersk chief executive Soren Skou believes container lines have learned the lessons of a previous crisis and have changed tack during the Covid-19 pandemic. A decade ago, lines were focused on winning market share. Now they have their sights trained on making money. (Source : Tradewinds)

Indicators	24-Aug-20	Last week	12 months ago
Shanghai Containerised Freight Index	1,184 ▲	1,168	775
FTSE 100 Index	6,107 ▼	6,127	7,095
US\$ LIBOR 12 month	0.44% ▼	0.46%	2.03%
Brent Crude Oil Price \$/bbl	44.8 ▼	45.4	59.3
Singapore Bunker 0.5% VLSFO \$/t	347 ▼	351	533