BRAEMAR

BRAEMAR ACM SHIPBROKING

Weekly Container Briefing

20 October 2020

Time Charter Rates

Vessel (TEU/HOM)	Index	+/-
1,100/715TEU (G) 19 k	9.03	▲ 0.35
1,740/1,300TEU (G) 20.5 k	9.00	► 0.00
1,714/1,250TEU (G) 19k Bkk Max	4.38	► 0.00
2,500/1,900TEU (G) 22 k	10.58	► 0.00
2,500ECO/2,100TEU (G) 18.5 k	3.82	► 0.00
2,800/2,000TEU (GL) 22 k	7.33	▲ 0.31
3,500/2,500TEU (GL) 23 k	5.60	► 0.00
4,250/2,800TEU (GL) 24 k	14.00	▲ 0.40
6,500/4,900TEU (GL) 24 k	9.60	▲ 1.60
8,500/6,600 (GL) 25 k	9.60	► 0.00
9,000WB/7,100TEU (GL) 25 k	5.83	► 0.00
10,000/8,000 (GL) 25 k	5.83	► 0.00
BOXi Total	94.60	▲ 2.66
52 Week High	94.60	
52 Week Low	56.12	

Market comment

The market continued much in the same vein as last week with charter rates continuing to firm, a notable lack of workable tonnage for sale and Sellers quickly revising ideas upwards on post-Panamax tonnage.

This week has also seen confirmed rumours connecting Costamare to a number of acquisitions of Korean built 5600TEU and 8800TEU tonnage.

The APL ENGLAND (5,506-TEU, built 2001 Samsung H.I.) has been sold at a firm price reportedly in excess of $12m to European-based Tramp Owner. Demonstrating the pulling power of a charter-free ship within this year - with her surveys due in early 2021, only a few months have passed since she would of been deemed likely to head to the beaches.

In a similar vein a laid up Panamax with overdue surveys has been rumoured committed above $10m.

In the feeder sector, the CONTSHIP DAY and CONTSHIP BOX (700TEU, gearless, built 2007/08 Yangfan Zhoushan) have found a home with Hong Kong-based operators Star Feeders.

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
5,000 TEU (4 Vessels)	186,500 TEU (78 Vessels)	172,500 TEU (85 Vessels)	186,500 TEU (100 Vessels)	661,500 TEU (94 Vessels)

Vessel Deliveries Wk42/20	TEU	Shipyard	Owner	Deployment	Series No + Comment
Wan Hai 322	3,055	JMU	Wan Hai Lines	Asia-WCSA-Asia	2/8 Trip WCSA
Bruarfoss	2,148	Guangzhou Wenchong	Eimskip Ehf	Inyra-NAtl	2/2 Eimskip
Total TEU	5,203				

Macroeconomics

China's economy recovered further from the coronavirus in the third quarter, according to data released Monday by the National Bureau of Statistics. The world's second-largest economy reported third-quarter GDP growth on the low end of expectations, up 4.9% from a year ago. That brings growth for the first three quarters of the year to 0.7% from a year ago. China's industrial output in September rose 6.9% y-o-y, data showed on Monday, expanding for the sixth straight month in a boost to an economy recovering.

Japan's exports fell at a slower pace in September in a sign that trade damage from the coronavirus pandemic is easing, according to Finance Ministry data released Monday. The report showed Japan's exports in September declined 4.9%, better than the nearly 15% drop in August. The nation's imports fell 17.2% overall, compared with 20.8% in August. Japan's exports to China jumped 14% while shipments to the U.S. inched up 0.7%, in another possible sign of a gradual rebound.

Consumers in The United States spent at a much faster pace than expected in September, with retail sales rising 1.9%. Clothing and accessories led the advances, rising by 11%, while sporting goods, music and books jumped 5.7%. Electronics and appliances was the only major sector that was negative, dropping 1.6% from the August levels.

Bank of England (BoE) has said the UK faces "an unprecedented level of economic uncertainty." Britain's economy shrank by 20% in the three months to June. The governor told an online event on Sunday that he expected output at the end of the third quarter to be 10% lower than the end of 2019. The BoE expect that the UK's output at the end of the third quarter to be 10% lower than the end of 2019.

Liner and Trade

Golden Week failed to derail spot market sentiment, with rates on both east-west major routes showing sustained resilience. Port calls out of China's largest container complexes climbed to their highest since August as service frequency jumped beyond 2019 levels. SPOT rates on the major container trades have stayed firm as demand held strong in an unprecedented extension of the industry's traditional peak season. (Source : Lloyd's List)

The Sea Cargo Charter on carbon emissions is expected to put pressure on container carriers and the International Maritime Organization to take stronger action on emissions reporting. Although the pledge announced last week by major commodities charterers has a direct impact on the bulker and tanker sectors, environmental groups and some stakeholders hope the endeavour will have an impact across the whole industry. (Source : Tradewinds)

Shipyards in South Korea and China are receiving an increasing number of newbuilding enquires for neo-Panamax containerships. One South Korean yard manager is optimistic that orders for large container vessels will be placed over the next few months. (Source : Tradewinds)

Indicators	19-Oct-20	Last week	12 months ago
Shanghai Containerised Freight Index	1,449 ▲	1,438	747
FTSE 100 Index	5,897 ▼	6,001	7,151
US$ LIBOR 12 month	0.35% ►	0.35%	1.99%
Brent Crude Oil Price $/bbl	42.7 ▼	41.8	59.4
Singapore Bunker 0.5% VLSFO $/t	345 ▲	343	549

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