

# Weekly Container Briefing

2 February 2021

Time Charter Rates		
Vessel (TEU/HOM)	Index	+/-
1,100/715TEU (G) 19 k	12.85	► 0.00
1,740/1,300TEU (G) 20.5 k	13.50	▲ 1.00
1,714/1,250TEU (G) 19k Bkk Max	7.19	▲ 0.10
2,500/1,900TEU (G) 22 k	17.31	▲ 0.72
2,500ECO/2,100TEU (G) 18.5 k	5.59	▲ 0.15
2,800/2,000TEU (GL) 22 k	12.53	▲ 1.07
3,500/2,500TEU (GL) 23 k	8.80	▲ 0.40
4,250/2,800TEU (GL) 24 k	20.00	▲ 0.40
6,500/4,900TEU (GL) 24 k	12.09	► 0.00
8,500/6,600 (GL) 25 k	11.84	► 0.00
9,000WB/7,100TEU (GL) 25 k	6.67	► 0.00
10,000/8,000 (GL) 25 k	6.67	► 0.00
<b>BOXi Total</b>	<b>135.02</b>	<b>▲ 3.84</b>
<b>52 Week High</b>	<b>135.02</b>	
<b>52 Week Low</b>	<b>56.12</b>	

## Market comment

High demand for ships capable of providing relatively prompt charter free delivery continues with the market moving rapidly especially on post Panamax. With the the 2003 built **NAXOS** (5.700-TEU, built 20023 Hyundai H.I.) reportedly sold at \$25.5m to a major liner company.

Wan Hai lines set another benchmark in the baby-Panamax market by revisiting the CMB stable and committing **HARRIER HUNTER** (4,298-TEU, built 2009 Hyundai H.I.) at a reported \$21m.

Values on Feeders are also appreciating with a number of modern geared 2,500TEU have also been committed on private terms well above the original ask. MSC were again active with a number of purchases including the **BOMAR VANQUISH** (1,878-TEU, geared, built 2001 Sietas) and **BOMAR VALOUR** (1,678-TEU, geared, built 2002 Sietas) enbloc.

Elsewhere, the Naikai 2500 **NSC KINGSTON** (2,553-TEU, gearless, built 2008 Naikai Zosen), with its sought after compact LOA, was reported to be committed at low-10s to SE Asia-based Buyers. Clients of Contships continue to build their fleet of CV1100s with the purchase of **TCI VIJAY** (1,116-TEU, geared, built 2006 Jiangdong Shipyard) on private terms.

## Braemar ACM's Demometer - Container Ship Deliveries

Demolition Sales Last 30 days	Total ACTUAL Demolished 2021	Total in Same Period 2020	Total Demolished 2020	Total NBs Delivered 2021
1,000 TEU (1 Vessel)	NIL TEU (NIL Vessels)	14,000 TEU (7 Vessels)	199,000 TEU (87 Vessels)	78,000 TEU (15 Vessels)

Vessel Deliveries	Wk04/21	TEU	Shipyard	Owner	Deployment	Series No + Comment
Ever Fit		11,850	Imabari	Shohei Kisen	Asia- USEC- Asia	2/21Evergreen OCEAN-A AWE2 via Panama
MH Green		2,100	Zhoushan Changhong	Sea-Consortium	TBA	1/1Gold StarLine
Ever Center		1,844	Jiangsu Yangzijiang		Intra-Asia	1/2 Evergreen, China- Indonesia Thailand CIT
Contships Borealis		1,368	Guangzhou Wenchong	Containerships	Intra- UK Cont	5/6 Dual-Fuel

## Macroeconomics

China's factory activity expanded at the slowest pace in seven months at the start of 2021, weighed down by falling export orders amid a surging global pandemic. The Caixin/Markit Manufacturing Purchasing Managers' Index (PMI) dropped to 51.5 last month, the lowest level since June last year and easing markedly from December's reading of 53.0.

Euro zone manufacturing growth remained resilient at the start of the year but the pace waned from December as renewed lockdown measures across the continent. IHS Markit's final Manufacturing Purchasing Managers' Index (PMI) fell to 54.8 in January from December's 55.2, although that was a touch above the initial 54.7 "flash" estimate.

au Jibun Bank's manufacturing purchasing managers' index (PMI) for Japan fell to 49.8 in January from 50.0 in December 2020 . After remaining broadly unchanged in December, output fell at a marginal pace [in January]. Where production fell, firms often attributed this to rising Covid-19 infections and the implementation of new restrictions under a new state of emergency.

UK will formally apply to join a trans-Pacific trading bloc of 11 countries, with negotiations set to start later this year, the UK government said. Since leaving the European Union, Britain has made clear its desire to join the Comprehensive and Progressive Agreement for Trans-Pacific Partnership (CPTPP), which removes most tariffs between Australia, Brunei, Canada, Chile, Japan, Malaysia, Mexico, New Zealand, Peru, Singapore and Vietnam.

## Liner and Trade

Ocean Network Express (ONE) has significantly lifted its full-year forecast, having posted a stellar earnings performance in the third quarter of the financial year against the backdrop of the coronavirus pandemic. The Singapore-based container shipping carrier expected net profits for the fiscal year ending March 31, 2021 to reach \$2.5bn, compared with the previous prediction of \$928m.(Source : Lloyd's List)

Hapag-Lloyd reported a strong quarterly result as it reaps the rewards of the booming container market, leading to optimism despite signs that the six-month box rate rally is starting to falter. The Hamburg-based liner operator doubled earnings in the fourth quarter of 2020 due to a surge in volumes and freight rates. Ebitda rise to \$1bn in the three months to the end of December, up from \$500m the previous year. (Source : Tradewinds)

DP World and UNICEF have announced a wide-ranging partnership to support the global distribution of COVID-19 vaccines and related immunization supplies in low- and lower-middle-income countries. The new partnership – with a multi-million dollar value – is the largest to date to support UNICEF's lead role in procuring and supplying 2 billion doses of COVID-19 vaccines and auxiliary vaccination supplies on behalf of the COVAX Facility. (Source : Port Technology International)

Indicators	02-Feb-21	Last week	12 months ago
Shanghai Containerised Freight Index	2,862 ▼	2,869	982
FTSE 100 Index	6,461 ▼	6,639	7,286
US\$ LIBOR 12 month	0.31% ►	0.31%	1.82%
Brent Crude Oil Price \$/bbl	55.5 ►	55.9	58.0
Singapore Bunker 0.5% VLSFO \$/t	451 ►	450	573