

# Weekly Container Briefing

6 July 2021

Time Charter Rates		
Vessel (TEU/HOM)	Index	+/-
1,100/715TEU (G) 19 k	29.17	▲ 2.78
1,740/1,300TEU (G) 20.5 k	31.00	▲ 1.00
1,714/1,250TEU (G) 19k Bkk Max	14.38	▲ 0.42
2,500/1,900TEU (G) 22 k	38.46	▲ 1.92
2,500ECO/2,100TEU (G) 18.5 k	13.24	▲ 1.47
2,800/2,000TEU (GL) 22 k	28.72	▲ 3.06
3,500/2,500TEU (GL) 23 k	20.00	▲ 1.20
4,250/2,800TEU (GL) 24 k	56.00	▲ 1.60
6,500/4,900TEU (GL) 24 k	26.67	▲ 1.78
8,500/6,600 (GL) 25 k	25.60	▲ 1.60
9,000WB/7,100TEU (GL) 25 k	14.17	▲ 0.83
10,000/8,000 (GL) 25 k	14.17	▲ 0.83
<b>BOXi Total *</b>	<b>311.56</b>	<b>▲ 18.49</b>
<b>52 Week High</b>	<b>311.56</b>	
<b>52 Week Low</b>	<b>57.43</b>	

\* Benchmark TC rates assessed on the basis of a 12-month time charter period

## Market comment

The market continues its drive upwards with operators taking the lions' share of tonnage in the market. With a serious lack of prompt tonnage to choose from, Buyers are now having to accept forward deliveries on vessels at today's charter free pricing.

After a few weeks of MSC setting new benchmarks in various sectors it was CMA CGM whom emerged as the Buyer of **MCC KYOTO** (1,713-TEU, geared, built 2008 CSBC Taiwan) at a price of \$21.5m and whilst it is unconfirmed at the time of writing, we understand the delivery is also forward in Q4 2021. Putting aside the delivery timing, this is already close to a 20 percent improvement on the last sale - less than three weeks ago - for a Bangkok-max of the same age.

Norwegian Owners have reportedly committed a block of four economical 2500TEU at a price rumoured to be close to \$120m en bloc.

Interestingly whilst one of the vessels is prompt, the remaining three have charters expiring throughout 2022 including one vessel as late as August next year, which demonstrates the belief on behalf of the Buyer that the market in 2022 will be in a similar vein.

## 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
1,500 TEU (3 Vessel)	11,500 TEU (14 Vessels)	92,000 TEU (41 Vessels)	199,000 TEU (89 Vessels)	557,500 TEU (79 Vessels)

Vessel Deliveries Wk26/21	TEU	Shipyard	Owner	Deployment	Series No + Comment
CMA CGM Sorbonne	23,112	Jiangnan Changxing	CMA CGM	Asia-EUR-Asia	9/9 OCEAN-A, FAL-1
YM Continuity	2,940	CSBC Taiwan	Yang Ming Marine Transport	Intra-Asia	9/10 Japan-Taiwan-China JTS
Cape Corfu	2,756	Guangzhou Wenchong	Cape Shipping SA	TBA	3/4.
Ever Cozy	1,809	Hyundai Mipo Dockyard	Evergreen Marine Transport	Intra-Asia	2/4 Korea-China-Vietnam KCV
SPIL Rahayu	558	Hai Dong Shipyard	Salem Pacific Indonesia Lines	Intra-Asia	3/4 NEAsia-SEAsia
<b>Total TEU</b>	<b>31,175</b>				

## Macroeconomics

US jobs growth picked up speed in June as the economic reopening continued, official figures show. Employers created a larger-than-expected 850,000 jobs last month, driven by new posts in bars and restaurants, retail and education. Despite the boost in hiring, the unemployment rate was little changed at 5.9%, the US Bureau of Labor Statistics said.

Growth in China's manufacturing activity softened in June as export demand weakened and producers struggled with supply bottlenecks, a survey showed Wednesday. The monthly purchasing managers' index issued by the national statistics agency and an industry group declined to 50.9 from May's 51.0.

Eurozone's manufacturing sector further accelerated its growth in June, for the fourth month in a row. The final Eurozone Manufacturing PMI climbed to 63.4, the highest level ever recorded. Input and output prices also rose at record rates as supply-side constraints persisted and manufacturers were unable to keep up with the record demand. However, the inflationary pressure could ease in the following months as producers reach safe inventory levels and new employment helps boost production.

## Liner and Trade

Shanghai International Port Group (SIPG), the main operator of the world's busiest port, has been boosted by a robust container shipping market. The Shanghai-listed, state-owned company in an earnings forecast expects a first-half year net profit of Yuan8.5bn (\$1.3bn), representing a 122.5% increase compared with the same period last year. It said cargo throughput at the port of Shanghai recorded a substantial growth during the six months. Statistics from China's transport ministry shows that box handling at the gateway port in eastern China grew 21.6% year on year to 18.9m TEU. (Source : Lloyd's List)

AP Moller Maersk has confirmed an order for the world's first methanol-fuelled containership at Hyundai Mipo Dockyard (HMD). The Danish liner giant said the single vessel will have a capacity of 2,100 TEU and be fitted with a dual-fuel engine, giving it the option to run on methanol or very low sulphur fuel oil. (Source : Tradewinds)

Indicators	05-Jul-21	Last week	12 months ago
Shanghai Containerised Freight Index	3905 ▲	3,785	1,055
FTSE 100 Index	7,163 ▲	7,062	6,157
US\$ LIBOR 12 month	0.25% ►	0.25%	0.54%
Brent Crude Oil Price \$/bbl	76.5 ▲	74.6	42.8
Singapore Bunker 0.5% VLSFO \$/t	553 ▲	549	335