

DG WEEKLY 36 / 2020 | www.demogate.com

INDICATIVE DEMO VALUES

Weekly Change
+ 60.000\$
Value

4,6 usdm (Dely Pakistan)



2500 TEU / 12.432 mts ldt /
~ 25 (23) years*

Container

Weekly Change
+ 40.000\$
Value

3,2 usdm (Dely Pakistan)



72.000 DWT / 8.872 mts ldt /
~ 27 (29) years*

Bulker

Weekly change
+ 70.000\$
Value

5,7 usdm (Dely Pakistan)



75.000 DWT / 15.505 mts ldt /
~ 30 (27) years*

Tanker

Weekly change
+ 30.000\$
Value

0,71 usdm (Dely India)



2800 DWT / 2.123 mts ldt

AHTS

*this is the quarterly adjusted average scrapping age of the vessel type (in brackets the average of last year)

USD / LDT – INDICATIVE MARKET PRICES

	Change	Tanker (HKC)	Container (HKC)	Dry Bulk (HKC)	Avg. last 3 years ³⁾
India	+ 2 %	350 (340)	360 (355)	340 (335)	377
Bangladesh¹⁾	+ 2 %	345	355	340	380
Pakistan	+ 3 %	375	380	370	373
Turkey²⁾	stable	205 (200)	215 (210)	195 (190)	254

*All prices are indicative only based on average indications for standard tonnage - all prices in usd / lt/ldt.

1) In Bangladesh only one yard has been awarded a HKC compliance certificate

2) In turkey 6 Yards comply with the EU-SRR and respectively the price in brackets refers to this recycling standard

3) The average accounts for the highest price category (i.e. Container Vessels)

COMMENT

A rather quiet week in terms of overall activity though we are hearing of tonnage being discussed at strong levels for various vessels.

Prices in Pakistan remain very firm though the appetite to snap up further tonnage at these high price levels might disappear sooner or later given that more and more plots are occupied.

At the same time Breakers in Bangladesh are lining up with ever strengthening indications. It will not be long before the gap finally closes and non-HKC tonnage starts heading to Bangladesh again.

Prices in India also increased with sentiment positive although the number of Covid-19 cases remains high.

The Turkish Lira again depreciated further and although Aliaga Beach seems to be fairly full with tonnage, buying sentiment remains positive with indicative prices in excess of the \$200 mark. Yet another Cruise Vessel, the *Carnival Imagination* is expected to arrive in Aliaga mid-September.



A picture capturing the final parking position of the *Sine Maersk* and four Cruise Vessels at Aliaga Beach.

CONTACT

DemoGate Ship Recycling

c/o BRS Group
Neuer Wall 52, 20354 Hamburg, Germany

Phone +49 40 333 966 9959
Email support@demogate.com
Web www.demogate.com

All details are given in good faith but without guarantee as to accuracy or completeness.

REPRESENTATIVE FIXTURES

Name	Type	LDT	Built year	Built where	Terms	Price It/Idt
MV Khan S	Bulk	7.585	1996	JPN	Dely Karachi	~ \$ 377
Sold for final Breakup in Pakistan – Flag: Panama						
MV Neusa	Tank	5.915	1982	BRZ	As is, Rio de Janero	~ \$ 206
Sold for final HKC compliant recycling in India – Flag: Brazil						

Total Demolition	2020 ytd		2019	
Bulk	9.037.464 dwt	76 (74) vessels	7.880.246 dwt	93 vessels
Tank	1.360.992 dwt	37 (34) vessels	4.427.162 dwt	87 vessels
Container	157.680 TEU	62 (58) vessels	199.891 TEU	100 vessels

*Last week's numbers are being shown in brackets / we are reporting actual deletions (beached or at the yard), the number of Vessels sold for demolition varies

SNAPSHOT: *The International Ship Recycling Association (ISRA)*

In 2020 there are several existing initiatives and NGOs whose objective is to enlighten the untransparent and unregulated ship recycling landscape and to promote 'green recycling'.

The first of these initiatives is the ISRA network. The non-profit organization is an association that represents a group of environmentally responsible Yards whose goal is to promote sound and safe recycling of ships.

Founded in The Hague, Netherlands in 2007 it actively participated in the development of the EU_SRR and the international Hong Kong Convention and maintains relationships with many industry stakeholders and competent authorities.

Currently headed by Chairman Konstantinos Galanis, secretary general Bernard Veldhoven and director Reinoud Pijpers the association continues to promote and fight for green, sound and fair ship recycling practices in order to eliminate the unfair competition caused by substandard recycling practices.

For more info visit: <https://www.isranetwork.com/>

The Founding Members:



Top row (left to right): Dimitris Ayvatoglu (Leyal Ship Recycling), Demiray Kardes (Demtas), Henk Poot (Scheepssloperij Nederland), Ali Tiras (Oge Gemi Sokum).

Bottom row (left to right): Adem Simsek (Simsekler Group), Saim Siviri (Cemas Celik), Li Hongwei (China Jiang Xiajiang Changjiang Shiprepair Yard), Janice Liu Guohong (Zhongxin Ship Recycling & Steel Co), James MacFarlane (Sparrows Point Shipyard).

CONTACT

DemoGate Ship Recycling

c/o BRS Group
Neuer Wall 52, 20354 Hamburg, Germany

Phone +49 40 333 966 9959
Email support@demogate.com
Web www.demogate.com

All details are given in good faith but without guarantee as to accuracy or completeness.

YARD OF THE WEEK:

ALANG AUTO & GEN ENGG. Co. Pvt. Ltd. (INDIA)



Situated on the shores of Alang in Gujarat, India, the Alang Auto Gen. Engg. Co. Pvt. Ltd. Facility is a fully Hong Kong Convention compliant (Class NK) Yard that operates Plot No. 24 at Alang Ship Recycling Zone for dismantling and recycling activities.

The diversified family business that has been founded by Mr. Subodh Kumar in 1986 has a track record with international top owners demanding the highest standards that go beyond the requirements of the Hong Kong Convention that yet has to enter into force.

They are one of only four yards in India that have been shortlisted by Maersk Line and recycled the 7.800 mt/ldt *Claes Maersk* in 2019.

- Certified for ISO Standard 9001:2015 (Indian Registry, Quality Management System)
- Certified for ISO Standard 14001:2015 (Indian Registry, Environmental Management Systems)
- Certified for ISO Standard 30000:2009 (Ship Recycling and Management Systems)
- Certified for ISO Standard 45001:2018 (Occupational Health and Safety Management Systems)
- Certificate of Compliance with the requirements set out in Article 13 of Regulation (EU) No 1257/2013
- Statement of Compliance with the Hong Kong Convention (Class NK, 2017)

Apart from Ship Recycling the Alang Auto Facility is also active in metal recycling, commodity trading and also associated with the international Cash Buyer Ace Exim Pte. Ltd. that is busy acquiring tonnage not only for the Alang Auto Yard. For more info: <http://www.aceexim.com/>



The Yard has an annual recycling capacity of approximately 45.000 lt/ldt, a breadth restriction of roughly 48 meters, operates roughly 8.000 Sq. meters and is completely built on an impermeable floor in order to avoid pollution to the soil.

The Facility operates heavy duty cranes to lift blocks from the vessel on to the impermeable floor for cutting operations and in order to prevent contamination of the intertidal zone.

Over the decades the Alang Auto Facility has successfully demolished more than 75 Vessels and processed around 500.000 mt/ldt of all types including Bulk Carriers, Container Vessels and Tankers.

For more information visit: <https://alangauto.com/>

CONTACT

DemoGate Ship Recycling

c/o BRS Group
Neuer Wall 52, 20354 Hamburg, Germany

Phone +49 40 333 966 9959
Email support@demogate.com
Web www.demogate.com

All details are given in good faith but without guarantee as to accuracy or completeness.