

SeaIntel Sunday Spotlight

March 16, 2014 – Issue 152

Executive Summary

Transatlantic capacity and transit times

We take a closer look at Transatlantic deployment, and find that while the total deployed capacity has remained virtually unchanged, average transit time from the last port in Europe to the first port on the US East Coast has increased significantly over the last 2 years.

Rate Increase Efficiency

We investigate the carrier ability implement rate increases successfully on Asia-USWC and Asia-Middle East. While carrier resolve is already on the decline, 2014 will see the largest delivery of +10.000 TEU vessels.

Fuel advantage of larger vessels

Using SeaIntel's proprietary multi-polynomial fuel consumption model, we find that despite diminishing returns, the increases in vessel size continue to bring sizeable fuel savings per TEU, and a hypothetical jump to 25.000 TEU vessels is potentially attractive (disregarding other aspects).

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Weekly Indicators –

10 – 16 Mar 2014

SCFI

Asia to
N.Eur/Med

-100/-98
USD/TEU
-10.1%/-9.5%

SCFI

Asia to
USWC/USEC

+147/+101
USD/FFE
+8.2%/+3.2%

OOIL

2013 FY profit

US\$ 47m

(2012:
US\$ 295m)

HMM

2013 FY loss

US\$ 672m

(2012: