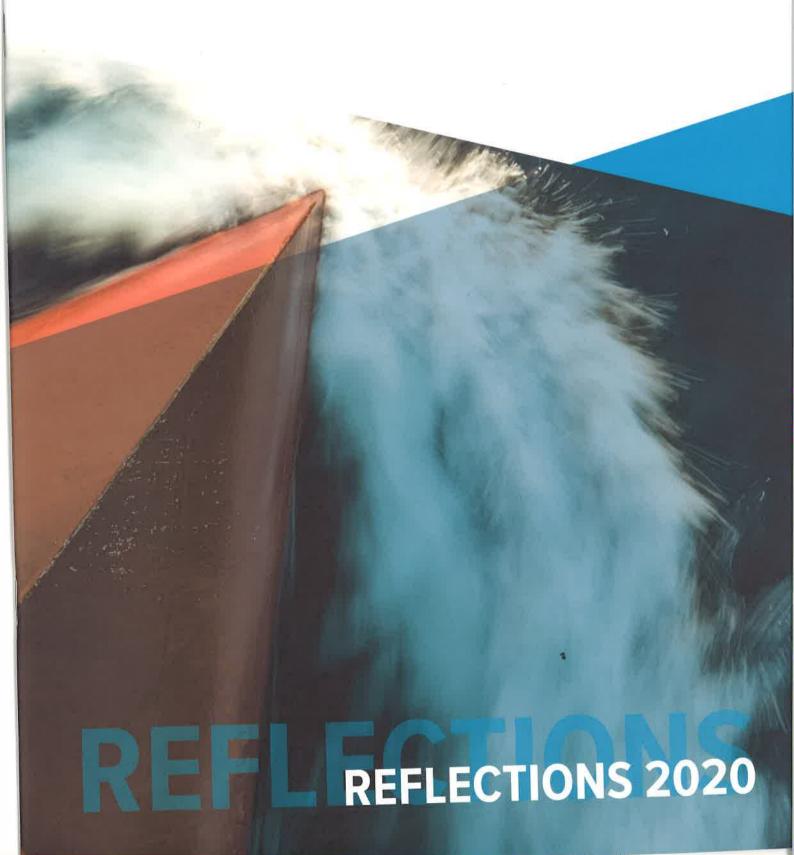
BIMCO



wild predictions 2020 for 2020

BIMCO has invited seven industry experts to each come up with a wild prediction for the shipping sector in 2020. From a total ban on open-loop scrubbers to high-sulphur fuel oil disappearing from the global bunker market, the predictions are creative, a little on the wild side, quite unlikely to happen, and yet still within the realms of possibility.

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66 2020 will be a seismic year for bunker traders. The oil majors will take a bigger market share and, in the new low-sulphur fuel environment, buvers will seek to buy more directly from physical suppliers. Bunker traders' working capital will come under strain because of the higher fuel prices, slowerpaying (or failing) customers, and cash flows will be disrupted, because very low-sulphur payment. As a consequence, some bunker traders will fail, while others will downsize, rename or get acquired, or otherwise exit the market. By the end of 2020, we might see 20% fewer bunker trading companies than we have

Paul Millar, Head of Global Credit, Bomin Bunker Holding GmbH & Co. proves that zooplankton is seriously damaged by the effluent of open-loop scrubbers. The evidence is so compelling that many nations reconsider their position. Australia, South Africa, India, Brazil and Canada decide to ban them in their respective areas. In addition, demand rises, and ships speed up again. The International Maritime Organization, the European Community and the shipping community decide to take immediate measures.

power reduction programme, is adopted as an

intermediate measure to reduce emissions. ??

George Souravias, CEO, Load Line Marine

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But of scrubbers — Wärtsilä and Alfa Laval — will stop supplying scrubbers because of decreasing order intake, high cost, growth in the number of ports banning open-loop scrubbers, limited 380 high-sulphur fuel oil (HSFO) availability and low demand for it globally. As a result, the 380 HSFO segment will disappear from the global bunker market by the end of 2020.

Sergey Ivanov, Director, Marine Bunker Exchange, MABUX

today. ??

Greenhouse Gas (GHG) objectives for shipping set by the International Maritime Organization (IMO) will improve the shipping market in the medium term, as newbuilding orders will be limited further in the coming years. This will be because of uncertainty about how to build a ship with a lifespan of around 25 years that is able to cope with future GHG requirements. ??

Michael Lund, Deputy Secretary General, BIMCO



66 The Hong Kong Convention passes the threshold for ratification and comes into force. The EU, however, chooses to ignore it and continues with its own ship recycling regulation, \$2

Lars Robert Pedersen, Deputy Secretary General, BIMCO



the process of imposing a complete ban on open-loop scrubbers, creating fresh turmoil in an already stressed shipping market.

Rasmus Nord Jørgensen, Communications Director, BIMCO innovation, shipping is facing more challenges. Alibaba and Amazon — two of the most successful e-platforms — could bring a lift to the shipping industry. Imagine all shipping-related transactions are carried out via a trusted e-platform and that all stakeholders are visible in such an ecosystem, including shipbuilders, SNP buyers, ship managers, traders, voyage planners, ship insurers and P&I clubs, bunker supplies, spare parts providers, and even seafarers. It would be a revolution for the shipping industry, as cost and transparency would be significantly improved. While the technology is already available, invisible obstacles remain for now.

Wei Zhuang, Regional Manager, Asia, BIMCO

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