

Mata Utu, 25th of November 2019

Dear Valued Customers,

From 1st January of 2020, all ocean carriers must comply with the amendments to Annex VI of the Marpol convention which stipulates that ships will use fuel with no more than 0.5% sulphur content. Current Heavy (HFO) or Intermediate (IFO) Fuel Oils that we use to bunker our ships will no longer be compliant and we will need to switch to Low Sulphur Fuel Oil (LSFO) if available, or Marine Diesel Oil (MDO) if it is not. These more refined fuel types will command a higher price per tonne & will result in higher operating costs on the trades that we service. Our ships, in accordance with flag state requirements, will not be able to carry any non-compliant fuel on the 01st January 2020 and as such the switch to new compliant fuel types will need to be effected towards the end of November.

From 1st of December 2019, LSS will be applicable on all cargo across all trades :

From :	Nouméa	Fiji	Wallis/Futuna	Wallis/Futuna	Wallis/Futuna
To :	Wallis/Futuna	Wallis/Futuna	Nouméa	Fiji	Wallis/Futuna
	XPF	USD	XPF	USD	XPF
LCL DRY	600 /up	5.26 /up	600 /up	5.26 /up	300 /up
20'DRY	8 500 /teu	75.00 /teu	8 500 /teu	75.00 /teu	4 250 /teu
20'REEFER	12 500 /teu	112.50 /teu	12 500 /teu	112.50 /teu	6 250 /teu

The LSS fee applied from 01st December 2019 will be factored into the next quarterly BAF review on 01st January 2020 and adjusted accordingly.

Thank you for your continued support.