



**CARPENTERS  
S H I P P I N G**

3<sup>rd</sup> September 2019

Dear client,

**BAF application for OCTOBER 2019**

Please be advised that in preparation of the new IMO2020 regulations that take effect from January 1 2020, Carpenters Shipping has reviewed it's Bunker Adjustment Factor (BAF) mechanism. As a result of the review and based on the average fuel prices during the month of August 2019 our BAF will be revised to the following levels.

<b>Routing</b>	<b>OCTOBER 2019 BAF</b>
<b>Asia to Pacific:</b>	USD375 / TEU, USD750 / FEU, and USD22.50 / RT
<b>Pacific to Asia:</b>	USD375 / TEU, USD750 / FEU, and USD22.50 / RT
<b>Inter-Pacific:</b>	USD150 / TEU, USD300 / FEU, and USD9.00 / RT

As part of our review and as we prepare for IMO2020, any rates that have previously been quoted as "All In" (freight including Baf) will be broken out to "freight plus Baf" from 1 October 2019 onwards. This will be done on a cost neutral basis for all customers so if for example your all in rate was USD2,000 / 20' GP All In, based on the new Baf detailed above, from October 1 that will be manifested as USD1625 freight and USD375 Baf.

We will continue to monitor the cost of bunker fuel and advise of any changes on a monthly basis. As we start burning low bunker fuel in preparation for and abidance to IMO2020 regulations, our Baf will change in line with the expected increased cost of low sulphur bunker fuel.

We appreciate your cooperation and understanding, if you require any further clarification please contact our local office.

Yours faithfully,

**Trade Management**