



1st August 2019

TRADE ADVISORY ON BUNKER ADJUSTMENT FACTOR (BAF) – 3RD UPDATE

This is a follow-up on our BAF announcement that was shared in November 2018 & May 2019. Please refer to <https://www.x-pressfeeders.com/Home/About/11>

We are now 4 months away from the deadline set by IMO on the enforcement of 0.5% global Sulphur cap on fuel content. X-Press Feeders is taking considerable steps in preparation for the switch from HFO to Low Sulphur fuel on our ships prior to 1st January 2020. Taking into consideration bunker supply constraints at certain ports, charter party clauses, preparation and cleaning of fuel tanks etc., the changeover from non-compliant fuel to compliant fuel on our ships will take place no later than 15th November 2019.

In view of the above, we will begin our recovery of the increase in bunker cost with effect from **15th November 2019**.

BAF effective 15th November 2019 will be based on:-

- MGO price index
- ✓ Until the price indices of low Sulphur fuels is established

- Monthly review of BAF
- ✓ Since bunker prices will be volatile, we deem that it's fair for parties to be more responsive in such fast-changing environment

Your local marketing personnel from X-Press Feeders will be available to answer to any of your queries.

We thank you for your understanding and your continuous support.

Best Regards
X-PRESS FEEDERS

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