



Regional Container Lines

IMO 2020 Implementation : Low Sulphur Go Green Recovery (LGGR) for Apr – Jun 2020 (Q2)

Dear Valued Customer,

The International Maritime Organisation (IMO) will implement a new sulphur cap for marine fuel oil starting 1st January 2020, to reduce Sulphur Oxides (SOx) emissions from the current limit of 3.5% to 0.5% from ships.

With the intention of using a more friendly and cleaner fuel to benefit both the environment and overall human health, RCL will start switching over to the new 0.5% fuel to be fully compliant with **IMO's ruling from 1st January 2020**.

With this, RCL will implement a **“Low Sulphur Go Green Recovery (LGGR)”** to cover this incremental cost of using a more expensive but cleaner fuel for compliance. We hope that customers can also understand that we all need to do our part of the environment and our health as well as the future of our children and the planet that they shall inherit.

In summary:

- Name of Surcharge : **Low Sulphur Go Green Recovery (LGGR)**
- Application : All corridors based on average of preceding 3 months LSFO price. The next review will be Jun 2020.
- Effective **LGGR quantum for Apr – Jun 2020 (Q2) tariff highlighted in yellow.**

		LSFO Price							
		Q2'20							
Trade	Bound	<40 0	400.1- 450	450.1- 500	500.1- 550	550.1- 600	600.1- 650	650.1- 700	700.1- 750
Intra - Asia	Zone A	21	29	37	45	53	61	69	77
	Zone B	35	50	65	80	95	110	125	140
Asia - India Sub Continent	WB	70	103	135	168	200	233	265	298
	EB	38	54	70	86	103	119	135	151
Asia - Middle East	WB	75	110	145	180	215	250	285	320
	EB	40	58	75	93	110	128	145	163

- For Intra-Asia, RCL will apply the pricing structure based on below matrix :

550.1-600	JPN	KOR	N.PRC	C.PRC	S.PRC	HKG	TWN	PH	HPH	HCM	CAM	TH	SIN	MY	ID	MM	ISC	ME
JPN		53	53	53	53	53	53	95	95	95	95	95	95	95	95	95	200	215
KOR	53		53	53	53	53	25	95	95	95	95	95	95	95	95	95	200	215
N.PRC	53	53				25		95	95	95	95	95	95	95	95	95	200	215
C.PRC	53	53				25		53	95	95	95	95	95	95	95	95	200	215
S.PRC	53	53						53	53	53	53	95	95	95	95	95	200	215
HKG	53	53		25				53	53	53	53	95	95	95	95	95	200	215
TWN	53	53				25		53	53	53	53	95	95	95	95	95	200	215
PH	95	95	95	53	53	53	53		53	53	95	95	53	95	95	95	200	215
HPH	95	95	95	95	53	53	53	53			53	53	53	95	95	95	200	215
HCM	95	95	95	95	53	53	53	53			53	53	53	53	53	95	200	215
CAM	95	95	95	95	53	53	53	95	53	53		53	53	53	53	95	200	215
TH	95	95	95	95	95	95	95	95	53	53	53		53	53	53	95	200	215
SIN	95	95	95	95	95	95	95	53	53	53	53	53		53	53	53	200	215
MY	95	95	95	95	95	95	95	95	95	53	53	53	53		53	53	200	215
ID	95	95	95	95	95	95	95	95	95	53	53	53	53	53		53	200	215
MM	95	95	95	95	95	95	95	95	95	95	95	95	95	53	53		200	215
ISC	103	103	103	103	103	103	103	103	103	103	103	103	103	103	103	103		215
ME	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	110	

Remark

- N.PRC include Dalian, Tianjin, Qingdao
- C.PRC include Shanghai, Ningbo, Fujian, Xiamen & hinterland cargo tranship via them
- S.PRC include all Ports in Guangdong province, Guangxi province, Hainan and all other ports tranship via them

We thank you for your kind understanding and seek your support of our above efforts to promote a better world. Please feel free to contact us should you have any questions and we will be glad to assist.

Best regards.