

16th-October-2019

To our valued customers

**Announcement of BAF Change to Comply Against IMO SOx Regulation**  
**(Japan to New Zealand Trade)**

Due to the start of SOx regulation set by the International Maritime Organization(IMO),  
 Please be informed that Reference Bunker type for BAF application of Japan to New Zealand trade will be  
 changed from HSFO (High Sulfur Fuel Oil) to VLSFO(Very Low Sulfur Fuel Oil).

**This change will be applied from December 2019 loading vessel.**

We wish to thank you for your valued business, and trust that you will understand the necessity for this  
 BAF increase.

● BAF application

Reference Bunker Port	: Japan
Reference Bunker Price	: After Dec/2019 Freight Rate ⇒Platts Bunker Wire VLSFO Japan
Review Period	: Quarterly
Reference Period	: Except for ①、 3 months average of N-2/N-3/N-4 month
	① Dec/2019 :VLSFO average price of Oct/2019 (1month)
	② Jan-Mar/2020 :VLSFO average price of Sep-Nov/2019 (3months)
	③ Apr-Jun/2020 :VLSFO average price of Dec/2019-Feb/2020 (3months)
	④ Jul-Sep/2020 : VLSFO average price of Mar-May/2020 (3months)

Yours Sincerely,

Mitsui O.S.K. Lines, Ltd.  
 Car Carrier Division  
 Asia / Oceania Team