

# INVESTOR ALERT

Issue

30

**BUY LOW  
IN SOUTH AMERICA**

DEMAND  
LOW

Check the article



The trade declined year-on-year by around 28%

SUPPLY  
HIGH



Panama Canal containers

PRICE LOW

**\$2000**

**SELL HIGH  
IN CHINA**

DEMAND  
VERY HIGH

Check the video



China's Future Mega Projects (2016-2050's)

SUPPLY  
LOW

Check the article

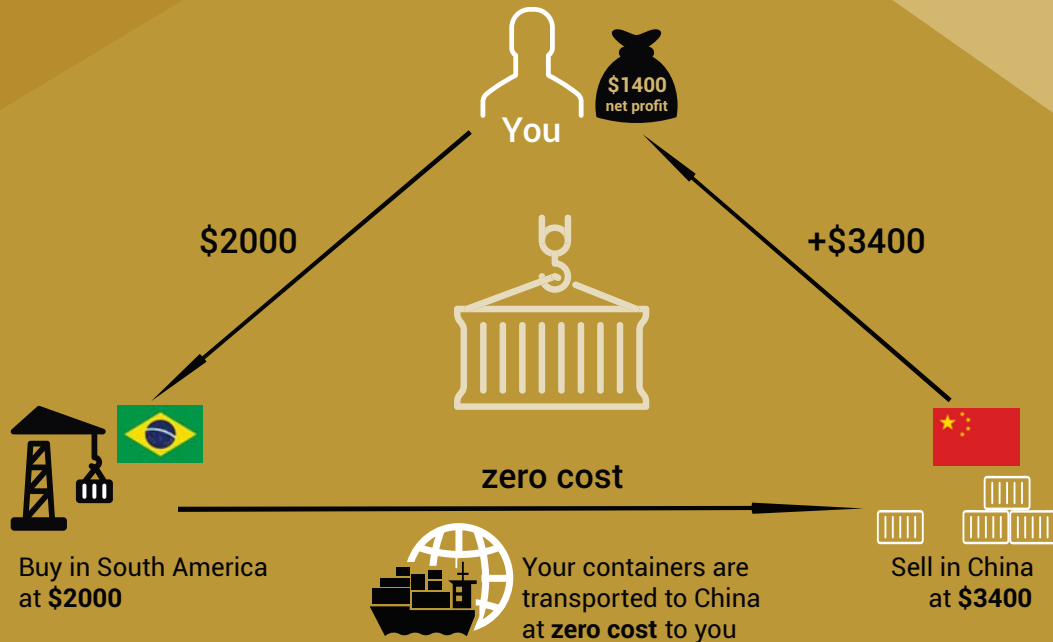


70% of container production capacity in China has been shut down due to the factories' retooling

PRICE HIGH

**\$3400-\$3550**

**YOUR CAPITAL CYCLE**



**GET IN NOW**

**CALL US NOW & ASK US HOW**

AND PROFIT ON A SHORT-TERM TRADE +70%

It has been a busy month for global trade, with various trade deals and developments being confirmed around the world. As the shipping sector continues to be buoyed by international trade activity, this month's **Investor Alert** will up to date you with the latest developments in global transport and trade.



**First-Half Profit**  
**25%**  
year-on-year

There are many signs pointing to continued momentum in the shipping sector. Firstly, the world's largest shipbroker, Clarkson's, posted impressive first-half profit figures, up 25% year-on-year. The profits are a reflection of the uptick in demand seen in freight shipping markets, with global container shipping volumes up 6.6% in the first half of the year, according to maritime analyst Drewry. In particular, freight rates on major East-West routes saw double-digit growth from last year.

Many international shipping hubs are also enjoying robust activity. Prominently, the port of Hong Kong saw volumes rise by 7% in July compared to the same month last year, a result of increasing South East Asian trade. In North America, the port of Vancouver saw a strong 4% year-on-year increase in total cargo over the first half of the year, boosted by a 9.6% rise in containers quantities.

**Volumes in July**  
**Rise By**  
**7%**  
year-on-year



Likely to support such momentum, a number of developments will open new avenues to international trade. One such deal is a recent agreement between the EU and Japan which bilaterally remove tariffs from 99 per cent of goods traded between the two traders. Europe's farmers will gain lucrative access to Japanese markets and in return the EU will remove several barriers for Japanese imports. This includes lifting EU import barriers on Japanese cars. **The trade implications of the deal, described as "the biggest FTA that Europe can pursue" by Hosuk Lee-Makiyama, director of the European Centre for International Political Economy, are likely to be huge.**

Another prominent trade deal is China's agreement to open its rice market for the first time to the US. Following years of negotiations, US farmers will soon be able to export to the world's largest rice market, with China importing around 5 million tons of rice last year. This will provide American agricultural export with a boost as well as reinforcing healthy Sino-American trading relations.

   
**imports**  
**in 2016**  
**5 million tons**

Another key project is the confirmation that Scottish firm Oilfield Machinery will invest in a £10 million expansion of the Prince Charles Wharf in Dundee, increasing the capacity of the port for key exports in North Sea oil and gas.

  
**£10 million**

Aside from trade deals, nascent investment into trade infrastructure bodes for international trade prospects. Aiming to solidify its stronghold in South East Asian trade chain, China has invested heavily in a project to link several Malaysian ports. An 88 km train link will connect a number of key freight ports, opening up multiple trade opportunities.

## WE RECOMMEND PROFITABLE CONTAINERS POSITIONING

### **Tianjin port**

Check [CNN.com](http://CNN.com) and [this video](#) to know more.

Container owners who position their units in the area of Tianjin Port will reap high benefits.

### **Chinese infrastructure projects**

Check [Businessinsider.com](http://Businessinsider.com) and [this video](#) to know more.

China is in the midst of a construction spree unparalleled in human history these are the mega projects that will lift China into the future.