

IMO 2020 Implementation : Low Sulphur Go Green Recovery (LGGR) For December 2022

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 complaince. 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:

- a. Name of Surcharge : Low Sulphur Go Green Recovery (LGGR)
- b. Application : All corridors based on average of preceding 3 months LSFO price. The next review will be December 2022.
- c. Effective LGGR quantum for December 2022 tariff highlighted in yellow.

	LSFO Price											
Trade	Bound	<400	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			

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

700.1-750	JPN	KOR	N.PRC	C.PRC	S.PRC	HKG	TWN	PH	HPH	HCM	CAM	TH	SIN	MY	ID	MIM	ISC	ME
JPN		77	77	77	77	77	77	140	140	140	140	140	140	140	140	140	298	320
KOR	77		77	77	77	77	77	140	140	140	140	140	140	140	140	140	298	320
N.PRC	77	77				77		140	140	140	140	140	140	140	140	140	298	320
C.PRC	77	77				77		77	140	140	140	140	140	140	140	140	298	320
S.PRC	77	77						77	77	77	77	140	140	140	140	140	298	320
HKG	77	77	77	77				77	77	77	77	140	140	140	140	140	298	320
TWN	77	77				77		77	77	77	77	140	140	140	140	140	298	320
PH	140	140	140	77	77	77	77		77	77	140	140	77	140	140	140	298	320
HPH	140	140	140	140	77	77	77	77			77	77	77	140	140	140	298	320
HCM	140	140	140	140	77	77	77	77			77	77	77	77	77	140	298	320
CAM	140	140	140	140	77	77	77	140	77	77		77	77	77	77	140	298	320
тн	140	140	140	140	140	140	140	140	77	77	77		77	77	77	140	298	320
SIN	140	140	140	140	140	140	140	77	77	77	77	77		77	77	77	298	320
MY	140	140	140	140	140	140	140	140	140	77	77	77	77		77	77	298	320
ID	140	140	140	140	140	140	140	140	140	77	77	77	77	77		77	298	320
MM	140	140	140	140	140	140	140	140	140	140	140	140	77	77	77		298	320
ISC	151	151	151	151	151	151	151	151	151	151	151	151	151	151	151	151		320
ME	163	163	163	163	163	163	163	163	163	163	163	163	163	163	163	163	163	

Remark

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.

N.PRC include Dalian, Tianjin, Qingdao