

# 11<sup>th</sup> ASEF Forum

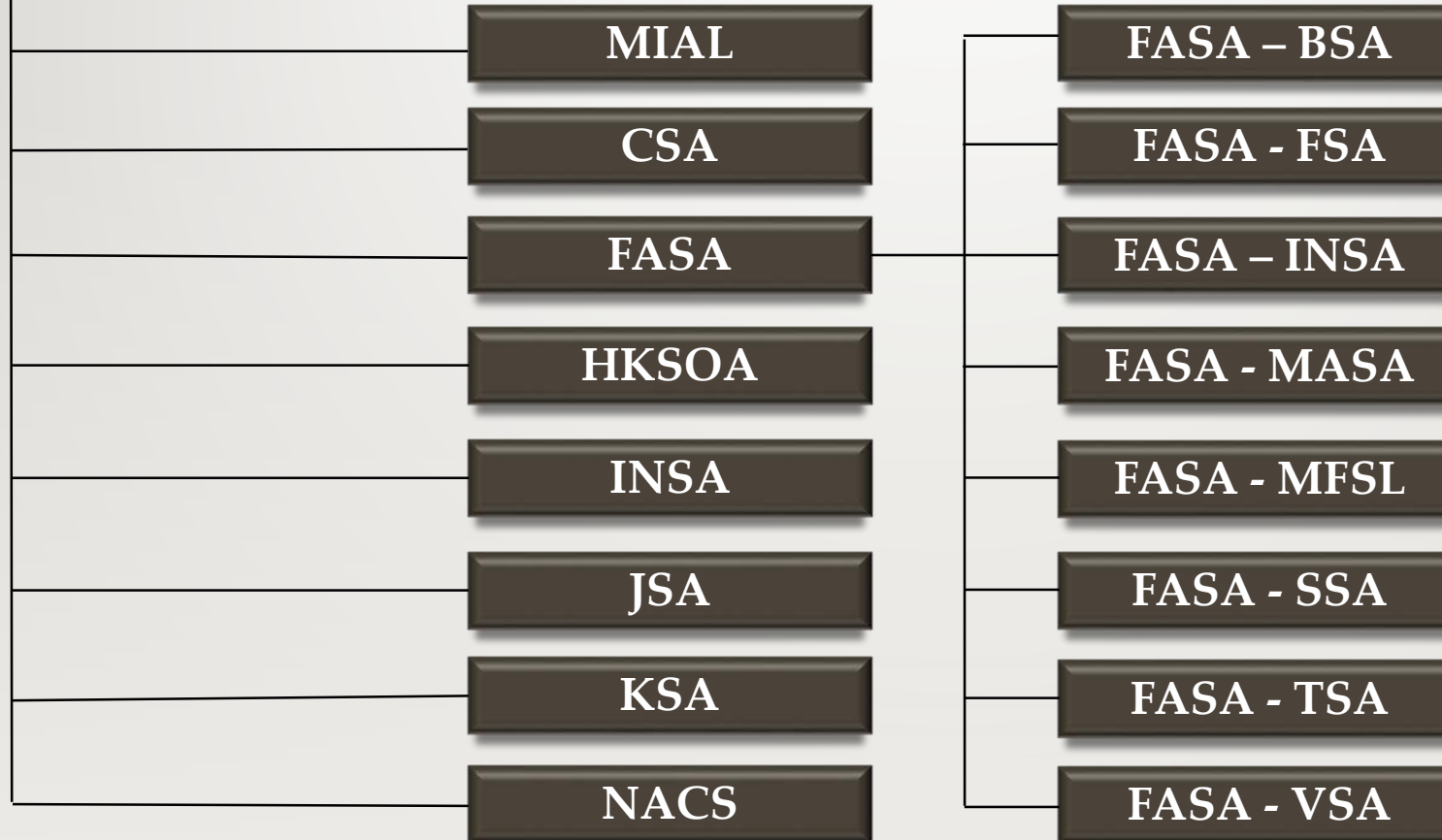
25 October 2017, Pusan, Korea

**HARRY (KWANG HO) SHIN**  
**SECRETARY GENERAL**  
**Asian Shipowners' Association**



# About ASA

## Asian Shipowners' Association (ASA)



ASA members are estimated to control about 50% of the world's merchant fleet

# ASA Objectives



# ASA Objectives



# Key Challenges

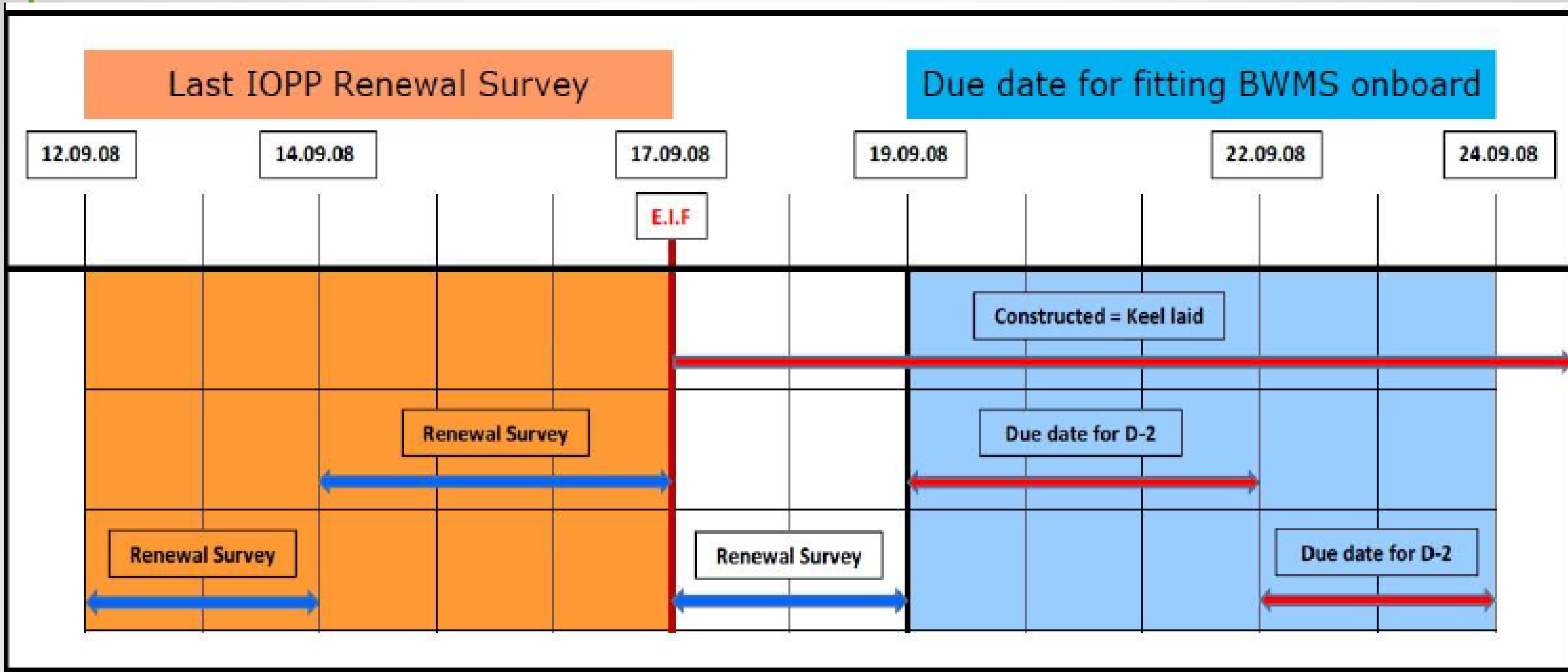
BWMC

CO2  
Emission

Global  
Piracy

Ship  
Recycling

# Ballast Water Management Convention





# Ballast Water Management Convention

Shipowners might opt to demolish older vessels instead of making them compliant with the Convention as the expenses of fitting such ships with the necessary equipment could reach up to USD 2 million.

With the due date for fitting BWMS onboard finalized, the important issues are

- The availability of reliable equipment system
- The availability of sufficient retrofitting and demolition facilities
- The training of personnel on how to operate the new equipment.

# CO2 Emission

## Joint Industry position to request EU MRV to fully align IMO Data Collection System

- The EU MRV Regulation is amended to provide for reporting of the same data monitored under the IMO system; and
- The data reported under the EU MRV Regulation will not be published; and
- The verification procedures under the IMO DCS will be used within the EU MRV Regulation; and
- The monitoring plan templates and reporting formats, procedures and systems are identical.



# CO2 Emission

The outcome of the Commission consultation :

- Focus on how to make the EU system compatible with the obligation of EU Member States under the IMO regime, instead of fully aligning the systems

## MEPC 71

- Round Table Associations submissions on how to progress on reduction of GHG emission from Ships was well received.
- Industry proposed IMO should agree a percentage to reduce total emissions by 2050.

# Global Piracy

- Gulf of Guinea
  - Remains a kidnap hotspot in 2016.
  - Nigeria: Accounts for 86% of piracy and from Jan – Apr 2017, 39 incidents were reported of which 16 suspicious approach/ sighting/ irregular activity, 4 robberies, 16 attacks with weapons, 1 hijack and 4 kidnaps.
- Gulf of Aden
  - Suspicious activity dropped (UKMTO)
  - ASA's opposition to the idea of using private armed guards as permanent counter piracy measure in lieu of military forces

# Global Piracy

- Asia - Philippines
  - ReCAAP January-June 2017 report
    - As of 30 June 2017, 18 crew out of the 59 crew being abducted are still held in captivity.
    - Reroute from the area, or enhance vigilance and report immediately.
  - Transit Corridor at Moro gulf transit and Sibutu Passage established
  - Implementation of security numbers on non-conventional vessels.
  - 19 June 2017: Launch of co-ordinated patrol by Indonesia, Malaysia and Philippines to fight terrorism in Sulu sea..
  - 3 littoral states: Singapore, Malaysia, Indonesia, together with Thailand have agreed to enhance co-operation by means of the Malacca Straits sea patrol and the Eye in the Sky (EiS) initiative.



Source: ReCAAP ISC Contact details of the reporting centres



## PIRACY AND ARMED ROBBERY AGAINST SHIPS IN ASIA

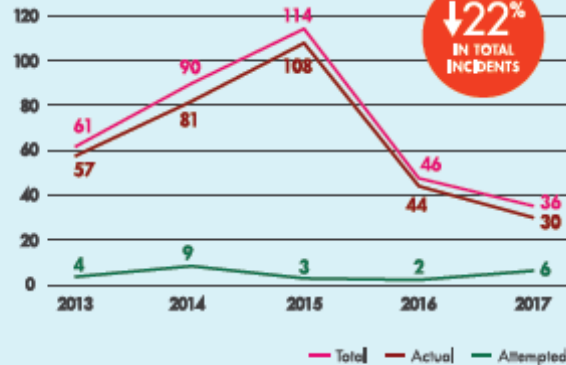
JANUARY – JUNE 2017

**36 INCIDENTS (TOTAL)**  
31 Armed robberies against ships  
5 Piracy incidents

**30 ACTUAL INCIDENTS**  
3 Abduct for ransom

**6 ATTEMPTED INCIDENTS**  
4 Abduct for ransom

**LOWEST IN TOTAL NUMBER OF INCIDENTS**  
compared with same period in past 4 years (2013 – 2016)



### STATUS AND LOCATION OF SHIPS

**23 INCIDENTS**  
On board ship at anchor/berth

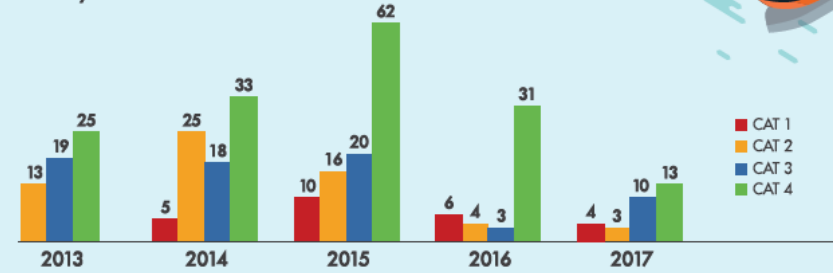
Bangladesh	4
China	1
India	1
Indonesia	12
Philippines	5

**13 INCIDENTS**  
On board ship while underway

Bangladesh	1
Malaysia	1
Philippines	4
South China Sea	2
Straits of Malacca & Singapore	2
Sulu-Celebes Sea	3

## SIGNIFICANCE LEVEL OF ACTUAL INCIDENTS

January – June of 2013 – 2017



### DUE TO IMPROVEMENT

**0 INCIDENT**  
of abduction of crew since May 2017

### INCIDENTS AT PORT OR ANCHORAGE

Actual incidents during January – June of 2016:2017

India 12:1 Indonesia 18:11 Vietnam 3:0

### HOWEVER, OF CONCERN ARE

- Recurrence of hijacking of ship for theft of oil cargo (1<sup>st</sup> incident after last one in October 2016)
- Incidents at Bangladesh port or anchorages (5 in 2017 compared to 1 attempted in 2016)

### TRILATERAL MARITIME PATROLS

Malaysia, Indonesia and Philippines launched the trilateral maritime patrol agreement on 19 June 2017 to address the increasing incidence of piracy, armed robbery against ships, abducting of crew at sea and other transnational crime along the shared areas of the three countries.

### STATUS OF ABDUCTION OF CREW

**3 ACTUAL INCIDENTS**

**4 ATTEMPTED INCIDENTS**

- Crew's Enhanced Vigilance
- Timely Reporting
- Authorities' Ops Responses prevented boarding

> *Ocean Kingdom, Donghae Star, Phu An 268 and Doña Annabel*

**CURRENT STATUS SINCE MAR 2016** **2** Crew killed **59** Crew abducted | **9** Rescued **18** Still in captivity **30** Released

### ADVISORY TO SHIPS

Re-route where possible, otherwise:

- Exercise enhanced vigilance
- Conduct risk assessment
- Adopt piracy countermeasures to mitigate risk
- Make timely report
- Maintain comms

### CONCLUSION

- Decrease in the number of incidents
- No room for complacency
- Concern about recurrence of oil cargo theft
- More needs to be done
- ReCAAP ISC reiterates collective and shared responsibility among authorities and shipping industry

# Ship Recycling – Progress in recent years

## HKC compliant yards

2012

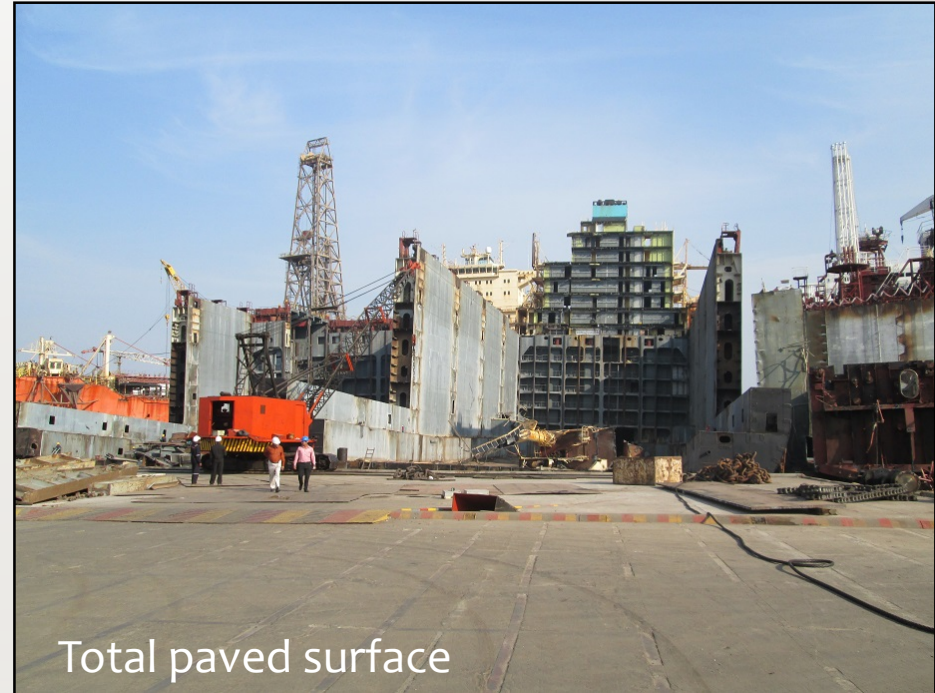
Zero



2017

(As of Feb 2017)

**29** yards & **31** yards in process



**Nov 2016: India- Japan Joint Statement**

Japan expressed its intention to support the upgrading of yards



# Ship Recycling – Progress in recent years

## Positive Influence



PHP Shipbreaking & Recycling Industries, Bangladesh



Repercussions to neighbours  
for green yards

Total impermeable floor with tall crane

# Ship Recycling – Progress in recent years

Increase in momentum toward ratification of HKC

2012

Zero



6 countries

2017

Denmark ratified HKC on Jun 14, 2017.

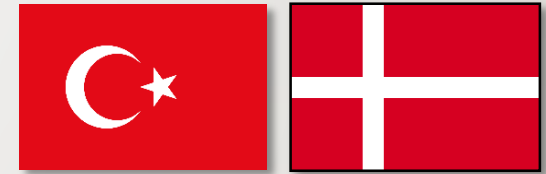
Turkey will accede to HKC following Panama and Denmark

- 7 contracting states (not less than 15 states)
- Merchant fleets  
21.7% of GT of the world's merchant shipping (not less than 40%)
- Maximum annual ship recycling volume  
0.33% of GT of the contracting states' fleet (not less than 3%)

Expected to accede soon: Netherlands, China, India and Japan

*India – Japan Joint Statement in Nov. 2016*

Accession of recycling states, India and China are **indispensable** for entry into force of HKC



# Ship Recycling – ASA SRC Activities

1. Encourage governments to ratify HKC

2. Continue dialogue with concerned organizations

3. Enhance presence of ASA members in Green Recycling

- Recommend members to send ships to certified yards or yards in process of being certified, and to prepare IHM
- Strengthen our activities in voicing the Asian view
- Maintain a stance against introduction of a financial incentive scheme





**Thank You for  
your attention.**

