



PRESS RELEASE

Marseilles, September 24, 2018

Low Sulphur IMO 2020 Regulation

- **CMA CGM compliant on January 1st, 2020**
- **This new regulation will result in an additional average estimated cost of USD 160 per TEU**

The new International Maritime Organization (IMO) Low Sulphur Regulation will be effective from 1 January 2020 and will require all shipping companies to reduce their Sulphur emissions by 85%.

This new regulation aims to reduce the environmental impact of the industry and significantly improve air quality, an initiative in which the CMA CGM Group has been involved for more than 15 years.

CMA CGM has decided:

- to favor the use of 0.5% fuel oil for its fleet,
- and to invest significantly
 - by using LNG to power some of its future container ships (9 ships on order), notably resulting in a 99% reduction in Sulphur emissions,
 - by ordering several scrubbers for its ships.

All these measures represent a major additional cost estimated, based on current conditions, at an average of 160 USD / TEU (twenty-foot equivalent unit).

This additional cost will be taken into account through the application or adjustment of fuel surcharges on a trade-by-trade basis.

"The implementation of this new regulation, which represents a major environmental advance for our sector, will affect all players in the shipping industry. In line with its commitments, the Group will comply with the regulation issued by the IMO as from 1 January 2020. In this context, we will inevitably have to review our sales policy regarding fuel surcharges," explains **Mathieu Friedberg, Senior Vice President Commercial Agencies Network**.

About CMA CGM

*The CMA CGM Group, led by **Rodolphe Saadé**, is a world leader of maritime transport.*

Its 509 ships serve more than 420 ports worldwide on the 5 continents. In 2017, they transported nearly 19 million of TEU (Twenty-foot Equivalent Units).

CMA CGM experiences a continuous growth and never stops innovating to propose new maritime, logistical and terrestrial solutions to its clients.

The Group employs more than 30,000 collaborators in the world and 2,400 in Marseilles where is located its headquarters, and is present in 160 countries via its network of 755 agencies.

*Founded by **Jacques Saadé**, the CMA CGM Group celebrates its 40 years in 2018.*

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