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CSCL / UASC VESSEL SHARING AGREEMENT -
Asia and US East Coast Service

FMC Agreement No. 012168

Effective Date:



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**CSCL / UASC VESSEL SHARING AGREEMENT -
Asia and US East Coast Service**

WHEREAS, CSCL, ELJSA and UASC are parties to a vessel sharing agreement covering an Asia and Mexico and US East Coast Service filed with the U.S. Federal Maritime Commission ("FMC") and having FMC Agreement No. 012070;

Whereas, ELJSA has decided to withdraw from FMC Agreement No. 012070 by giving notice to the other parties to the agreement and, as a result of such notice, the parties will terminate such agreement in accordance with the terms thereof;

WHEREAS, CSCL and UASC wish to continue the weekly liner service in the trades covered by FMC Agreement No. 012070 after ELJSA withdraws from such agreement; and

Whereas, CSCL and UASC desire to establish this vessel sharing agreement covering certain ports in Asia and on the Atlantic Coast of the United States in order to avoid any interruption of the liner services as were provided by the parties under FMC Agreement No. 012070.;

THEREFORE, in consideration of the premises, and the mutual covenants, terms and conditions set forth herein, CSCL and UASC hereto agree as follows:

ARTICLE 1: FULL NAME OF THE AGREEMENT

The full name of this Agreement is the CSCL / UASC VESSEL SHARING AGREEMENT - Asia and US East Coast Service (hereinafter referred to as this "Agreement").

ARTICLE 2: PARTIES TO THE AGREEMENT

The parties to this Agreement (each a "Party," and collectively, the "Parties") are:

(a) CHINA SHIPPING CONTAINER LINES CO., LTD.

Room A-538, Yangshan International Trade Center,
No. 188 Ye Sheng Road, Yangshan Free Trade Port Area,
Shanghai 201306, P. R. China

and

CHINA SHIPPING CONTAINER LINES (HONG KONG) CO., LTD.

59/F, One Island East
18 Westlands Road
Island East, Hong Kong

China Shipping Container Lines Co., Ltd. and China Shipping Container Lines (Hong Kong) Co., Ltd. shall be treated as a single party hereunder and shall be referred to collectively as "CSCL." China Shipping Container Lines Co., Ltd. and China Shipping Container Lines (Hong Kong) Co., Ltd. shall be jointly and severally responsible for the performance of each of their obligations under this Agreement (or any agreements entered into pursuant hereto) and for any and all damages arising out of or resulting from any breach of this Agreement or such other agreements by either of them.

(b) United Arab Shipping Company S.A.G. ("UASC")
P.O. Box 55586
Al Garhoud Road, Deira
Dubai - U.A.E.

ARTICLE 3: UNDERTAKING AND PURPOSE

The purpose of this Agreement is to continue and improve the liner services operated by CSCL and UASC in the trade covered by this Agreement. The Parties will accomplish this purpose by cooperating to establish a weekly liner shipping service utilizing vessels contributed, and operated, by each of the Parties hereto. Although the Parties will cooperate to determine the most appropriate vessel size and characteristics, sailing schedule and port rotation, and frequency of port calls for the new service, they shall each offer the new service to their respective customers under their individual trade names, and shall not otherwise share in the revenues or expenses associated with the new service. The Parties shall share space on the vessels employed in the new service according to the terms of this Agreement. In addition, each Party may charter to the other Party slots on its vessels employed in the trades covered by this Agreement.

ARTICLE 4: GEOGRAPHIC SCOPE OF THE AGREEMENT

The geographic scope of this Agreement (hereafter, the "Trade") shall cover the trades between ports on the United States Atlantic Coast in the range of Maine to Florida inclusive, and U.S. inland and coastal points served via such ports on the one hand, and ports in China and Hong Kong, and inland and coastal points served via such ports on the other hand and vice versa. There shall be no geographic restrictions on the

origin or destination of cargo carried on vessels employed in the service established pursuant to this Agreement. In other words, such cargo may originate from or be destined for ports or points outside the geographic scope of this Agreement.

ARTICLE 5: AGREEMENT AUTHORITY

5.1 The Service

The Parties shall cooperate to jointly establish a weekly liner shipping service (hereafter, the "Service") in the Trade. The Service shall deploy nine (9) vessels on 63-day round trip voyage, calling in principle on a fixed day and weekly basis in such ports within the Trade as the Parties may mutually agree from time to time. The port rotation shall be:

Xiamen - Hong Kong - Yantian - Shanghai - New York - Norfolk - Savannah - Xiamen.

Subject to prior mutual agreement in writing, the Parties may change this port rotation as they may deem necessary or desirable from time to time. The changes to the port rotation shall not require an amendment to this Agreement.

In addition, the Parties may, from time to time, consult and mutually agree upon various other aspects of the Service, including sailing schedules, service frequency, ports (within the Trade) to be served, type and size of vessels to be deployed, the addition or withdrawal of vessels from the Service, and the terms and conditions of any such addition or withdrawal. The Parties may also consult and agree upon the number, type and capacity of vessels to be operated by each of them in the Service, the allocation of space on vessels deployed in the Service, and the

terms upon which each may charter additional slots to the other on vessels deployed in the Service, provided that any change in the number of vessels deployed in the Service may only be accomplished by amendment to this Agreement filed with the FMC. The Parties shall notify the FMC of any decrease or increase in the size of the vessels deployed, but such changes shall not require an amendment to this Agreement.

5.2 The Vessels

The Parties will deploy nine (9) vessels (each a "Vessel" and, collectively, the "Vessels") in the Service, six of which shall be contributed by CSCL and three of which shall be contributed by UASC. Each Vessel shall satisfy the following requirements:

- an actual capacity 4,000 TEUs at an average of 10 gwt per TEU (the "Agreed Declared Capacity");

If a Party deploys a Vessel with an actual capacity (at 10 gwt average) that is more or less than 4,000 TEUs, the shortfall or additional capacity shall be for the sole account of the Party deploying such Vessel.

5.3 Provision of Vessels

The Parties shall discuss and mutually agree upon the timing, location and other aspects of phasing-in and phasing-out of the Vessels to be deployed in the Service.

The Parties may also discuss and agree upon the conditions upon which a Party may substitute a vessel for a Vessel deployed in the Service, provided that (i) any substitute Vessel shall satisfy the requirements of Article 5.2 hereof, and (ii) the substitute Vessel shall be phased-in at the same position in the cycle as the Vessel it replaces unless otherwise mutually agreed, and (iii) all additional costs including but not limited to transshipment and feeder expenses due to substitution of a Vessel by a Party shall be for the account of the Party substituting the Vessel. The Parties may establish other operational requirements for Vessel substitution as they shall deem appropriate.

Each Party shall operate its own Vessels deployed in the Service, and shall pay for the fixed and variable costs associated therewith, including, but not limited to, daily running costs, charter hire, bunkers, port charges, dry docking, repairs and insurance.

5.4 Vessel Scheduling and Performance

From time to time the Parties will agree on sailing schedules for the Service based on a pro-forma schedule covering the voyage rotation set out in Article 5.1 hereof in the round voyage time of 63 days. Each Party shall maintain the sailing schedule and shall use maximum efforts to remedy any failure to comply in accordance with the decisions taken by the Parties. Parties will from time to time agree on the financial and other implications of any failure to maintain the sailing schedule.

5.5 Space Allocation, Exchange and Chartering

The Parties are authorized to charter, exchange or otherwise make available to each other space on their respective Vessels deployed in the Service on such terms and conditions as the parties may agree from time to time.

Unless otherwise agreed by the Parties, space on each of the Vessels deployed in the Service shall be allocated between the Parties in proportion to the total Agreed Declared Capacity of the Vessels contributed by each Party to the Service. Assuming that there are no missed sailings or other performance failures by either Party within a cycle, CSCL shall be entitled to 66.7% and UASC shall be entitled to 33.3% of the total Agreed Declared Capacity of each Vessel deployed in the Service (hereafter, the "Basic Slot Allocation"). The Parties may review from time to time and subject to mutual agreement, the Agreed Declared Capacity of the Vessels.

Notwithstanding above, on a weekly used/unused basis, parties further agree that UASC shall swap 200 TEUs/2000 GWT roundtrip from its allocation under this Agreement with CSCL against 200 TEUs/2000 GWT roundtrip from CSCL allocation on CMA CGM's PEX3 service filed under FMC reference 012157.

On individual sailings, the Party operating the Vessel shall guarantee to the other Party hereto the availability of the other Party's Basic Slot Allocation, even if this means a reduction in its own space allocations, unless otherwise agreed. Each Party shall be entitled to utilize any excess capacity on Vessels it operates in the Service.

All slots exchanged on a structural basis shall be regarded as taken on a used/not used basis round voyage. The Parties are also authorized to provide additional space to each other on either an as available/as needed basis or on a used/unused basis on such terms as they may agree from time to time.

The Parties may agree to release slots to each other in addition to the Basic Slot Allocation, both on an ad hoc basis and a structural basis, always at the reasonable discretion of the Party operating the Vessel, and on terms, including slot charter rates, to be agreed upon by the Parties. Any regular over/under provision of capacity or further ad hoc sale or purchase of slots between the Parties will be paid for at rates, and upon terms, to be agreed.

If one Party sells slots to the other Party on an ad hoc basis under this Agreement, financial recompense shall be made to the providing Party on the basis of an ad hoc slot fee as the Parties may from time to time agree. The Parties may agree on separate rates for shorter sectors of the round voyage and for the movement of empty containers. In establishing fees for ad hoc sales and purchases of slots, the Parties will use standard reference prices for ships, bunkers and port costs and shall not exchange vessel operating costs with one another.

The Parties are authorized to charter vessels, or slots on vessels, to and from each other for use in the Trade on terms and conditions as they may agree from time to time.

5.6 Efficient Use of Equipment, Terminals, Stevedores, Ports and Suppliers

The Parties may establish pools of, or otherwise cooperate to interchange, their empty containers, chassis and/or related equipment to provide for the efficient use of such equipment as between themselves, or with others on such terms as they may agree. The Parties may also jointly contract with or coordinate in contracting with stevedores, terminals, ports, inland depots and suppliers of equipment, land, or services, or may designate the other to provide or

manage such services and equipment or equipment pools on the designating Party's behalf. The parties may agree on criteria for the selection of terminals to be used in the Service. Nothing herein shall authorize the Parties to jointly operate a marine terminal in the United States.

5.7 Liability

Prior to the start of the Service, the Parties shall agree on their respective liabilities with respect to damage to cargo (including general average) and/or equipment, and the procedures to be followed in handling claims for such damage. Each Party shall be responsible for insurance on its Vessels. The foregoing terms, conditions, and liabilities may be changed from time to time as the Parties may agree.

ARTICLE 6: USE OF SLOTS

6.1 Third Parties

No Party may subcharter space allocated under this Agreement to any other Third Party without the written approval of the other Party, which agreement shall not be unreasonably withheld and the answer should not be unduly delayed.

Notwithstanding the afore-mentioned,

- (i) the Parties may subcharter space to their affiliates or fully owned subsidiaries as from the start of the service.

- (ii) Parties agree that CSCL is entitled to subcharter space to CMA CGM and her subsidiary ANL/US Lines (USL is commercial trademark of ANL; operator code is ANL) on vessels in the Service. Parties also agree that CSCL is entitled to subcharter space to Evergreen on vessels in the Service.

All agreed third parties (including fully owned subsidiaries or affiliates) subchartering slots from the Parties shall be duly identified with proper operator codes on all loading lists and bayplans of all vessels in ports.

6.2 Subcharters

For purposes of Articles 6.2 and 6.3 hereof, the term "Owner" refers to the Party operating the Vessel, and the term "Charterer" refers to the Party utilizing space on the Vessel operated by the other Party hereto.

In the event space is subchartered in accordance with the terms hereof, such subcharter shall be without prejudice to the Charterer's obligations to the Owner under this Agreement, and the Charterer shall be liable to the Owner for all liabilities and damages that may result from such subcharter. The Charterer shall hold the Owner harmless and indemnify the Owner in the event of any liability or damages assessed against the Owner as a result of the carriage of containers in slots subchartered by the Charterer.

6.3 Use of Additional Space

In the event that an Owner is able to load more than the nominal capacity/deadweight of a particular Vessel as a result of the

conditions appertaining to an individual voyage, the Owner may, but shall not be obliged to, offer such additional space to the other Parties. If such space is taken up by another Party, then this other Party shall pay for any such additional slots at the agreed ad hoc slot rate.

ARTICLE 7: SEPARATE MARKETING

Each Party shall retain its separate identity and shall have separate sales, pricing and marketing functions. Each Party shall issue its own bills of lading to its shippers, handle its own claims, and be fully responsible for the expenses and operations of its own Vessels. Each Party shall be responsible for the terminal costs attributable to cargo moved on its own bills of lading unless such costs are the result of actions taken by the non bill of lading Party.

ARTICLE 8: OFFICIALS OF THE AGREEMENT AND
DELEGATIONS OF AUTHORITY

The following persons shall have authority to sign and file this Agreement or any modification to this Agreement, to respond to any requests for information from the FMC, and to delegate such authority to other persons:

- (a) The President, Chief Executive Officer, or any Vice President of each Party hereto; or
- (b) Legal counsel for each Party hereto.

ARTICLE 9: DURATION AND TERMINATION OF THE AGREEMENT

9.1 Duration and Effective Date

This Agreement shall become effective as from the latest of:

- (a) the actual date of departure from Xiamen by the first Vessel operating in the Service, anticipated to be on May 10, 2012;
or
- (b) the date this Agreement becomes effective under the Shipping Act of 1984, as amended.

Once effective, this Agreement shall remain in full force and effect until terminated in accordance with Article 9.2 hereof.

This Agreement shall have a minimum term of twenty four (24) months commencing on the date becomes effective in accordance with the terms above.

9.2 Termination

- (a) Any Party hereto may withdraw from this Agreement on not less than six (6) months prior written notice to the other Party, provided that such notice of withdrawal may not be given prior to the expiration of eighteen (18) months after the date deployment of the first vessel to the service, in principle on November 10, 2013.
- (b) This Agreement may be terminated with respect to any defaulting Party upon such Party receiving written notice from another Party hereto with immediate effect for a default which remains uncured for a period of thirty (30) days after written notice thereof has been received by the defaulting Party.

- (c) This Agreement may be terminated at any time by unanimous agreement of the Parties.

In the case of termination in accordance with paragraphs (a) and (c) of this Article 9.2, and unless otherwise mutually agreed by the parties, this agreement shall remain in force until completion of all the roundtrip voyages included in the cycle (starting in the Eastbound direction) in progress at the time such termination notice would otherwise have taken effect. If the Parties agree differently, or if the Agreement is terminated for default in accordance with Article 9.2 (b) above, thus resulting in an imbalance of slots between those slots provided by a Party in the cycle and those slots received by this Party in the same cycle, then such imbalance of slots shall be financially compensated at the slot rate to be agreed.

The FMC shall be promptly notified in writing of the termination of this Agreement. No indemnity will be owed between the Parties as a consequence of a termination notice given in accordance with Article 9.2(a) and 9.2(c) above. Termination of this Agreement pursuant to this Article shall not terminate or otherwise affect any accrued obligations of one Party to the other Party under this Agreement which have arisen prior to such termination.

ARTICLE 10: ADMINISTRATIVE MATTERS

The Parties are authorized to enter into further agreements with respect to routine operational and administrative matters to the extent necessary or desirable to implement the general provisions contained in this Agreement without amendment to this Agreement. Any amendment to this Agreement shall be filed with the Federal Maritime Commission and shall become effective in accordance with the Shipping Act of 1984, as amended, prior to being implemented.

ARTICLE 11: APPLICABLE LAW

This Agreement shall be governed by and construed in accordance with the laws of England, except that nothing shall relieve the Parties of their obligation to comply with the Shipping Act of 1984, as amended.

ARTICLE 12: DISCLAIMER OF PARTNERSHIP

This Agreement does not create and shall not be interpreted as creating any partnership, joint venture or agency relationship among or between the Parties, or any joint liability under the law of any jurisdiction.

ARTICLE 13: ARBITRATION

All disputes or differences arising under this Agreement that cannot be amicably resolved shall be referred to arbitration in England in accordance with the Arbitration Act 1996, or any statutory modification or re-enactment thereof. The arbitration shall be conducted in accordance with Rules of the London Maritime Arbitration Association ("LMAA") then in force.

Where the amount in the claim is less than US\$400,000 but greater than US\$100,000, the Parties agree that the arbitration shall be conducted in accordance with the LMAA FALCA Rules in use at the time of the dispute or difference. The Parties further agree that where the amount of the claim is US\$100,000 or less, the arbitration will proceed on a documents and written submission basis only using the LMAA Small Claims Procedure in use at the time of the dispute. However, oral evidence will be allowed exceptionally and at the discretion of the arbitrator(s). In the event that any claim exceeds US\$400,000, the arbitration shall be conducted under LMAA Terms (2002) or any such

later terms as may be in use at the time of the dispute. For the purpose of this Article, a "claim" shall consist of all claims in respect of one occurrence or accident or series of occurrences or accidents arising out of one event.

Notwithstanding the above clauses, the Parties agree to consider mediation at the time of appointment of an arbitrator and without prejudice to the arbitration proceedings. Such mediation shall be conducted under the LMAA Mediation Terms (2002) or any such later terms as may be in use at the time of such dispute.

ARTICLE 14: FORCE MAJEURE

If due to circumstances beyond the control of the Parties hereto, such as but not limited to war, whether declared or not, hostilities or the imminence thereof, act of public enemies, acts of terrorism, piracy, strikes, lockouts, labor unrest, restraint of princes, rulers or people, compliance with any compulsorily applicable law or governmental directive, boycott against flag, political ban or other events which render performance of this Agreement wholly or substantially impracticable, the Agreement shall not thereby be terminated, but (subject always to the various provisions for termination of this Agreement) the performance thereof shall be suspended (in whole or in part as appropriate) until such time as the performance thereof is again practicable, without prejudice to any rights, liabilities and obligations accrued at the date of suspension. Should this Agreement be wholly suspended for a period exceeding six (6) calendar months from the date of commencement of such suspension, this Agreement shall terminate.

ARTICLE 15: HARDSHIP

In the event that a Party considers that any cause, happening, or event not within its control substantially impairs its ability to enjoy its rights or carry out its obligations hereunder, then at its request, the Parties shall meet with all reasonable dispatch in order to consider such possible adjustment of the terms hereof as may be mutually acceptable.

ARTICLE 16: NOTICES

All notices required by this Agreement shall be sent by facsimile or other electronic means, with a confirmation copy sent by registered mail, return receipt requested, addressed as set forth below. All other written communications pertaining to or in connection with this Agreement may be sent by facsimile or other electronic means, addressed as set forth below:

1. To CSCL:

CHINA SHIPPING CONTAINER LINES CO., LTD.
Room A, B, C, D, Floor 27
No. 450 Fu Shan Road, Pu Dong New Area
Shanghai, China
Attn: Mr. Shen Yi Ping
Phone : 021-65966268
Fax :021-165966538
E-Mail : shenyp@cnshipping.com

2. To UASC:

UNITED ARAB SHIPPING COMPANY (S.A.G.)
P.O. Box 55586
Al Garhoud Road, Deira
Dubai - U.A.E.
Attn: Mr. Tom Stage Petersen
Phone: 97146022501
Fax: 97142959583
E-Mail: tom.stage.petersen@uasc.net

Communications by facsimile transmission shall be deemed to have been received if such communications bear the recipient's answerback. Any notice received after closure of business in the country of the Party receiving such notice, shall be deemed received on the next following working day.

ARTICLE 17: NON-ASSIGNMENT OR CHANGE OF COMPANY OWNERSHIP

Notwithstanding Article 9.2 hereof, neither Party shall assign or transfer this Agreement or all or any part of its rights or obligations hereunder to any person, firm or corporation without the prior written consent of the other Party hereto.

In case the ownership or shareholding of either Party is modified in a material way altering the relevant Party's financial control or ownership, the other Party, if it judges in good faith that such modification is likely to jeopardize the Agreement's implementation and performance, shall be entitled to terminate this Agreement on six (6) months prior written notice, which notice must be given within six (6) months of such Party becoming aware of the change in ownership or control or the existence of an agreement to effect such change.

ARTICLE 18: ENFORCEABILITY

If any term, covenant, condition or proviso contained in this Agreement or the application thereto to any person or circumstance shall be held to be invalid, illegal, or unenforceable, the remainder of this Agreement or the application of such term, covenant, condition or proviso to persons or circumstances other than those to which it is invalid, illegal or unenforceable, shall not be affected thereby and each term, covenant, proviso or condition of this Agreement shall be valid and be enforceable to the full extent permitted by law.

ARTICLE 19: AMENDMENT

This Agreement may not be amended except in writing, duly signed by authorized representatives of the Parties. Any such amendment shall be filed with the FMC and shall become effective in accordance with the terms of the Shipping Act of 1984, as amended.

ARTICLE 20: COMPLIANCE WITH APPLICABLE LAWS

The Parties shall at all times comply with all applicable laws and regulations in force during the term of this Agreement. Any consequences resulting from non-compliance by a Party with applicable laws or regulations shall be borne in full by the non-compliant Party.

ARTICLE 21: COUNTERPARTS

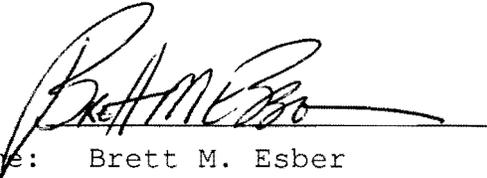
This Agreement may be executed in two or more counterparts. Each such counterpart shall be deemed an original, but all together shall constitute one and the same instrument.

ARTICLE 22: SIGNATURE PAGE

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be executed by their duly authorized representatives as of the dates set forth below.

CHINA SHIPPING CONTAINER
LINES CO., LTD.

CHINA SHIPPING CONTAINER
LINES (HONG KONG) CO., LTD.

By: 
Name: Brett M. Esber
Title: Attorney-in-fact
Date: April 27, 2012

By: 
Name: Brett M. Esber
Title: Attorney-in-fact
Date: April 27, 2012

United Arab Shipping Company S.A.G.

By: _____
Name:
Title:
Date:

ARTICLE 22: SIGNATURE PAGE

IN WITNESS WHEREOF, the Parties hereto have caused this Agreement to be executed by their duly authorized representatives as of the dates set forth below.

CHINA SHIPPING CONTAINER
LINES CO., LTD.

CHINA SHIPPING CONTAINER
LINES (HONG KONG) CO., LTD.

By: _____

Name:

Title:

Date:

By: _____

Name:

Title:

Date:

United Arab Shipping Company S.A.G.

By: Wayne Rohde

Name:

WAYNE ROHDE

Title:

ATTORNEY-IN-FACT

Date:

APRIL 27, 2012