

# Containers Lost at Sea – 2024 Update

World Shipping Council, June 2024

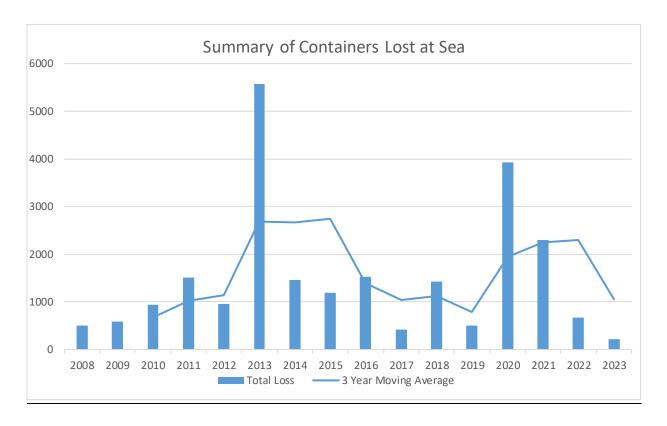
## **Summary:**

- In total 221 containers were lost at sea in 2023, out of 250 million transported. Of the containers lost, about 33% were recovered.
- This represents the lowest losses since the start of the survey in 2008, and a significant improvement on the previous lowest-ever loss of 661 containers in 2022.
- The numbers indicate a positive trend of increasing container safety, as well as improved navigational safety and vessel routing.
- The Marin TopTier Joint Industry Project has contributed concrete outcomes on the causes of containers overboard together with recommendations and training material on how to avoid and manage different kinds of dangerous parametric rolling and is poised later this year to publish its final report with conclusions and recommendations arising from its extensive scientific research and results analyses in the form of industry best practices, updated safety, container and lashing standards, guidance and recommendations for regulatory updates.
- There is no time for complacency and we will continue our work to reduce the number of containers lost at sea. Safety is a job that never stops, and every container lost at sea will always be one too many.



Since 2011, the World Shipping Council (WSC) has undertaken a survey of its members to accurately estimate the number of containers that are lost at sea each year. The WSC's member companies operate more than 90% of the global containership capacity, and a survey of their losses provides a valid basis for an estimate of the total number of containers lost at sea. This 2024 update adds information from the year 2023.

## Overview of the Sixteen-Year Trend



#### Results

In 2023, 221 containers were lost at sea, out of 250 million packed and empty containers currently shipped each year, with cargo transported valued at more than \$7 trillion. Approximately one-third, or 33% of the containers lost at sea in 2023 were subsequently recovered.

During 2023, most WSC member carriers saw no or single digit container losses, with only one carrier reporting losses above 100 units for the year.

The rolling average losses for the last three years was 1,061 containers per year (2021-2023).



# **Every-day container safety**

From a liner shipping industry perspective, every container overboard is one too many, and every day carriers work with the other parties in the supply chain to enhance safety.

The responsibility for container safety is shared across the supply chain:

- The container operator is responsible for ensuring the container is clean, free from visible pest contamination, and is fit for purpose and complies with applicable requirements. Every party that handles the container along the supply chain is responsible for checking that it is in good condition, and for handling it so it remains so.
- The shipper, packer and freight forwarder are responsible for the container being packed, braced and stowed safely in accordance with the CTU Code<sup>1</sup>, that the contents shipped are safe and free from visible pest contamination, and that the gross mass of the packed container is verified and together with the contents are correctly declared to the carrier in accordance with applicable timelines.
- The port terminal and stevedores are responsible for the proper handling of the container and that it is stowed properly based on its verified gross mass (VGM), content, and destination in accordance with the ship's Cargo Securing Manual (CSM) as approved by the flag state, and the SOLAS Convention and IMDG Code.
- The vessel operator is responsible, in cooperation with the terminal and any vessel-sharing partners, for arranging for a safe stowage based on the information received, monitoring the stowage, and securing the containers safely in line with the CSM and that, where required, containers are segregated.

How the cargo is packed and stowed in the container by the exporter, consignor or shipper is key to safe transport – both on sea and on land. The most important thing the party tendering the cargo can do to prevent losses is to make sure that cargo is conscientiously and correctly packed, declared and placarded, and its weight verified in line with applicable regulations (i.e. the SOLAS Convention and the IMDG Code) as well as the guidance set out in the CTU Code. To facilitate this, the Cargo Integrity Group, where WSC is a founding member, has developed a <u>short CTU Code Guide and a practical Container Packing Checklist</u> to make the information in the CTU Code more accessible and easier to use for all parties in the supply chain.

<sup>&</sup>lt;sup>1</sup> IMO/ILO/UNECE Code of Practice for Packing of Cargo Transport Units available at https://www.imo.org/en/OurWork/Safety/Pages/CTU-Code.aspx



The content and gross mass of the containers are crucial information when loading the vessel. Containers are stowed according to the cargo stowage plan to ensure a balanced vessel (e.g., heaviest containers at the bottom of the stack and the lightest on top) and to minimize risks (e.g., cargo categorized as flammable placed away from crew quarters, fuel tanks and other flammable cargo).

Container vessels are designed to transport containers safely and many precautions are taken to avoid that containers are lost or dislodged even if under extreme stress. Containers are in conformance with lashing software used on every ocean going ship secured in the hold in racks and lashed together with steel bars and locks to be secure and stable, as are containers stowed on deck. These arrangements, including lashing gear, must be inspected and maintained for safety. When planning the journey, operation centers on land together with the vessel master and crew must plan for it to be as safe as possible, using weather routing before and during the journey to avoid dangerous conditions by adjusting the vessels' route or speed where required.

## **Active Safety Improvement Initiatives**

The liner shipping industry works continuously to further enhance container safety, partnering with governments and other stakeholders to reduce the number of containers lost at sea. These are some of the main initiatives under way:

• MARIN Top Tier Study: WSC and several Member lines are among the 42 partners in the MARIN Top Tier project. Based on scientific analyses, studies, and desktop as well as real-life measurements, the project aims to develop specific, actionable and effective recommendations to increase container safety. Initial results have shown that parametric rolling in following seas is especially hazardous for container vessels, a phenomenon that is not well known and can develop unexpectedly with severe consequences.

To prevent further incidents due to parametric rolling, training materials and tools have been developed

- o A <u>Notice to Mariners</u>, describing how container vessel crew and operational staff can plan, recognize and act to prevent parametric rolling in following seas
- A <u>series of videos</u> to build awareness of the various kinds of parametric and resonant rolling that can occur and how the vessel behaves
- o A Roll Risk Estimator tool which allows crew to calculate the risk of parametric rolling based on sea and weather conditions as well as vessel specifics



Research is currently taking place into container and lashing gear strength, guidelines for vessel operations, optimizing stowage and voyage planning, and what additional measures should be recommended. In addition to the regularly updated <u>website</u>, the TopTier project has updated the IMO Maritime Safety Committee through presentations and submissions (MSC 106/INF.16; CCC 9/INF.25) and will continue to report and share insights on a regular basis (submissions are being prepared for CCC 10).

- Mandatory reporting of containers lost at sea: In May 2024, IMO's Maritime Safety Committee (MSC 108) adopted mandatory reporting requirements for all containers lost overboard. The new requirements will become effective as of 1 January 2026. WSC has worked closely with member nations to develop these mandatory reporting requirements, being part of the initial submission by the European Union and taking an active part in the working group. By ensuring prompt and detailed reporting of lost and drifting containers, the amendments aim to enhance navigational safety, facilitate swift response actions, and mitigate potential environmental hazards.
- Cargo securing manual: The III Sub-Committee (III 8/19, paragraph 4.21) has as part of its continued analysis of Marine Safety Investigation Reports, in particular the investigation of MSC Zoe incident and information from the Top Tier joint industry project, recognized safety issues regarding how containers are to be secured at sea.

#### Improvements achieved

The liner industry has been engaged in this safety effort over two decades, and working with our partners in the supply chain there has been quite some progress on the regulatory side, including in regard to:

• Revision of the IMO's guidelines for the inspection programs for cargo transport units, including containers: MSC 105 (April 2022) approved to amend the IMO guidelines for CTU inspection programs in order to: 1) clarify that the scope of application is to CTUs carrying all types of cargoes, not just those declared to be carrying dangerous goods; 2) adequately refer to the CTU Code; 3) to allow for inspection reports from non-governmental organizations to be included; and 4) to include inspection for visible pest contamination. WSC participated actively in the revision work.



- Amendments to the Safety of Life at Sea (SOLAS) Convention: On July 1, 2016, changes to the Safety of Life at Sea (SOLAS) convention requiring verification of container weights before packed containers may be loaded aboard ships went into effect. This is an effort WSC advocated in support of for many years. The requirement makes container gross mass verification (VGM) a legally binding condition for vessel loading. Mis-declared container weights have contributed to the loss of containers at sea, as well as to other safety and operational problems. However, concerns continue to be expressed by stakeholders regarding the compliance with and enforcement of the VGM requirements.
- Code of Practice for Packing of Cargo Transport Units (CTU Code): The IMO, the International Labour Organization (ILO), and the United Nations Economic Commission for Europe (UNECE), with active industry support, including by WSC, produced a code of practice for the packing of CTU, including containers, outlining specific procedures and techniques to improve safety, such as how to ensure correct distribution of the weight inside the container, proper positioning, blocking and bracing according to the type of cargo, and other safety considerations. The code was approved in late 2014, and informal work to revise it is under way; WSC continues to be an active participant in those efforts.
- Revised ISO standards for container lashing equipment and corner and intermediate fittings: In support of the IMO's efforts to enhance container safety, the International Organization for Standardization (ISO), with the industry's active participation, revised its standards regarding lashing equipment and corner castings and the new standards went into effect in 2015. The corner and intermediate fittings standard (ISO 1161) is undergoing revision to ensure that it is fit for purpose.

For more information about these and other initiatives related to the improved safety of handling containers, visit: <u>Safety — World Shipping Council</u>. There are over 7,000 containerships continuously operating on the world's seas and waterways linking continents and providing vital supplies to communities around the globe.

The liner shipping industry's goal remains to keep the loss of containers carried on those ships as close to zero as possible. We will continue to explore and implement preventive and realistic measures to make that happen and welcome continued collaboration with governments and other stakeholders to accomplish this goal.





#### **APPENDIX**

# **Survey Methodology**

In each of the surveys conducted in 2011, 2014, 2017, and 2020 the WSC member companies were asked to report the number of containers lost overboard for the preceding three years. However, the winter of 2020-21 saw an unusually high number of incidents, several of which involved very high numbers of containers lost overboard. The industry was deeply concerned about this development, and WSC therefore decided to increase the frequency of updates to its Containers Lost at Sea report. Hence, last year's update covered 2020-2021 and, starting 2022, surveys are carried out each year. Up to date data on the number of containers lost at sea is important for the work under way to increase safety and help guide the need for any additional initiatives by WSC, governments and other parties.

For the 2024 update, members were asked to report on losses for 2023. All WSC member companies responded, representing more than 90% of the total global vessel container capacity deployed at the time of the survey. WSC assumes for the purpose of its analysis that the container losses for the 10% of the industry's capacity that is operated by carriers that did not participate in the survey would be roughly proportional to the losses reported by the responding carriers representing 90% of the industry's capacity.

Based on this assumption, the total annual figure reported by WSC members is adjusted upward to provide an estimated loss figure for all carriers, both WSC members and non-members, to arrive at an estimate of total containers lost.



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