

Stuck in red, shipbreaking slow to turn green



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SIFAYET ULLAH

Transitioning from dangerous and polluting shipbreaking yards to green ship recycling facilities remains a priority, particularly as key deadlines loom, but the sluggish pace of progress continues to delay the shift in Bangladesh.

This lack of impetus is not only causing environmental harm but also creating serious business challenges, especially as Bangladesh must shift to green ship recycling by June 2025 in accordance with the Hong Kong Convention or run the risk of others refusing to send vessels to the country.

Bangladesh began the green transition in 2017, when PHP Ship Recycling Yard became the first entity in the country to receive international green certification.

Yet, only seven shipbreaking yards in the country have received similar certification as of March this year, according to the Bangladesh Ship Breakers and Recyclers Association (BSBRA).

CONDITIONS FOR A GREEN SHIPYARD

AUTHORISATION & CERTIFICATION



Facilities must hold valid permits and an approved 'Ship Recycling Facility Plan'

HAZARDOUS MATERIALS MANAGEMENT



Ships must carry an 'Inventory of Hazardous Materials (IHM)', with strict handling protocols

SAFE DISMANTLING PRACTICES



Preference for mechanised cutting and dry-dock recycling (no beaching)

WORKER PROTECTION



Mandatory PPE, safety training, medical support, and secure worksite access

ENVIRONMENTAL SAFEGUARDS



Pollution controls for air, soil, and water; spill containment systems

WASTE TRACKING



Documented waste segregation, disposal, and recycling records

EMERGENCY RESPONSE



On-site firefighting, spill kits, and evacuation plans

AUDITS & COMPLIANCE



Regular third-party and regulatory inspections

SOURCE: HONG KONG CONVENTION

To put things in perspective, the country has 248 shipbreaking yards, as per data from the Department of Inspection for Factories and Establishments. However, only 30 to 35 of these shipbreaking yards are operational due to various reasons, according to the BSBRA.

Taslim Uddin, owner of KR Ship Recycling, a green yard, told The Daily Star that the slow transition is due mainly to a lack of financial incentives.

For example, he mentioned that converting a small yard into a green shipyard currently requires an investment of Tk 30 to Tk 40 crore.

"In return, it may take at least 10 to 12 years or more to recover this amount through profits, which reflects the slow return and uncertainty on investment in this sector," he said.

Moreover, he added, due to the long time needed to break even and low profitability thereafter, financial institutions are often reluctant to provide loans to businesses in the shipbreaking industry.

Besides, uncertainty over the business continuity due to sudden government actions is another major factor hindering progress, he said.

After the deadline in June this year, recycling facilities located in countries that do not adhere to the HKC will



be unable to receive ships for recycling.

This would jeopardise the people that are employed in the sector, totalling around 8,000 to 9,000 direct employees, according to the BSBRA and those indirectly dependent on it.

Labour rights activists say that yard owners have little incentive to convert their facilities into green shipyards as traditional methods are faster, cheaper, and require significantly less investment.

Fazlul Kabir Mintu, a long-time labour rights activist working in the shipbreaking sector, told The Daily Star, "The cost of dismantling ships in green yards is significantly higher than in traditional ones."

Since profit margins would shrink as a result, many yard owners are hesitant about the transition, he added.

Mohammed Zahirul Islam, president of the BSBRA, told The Daily Star, "The Ministry of Environment has listed our sector as high risk, placing it on the red list. As a result, we are not eligible for green financing facilities from the Bangladesh Bank."

"Banks only provide short-term loans for purchasing ships, but they are not willing to finance the development of shipbreaking yards. This lack of financial support makes it difficult for shipbreakers to invest in green infrastructure," he added.

Bangladesh urgently needs to transition to green shipbreaking to address the serious environmental and economic challenges caused by traditional methods, which involve beaching large ships and manually breaking them apart without proper safety or environmental controls.

As a result, the surrounding environment – land, air, and sea – is subjected to intense pollution.

A 2010 World Bank study identified the presence of hazardous materials such as lead, chromium, cadmium, mercury, asbestos, and heavy metals in the soil of the Sitakunda coastal belt, an area known for shipbreaking.

The study estimated that from 2010 to 2030, a total of 79,000 tonnes of asbestos, 240,000 tonnes of PCB, 1,978,000 tonnes of organic liquid waste, 775 tonnes of inorganic waste, and 210,000 tonnes of ozone-depleting substances would be deposited into the soil and water of the area.

Prabal Barua, a researcher who has worked on the environmental impact of shipbreaking for years, told The Daily Star, "Waste from shipbreaking yards often seeps into the Bay of Bengal, contaminating marine ecosystems and affecting biodiversity."

Soil and groundwater contamination are particularly alarming, he added. Moreover, the air quality in surrounding regions is deteriorating due to the burning of cables, oil residues, and insulation materials, releasing carcinogenic substances.

Barua added, "Marine life is under threat as oil spills and paint residues

When asked what action would be taken if foreign companies stop supplying ships to traditional Bangladeshi yards after June 2025 under the Hong Kong Convention, BSBRA President Zahirul Islam said, "Some yards are in the process of transitioning to green practices. We have requested the Ministry of Industry to take measures to allow foreign companies to supply ships to both green yards and those in the process of implementing green practices."

"Otherwise, this industry will face significant challenges and may come to a standstill."

Bangladesh remained the global shipping industry's first choice for scrapping vessels in 2024, with NGO Shipbreaking Platform stating that of the 409 ships dismantled globally in 2024, 130 were taken apart in Bangladesh.



Traditional yards keep hurting workers

SIFAYET ULLAH

Traditional shipbreaking yards in Sitakunda continue to operate in unsafe conditions, causing serious concerns about both worker safety and hazardous waste management.

Many of these yards continue to skirt existing regulations, putting labourers at daily risk.

On February 15, Nazim, a 33-year-old worker, suffered a serious head injury after being struck by a falling object. He was not wearing a helmet, meaning the depth of the injury left him unable to work for nearly a month.

Workers reported that the yard had no designated safety officer to enforce protective protocols, and most labourers operated without adequate safety gear.

Elias, a co-worker, told The Daily Star, "Our yard still follows old methods of shipbreaking, unlike green yards, where work begins only after safety checks and full protective gear."

He also noted that even when gear is provided, workers often neglect to use it due to discomfort or a lack of awareness.

Another incident occurred on March 15 last year when 36-year-old cutterman Mizanur Rahman fell from a ship. Mizan, a native of Sitakunda in Chattogram, was working without any safety gear at the time and sustained a spinal injury along with crushed toes.

He said the shipyard had not provided him with a safety belt and boots. "This accident could have been prevented if I had proper safety gear," he added.

Accidents like these are common in old shipbreaking yards, where explosions, falls, burns, and falling objects continue to injure workers.

A total of 257 people were killed and over 300 were seriously injured in accidents at these shipbreaking yards between 2005 and 2024.

Of them, 140 workers were killed between 2014 and 2024, according to data compiled by NGO Shipbreaking Platform, an international campaigning for clean and safe ship recycling.

Kabir Mintu highlighted a lack of accountability, saying, "These yards are not under any effective monitoring. Government agencies appear helpless in enforcing regulations."

In contrast, he pointed out, green yards follow international safety standards with proper oversight, making them safer.

Environmental risks add another layer of concern.

A 2021 study by two faculty members from the University of Chittagong revealed dangerously high levels of heavy metals, such as cadmium, chromium, lead, and zinc, in agricultural lands near shipbreaking yards.

These pollutants, originating from ship dismantling activities, pose long-term threats to the environment and local communities.

In response to these risks, the Bangladesh Ship Recycling Act of 2018 mandated that shipbreaking be conducted only in government-approved yards that comply with strict environmental and safety standards.

However, enforcement remains weak as many traditional yards lack effective waste management systems and continue to violate the law, prompting fines from the Department of Environment.