

Monday, February 10, 2020

SHIPPING RATES & BUNKERS (9:30 am ET)

Spot TCE earnings for vessels using compliant fuel (no scrubbers)

DIRTY TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
VLCC, 270	AG-FE	16,100	61,000	
Suezmax, 130	WAF-UKC	28,700	49,400	
Aframax, 70	CAR-USG	34,000	84,200	
Panamax, 50	CAR-USG	34,300	61,200	

CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	19,400	18,900	
MR, 38	USG-UKC	7,200	17,800	
LR1, 55	AG-FE	8,200	11,100	
LR2, 75	AG-FE	10,200	17,200	

TIME CHARTER (KDWT)	1yr eco vessel rate (\$/day)	Yearly trend	Newbuild price (\$M)	Secondhand 5yr old price (\$M)
VLCC, 200+	42,500		92.0	76.5
Suezmax, 130-200	36,500		61.0	54.0
Aframax, 80-130	28,500		51.0	41.0
LR2, 80-130	31,000		53.0	43.0
LR1, 60-80	21,000		43.0	33.0
MR, 42-60	18,000		35.0	30.0
Handymax, 30-42	16,500		33.0	24.0

US FLAG (KT - \$/day)	Voyage	Weekly spot rate	2020 avg. rate	10 week trend
Handy, 38	USG-USAC	70,016	68,824	

LNG (\$/day) as of 07-Feb-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	60,000	Decreasing	60,000	83,333
138-150M3 Steam turbine (West)	45,000	Decreasing	45,000	65,667
160M3 Tri-fuel diesel electric (East)	55,000	Decreasing	55,000	73,333
138-150M3 Steam turbine (East)	40,000	Decreasing	40,000	56,667

LPG (KT)	Spot rate (\$/mt)	Spot TCE rate (\$/day)
VLGC, 44 (AG-Japan)	74.18	56,610

BUNKERS (\$/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	487.5		353.5	593.5
Rotterdam	468.0		293.5	544.0
Singapore	535.0		319.5	546.0

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	54.03	↓ -0.44
WTI	NYMEX	\$/bbl	50.20	↓ -0.12

PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	153.76	↑ 1.37
Heating Oil	NYMEX	¢/gal	162.84	↓ -1.49

NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.79	↓ -0.07
UK National Balancing Point	ICE	\$/MMBtu	2.71	↓ -0.14

NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	Reuters	38.50	200.59	↑ 0.25

PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close
ICE RBOB Gasoline/Brent Crack Spread	ICE	16.62	↑ 0.63

DEVELOPMENTS

Oil dips on weaker Chinese demand, traders await OPEC+ cuts. Oil prices dipped on Monday on weaker Chinese oil demand in the wake of the coronavirus outbreak and as traders waited to see if Russia would join other producers in seeking further output cuts.

Reuters February 10, 2020

Structurally cheaper LNG should displace coal from Japan, and broader Asia: Russell. The collapse in the spot price of liquefied natural gas (LNG) in Asia is a short-term phenomenon that may well end up having a longer-term impact, especially on thermal coal.

Reuters February 10, 2020

Container lines hit with \$300m - \$350m weekly revenue loss from coronavirus. Container lines are taking an estimated revenue hit of \$300m - \$350m as they blank sailings due to the impact coronavirus in China according to analysts Sea-Intelligence.

Seatrade Maritime News February 10, 2020

Gas Glut Blows Up A Political And Economic Storm In Asia. A glut of natural gas, which has its roots in the U.S., is starting to have political as well as economic consequences as far away as Asia.

Forbes February 10, 2020

Klaveness Combination Carriers aiming to meet IMO emissions target by 2022. Norway's Klaveness Combination Carriers (KCC) has set itself the ambitious target of meeting the IMO's 40% emissions cut target by 2022. This would beat the 2030 decarbonisation deadline by eight years.

TradeWinds February 10, 2020

UPCOMING EVENTS

- Feb 10 - 12:** 15th LNG Supplies for Asian Markets (LNGA 2020)
- Feb 12-14:** Future Energy Asia
- Feb 12 - 14:** Platts LNG
- Feb 19-20:** South Asia LPG Expo
- Feb 25-26:** LNGgc Asia
- Feb 25-27:** LNG USA Summit

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	3,340.63	↑ 12.92
FTSE 100	United Kingdom	7,435.56	↓ -31.14
DAX	Germany	13,480.19	↓ -33.62
SH Composite	China	2,890.49	↑ 14.52

CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.29	↑ 0.00
€/\$	European Union	1.09	↓ 0.00
\$/JPY ¥	Japan	109.74	↑ 0.02
\$/CNY ¥	China	6.98	↓ -0.02

NEW YORK LONDON HOUSTON PERTH ATHENS SINGAPORE GUANGZHOU