

Monday, February 3, 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	26,600	70,300	
Suezmax, 130	WAF-UKC	32,700	54,200	
Aframax, 70	CAR-USG	16,500	96,900	
Panamax, 50	CAR-USG	61,500	67,900	
CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	15,100	19,400	
MR, 38	USG-UKC	16,700	19,500	
LR1, 55	AG-FE	7,100	11,700	
LR2, 75	AG-FE	7,000	18,600	
TIME CHARTER (KDWT)	1yr eco vessel rate (\$/day)	Yearly trend	Newbuild price (\$M)	Secondhand 5yr old price (\$M)
VLCC, 200+	49,000		92.0	76.5
Suezmax, 130-200	39,000		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	17,000		33.0	24.0
US FLAG (KT - \$/day)	Voyage	Weekly spot rate	2020 avg. rate	10 week trend
Handy, 38	USG-USAC	70,192	68,585	
LNG (\$/day) as of 31-Jan-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	74,000	Decreasing	88,000	88,000
138-150M3 Steam turbine (West)	60,000	Decreasing	69,800	75,000
160M3 Tri-fuel diesel electric (East)	65,000	Decreasing	77,000	77,000
138-150M3 Steam turbine (East)	50,000	Decreasing	60,000	60,000
LPG (KT)	Spot rate (\$/mt)	Spot TCE rate (\$/day)		
VLGC, 44 (AG-Japan)	77.44	58,575		
BUNKERS (\$/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	520.5		355.5	533.5
Rotterdam	472.5		298.0	542.5
Singapore	572.5		336.0	639.0

DEVELOPMENTS

Oil falls as coronavirus hits demand; OPEC+ considers deeper cuts. Oil prices fell on Monday, dragged down by concern over demand in China after the coronavirus breakout, though the possibility of deeper crude output cuts by OPEC and its allies offered some price support.

China commodities nosedive as coronavirus raise consumption fears. Chinese commodities markets slumped on the first trading day after an extended Lunar New Year break, with several futures contracts hitting downside limits on fears the spread of a new virus will hit demand in the world's top commodities consumer.

Coronavirus: 16 Chinese ports offer reduced charges. Sixteen Chinese ports and port groups have started to offer exemptions and reductions in port charges as the country battles the coronavirus outbreak.

Dry Bulk Market: All-Time Record Lows for Capesizes. The week proved conspicuous for all the wrong reasons. This was the week when the Baltic Capesize Index (BCI) turned negative, closing at -20, whilst the average of the routes settled at \$3,973.

US lifts sanctions on Cosco Dalian, tanker markets crash. The US lifted sanctions on Cosco Shipping Tanker (Dalian) Co on Friday, providing relief to the Chinese state tanker firm but creating oversupply worries to the shipping market.

UPCOMING EVENTS

- Feb 4 - 5: American LNG Forum
- 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

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	55.53	↓ -2.63
WTI	NYMEX	\$/bbl	50.99	↓ -0.57
PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	148.56	↓ -0.31
Heating Oil	NYMEX	¢/gal	159.78	↓ -2.67
NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.82	↓ -0.02
UK National Balancing Point	ICE	\$/MMBtu	2.97	↓ -0.36
NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	Reuters	39.63	206.47	↓ -0.12
PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close	
ICE RBOB Gasoline/Brent Crack Spread	ICE	13.76	↑ 8.75	

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	3,258.29	↑ 32.77
FTSE 100	United Kingdom	7,339.34	↑ 53.33
DAX	Germany	13,041.79	↑ 59.82
SH Composite	China	2,746.61	↑ 2746.61
CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.30	↓ -0.02
€/\$	European Union	1.11	↓ 0.00
\$/JPY ¥	Japan	108.70	↑ 0.32
\$/CNY ¥	China	7.02	↑ 0.08

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