

Friday, February 7, 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	12,300	62,600	
Suezmax, 130	WAF-UKC	25,400	50,200	
Aframax, 70	CAR-USG	23,300	86,000	
Panamax, 50	CAR-USG	31,500	62,200	

CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	20,800	18,900	
MR, 38	USG-UKC	7,300	18,100	
LR1, 55	AG-FE	7,900	11,200	
LR2, 75	AG-FE	10,800	17,400	

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	68,824	

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)	74.70	56,824

BUNKERS (\$/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	491.0		355.0	591.0
Rotterdam	473.0		297.0	489.5
Singapore	546.0		331.5	553.0

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	54.91	↓ -0.02
WTI	NYMEX	\$/bbl	50.58	↓ -0.37

PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	151.67	↑ 1.87
Heating Oil	NYMEX	¢/gal	164.42	↓ -2.12

NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.88	↑ 0.01
UK National Balancing Point	ICE	\$/MMBtu	2.87	↓ -0.04

NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	Reuters	38.25	199.28	↑ 0.50

PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close
ICE RBOB Gasoline/Brent Crack Spread	ICE	15.65	↑ 0.52

DEVELOPMENTS

Oil falls over 1% as Russia needs time on more OPEC+ cuts. Oil prices slipped on Friday as Russia said it would need more time before committing to output cuts along with OPEC and other producers amid falling demand for crude as China battles the coronavirus epidemic.

Prompt Asian spot prices tumble below \$3 per mmbtu as China demand drops. Prompt Asian spot prices for liquefied natural gas (LNG) hit new lows this week, tumbling below \$3 per million British thermal units (mmbtu), after reports of China's top buyer of the super-chilled fuel declaring force majeure on prompt cargoes.

Pakistan, emerging as U.S. LNG export market, looks to Houston to help jump start economy. Battered by security threats, government corruption and unreliable energy for decades, Pakistan has struggled to unleash its economic potential. But with new leadership attempting to launch the country onto the world stage, Pakistani leaders say they're looking for a little help from Houston.

Norwegian Export to Russia Increases Heavily, Chamber of Commerce Asks Maritime Industries to Pay Attention. Sales of Norwegian fish farming technology to Russia is booming. In one year, export has increased by 23 percent and currently amounts to NOK 1.3 billion.

South Korea pumping another \$690m into fleet renewals. South Korea has unveiled yet another financial package aimed at boosting its domestic shipping industry. The government is providing KRW 820bn (\$690m) to help owners modernise ageing cargoship and ferry fleets.

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	3,334.99	↓ -10.79
FTSE 100	United Kingdom	7,459.73	↓ -45.06
DAX	Germany	13,506.10	↓ -68.72
SH Composite	China	2,875.96	↑ 9.45

CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.29	↑ 0.00
€/\$	European Union	1.10	↓ 0.00
\$/JPY ¥	Japan	109.72	↓ -0.27
\$/CNY ¥	China	7.00	↑ 0.03

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