



POTEN & PARTNERS

Tuesday, January 7, 2020

SHIPPING RATES & BUNKERS (9:30 am ET)

DIRTY TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
VLCC, 270	AG-FE	131,000	40,500	
Suezmax, 130	WAF-UKC	73,900	23,700	
Aframax, 70	CAR-USG	138,800	17,100	
Panamax, 50	CAR-USG	61,100	18,900	
CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	25,700	11,000	
MR, 38	USG-UKC	16,600	4,500	
LR1, 55	AG-FE	29,600	15,000	
LR2, 75	AG-FE	43,700	21,300	
TIME CHARTER (KDWT)	1yr eco vessel rate (\$/day)	Yearly trend	Newbuild price (\$M)	Secondhand 5yr old price (\$M)
VLCC, 200+	53,500		91.5	74.0
Suezmax, 130-200	39,000		60.0	53.0
Aframax, 80-130	28,500		50.0	40.0
LR2, 80-130	28,500		52.0	42.0
LR1, 60-80	21,000		43.0	32.0
MR, 42-60	19,000		35.0	29.0
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	61,977	62,057	
LNG (\$/day) as of 03-Jan-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	93,000	Flat	93,000	70,577
138-150M3 Steam turbine (West)	75,000	Flat	75,000	50,250
160M3 Tri-fuel diesel electric (East)	85,000	Decreasing	85,000	67,769
138-150M3 Steam turbine (East)	68,000	Decreasing	70,000	47,577
LPG (KT)	Spot rate (\$/mt)	Spot TCE rate (\$/day)		
VLGC, 44 (AG-Japan)	65.29	34,847		
BUNKERS (\$/mt)	IFO 380	10 day trend	MDO	10 day trend
US Gulf	356.3		675.8	
Rotterdam	308.8		603.5	
Singapore	398.3		721.8	

DEVELOPMENTS

Oil slips as investors reassess Mideast risks. Oil prices on Tuesday surrendered some of the gains of recent days as investors reconsidered the likelihood of immediate supply disruptions in the Middle East.
Reuters January 7, 2020

Premier Oil plans \$500 million rights issue for North Sea buying spree. Premier Oil is set to buy North Sea assets from BP and increase its stake in the Tolmount gas project, funded by a \$500 million rights issue.
Reuters January 7, 2020

UK gas prices rise in response to Norwegian LNG supply dip. Reuters trading sources have confirmed that a drop in send-out from the UK's LNG terminals (down 28 million m3 to 73 million m3) and reduced Langed pipeline supply from Norway (down 15 million m3 to 35 million m3) has caused a rise in prices.
LNG Industry January 7, 2020

Greece seeks FSRU and LNG carriers to serve Crete import project. Greece's gas grid operator has asked for offers on three different LNG vessels as it pursues a project to install a floating storage and regasification unit to supply the island of Crete.
TradeWinds January 6, 2020

MARKET ANALYSIS

LNG: Ample supply in the Far East (where there are twelve vessels open prompt and double the number expected to come open in January), and a lack of firm requirements, is putting downward pressure on rates and commercial structures. This is causing some Owners to reposition their vessels towards the West where tonnage availability remains tight, and demand for tonnage is stronger.

Asphalt: East Coast retail asphalt and flux prices remain steady for the week.

POTEN EVENTS

- Feb 12 - 14: Platts LNG
- Feb 25-26: LNG USA Summit

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	67.95	↓ -0.96
WTI	NYMEX	\$/bbl	62.29	↓ -0.98
PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	172.00	↓ -3.44
Heating Oil	NYMEX	¢/gal	202.10	↓ -1.29
NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	2.15	↑ 0.02
UK National Balancing Point	ICE	\$/MMBtu	3.95	↓ -0.13
NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	Reuters	47.00	244.87	↑ 0.50
PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close	
ICE RBOB Gasoline/Brent Crack Spread	ICE	4.97	↓ -0.26	

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	3,243.79	↓ -2.49
FTSE 100	United Kingdom	7,576.49	↑ 1.15
DAX	Germany	13,223.24	↑ 96.25
SH Composite	China	3,104.80	↑ 21.39
CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.31	↓ -0.01
€/€	European Union	1.11	↓ -0.01
\$/JPY ¥	Japan	108.58	↑ 0.22
\$/CNY ¥	China	6.94	↓ -0.03

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