

Tuesday, June 2, 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	50,600	94,400	
Suezmax, 130	WAF-UKC	26,600	52,800	
Aframax, 70	CAR-USG	2,600	46,800	
Panamax, 50	CAR-USG	18,300	44,500	

CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	18,800	25,700	
MR, 38	USG-UKC	13,100	17,500	
LR1, 55	AG-FE	19,500	36,600	
LR2, 75	AG-FE	25,000	52,900	

TIME CHARTER (KDWT)	1yr eco vessel rate (\$/day)	Yearly trend	Newbuild price (\$M)	Secondhand 5yr old price (\$M)
VLCC, 200+	47,500		90.0	73.0
Suezmax, 130-200	34,000		60.0	50.0
Aframax, 80-130	26,500		49.0	39.0
LR2, 80-130	27,500		51.0	40.0
LR1, 60-80	19,500		42.0	31.0
MR, 42-60	16,000		34.0	28.0
Handymax, 30-42	16,250		33.0	23.0

US FLAG (KT - \$/day)	Voyage	Weekly spot rate	2020 avg. rate	10 week trend
Handy, 38	USG-USAC	62,418	66,359	

LNG (\$/day) as of 29-May-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	34,000	Flat	34,600	53,227
138-150M3 Steam turbine (West)	25,000	Flat	25,200	41,091
160M3 Tri-fuel diesel electric (East)	30,000	Decreasing	32,200	47,682
138-150M3 Steam turbine (East)	21,000	Decreasing	22,800	36,091

LPG (KT)	Spot rate (\$/mt)	Spot TCE rate (\$/day)
VLGC, 44 (AG-Japan)	31.15	18,566

BUNKERS (\$/mt)	VLSFO	10 day trend	MGO
US Gulf	261.5		198.0
Rotterdam	266.0		219.0
Singapore	295.0		220.0

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	39.38	↑ 1.06
WTI	NYMEX	\$/bbl	36.29	↑ 0.85

PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	110.07	↑ 3.40
Heating Oil	NYMEX	¢/gal	108.54	↑ 5.64

NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.80	↑ 0.02
UK National Balancing Point	ICE	\$/MMBtu	1.37	↑ 0.22

NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	NYMEX	48.25	251.38	↑ 1.88

PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close
ICE RBOB Gasoline/Brent Crack Spread	ICE	7.50	↑ 0.42

DEVELOPMENTS

Oil prices rise ahead of OPEC+ meeting on output cuts. Oil prices rose on Tuesday to near three-month highs on expectations that major producers will agree to extend output cuts during a video conference likely to be held this week.

Reuters June 2, 2020

Natgas flows to U.S. LNG export plants sink to 9-month low due to coronavirus. The amount of natural gas flowing on pipelines to U.S. liquefied natural gas export plants is at its lowest levels since August, a signal of weak worldwide demand due to government lockdowns to repress the coronavirus.

Reuters June 2, 2020

Yamal LNG cargo completes ice-covered transit of Northern Sea Route: Novatek. A cargo of LNG from the Novatek-operated Yamal LNG plant in northern Russia has completed its journey across the ice-covered part of the Northern Sea Route (NSR), the Russian company said June 1.

S&P Global Platts June 2, 2020

Singapore calls for proposals on post Covid-19 Joint Industry Projects. Singapore has issued a call for proposals for Joint Industry Projects that will help build a resilient and competitive maritime sector post Covid-19.

Seatrade Maritime News June 2, 2020

Baltic Exchange to go live with two new LPG routes this quarter. Two new LPG routes under public trial by the Singapore Exchange (SGX)-controlled Baltic Exchange are set to go live this quarter. Nadia Mirza, who is the Baltic's lead on new markets, said BLP2 from Houston to Flushing and BLP3 from Houston to Chiba via Panama are still in the public trial phases and open to market comment.

Tradewinds News June 2, 2020

UPCOMING WEBINARS

June 1st: LNG Financing Moving Ahead Despite Challenges - Join Melanie Lovatt with Poten's Business Intelligence team for a webinar update on liquefaction finance and LNG markets on June 3 at 10 AM Central / 3 PM GMT.

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	3,058.40	↑ 2.67
FTSE 100	United Kingdom	6,221.17	↑ 54.75
DAX	Germany	11,993.72	↑ 406.87
SH Composite	China	2,921.40	↑ 5.97

CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.25	↑ 0.00
€/\$	European Union	1.12	↑ 0.00
\$/JPY ¥	Japan	108.54	↑ 0.96
\$/CNY ¥	China	7.10	↓ -0.03

NEW YORK LONDON HOUSTON PERTH ATHENS SINGAPORE GUANGZHOU