

Monday, March 9, 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	31,400	45,100	
Suezmax, 130	WAF-UKC	25,200	39,700	
Aframax, 70	CAR-USG	30,000	64,400	
Panamax, 50	CAR-USG	39,200	51,900	
CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	25,600	19,700	
MR, 38	USG-UKC	16,900	14,200	
LR1, 55	AG-FE	22,400	11,600	
LR2, 75	AG-FE	31,500	17,300	
TIME CHARTER (KDWT)	1yr eco vessel rate (\$/day)	Yearly trend	Newbuild price (\$M)	Secondhand 5yr old price (\$M)
VLCC, 200+	38,000		92.0	75.5
Suezmax, 130-200	32,500		61.0	53.0
Aframax, 80-130	24,500		51.0	41.0
LR2, 80-130	24,500		53.0	43.0
LR1, 60-80	19,500		43.0	32.0
MR, 42-60	16,750		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	65,041	68,312	
LNG (\$/day) as of 06-March-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	37,000	Flat	37,000	67,300
138-150M3 Steam turbine (West)	30,000	Flat	30,000	52,900
160M3 Tri-fuel diesel electric (East)	37,000	Flat	37,000	60,400
138-150M3 Steam turbine (East)	30,000	Flat	30,000	46,600
LPG (KT)	Spot rate (\$/mt)	Spot TCE rate (\$/day)		
VLGC, 44 (AG-Japan)	58.95	44,239		
BUNKERS (\$/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	440.5		304.0	448.0
Rotterdam	379.0		248.5	415.5
Singapore	415.5		243.0	429.0

DEVELOPMENTS

Oil plunges to lowest since 2017 after Russia rejects steep OPEC cut. Oil prices lost as much as a third of their value on Monday in their biggest daily rout since the 1991 Gulf War as Saudi Arabia and Russia signalled they would hike output in a market already awash with crude after their three-year supply pact collapsed.

Reuters March 9, 2020

Goldman cuts Brent forecasts to \$30 on price war, virus impact. Goldman Sachs cut its second- and third-quarter Brent price forecasts to \$30 per barrel, citing the oil price war between Russia and Saudi Arabia and a significant collapse in oil demand due to the coronavirus that has killed more than 3,500 globally.

Reuters March 9, 2020

Tellurian lays off nearly half of its workers, shuffles executives. Houston liquefied natural gas company Tellurian is laying off 70 workers, about 40 percent of its 176 employees, and shuffling executives amid tightening market conditions for the industry.

Houston Chronicle March 9, 2020

US Floating storage could support weak tanker market. With global oil demand now significantly lower than anyone expected just a few weeks ago, oversupply could well push oil prices down further and this could lead to a build-up in floating storage, according to analysis from New York broker Poten & Partners.

Seatrade Maritime News March 9, 2020

Tankers and boxships replace bulkers as Greek-controlled fleet continues pause in growth. The size of the Greek-controlled fleet remained broadly unchanged for the second year in a row, after a growth spurt that saw it rise by nearly third between 2013 and 2018. The fleet numbered 3,968 ships or a total of nearly 341m dwt, according to data as of 2 March compiled by IHS Markit.

TradeWinds News March 9 2020

UPCOMING EVENTS

March 9-11: OPES 2020

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	36.52	↓ -8.75
WTI	NYMEX	\$/bbl	33.48	↓ -7.80
PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	118.41	↓ -20.49
Heating Oil	NYMEX	¢/gal	119.52	↓ -19.00
NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.69	↓ -0.02
UK National Balancing Point	ICE	\$/MMBtu	2.86	↑ 0.03
NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	NYMEX	36.64	190.89	↓ -1.86
PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close	
ICE RBOB Gasoline/Brent Crack Spread	ICE	13.31	↑ 0.57	

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	2,807.38	↓ -164.99
FTSE 100	United Kingdom	6,039.78	↓ -422.77
DAX	Germany	10,752.08	↓ -789.79
SH Composite	China	2,943.29	↓ -91.22
CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.31	↑ 0.01
€/€	European Union	1.14	↑ 0.01
\$/JPY ¥	Japan	102.33	↓ -2.97
\$/CNY ¥	China	6.94	↑ 0.01

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