

Friday, May 1, 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	76,500	104,100	
Suezmax, 130	WAF-UKC	51,200	56,900	
Aframax, 70	CAR-USG	64,600	52,900	
Panamax, 50	CAR-USG	43,600	47,500	

CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	45,400	26,800	
MR, 38	USG-UKC	48,000	17,700	
LR1, 55	AG-FE	112,200	31,200	
LR2, 75	AG-FE	173,900	46,100	

TIME CHARTER (KDWT)	1yr eco vessel rate (\$/day)	Yearly trend	Newbuild price (\$M)	Secondhand 5yr old price (\$M)
VLCC, 200+	82,500		90.0	79.5
Suezmax, 130-200	47,500		60.0	56.0
Aframax, 80-130	40,000		50.0	43.0
LR2, 80-130	40,000		52.0	44.0
LR1, 60-80	22,000		42.0	32.0
MR, 42-60	20,500		34.5	30.0
Handymax, 30-42	16,250		33.0	24.0

US FLAG (KT - \$/day)	Voyage	Weekly spot rate	2020 avg. rate	10 week trend
Handy, 38	USG-USAC	65,080	67,095	

LNG (\$/day) as of 1-May-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	37,000	Decreasing	37,000	57,500
138-150M3 Steam turbine (West)	26,000	Decreasing	26,000	44,667
160M3 Tri-fuel diesel electric (East)	35,000	Decreasing	35,000	51,278
138-150M3 Steam turbine (East)	24,000	Decreasing	24,000	39,111

LPG (KT)	Spot rate (\$/mt)	Spot TCE rate (\$/day)
VLGC, 44 (AG-Japan)	57.94	52,638

BUNKERS (\$/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	177.5		123.5	234.5
Rotterdam	189.5		118.0	236.5
Singapore	239.0		159.0	253.5

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	26.55	↑ 1.28
WTI	NYMEX	\$/bbl	19.68	↑ 0.84

PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	76.78	↑ 7.00
Heating Oil	NYMEX	¢/gal	80.49	↑ 7.30

NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.89	↓ -0.06
UK National Balancing Point	ICE	\$/MMBtu	1.65	↓ -0.01

NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	NYMEX	33.50	174.54	↓ -0.75

PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close
ICE RBOB Gasoline/Brent Crack Spread	ICE	6.70	↓ -0.95

DEVELOPMENTS

Oil rises further above \$26 as OPEC+ begins record cuts. Oil rose further above \$26 a barrel on Friday as OPEC and its allies embarked on record output cuts to tackle a supply glut due to the coronavirus crisis that has been weighing on the market.
Reuters May 1, 2020

Exxon, Chevron slam brakes on shale as oil demand tumbles. Exxon Mobil Corp and Chevron Corp are slamming the brakes on U.S. shale oil production at a time when crude prices and fuel demand have plunged due to global lockdowns to fight the coronavirus pandemic.
Reuters May 1, 2020

Cheniere moderates 2020 U.S. LNG growth estimates. U.S. liquefied natural gas company Cheniere Energy Inc cut its growth estimates for LNG exports and investment in new projects industry-wide due to the slump in energy markets and the COVID-19 pandemic.
Hellenic Shipping News May 1, 2020

Shell's LNG dual-fuel LR2 tankers set design standard. Shell has added 12 LR2 tankers to its newbuilding programme of LNG dual-fuel tankers and has set the standard design for the next generation of tankers
Riviera Maritime News, May 1, 2020

Floating storage trumps falling shipping demand for tankers, says Clarksons. Clarksons Research has presented an optimistic outlook for short-term tanker markets, with demand for floating storage more than offsetting shrinking seaborne trade and continued fleet growth. Crude and product tankers have been the best-performing shipping sectors during the coronavirus pandemic, with their spot earnings boosted by oil firms' requirements for storing oil at sea.
TradeWinds News May 1, 2020

UPCOMING EVENTS

The safety of our clients and employees is of the utmost importance, so we have decided to postpone event participation due to the public gathering risks associated with Covid-19. Please watch our social media channels for further updates.

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	2,839.46	↓ -72.97
FTSE 100	United Kingdom	5,763.06	↓ -138.15
DAX	Germany	10,861.64	↓ -246.10
SH Composite	China	2,860.08	↑ 37.64

CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.25	↓ -0.01
€/€	European Union	1.10	↑ 0.00
\$/JPY ¥	Japan	106.79	↓ -0.38
\$/CNY ¥	China	7.06	↑ 0.00

NEW YORK LONDON HOUSTON PERTH ATHENS SINGAPORE GUANGZHOU