

Thursday, May 14, 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	56,900	99,900	
Suezmax, 130	WAF-UKC	45,600	55,700	
Aframax, 70	CAR-USG	35,600	51,000	
Panamax, 50	CAR-USG	35,800	46,600	
CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	27,100	27,000	
MR, 38	USG-UKC	13,000	18,300	
LR1, 55	AG-FE	72,400	37,500	
LR2, 75	AG-FE	91,200	54,400	
TIME CHARTER (KDWT)	1yr eco vessel rate (\$/day)	Yearly trend	Newbuild price (\$M)	Secondhand 5yr old price (\$M)
VLCC, 200+	60,000		90.0	77.0
Suezmax, 130-200	42,500		60.0	54.0
Aframax, 80-130	32,000		50.0	43.0
LR2, 80-130	34,000		52.0	44.0
LR1, 60-80	28,500		42.0	33.0
MR, 42-60	17,500		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	64,926	66,981	
LNG (\$/day) as of 7-May-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	34,000	Decreasing	35,500	56,263
138-150M3 Steam turbine (West)	25,000	Decreasing	25,500	43,632
160M3 Tri-fuel diesel electric (East)	32,000	Decreasing	33,500	50,263
138-150M3 Steam turbine (East)	23,000	Decreasing	23,500	38,263
LPG (KT) *Closed for Bank Holiday	Spot rate (\$/mt)	Spot TCE rate (\$/day)		
VLGC, 44 (AG-Japan)	49.17	42,243		
BUNKERS (\$/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	222.5		151.5	239.0
Rotterdam	219.5		153.0	237.5
Singapore	242.5		165.0	260.0

DEVELOPMENTS

Oil prices rise on dip in U.S. crude stockpiles and IEA data. Oil prices rose on Thursday after a drop in U.S. crude stocks and an IEA forecast for lower global stockpiles in the second half though the Brent benchmark was still hovering around \$30 a barrel as a weak demand picture curbed gains.

Reuters May 14, 2020

Oil crash pain drives potential gain for west Australian gas. A slump in energy prices that has led to the deferral of liquefied natural gas (LNG) projects around the world is set to be an unexpected boon for some producers trying to kickstart new ventures in gas-rich western Australia.

Reuters May 14, 2020

Asian LNG Rally Seen Fragile as Demand Weakness Persists. A recent jump in Asian liquefied natural gas spot prices isn't expected to last. The Japan/Korea Marker benchmark has risen 34% since late April on prospects of global supply curbs from the U.S. to Malaysia, opportunistic buying from smaller Asian players and the start of the summer season, when demand for air conditioning lifts consumption.

Bloomberg News May 14, 2020

Tanking LNG Demand Takes Center Stage in Natural Gas Futures Decline; Hefty Storage Build Expected. Natural gas futures continued to pull back Wednesday as liquefied natural gas demand (LNG) took another hit. With government storage data expected to produce a second consecutive triple-digit injection, the June Nymex gas futures contract settled 10.4 cents lower at \$1.616. July fell 10.9 cents to \$1.856.

Natural Gas Intel May 14, 2020

Product tankers in 'dreadful reading' as refineries cut exports. Product tanker markets are showing signs of strain as demand shrinks amid industry reports of falling exports from the US and Middle East.

TradeWinds News May 14, 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.

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	\$/bbl	30.12	↑ 0.93
WTI	NYMEX	\$/bbl	26.12	↑ 0.83
PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	89.16	↑ 3.89
Heating Oil	NYMEX	¢/gal	87.40	↑ 4.26
NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.69	↑ 0.07
UK National Balancing Point	ICE	\$/MMBtu	1.52	↑ 0.05
NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	NYMEX	38.58	201.01	↑ 0.62
PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close	
ICE RBOB Gasoline/Brent Crack Spread	ICE	8.46	↑ 0.61	

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	2,806.52	↓ -13.48
FTSE 100	United Kingdom	5,733.73	↓ -170.32
DAX	Germany	10,328.73	↓ -213.93
SH Composite	China	2,870.34	↓ -27.71
CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.22	↓ 0.00
€/\$	European Union	1.08	↓ 0.00
\$/JPY ¥	Japan	107.15	↑ 0.13
\$/CNY ¥	China	7.09	↑ 0.00

NEW YORK LONDON HOUSTON PERTH ATHENS SINGAPORE GUANGZHOU