

Wednesday, May 27, 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	59,900	95,700	
Suezmax, 130	WAF-UKC	28,800	53,700	
Aframax, 70	CAR-USG	10,500	48,300	
Panamax, 50	CAR-USG	34,900	45,600	
CLEAN TANKER (KT - \$/day)	Voyage	Spot TCE earnings	2020 avg. rate	10 day trend
MR, 37	UKC-USAC	13,600	26,100	
MR, 38	USG-UKC	11,200	17,700	
LR1, 55	AG-FE	26,700	37,200	
LR2, 75	AG-FE	32,900	53,800	
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	40,000		60.0	50.0
Aframax, 80-130	26,500		50.0	39.0
LR2, 80-130	27,500		52.0	40.0
LR1, 60-80	26,500		42.0	31.0
MR, 42-60	17,000		34.5	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	62,368	66,547	
LNG (\$/day) as of 21-May-2020	Weekly spot rate	Sentiment	Current month rate	2020 avg. rate
160M3 Tri-fuel diesel electric (West)	34,000	Flat	34,750	54,143
138-150M3 Steam turbine (West)	25,000	Flat	25,250	41,857
160M3 Tri-fuel diesel electric (East)	32,000	Flat	32,750	48,524
138-150M3 Steam turbine (East)	23,000	Flat	23,250	36,810
LPG (KT)	Spot rate (\$/mt)	Spot TCE rate (\$/day)		
VLGC, 44 (AG-Japan)	34.20	22,933		
BUNKERS (\$/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	252.5		200.0	272.0
Rotterdam	250.0		191.5	271.5
Singapore	277.0		205.5	296.5

## DEVELOPMENTS

**Oil prices climb, bolstered by ongoing supply curbs.** Oil prices rose on Tuesday, supported by signs that producers are following through on commitments to cut supplies and as fuel demand picks up with coronavirus restrictions easing.

Reuters May 27, 2020

**Ukraine government approves memorandum on U.S. LNG.** Ukraine's government on Wednesday approved a memorandum on the prospect of importing at least 5.5 billion cubic metres (bcm) of liquefied natural gas (LNG) a year from the United States, according to a televised meeting.

Reuters May 27, 2020

**Natural Gas Futures Called Lower as Traders Continue Watching LNG, Production.** With natural gas traders continuing to monitor production and export declines, along with signs of demand recovery as coronavirus-related lockdowns ease, futures were trading a few cents lower early Wednesday.

Natural Gas Intel May 27, 2020

**U.S. LNG Investment Suffers As Demand Dwindles.** U.S. natural gas exports are starting to run into trouble, with dozens of shipments canceled because of weak demand. Roughly 45 LNG cargoes scheduled for export in July from U.S. ports were recently canceled by customers, according to S&P Global Platts

OilPrice.com May 27, 2020

**'Dreadful week' for VLGCs as rate plunge reaches 63%.** Another bad week for VLGCs has seen spot rates fall 63% compared to the end of April. Daily numbers have now plunged to just below \$20,000 per day, down from \$28,000 last week. That's a decline from more than \$60,000 a month ago.

Tradewinds News May 27, 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	35.38	↓ -0.15
WTI	NYMEX	\$/bbl	33.63	↑ 0.38
PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	104.43	↑ 0.61
Heating Oil	NYMEX	¢/gal	98.50	↑ 0.30
NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	\$/MMBtu	1.80	↑ 0.07
UK National Balancing Point	ICE	\$/MMBtu	1.20	↓ -0.51
NATURAL GAS LIQUIDS	Source	Last Price (¢/gal)	Last Price (\$/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	NYMEX	41.28	215.09	↓ -2.75
PRICE SPREADS (\$/bbl)	Source	Last price	Δ Prior day close	
ICE RBOB Gasoline/Brent Crack Spread	ICE	9.04	↓ -0.03	

## MARKETS, ( 8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	3,007.02	↑ 51.57
FTSE 100	United Kingdom	6,067.76	↑ 74.48
DAX	Germany	11,504.65	↑ 113.37
SH Composite	China	2,846.55	↑ 28.58
CURRENCIES	Region/Country	Last value	Δ Prior day close
£/\$	United Kingdom	1.23	↑ 0.02
€/\$	European Union	1.10	↑ 0.01
\$/JPY ¥	Japan	107.59	↓ -0.10
\$/CNY ¥	China	7.13	↓ 0.00

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