Poten & Partners - Daily Briefing

POTEN & PARTNERS

SHIPPING RATES & BUNKERS (9:30 am ET) — Wednesday, February 2, 2022

Spot TCE earnings for vessels using compliant fuel (no scrubbers)

DIRTY TANKER (KT - $/day)	Voyage	Spot TCE earnings	2021 avg. rate	10 day trend
VLCC, 270	AG-FE	-7,000	-3,500	
Suezmax, 130	WAF-UKC	-3,700	-6,800	
Aframax, 70	CAR-USG	1,600	3,000	
Panamax, 50	CAR-USG	16,300	9,900	

CLEAN TANKER (KT - $/day)	Voyage	Spot TCE earnings	2021 avg. rate	10 day trend
MR, 37	UKC-USAC	5,300	5,700	
MR, 38	USG-UKC	-7,600	-5,000	
LR1, 55	AG-FE	800	2,700	
LR2, 75	AG-FE	-2,000	4,200	

TIME CHARTER (KDWT)	1yr eco vessel rate ($/day)	Yearly trend	Newbuild price ($M)	Secondhand 5yr old price ($M)
VLCC , 200+	20,250		109.0	69.0
Suezmax, 130-200	20,000		72.0	47.0
Aframax, 80-130	19,500		62.0	42.0
LR2, 80-130	19,500		64.0	44.0
LR1, 60-80	15,500		50.0	30.0
MR, 42-60	15,000		41.0	30.0
Handymax. 30-42	13,500		36.0	24.5

US FLAG (KT - $/day)	Voyage	Weekly spot rate	2022 avg. rate	10 week trend
Handy, 38	USG-USAC	57,961	57,866	

LNG ($/day) as of 28-January-2022	Weekly spot rate	Sentiment	Current month rate	2022 avg. rate
160M3 Tri-fuel diesel electric (West)	35,000	Decreasing	42,500	42,500
138-150M3 Steam turbine (West)	25,000	Decreasing	27,500	27,500
160M3 Tri-fuel diesel electric (East)	40,000	Decreasing	52,500	52,500
138-150M3 Steam turbine (East)	30,000	Decreasing	35,000	35,000

LNG Spot Index Assessment - Baltic	Spot rate ($/day)	Last Price	Δ Prior assessment day close
BLNG1g (Gladstone / Tokyo RV)	14,582	15,815	-1,233
BLNG2g (Sabine / UK Cont RV)	40,401	7,165	33,236
BLNG3g (Sabine / Tokyo RV)	9,054	7,836	1,218

LNG Spot Index Assessment - Spark	Spot rate ($/day)	Last Price	Δ Prior assessment day close
Spark25S (NWS / Tianjin)	23,000	27,000	-4,000
Spark30S (Sabine Pass / Gate)	14,750	14,500	250

LPG (KT)	Spot rate	($/mt)	Spot TCE rate ($/day)
VLGC, 44 (AG-Japan)		52.07	25,442

BUNKERS ($/mt)	VLSFO	10 day trend	HSFO	MGO
US Gulf	674.0		550.0	858.0
Rotterdam	662.5		513.0	798.0
Singapore	691.0		525.5	800.0

COMMODITIES, (8:30 am CT)

CRUDE	Source	Unit	Last price	Δ Prior day close
Brent	ICE	$/bbl	89.10	-0.06
WTI	NYMEX	$/bbl	87.98	-0.22

PRODUCTS	Source	Unit	Last price	Δ Prior day close
RBOB Gasoline	NYMEX	¢/gal	259.50	1.98
Heating Oil	NYMEX	¢/gal	275.20	1.08

NATURAL GAS	Source	Unit	Last price	Δ Prior day close
US Henry Hub	NYMEX	$/MMBtu	5.35	0.60
UK National Balancing Point	ICE	$/MMBtu	24.91	0.51

NATURAL GAS LIQUIDS		Last Price (¢/gal)	Last Price ($/mt)	Δ Prior day close (¢/gal)
US Mont Belvieu Propane (Spot)	NYMEX	130.50	679.91	1.00

PRICE SPREADS ($/bbl)			Last price	Δ Prior day close
ICE RBOB Gasoline/Brent Crack Spread	ICE		23.91	0.67

DEVELOPMENTS

Oil climbs close to seven-year high as OPEC+ sticks to output plan. Oil prices jumped on Wednesday, closing in on a seven-year high, after OPEC+ stuck to its planned output increase despite pressure from top consumers to raise production more quickly.

Reuters February 2, 2022

Column: Europe's gas storage more comfortable after mild January. European gas traders are now much more confident the region's inventories will remain sufficient through the end of winter, avoiding a price spike or the need for governments to introduce rationing.

Reuters February 2, 2022

US approaches a year without any LNG cargo cancellations amid strong demand. Nearly a year has passed without US liquefaction terminals reporting any cargo cancellations amid a nearly fivefold jump in FOB Gulf Coast cargo values.

Hellenic Shipping News February 2, 2022

First cargo expected at KARMOL's Senegal FSRU this quarter. A first LNG cargo is scheduled to arrive in weeks at joint venture KARMOL's newly installed floating storage and regasification unit (FSRU) off Senegal in West Africa after a delay of more than six months.

TradeWinds News February 2, 2022

UPCOMING WEBINARS & AVAILABLE STREAMS

Webinar | February 9th: LNG Contracting: Current Trends and Expectations for 2022 . Join Jason Feer, Poten's Global Head of Business Intelligence as he analyzes a record year of contracts and looks ahead to trends expected in 2022 in the February installment of our LNG Webinar Series.

Topics to be addressed include:

- Are there changes ahead in pricing and other terms for long-term supply?
- Which countries are providing the long-term demand the industry needs to develop new capacity?
- Which projects were most active in signing contracts and does that bring them closer to FID?

On-Demand Webinar | January 12th: 2022 LNG Market Preview: More Volatility Likely Ahead. Stream now Poten & Partners' LNG webinar series as we address the outlook for markets on January 12.

MARKETS, (8:30 am CT)

EQUITIES	Region/Country	Last value	Δ Prior day close
S&P 500	United States	3,684.66	-71.41
FTSE 100	United Kingdom	7,225.57	-5.87
DAX	Germany	15,479.77	-141.95
SH Composite	China	3,661.53	-19.56

CURRENCIES	Region/Country	Last value	Δ Prior day close
£/$	United Kingdom	1.32	0.00
€/$	European Union	1.13	0.00
$/JPY ¥	Japan	113.68	0.12
$/CNY ¥	China	6.37	0.00