

Tanker Freight Report

11 June 2024

The nine OPEC members subject to quotas boosted crude oil output by 100 kb/d in May, driven by Nigeria and Iraq, pushing the group 320 kb/d above their collective targets, while the bloc's Russia-led allies cut production, the Platts survey from S&P Global shows. With Russia, Kazakhstan and Mexico among the non-OPEC allies seeing cuts to output, the alliance's overall production slid 40 kb/d month on month to 41 mb/d, the survey found. The producers' alliance is battling to shore up the oil market amid surging production in non-OPEC+ countries like the US, Canada and Guyana, sticky inflation and weak economic indicators in China, making compliance with quotas a growing point of tension in recent months. Non-compliant Gabon and the UAE also increased production slightly, leaving both 50,000 b/d over their respective targets.

The Swiss-owned Tavvish and German-owned Norderney container ships were damaged by Iran-backed Houthi anti-ship ballistic missiles fired within the last 24 hours, the US Central Command said on June 10. Tavvish is destined for Djibouti and is owned by MSC Mediterranean Shipping while Norderney is headed for Dubai's Jebel Ali and is owned by Briese Schifffahrts, as per S&P Global. The attacks in the Gulf of Aden off Yemen occurred over June 8 to June 9, causing fires. "Damage control is underway," incident occurred 70 nautical miles southwest of Aden, no one was hurt and that the ships are proceeding to its next port of call. A handful of Houthi attacks have resulted in serious casualties, including the sinking of the 32,211-dwt general cargo ship Rubymar, and the deaths of three seafarers aboard the 50,448-dwt bulk carrier True Confidence.

Crude & Dirty Tankers

Routes	VLCC	Comments	USD/Day	Change
TD2	Middle East Gulf to South East Asia		33,700	-350
TD3	Middle East to East Asia		31,150	-450
TD15	WAF to East Asia		37,050	-100
TD22	US Gulf to East Asia	Lumpsum	8,425,500	-650
Average VLCC			36,850	-400

Routes	SUEZMAX	Comments	USD/Day	Change
TD 6	Black Sea to Mediterranean		50,300	-100
TD 20	West Africa to UK / ARA / Continent		43,950	500
TD 23	Middle East Gulf to Mediterranean		46,150	-350
Average Suezmax			47,150	250

Routes	AFRAMAX / DPP	Comments	USD/Day	Change
TD7	North Sea to NW Europe		66,050	-750
TD8	Middle East Gulf to SE Asia		54,550	-3,300
TD9	Caribbeans to US Gulf		63,900	1,700
TD14	SE Asia to ANZ		43,750	-20
TD18	Baltic to UK - Continent	30,000 MT	38,850	150
TD19	Cross Mediterranean		53,800	-1,950
TD21	Caribbeans to US Gulf	50,000 MT	24,300	-700
TD25	USGC to ARA		56,050	1,600
TD26	EC Mexico to US Gulf		73,550	-20
Average Aframax			57,950	-250

Clean Product Tankers

Routes	LR CPP	Comments	USD/Day	Change
TC1	Middle East Gulf to North Asia	LR2	47,200	-1,450
TC5	Middle East Gulf to North Asia	LR1	42,450	-1,050
TC8	Middle East Gulf to UK-Continent	LR1	55,400	0
TC15	Euro Med to SE Asia LR2 - Lumpsum	4,000,000	20,900	-350
TC16	Europe to WAF	LR1	28,950	-100
TC 20	MEG to UK/Cont - LR2 - Lumpsum	5,887,500	71,700	-3,750
Average LR			48,500	-1,200

Routes	MR CPP	Comments	USD/Day	Change
TC2	Europe to US Atlantic coast		12,800	150
TC6	X-Med	Handy	28,950	-450
TC7	Singapore to East Coast Australia		41,900	-50
TC10	North Asia to West coast America		51,800	250
TC11	North Asia to SE Asia		45,150	50
TC12	Middle East Gulf / WCI to North Asia		31,050	-300
TC14	US Gulf to Continent		25,050	-2,300
TC17	Persian Gulf to EAF		43,950	-500
TC18	US Gulf to Brazil		37,500	-2,000
TC19	NW Europe to WAF		17,450	200
TC21	US Gulf to Caribbean Lumpsum	1,007,100	39,850	-9,150
TC 22	Korea to South Australia		44,250	-500
TC 23	ARA to UK Continent	Handy	16,650	-1,250
MR Atlantic Basket			35,100	-1,950
MR Pacific Basket			51,000	-250
Average MR			35,150	-1,250

Tankers - TC rate indication - USD / Day >> 1 year period									
VLCC Eco	VLCC	Suezmax	Aframax	LR2	LR1	MR Eco	MR	Handy	STST-J19
\$48,000	\$42,000	\$42,000	\$42,000	\$42,000	\$40,000	\$30,000	\$28,500	\$27,000	\$19,250

Sale and Purchase	Non Scrubber fitted, Non Ice, Built at Standard First class yard, SS Done			
Vessel Type	VLCC - 300 Kt Dwt	Suezmax 160Kt Dwt	Aframax 115Kt Dwt	MR 50 Kt Dwt - IMO
Million USD - 5 Year	\$ 109 - 110 M	\$ 82 - 83 M	\$ 72 - 73 M	\$ 46 - 47 M
Million USD - 10 Year	\$ 83 - 84 M	\$ 67 - 68 M	\$ 58 - 59 M	\$ 38 - 39 M

Crude - ICE	USD	Change
Brent	81.57	2.10
WTI	77.77	2.37
HFO - 3.5%	USD	Differential
East (SG / HK / FUJ)	514	76.7
West (ARA/Hou/NY)	484	83.3

Bunker Port	VLSFO	Change	MGO	Change
Singapore	582.0	1.0	706.0	4.0
Hongkong	605.0	-3.0	723.0	1.0
Fujairah	584.0	-2.0	841.0	8.0
Rotterdam	534.0	3.0	727.0	6.0
Houston	567.0	-4.0	726.0	-1.0