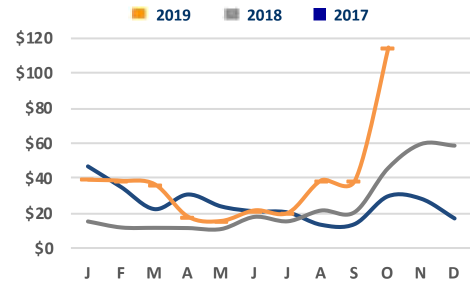
WEBER WEEKLY TANKER REPORT

WEEK 44 – 1 November 2019 **ISSUE 44 – 2019**

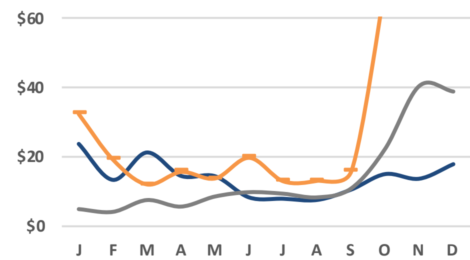
Spot Market	WS/LS	TCE	WS/LS	TCE
VLCC (13.0 Kts L/B)	Week Ending 25-Oct		Week Ending 01-Nov	
AG>USG 280k	65.00	--	60.80	--
AG>SPORE 270k	101.50	$50,277	91.60	$75,151
AG>JPN 265k	99.00	$50,328	89.50	$76,243
AG>CHINA 270k	103.00	$52,795	92.00	$73,473
WAFR>CHINA 260k	102.50	$87,265	97.60	$81,681
USG>SPORE 275k	10.50m	$91,656	10.00m	$85,904
AG>USG/USG>SPORE/AG	--	$135 920	--	$126,895
VLCC Average Earnings		*$67,131*		*$81,636*
SUEZMAX (13.0 Kts L/B)				
WAFR>USG 130k	155.50	$69,930	131.50	$56,209
WAFR>UKC 130k	160.50	$65,259	135.00	$51,354
BSEA>MED 140k	183.50	$101,266	159.50	$83,535
CBS>USG 150k	142.00	$76,928	133.00	$70,131
USG>UKC 150k	119.00	$57,505	108.00	$49,888
CBS>USG/USG>UKC/WAFR	--	$73,298	--	$64,859
AG>USG 140k	115.50	$41,373	86.50	$43,473
USG>SPORE 130k	5.78m	--	5.74m	--
AG>USG/USG>SPORE/AG	--	$62,297	--	$73,284
Suezmax Average Earnings		*$65,354*		*$54,863*
AFRAMAX (13.0 Kts L/B)				
N.SEA>UKC 80k	165.00	$65,254	117.00	$30,080
BALT>UKC 100k	138.00	$56,265	103.70	$34,301
CBS>USG 70k	203.00	$49,340	176.00	$39,533
USG>UKC 70k	178.50	$40,764	158.00	$33,704
CBS>USG/USG>UKC/NSEA	--	$72,895	--	$61,047
MED>MED 80k	157.50	$45,900	118.00	$27,660
AG>SPORE 70k	190.00	$23,499	173.00	$39,746
Aframax Average Earnings		*$50,843*		*$37,349*
PANAMAX (13.0 Kts L/B)				
CBS>USG 50k	209.00	$32,749	165.50	$21,899
CONT>USG 55k	164.00	$29,364	131.80	$20,260
ECU>USWC 50k	220.00	$32,340	220.00	$32,265
Panamax Average Earnings		*$30,028*		*$21,332*
LR2 (13.0 Kts L/B)				
AG>JPN 75k	229.30	$35,959	169.70	$39,165
AG>UKC 80k	3.57m	$47,136	3.08m	$37,465
MED>JPN 80k	3.59m	$44,252	2.89m	$31,821
AG>UKC/MED>JPN/AG	--	$54,128	--	$41,178
LR2 Average Earnings		*$42,009*		*$40,015*
LR1 (13.0 Kts L/B)				
AG>JPN 55k	178.13	$11,077	155.25	$23,939
AG>UKC 65k	2.42m	$28,624	2.19m	$24,029
UKC>WAFR 60k	152.38	$26,449	133.25	$21,118
AG>UKC/UKC>WAFR/AG	--	$34,645	--	$29,131
LR1 Average Earnings		*$22,861*		*$26,535*
MR (13.0 Kts L/B)				
UKC>USAC 37k	151.50	$14,935	153.50	$15,236
USG>UKC 38k	113.00	$9,083	94.00	$5,325
USG>UKC/UKC>USAC/USG	--	$24,293	--	$21,030
USG>CBS (Pozos Colorados) 38k	507k	$16,923	456k	$13,427
USG>CHILE (Coronel) 38k	1.47m	$23,717	1.30m	$18,904
CBS>USAC 38k	132.00	$13,716	126.00	$12,396
WCIND>JPN/ROK>SPORE/WCIND	--	$12,270	--	$21,659
MR Average Earnings		*$17,767*		*$17,667*
Handy (13.0 Kts L/B)				
MED>EMED 30k	179.80	$25,038	170.70	$22,425
SPORE>JPN 30K	206.00	$6,123	183.00	$15,844
Handy Average Earnings		*$12,932*		*$18,213*

Average Earnings weighted proportionally to regional activity share of each size class' worldwide market (including routes not necessarily shown above).

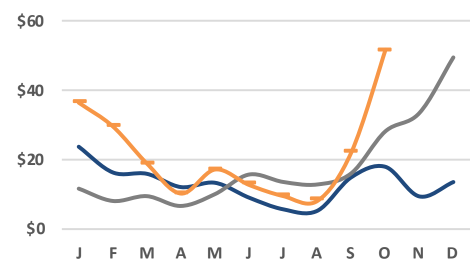
Time Charter Market *$/day (theoretical)*	1 Year	3 Years
VLCC	$50,000	$37,000
Suezmax	$40,000	$30,000
Aframax	$27,000	$23,000
LR 1	$18,000	$17,000
MR	$17,000	$16,000
Handy	$15,000	$14,000



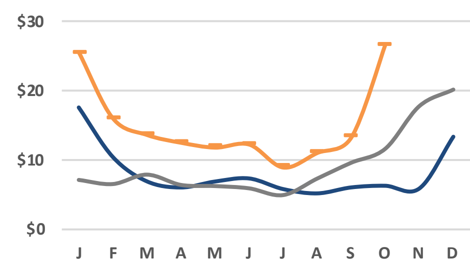
VLCC Average Earnings | **MTD Average** ~$81,636/Day | **Month y/y** ▲ +149%



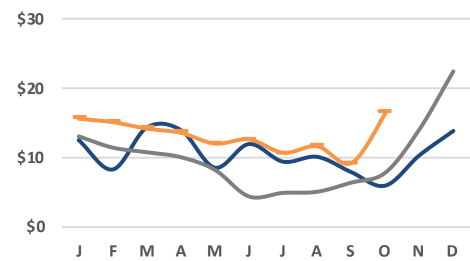
Suezmax Average Earnings | **MTD Average** ~$54,863/Day | **Month y/y** ▲ +213%



Aframax Average Earnings | **MTD Average** ~$37,349/Day | **Month y/y** ▲ +83%



Panamax Average Earnings | **MTD Average** ~$21,332/Day | **Month y/y** ▲ +128%



MR Average Earnings | **MTD Average** ~$17,667/Day | **Month y/y** ▲ +112%

WEBER WEEKLY TANKER REPORT

SPOT MARKET SUMMARYs

VLCC

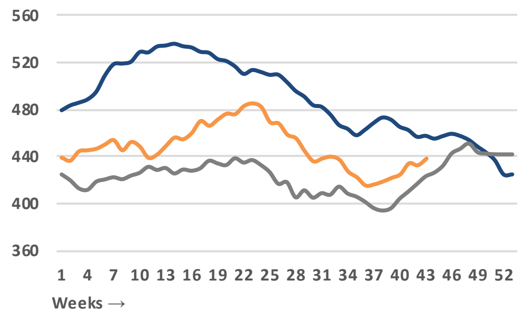
The Arabian Gulf Oct 28 – Nov 1

Although we saw a moderate pace of activity this week, much of it was under the radar and made the inquiry seem more sluggish than it actually was. Those Charterers that did enter the market saw sufficient audiences and looked to push rates south. Despite the seemingly lethargic pace and sufficient avails, Owners showed a strong resistance to lower levels; minimizing any fall in rates. Additionally an uptick in Atlantic activity towards week's end further stabilized the sentiment.

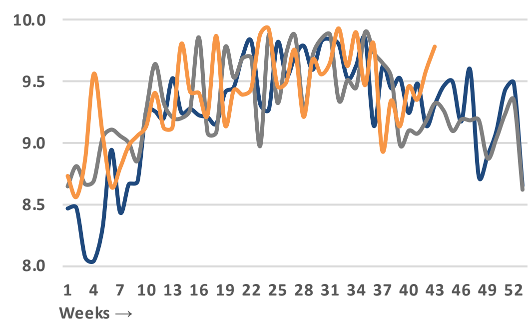
Eastbound rates softened marginally, as TD3 dipped from the mid to low ws90's, the latest fixture at ws90 for China discharge on modern tonnage. This yields a tce of about $72,000 per day. Activity on distressed tonnage was less active, but did see a ship with only a bunker SIRE fix a voyage to China at ws82.5.
Westbound business continued untested, but rates are arguably in the ws50's as triangulation still shows the highest possible returns, keeping the longer voyage in favor as a positioning voyage to get to the USG. AG to the USG followed by USG to Singapore (basis ws55 and $10.0 mil) yields a tce of about $120,000 per day.

Position list and Cargo Avails

There were 32 fresh fixtures to report this week, bringing the November cargo tally to 90, leaving some 5-10 cargoes to go through the first decade. This compares to a position list with some 30 available vessels over that same period.



US Crude Stocks (EIA) — Last Week 438.9 MnBbls — Week y/y ▲ +3.8%



US Gasoline Demand (EIA) — Last Week 9.784 MnB/d — Week y/y ▲ +4.9%

2019 2018 2017

Suezmax

Suezmax rates continued their downward trend across the board off the back of slow demand and a bloated tonnage list. In West Africa, charterers continue to drip feed their 2nd decade programs while challenging last done levels with relative ease. TD20 route took a massive stumble this week down 37.5pts to ws110, which yields a TCE of roughly ~$41,100.00/day, which is down ~$20,000/day on the week. The Black Sea-Med market continues to limp along as lower demand have caused freight to slip 15pts points down on the week to 135k MT x ws140 - ~$65,500/day. In the USG/CBS region, weaker demand for East allowed rates to slump lower down to the mid to high $5's M (depending on load region) to Spore. The preferred USG/TA voyage also witnessed testing as 145k MT x ws90 was achieved to close the week out. BDTI – TD20 ended the week settling at 109.09 which is down (-38.64) from this time last week.

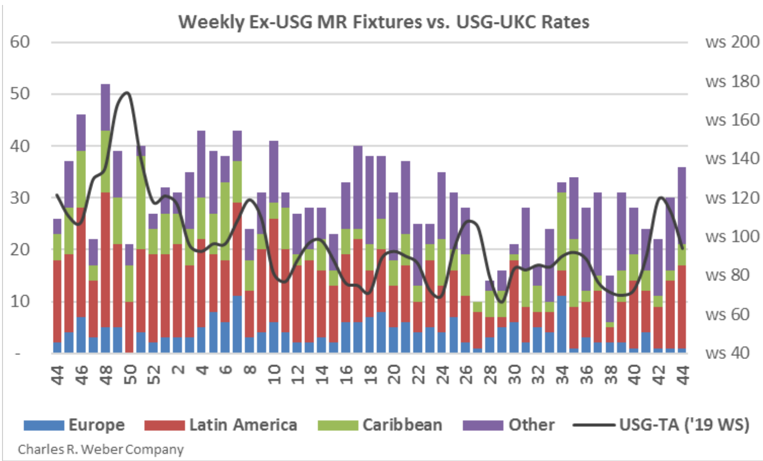
Aframax

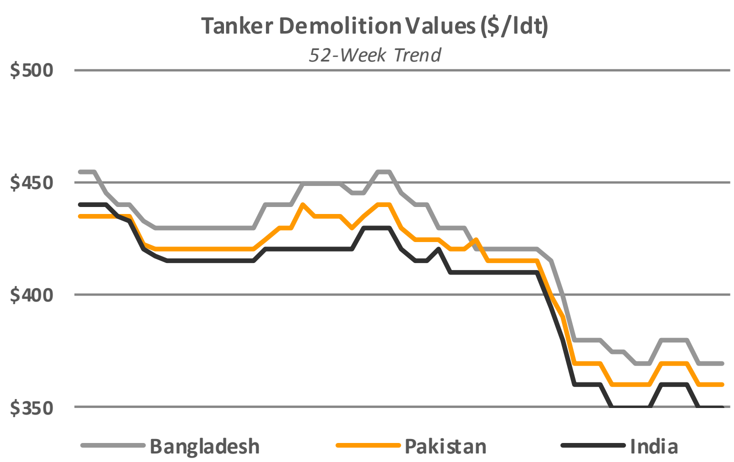
In the USG/Caribs markets, rates remained sideways through the week with TD9 trading at ws170 and TD25 trading at ws160. TCEs remain strong with ECMEX/USG voyages earning close to 40k USD/day and USG/Rotterdam earning nearly 70k USD/day on one way voyages. Despite the week finishing quietly, market sentiment remains poised as spot tonnage is lacking across the region. Next week should be a good indicator on where the market will move as additional tonnage is expected to open up over the weekend and if enquiry remains soft we could see rates take a slight hit early on.

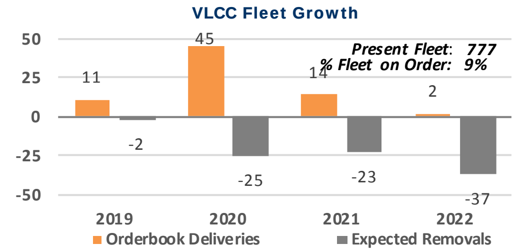
European markets are on the same trend as previous weeks. The market continues to soften as enquiry fails to keep up with the growing lists. TCEs are fetching less than 20k USD/day for Cross Med and Baltic/UKC trades. North Sea/UKC trades saw some action this week after two days of busy fixing, however not enough to push the market in the other direction. Owners are remaining optimistic as the end of the year is in sight and are confident that rates will find some stability before the holiday season kicks in.

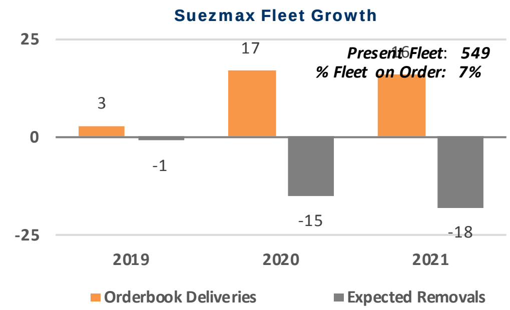
MR

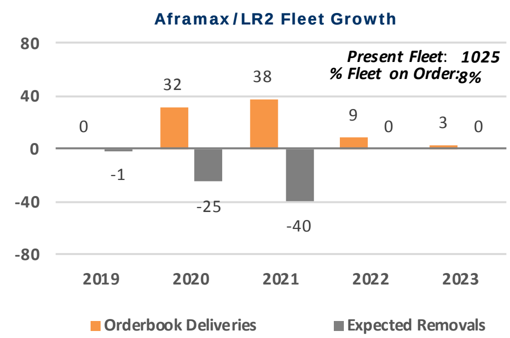
Positive gains in Europe based mainly on West African demand has helped tc2 rates hold steady at present 37 x ws 157.5 levels. Although the majority of the fixing took place earlier in the week, the solid sentiment should prevail with carryover until Monday. That being said, LRs in Europe have taken a "hit" which may lead to further competition for MRs and keep a lid on any further dramatic rise. The USG made some large strides as a tightening list combined with increased cargo flow following the end of refinery turnaround has kept sentiment firm. Tc14 benchmarks have jumped to 38 x ws 110, while south American bound cargoes have risen to 1.5 levels for Chile and an untested ws 175 for brazil. Expectations are for rates to continue to climb particularly for longer haul voyages as we edge towards the end of the year.

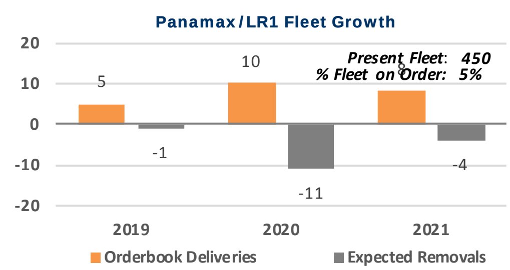


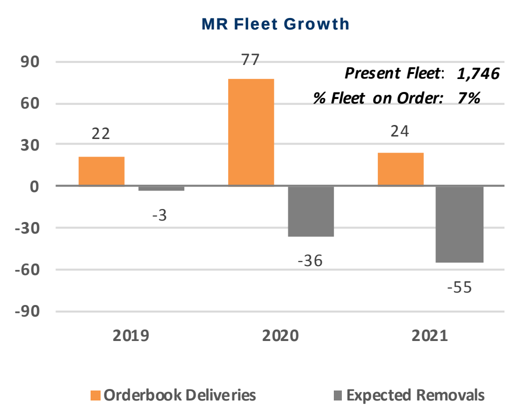












Charles R. Weber Company, Inc.

3 Greenwich Office Park,
Greenwich, CT 06831
Tel: +1 203 629-2300

1001 McKinney Street, Suite 475
Houston, TX 77002
Tel: +1 713 568-7233
www.crweber.com