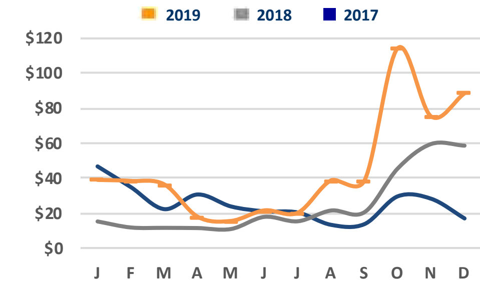
WEBER WEEKLY TANKER REPORT

WEEK 49 – 6 December 2019 | **ISSUE 49 – 2019**

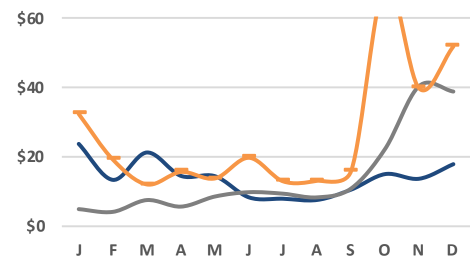
Spot Market	WS/LS	TCE	WS/LS	TCE
VLCC (13.0 Kts L/B)	Week Ending 22-Nov		Week Ending 6-Dec	
AG>USG 280k	51.80	--	58.00	--
AG>SPORE 270k	95.80	$84,680	95.70	$84,914
AG>JPN 265k	92.80	$85,053	93.40	$86,078
AG>CHINA 270k	96.30	$82,861	95.70	$82,508
WAFR>CHINA 260k	98.70	$84,837	95.30	$81,617
USG>SPORE 275k	9.54m	$83,088	9.95m	$87,872
AG>USG/USG>SPORE/AG	--	$116 387	--	$126,451
VLCC Average Earnings		*$86,979*		*$88,346*
SUEZMAX (13.0 Kts L/B)				
WAFR>USG 130k	116.00	$48,841	126.00	$54,672
WAFR>UKC 130k	121.00	$45,188	131.00	$50,672
BSEA>MED 140k	132.00	$63,969	141.00	$70,692
CBS>USG 150k	128.00	$67,600	144.00	$79,493
USG>UKC 150k	90.50	$39,272	107.50	$50,893
CBS>USG/USG>UKC/WAFR	--	$55,235	--	$68,640
AG>USG 140k	52.00	$24,805	63.00	$30,745
USG>SPORE 130k	5.88m	--	6.74m	--
AG>USG/USG>SPORE/AG	--	$63,964	--	$75,722
Suezmax Average Earnings		*$45,748*		*$51,970*
AFRAMAX (13.0 Kts L/B)				
N.SEA>UKC 80k	190.00	$84,054	167.00	$67,155
BALT>UKC 100k	159.33	$70,432	129.00	$50,976
CBS>USG 70k	165.50	$36,802	192.00	$46,404
USG>UKC 70k	163.20	$36,495	167.00	$37,911
CBS>USG/USG>UKC/NSEA	--	$62,215	--	$67,848
MED>MED 80k	191.00	$62,127	185.50	$59,849
AG>SPORE 70k	162.00	$39,280	173.00	$42,975
Aframax Average Earnings		*$56,508*		*$55,385*
PANAMAX (13.0 Kts L/B)				
CBS>USG 50k	143.00	$17,289	153.50	$19,945
CONT>USG 55k	121.70	$18,304	154.00	$27,407
ECU>USWC 50k	239.00	$36,149	244.00	$36,753
Panamax Average Earnings		*$18,761*		*$24,092*
LR2 (13.0 Kts L/B)				
AG>JPN 75k	135.70	$31,553	151.90	$36,849
AG>UKC 80k	2.47m	$26,801	2.90m	$35,301
MED>JPN 80k	2.26m	$22,221	3.07m	$36,401
AG>UKC/MED>JPN/AG	--	$30,230	--	$43,055
LR2 Average Earnings		*$31,113*		*$38,916*
LR1 (13.0 Kts L/B)				
AG>JPN 55k	154.00	$26,183	150.50	$25,524
AG>UKC 65k	2.08m	$22,840	1.96m	$20,721
UKC>WAFR 60k	166.50	$31,045	187.00	$36,703
AG>UKC/UKC>WAFR/AG	--	$32,528	--	$33,511
LR1 Average Earnings		*$29,355*		*$29,517*
MR (13.0 Kts L/B)				
UKC>USAC 37k	164.38	$17,944	163.75	$17,872
USG>UKC 38k	121.88	$11,375	115.00	$10,155
USG>UKC/UKC>USAC/USG	--	$28,027	--	$26,776
USG>CBS (Pozos Colorados) 38k	562k	$21,152	531k	$19,180
USG>CHILE (Coronel) 38k	1.59m	$27,807	1.58m	$27,590
CBS>USAC 38k	165.00	$20,910	152.50	$18,482
WCIND>JPN/ROK>SPORE/WCIND	--	$25,373	--	$26,073
MR Average Earnings		*$23,265*		*$22,765*
Handy (13.0 Kts L/B)				
MED>EMED 30k	233.00	$40,118	258.20	$47,151
SPORE>JPN 30K	165.50	$15,206	174.00	$16,517
Handy Average Earnings		*$24,174*		*$27,545*

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

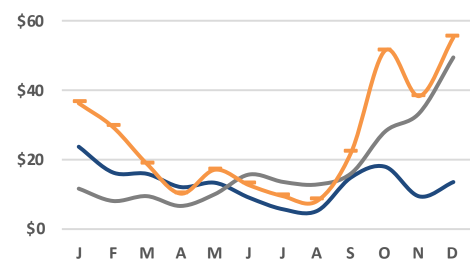
Time Charter Market $/day (theoretical)	1 Year	3 Years
VLCC	$48,000	$35,000
Suezmax	$38,000	$30,000
Aframax	$27,000	$22,000
LR 1	$17,500	$17,000
MR	$17,000	$17,000
Handy	$15,000	$14,000



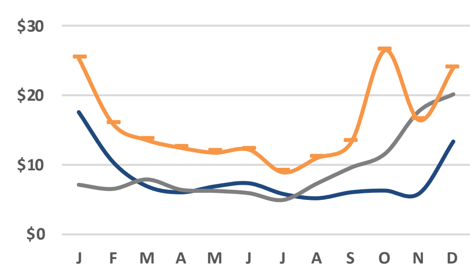
VLCC Average Earnings | **MTD Average** ~$88,346/Day | **Month y/y** +50%



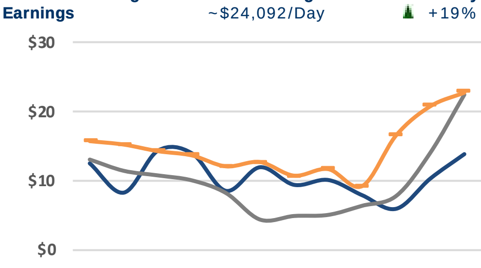
Suezmax Average Earnings | **MTD Average** ~$51,970/Day | **Month y/y** +33%



Aframax Average Earnings | **MTD Average** ~$55,385/Day | **Month y/y** +12%



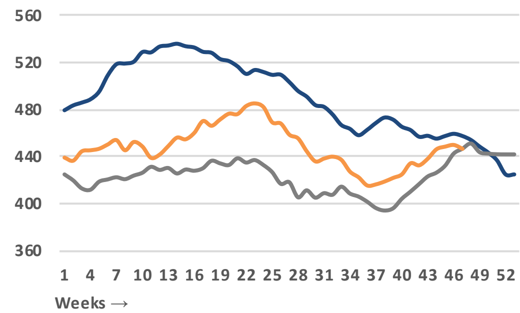
Panamax Average Earnings | **MTD Average** ~$24,092/Day | **Month y/y** +19%



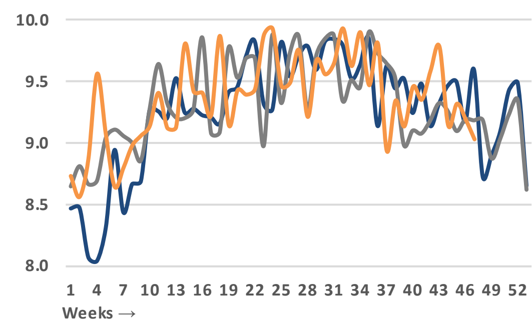
MR Average Earnings | **MTD Average** ~$22,765/Day | **Month y/y** +1%

SPOT MARKET SUMMARYs

VLCC



US Crude Stocks (EIA)	Last Week	Week y/y
	447.1 MnBbls	▲ +0.2%



US Gasoline Demand (EIA)	Last Week	Week y/y
	9.032 MnB/d	▼ -1.7%

<u>Arabian Gulf Dec 2 – 6</u>

Despite the holiday party weeks in New York and London having many out of the office, expectations were for a busier period, especially as Charterers have maintained a slow progression into the December cargo program. The anticipated inquiry took some time to develop however, and we initially saw some giveback in rates following a couple of quiet days. Owners, did maintain resistance and when the inquiry did appear, eastbound rates pushed back towards triple digits.

Eastbound rates started the week in the high ws90's for modern tonnage on TD3, dipped to a low of ws91.5 before rebounding back towards triple digits; the latest fixture at ws99.5 which yields a tce of about $87,000 per day. The older, distressed tonnage traded at the usual 5 to 7.5 point discount. At week's end, Owners of modern tonnage were holding out for triple digits. Westbound rates were largely untested, the last fixture at ws60 via the USG, done over a week ago, but is arguably around that level now. Triangulated business still shows the highest possible return as AG to the USG followed by USG to Singapore yields a tce of $110,000 per day over the two voyages.

<u>Position list and Cargo Avails</u>

There were 22 fresh fixtures to report this week, bringing the December cargo tally to 97, leaving another 45 to 50 cargoes to go through the remainder of the month. This compares to a position list with some 62 vessels available over that same period.

Suezmax

West Africa rates witnessed a modest uptick this week despite intraweek demand being relatively flat. The TD20 route rallied to an increase +17.5 pts off the back of improved market fundamentals and rising rates in alternative markets. TD20 TCE levels also showed a moderate increase on the week improving to just over ~$55,000/day (IFO 380) / ~45,900/day (0.5%). The BSEA – MED route also added +7.5 points on the week, which elevated TD6 up to 140k mt x ws145 and yielding a TCE of around ~$73,300/day (IFO 380) / ~$63,400/day (0.5%). In the USG/CBS region, weaker demand for East allowed charterers to test last done levels down to the mid to high $5's M (depending on load region) to Spore. The preferred USG-TA route was held in check this week as rates flat lined holding at ws107.5 basis 145k MT cargo size. BDTI - TD20 ended the week settling at 138.86 which is up (+18.86) from this time last week.

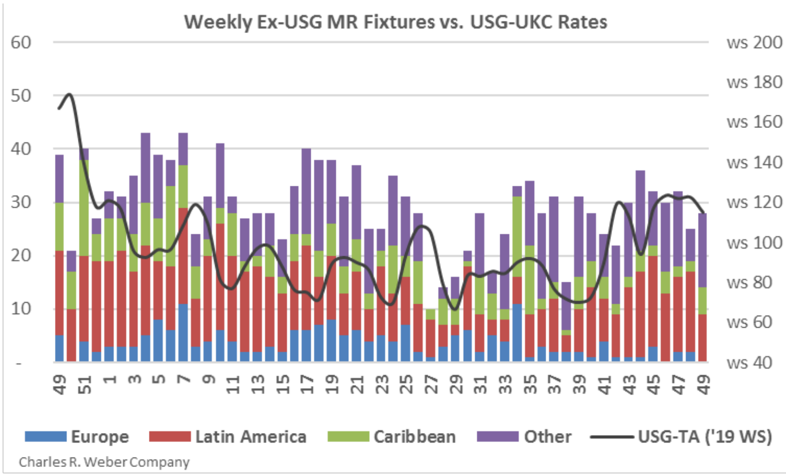
Aframax

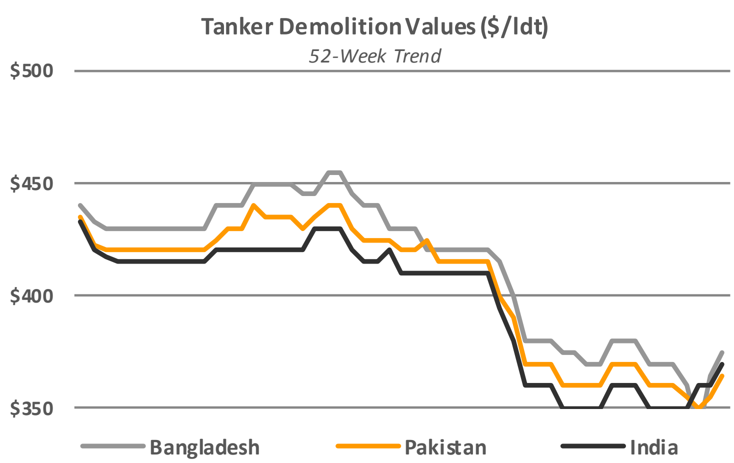
Despite the list not as tight as previous weeks, rates continued to trade strong through the week with TD9 at ws195+ and TD25 at 162.5 with TCE returns around 45k p/d and 64k p/d respectively. Attempts by charterers to test the market downward were met with heavy resistance from owners who succeeded at keeping the previous weeks' momentum rolling, and with Houston party week around the corner, many are optimistic the momentum will continue through the next week.

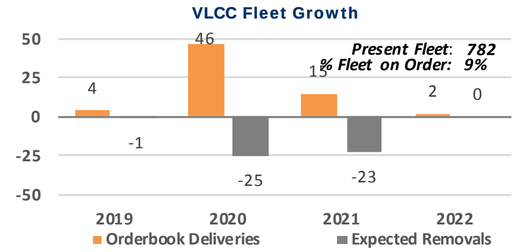
The European markets, although hovering in some areas, are trading strong as well. The Cross UKC market finished strong at ws180, up from ws160 earlier in the week, as enquiry picked up and started chipping away at available tonnage. The Balt/Cont routes were up 25 points from ws125 to ws150 with owners resisting last done levels with each fixture. Cross Med finished down from ws205 to ws 177.5 largely due to the list being in charterers favor however, the market did stabilize by the end of the week.

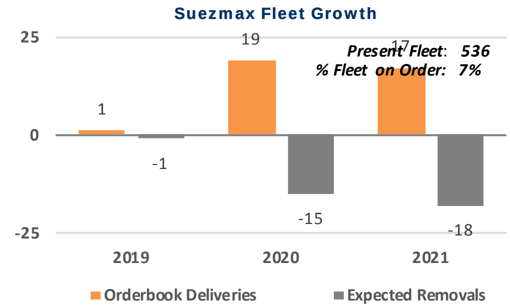
MR

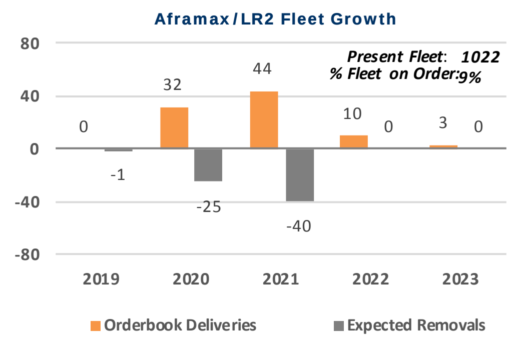
Ample tonnage combined with London party week had a dampening effect on both transatlantic and wafr destinations. Tc2 saw rates slide down to ws 160 while wafr was corrected to ws 190. Some believe we now have leveled off and market could be poised for an improvement early next week. Not much of a change in USG, as rates have held steady for the most part with long hauls rarely being tested. Shorter voyages took only a slight dip as owners looked to re-position prompter ships. All eyes on today's Petrobras market cargo for usg/brazil to determine the next direction.

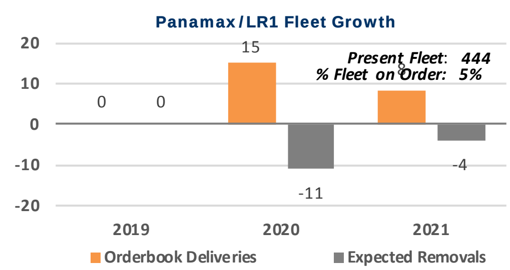


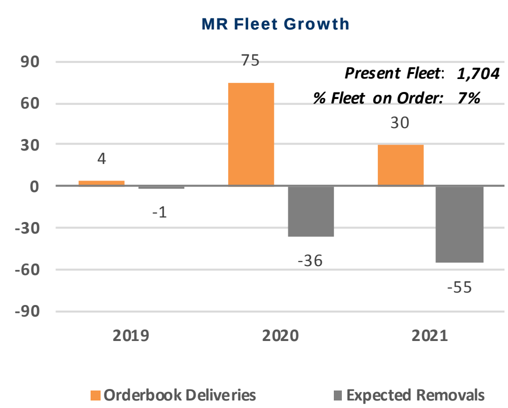












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