

FIS Fuel Oil Daily Morning Report

London +44 20 7090 1134 - info@freightinvestor.com | Singapore +65 6535 5189 - info@freightinvestor.asia | Shanghai +86 21 63012568

20 July 2022

Oil and Energy Market News

The US have reported a small build in their stockpiles of crude oil of 1.86 million barrels. However, this does not come as enough as WTI was trading up 1.32% on the day on Tuesday and Brent crude settled a little over 1% on the day. The Sep/Oct spread has traded to a backwardation of almost US\$4.50/bbl - highlighting the tightness that persists in the oil market.

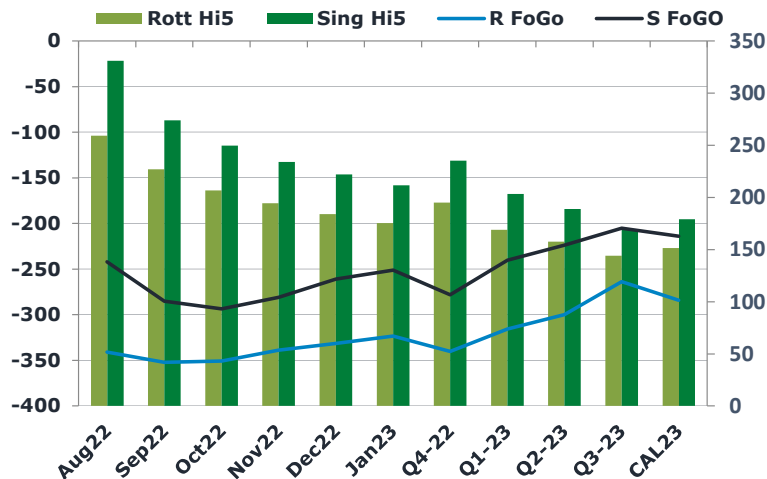
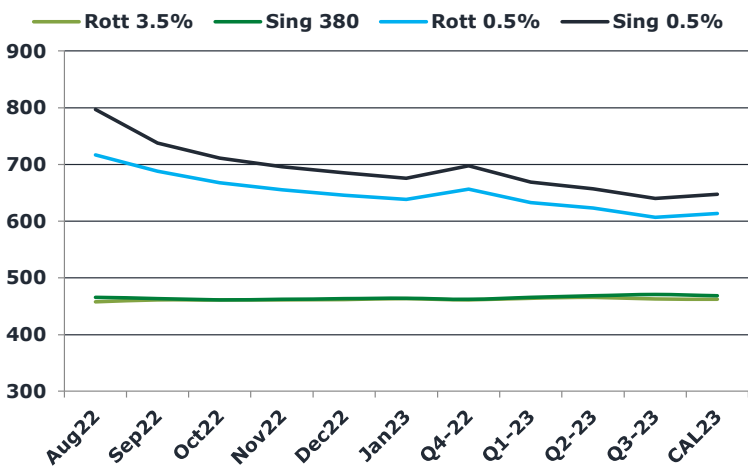
Iran is increasing its supply of crude that Venezuela is using to boost its refineries productivity to allow some freeing up for domestic oil exports.

Congo hydrocarbons minister has increased the amount of oil exploration blocks that it will auction next week from 16 to 27 in a response to the call from the West for increased oil production. Whilst this news might help market sentiment, the process of oil exploration and initial production is too long to aid with the current supply

Brent

106.07

	Barges 3.5 %	Sing 380cst	Rott 0.5%	Sing 0.5%	Sing Hi5
Aug22	457.50	465.50	716.60	796.60	331
Sep22	460.75	463.50	687.85	737.60	274
Oct22	460.75	461.25	667.60	711.10	250
Nov22	461.00	462.00	655.35	696.10	234
Dec22	461.75	463.00	645.85	685.10	222
Jan23	463.00	464.00	638.35	675.60	212
Q4-22	461.15	462.10	656.25	697.45	235
Q1-23	464.08	465.50	632.93	668.93	203
Q2-23	465.42	468.25	623.18	657.18	189
Q3-23	462.58	470.50	606.85	639.68	169
CAL23	462.08	468.17	613.64	647.35	179



Fuel Oil Market News

The volatility in the bunker fuels market in the wake of the Russia-Ukraine war shows no signs of unwinding with suppliers offering a wide spread of prices for the same grade of fuel from the same ports. Looking at VLSFO prices at the 20 leading global ports, there has been a spread of \$497/mt from highest and lowest price from January to June.

Reduced availability of natural gas across Europe from Russian cut offs might see a strong 1% FO in Q4 as demand increases to burn it for power.

The tightness in 0.5% Sing marine fuel remains, demonstrated by the upward momentum held by the Aug/Sep spread that was pegged at \$60/mt yesterday, up from \$58/mt on the previous day.

	Rott GOFO	Sing GOFO	R FoGo	S FoGo	Rott Hi5
Aug22	600.08	573.08	-341.00	-242.00	259
Sep22	579.34	559.44	-352.25	-285.25	227
Oct22	557.65	543.44	-350.75	-293.50	207
Nov22	533.04	514.75	-338.75	-280.75	194
Dec22	515.65	482.83	-331.50	-260.75	184
Jan23	498.71	462.83	-323.25	-251.25	175
Q4-22	535.45	513.48	-340.25	-278.25	195
Q1-23	484.37	443.70	-315.50	-240.25	169
Q2-23	457.44	412.64	-299.75	-223.75	158
Q3-23	407.94	374.38	-263.75	-205.25	144
CAL23	435.58	393.17	-284.00	-214.00	152

FIS Fuel Oil Daily Morning Report

London +44 20 7090 1134 - info@freightinvestor.com | Singapore +65 6535 5189 - info@freightinvestor.asia | Shanghai +86 21 63012568

20 July 2022

TIME SPREADS FUEL

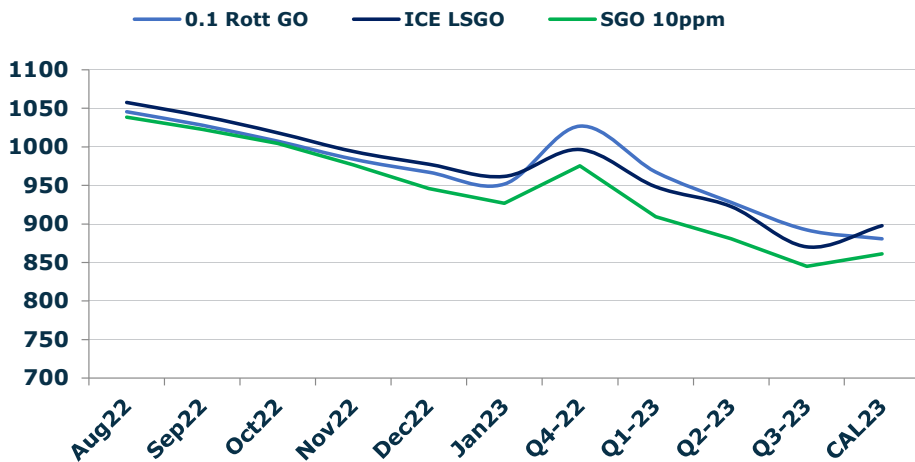
	Barges 3.5	S 380	Rott 0.5%	Sing 0.5%
Aug22/Sep22	-3.25	2.00	28.75	59.00
Sep22/Oct22	0.00	2.25	20.25	26.50
Oct22/Nov22	-0.25	-0.75	12.25	15.00
Nov22/Dec22	-0.75	-1.00	9.50	11.00
Dec22/Jan23	-1.25	-1.00	7.50	9.50
Q4-22/Q1-23	-2.93	-3.40	23.32	28.52
Q1-23/Q2-23	-1.33	-2.75	9.75	11.75
Q2-23/Q3-23	2.83	-2.25	16.33	17.50
CAL23/CAL24	19.00	11.95	30.6	0.00

GASOIL CURVES

	Rott 0.1	SGO 10ppm	ICE GO
Aug22	1045.6	1038.6	1057.6
Sep22	1028.1	1022.9	1040.1
Oct22	1007.4	1004.7	1018.4
Nov22	984.0	976.7	994.0
Dec22	967.4	945.8	977.4
Jan23	951.7	926.8	961.7
Q4-22	1027.0	975.6	996.6
Q1-23	967.7	909.2	948.5
Q2-23	928.1	880.9	922.9
Q3-23	892.6	844.9	870.5
CAL23	880.8	861.3	897.7

EW SPREAD

	EW380	EW0.5%
Aug22	8.00	80.00
Sep22	2.75	49.75
Oct22	0.50	43.50
Nov22	1.00	40.75
Dec22	1.25	39.25
Jan23	1.00	37.25
Q4-22	0.95	41.20
Q1-23	1.42	36.00
Q2-23	2.83	34.00
Q3-23	7.92	32.83
CAL23	6.13	33.71



Contact US:

Luke Longhurst

Email: lukel@freightinvestor.com

Mobile: (+44) 7966 968761

Jessie Deng

Email: jessied@freightinvestor.com

Mobile: (+86) 13524516743

Ricky Forman

Email: rickyf@freightinvestor.com

Mobile: (+44) 7868 708719

Jarryd Smith

Email: jarryds@freightinvestor.com

Mobile: (+65) 8798 4987

Sam Twyford

Email: samt@freightinvestor.com

Mobile: (+44) 7729 118643

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com