

## 31 August 2022

### Oil and Energy Market News

Oil is headed for a third monthly decline which will be the longest downward run since 2020 amid fears of tighter monetary policy and slowdown in the world's largest economies like China and USA. The Brent crude October contract, which expires tomorrow, traded down \$3.83 to a low of \$95.44/bbl, following yesterday's \$5.78 loss.

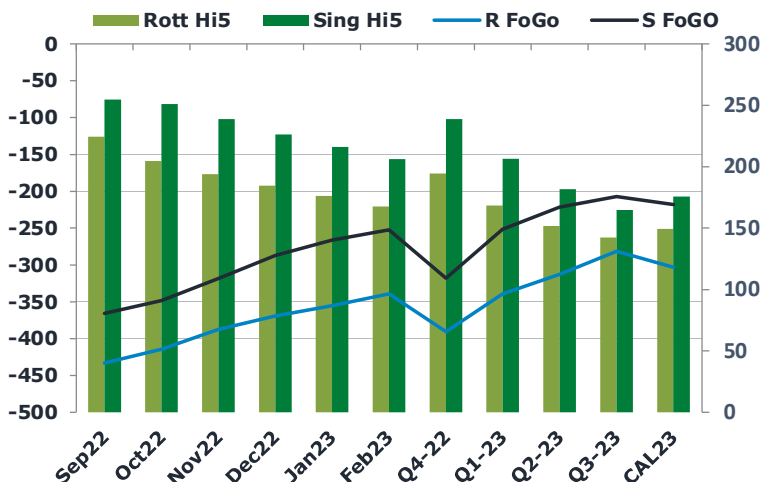
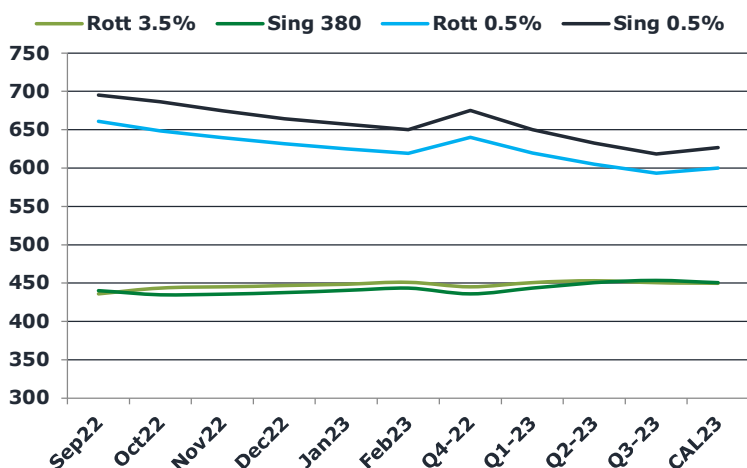
OPEC have reviewed their prediction for the oil surplus on the market this year and risen the figure by 100,000bpd to see a market surplus of 900,000bpd for 2022. This prediction amongst the downward spiralling prices might encourage OPEC further to cut output.

Global oil companies are favouring new investment into offshore drilling opposed to on land shale drilling sites. Offshore sites are more expensive to build but in the long run, they turn profits at lower prices than other forms of oil production.

### Brent

97.11

	Barges 3.5 %	Sing 380cst	Rott 0.5%	Sing 0.5%	Sing Hi5
Sep22	436.10	440.10	660.55	694.85	255
Oct22	443.60	434.85	648.30	685.85	251
Nov22	445.10	435.60	639.05	674.60	239
Dec22	446.60	437.60	631.30	664.10	227
Jan23	448.60	440.35	624.80	656.60	216
Feb23	451.10	443.35	618.80	649.60	206
Q4-22	445.10	436.00	639.55	674.85	239
Q1-23	450.68	443.27	619.13	649.77	207
Q2-23	453.18	450.35	604.80	632.27	182
Q3-23	450.43	453.35	592.80	618.10	165
CAL23	449.89	450.58	599.34	626.31	176



### Fuel Oil Market News

ZIM has announced a ten-year LNG bunkering deal with Shell that is worth over \$1 billion. The deal will see ten LNG fuelled vessels deployed during 2023-24, transporting goods to the US from Asia.

Low sulphur spreads for Sing and Euro tanked this morning as Brent crude spiralled downwards. The Sep22/Oct22 contract traded lows of \$8/mt for the Sing 0.5% and \$11.50/mt for the Euro 0.5% from previous settlements of \$11/mt and \$14/mt, respectively. Note that the Euro spread is trading some value above the Sing spread, which is unusual as in recent months the two contracts have traded at similar levels to each other.

High sulphur Rotterdam barges crack for Sep22 is pegged at -\$28.50/bbl on UK market close, down from a -\$27.45/bbl settlement.

	Rott GOFO	Sing GOFO	R FoGo	S FoGo	Rott Hi5
Sep22	657.53	620.53	-433.00	-365.75	224
Oct22	618.72	598.96	-414.00	-348.00	205
Nov22	581.57	557.24	-387.50	-318.25	194
Dec22	553.93	513.52	-369.25	-287.00	185
Jan23	531.28	482.46	-355.00	-266.25	176
Feb23	506.73	458.22	-339.00	-252.00	168
Q4-22	584.75	556.71	-390.25	-317.75	194
Q1-23	507.49	458.06	-339.00	-251.50	168
Q2-23	464.02	403.67	-312.50	-221.75	152
Q3-23	423.56	371.86	-281.25	-207.00	142
CAL23	452.81	393.57	-303.25	-217.75	149

# FIS Fuel Oil Daily Evening Report

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### TIME SPREADS FUEL

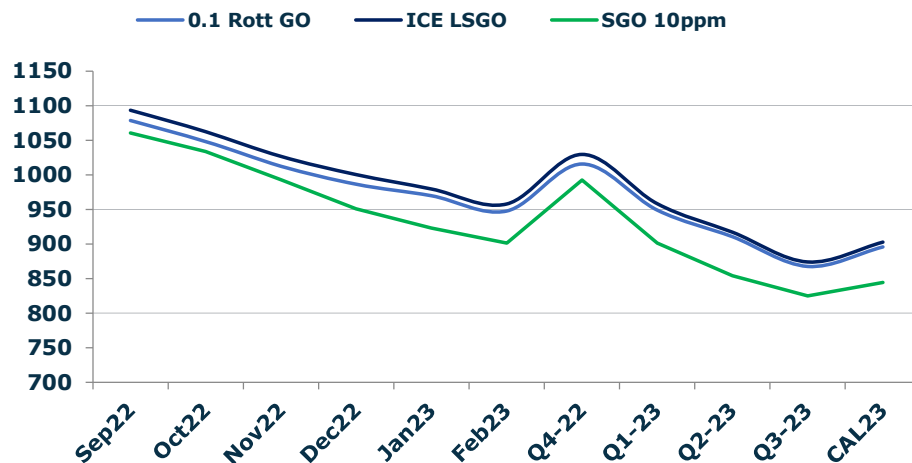
	Barges 3.5	S 380	Rott 0.5%	Sing 0.5%
Sep22/Oct22	-7.50	5.25	12.25	9.00
Oct22/Nov22	-1.50	-0.75	9.25	11.25
Nov22/Dec22	-1.50	-2.00	7.75	10.50
Dec22/Jan23	-2.00	-2.75	6.50	7.50
Jan23/Feb23	-2.50	-3.00	6.00	7.00
Q4-22/Q1-23	-5.58	-7.27	20.42	25.08
Q1-23/Q2-23	-2.50	-7.08	14.33	17.50
Q2-23/Q3-23	2.75	-3.00	12.00	14.17
CAL23/CAL24	14.00	4.00	51.5	25.73

### GASOIL CURVES

	Rott 0.1	SGO 10ppm	ICE GO
Sep22	1078.6	1060.6	1093.6
Oct22	1048.3	1033.8	1062.3
Nov22	1012.7	992.8	1026.7
Dec22	986.5	951.1	1000.5
Jan23	969.9	922.8	979.9
Feb23	947.8	901.6	957.8
Q4-22	1015.9	992.7	1029.9
Q1-23	949.2	901.3	958.2
Q2-23	910.5	854.0	917.2
Q3-23	867.8	825.2	874.0
CAL23	895.8	844.1	902.7

### EW SPREAD

	EW380	EW0.5%
Sep22	4.00	34.30
Oct22	-8.75	37.55
Nov22	-9.50	35.55
Dec22	-9.00	32.80
Jan23	-8.25	31.80
Feb23	-7.75	30.80
Q4-22	-9.10	35.30
Q1-23	-7.42	30.63
Q2-23	-2.83	27.47
Q3-23	2.92	25.30
CAL23	-1.25	26.97



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