



# Fuel Oil Daily Morning Report

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## 22 February 2023

### Oil and Energy Market News

Brent crude futures settled a dollar lower at \$83.05/bbl and continue the bearish trend this morning as yesterday's PMI data came in higher than expected, suggesting that the FED still have a lot of work to do.

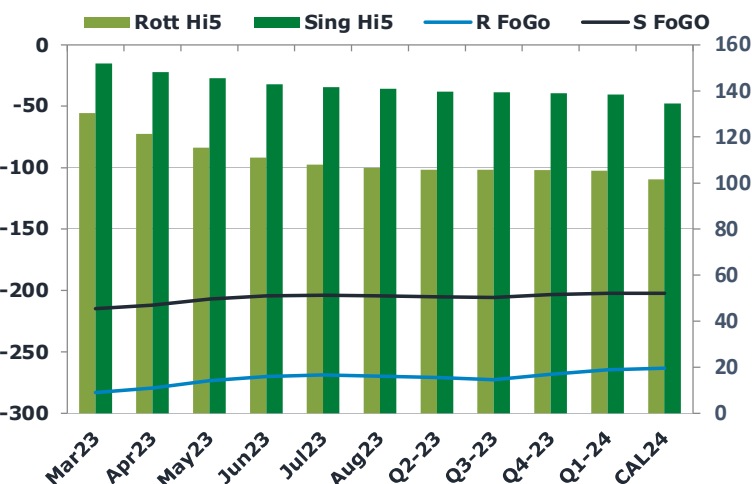
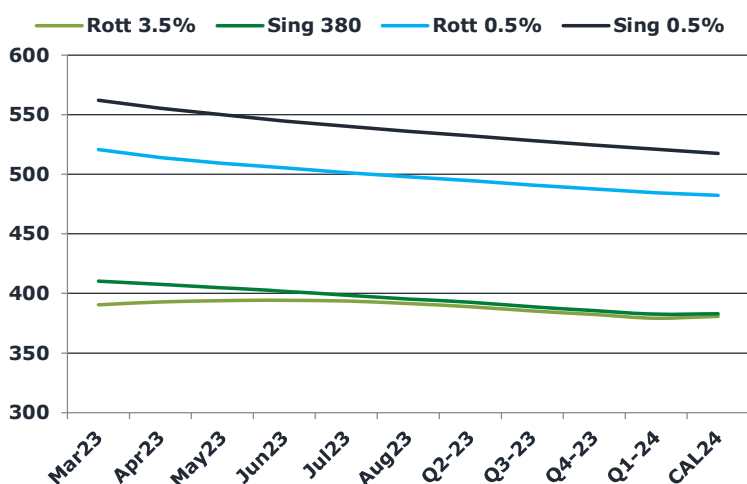
These headwinds, combined with a fairly comfortable oil balance, mean that the oil market will likely remain rangebound. However, we see the market breaking out of this range later in the year as the oil market significantly tightens.

The EU managed to cut winter gas demand by 19% in comparison to the 5-year average, beating the 15% goal that the bloc set for itself to help survive the Winter in the absence of Russian supply.

### Brent

**82.26**

	Barges 3.5 %	Sing 380cst	Rott 0.5%	Sing 0.5%	Sing Hi5
Mar23	390.55	410.05	520.70	562.00	152
Apr23	392.80	407.30	513.95	555.50	148
May23	394.05	404.55	509.20	550.00	145
Jun23	394.30	401.80	505.20	544.75	143
Jul23	393.55	398.55	501.45	540.25	142
Aug23	391.55	395.30	497.95	536.25	141
Q2-23	388.80	392.55	494.45	532.25	140
Q3-23	385.30	388.80	490.95	528.25	139
Q4-23	382.30	385.55	487.70	524.50	139
Q1-24	379.30	382.55	484.45	521.00	138
CAL24	380.80	383.05	482.20	517.50	134



### Fuel Oil Market News

Bad news for scrubber fitted ship owners this morning as both the Sing and Euro Hi5 contracts continue to tighten immensely with the high sulphur cracks rallying and the low sulphur cracks fading. The Mar23 Hi5s are both down over \$8/mt from yesterday's settlement price.

A reason for prevailing high sulphur cracks could be that not as much Russian HSFO is heading to Middle East/Asia in Feb23, with a lot of "unknown" destinations on Russian cargoes that might be bound for floating storage at Kalamata. Also Chinese feedstock demand looks hot.

	Rott GOFO	Sing GOFO	R FoGo	S FoGo	Rott Hi5
Mar23	413.23	366.73	-283.00	-214.75	130
Apr23	400.61	360.16	-279.50	-212.00	121
May23	388.68	352.48	-273.50	-207.00	115
Jun23	380.99	347.41	-270.00	-204.50	111
Jul23	376.89	345.82	-269.00	-204.00	108
Aug23	376.03	345.34	-269.75	-204.50	106
Q2-23	376.38	344.74	-270.75	-205.00	106
Q3-23	378.09	345.14	-272.50	-205.75	106
Q4-23	373.65	342.43	-268.25	-203.50	105
Q1-24	369.89	340.59	-264.75	-202.25	105
CAL24	364.64	336.73	-263.25	-202.25	101

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### TIME SPREADS FUEL

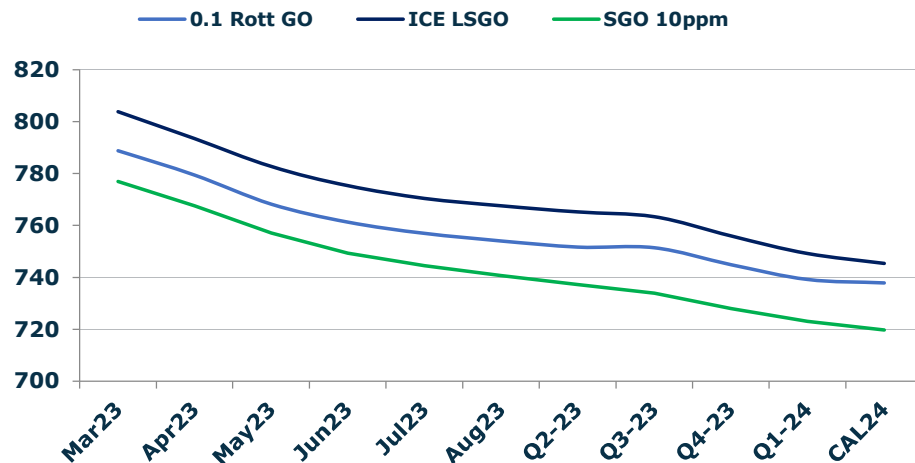
	Barges 3.5	S 380	Rott 0.5%	Sing 0.5%
Mar23/Apr23	-2.25	2.75	6.75	6.50
Apr23/May23	-1.25	2.75	4.75	5.50
May23/Jun23	-0.25	2.75	4.00	5.25
Jun23/Jul23	0.75	3.25	3.75	4.50
Jul23/Aug23	2.00	3.25	3.50	4.00
Q2-23/Q3-23	9.00	7.50	11.50	13.75
Q3-23/Q4-23	9.75	10.25	10.25	11.75
Q4-23/Q1-24	2.00	0.25	7.25	9.75
CAL24/CAL25	1.50	1.75	7.5	15.75

### GASOIL CURVES

	Rott 0.1	SGO 10ppm	ICE GO
Mar23	788.8	776.8	803.8
Apr23	779.4	767.5	793.4
May23	768.2	757.0	782.7
Jun23	761.3	749.2	775.3
Jul23	756.9	744.4	770.4
Aug23	754.1	740.6	767.6
Q2-23	751.7	737.3	765.2
Q3-23	751.4	733.9	763.4
Q4-23	745.0	728.0	756.0
Q1-24	739.2	723.1	749.2
CAL24	737.9	719.8	745.4

### EW SPREAD

	EW380	EW0.5%
Mar23	19.50	41.30
Apr23	14.50	41.55
May23	10.50	40.80
Jun23	7.50	39.55
Jul23	5.00	38.80
Aug23	3.75	38.30
Q2-23	3.75	37.80
Q3-23	3.50	37.30
Q4-23	3.25	36.80
Q1-24	3.25	36.55
CAL24	2.25	35.30



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