

# FIS Tanker FFA Report

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

09/02/2023

(Bloomberg) -- Oil could fall by more than \$10 a barrel from current levels by the end of the year as Russia keeps exporting crude and fuels, according to Citigroup. Inc's Ed Morse. While Russian oil is being sold at a discount, it isn't disappearing from the market, Morse told Bloomberg Television. In futures, West Texas Intermediate steadied — after rallying around 7% over the past three sessions — as investors assessed the latest commentary from Federal Reserve officials and mixed Energy Information Administration data.

Prices:

WTI for March delivery gained 0.1% to \$78.51 a barrel at 7:00 a.m. in London.

Brent for April settlement was 0.1% higher at \$85.18 a barrel.

## IN THE NEWS

Shell Plc's board faces a new front in climate litigation as a group of frustrated shareholders sue the oil giant's directors in the UK. The price cap on Russian oil and G-7 sanctions are having the intended effect of curtailing the Kremlin's revenues, Assistant Secretary of State for Energy Resources Geoffrey Pyatt said. In the first week of February, Russian oil companies increased production by 0.7% against the average level in January, Kommersant reported, citing data it obtained. Big Oil is fashionable again in London and Paris. After a year of record profits, Europe's supermajors are shifting their focus back to fossil-fuel production despite the implications for their pledges to reduce CO2 emissions. Companies in Germany's industrial heartland are continuing to burn dirty fuels like oil that were adopted as a temporary solution at the height of Europe's energy crunch last year. Petrobras is closer to obtaining the permits it needs to start its first well in what promises to be a major new offshore frontier off the coast of Brazil, in a process that has seen months of delays. Germany is considering buying a stake in an oil pipeline linking the Baltic port of Rostock with the PCK Schwedt refinery in the eastern part of the country in order to secure supplies, according to Economy Minister Robert Habeck. The most active options spread Wednesday was a bet that WTI will flip into backwardation from contango, signaling that demand is set to outstrip supply.

COMING TODAY (Times are London.)

Singapore onshore oil-product stockpile weekly data

Insights Global weekly oil product inventories in Europe's ARA region; see NI PJKBA

Special European Council, Brussels (two days)

EU parliament environment committee votes on agreement on overhaul of bloc's emissions trading system

1:30 p.m.: US initial jobless claims

3:30 p.m.: EIA weekly report on US natural gas inventories; see NI EIAGASBA for quick snapshot

Earnings: INPEX; Cosmo Energy; DNO ASA

## Yesterday's Trade Recap:

TC2 Mar traded at ws245.

TC5 Mar traded higher at ws227 and then at ws230 in over 130kt. Q2(23) traded 5 points higher at ws225. Q3(23) traded at ws219 and ws218. Q3(23)/Q4(23) spread traded at ws5 again (220vs215). Apr-Dec strip climbed trading at ws220 and ws225 then surrendered its gains to trade ws218 last. Cal24 traded at \$44/mt.

TC6 Mar traded at ws255. Q4(23) traded 8 points higher at ws230.

TC14 Mar traded 2.5 points higher at ws170 in 60kt. Q2(23) traded at ws175 and then at ws180 in 70kt

TC17 Feb traded at ws300. Mar traded at ws305. Q2(23) moved higher trading at ws290, ws292.5 and ws294 last.

BLPG1 Mar traded at \$71/mt again. Q3(23)/Q4(23) spread traded at -\$5.5/mt (54.5vs60).

TD3C BALMO moved higher trading at ws57.25, ws57.5, and ws58 before slipping to trade ws57 last. Feb traded at ws55 and ws56.

Mar traded in 75kt higher at ws58.5, it also saw small prints at ws58.25 and ws60. Apr traded at ws55.75. Mar/Apr spread traded at ws2 (58vs56), ws2.25 (58.25vs56) and ws2.5 (58.5vs56). Q2(23) traded higher at ws57.5 and ws58. Q3(23) traded up at ws53.5 and ws54. Q4(23) traded at ws64 and ws63.5 last. 2H(23) traded at ws58.25 and ws59. Cal24 traded 15 cents higher at \$12.85/mt.

TD20 Feb traded moved higher trading at ws110, ws111, ws112 and ws115 last. Mar traded at ws107 and then ws108 in 155kt. Q2(23) traded at ws93. Q3(23) traded at ws88. Q2(23)/Q3(23) spread traded at ws6 (93.5vs87.5). Q4(23) traded at ws100 and ws101. Apr-Sep strip traded higher at ws90.5. Cal24 traded at \$15.65/mt.

TD22 Q3(23) traded at \$8,400,000 in small.

USGC/AFRA BALMO traded 4 points higher at ws187. BALMO/Mar spread traded at flat (183vs183 and 187.5vs187.5). Mar traded in the ws183-ws187.5 range with ws185 trading last. Apr/May spread traded at ws5 (173vs168). Q2(23) traded at ws168 in small and then ws166 in 85kt. Q4(23) traded at ws167 again in 90kt. 2H(23) traded at ws162.5.

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](http://freightinvestorservices.com)

TC2	ws	\$/mt
Balmo	<b>215.25</b>	37.023
Feb-23	<b>196.00</b>	33.712
Mar-23	<b>245.00</b>	42.140
Apr-23	<b>231.50</b>	39.818
May-23	<b>220.00</b>	37.840
Jun-23	<b>211.50</b>	36.378
Jul-23	<b>191.50</b>	32.938
Q2(23)	<b>221.00</b>	38.012
Q3(23)	<b>185.75</b>	31.949
Q4(23)	<b>198.50</b>	34.142
Q1(24)		27.800
CAL(24)		26.900
CAL(25)		26.700

TC5	ws	\$/mt
Balmo	<b>180.75</b>	49.146
Feb-23	<b>166.00</b>	45.135
Mar-23	<b>220.00</b>	59.818
Apr-23	<b>223.50</b>	60.770
May-23	<b>223.50</b>	60.770
Jun-23	<b>222.00</b>	60.362
Jul-23	<b>220.00</b>	59.818
Q2(23)	<b>223.00</b>	60.634
Q3(23)	<b>217.00</b>	59.002
Q4(23)	<b>209.00</b>	56.827
Q1(24)		47.750
CAL(24)		44.000
CAL(25)		42.600

TC6	ws	\$/mt
Balmo	<b>235.00</b>	18.189
Feb-23	<b>223.50</b>	17.299
Mar-23	<b>255.00</b>	19.737
Apr-23	<b>243.75</b>	18.866
May-23	<b>235.00</b>	18.189
Jun-23	<b>225.75</b>	17.473
Jul-23	<b>196.75</b>	15.228
Q2(23)	<b>234.75</b>	18.170
Q3(23)	<b>186.50</b>	14.435
Q4(23)	<b>230.00</b>	17.802
Q1(24)		14.150
CAL(24)		14.050
CAL(25)		13.600

TC14	ws	\$/mt
Balmo	<b>147.00</b>	35.530
Feb-23	<b>127.75</b>	30.877
Mar-23	<b>170.00</b>	41.089
Apr-23	<b>185.00</b>	44.715
May-23	<b>180.00</b>	43.506
Jun-23	<b>173.00</b>	41.814
Jul-23	<b>156.50</b>	37.826
Q2(23)	<b>179.25</b>	43.325
Q3(23)	<b>159.00</b>	38.430
Q4(23)	<b>166.75</b>	40.303
Q1(24)		29.750
CAL(24)		28.900
CAL(25)		28.700

Flat Rate	<b>17.2</b>
Spot	<b>191.67</b>
MTD	<b>151.02</b>

Flat Rate	<b>27.19</b>
Spot	<b>140.71</b>
MTD	<b>131.67</b>

Flat Rate	<b>7.74</b>
Spot	<b>201.88</b>
MTD	<b>196.85</b>

Flat Rate	<b>24.17</b>
Spot	<b>114.17</b>
MTD	<b>83.47</b>

TD3C	ws	\$/mt
Balmo	<b>55.75</b>	13.609
Feb-23	<b>55.25</b>	13.487
Mar-23	<b>58.50</b>	14.280
Apr-23	<b>56.00</b>	13.670
May-23	<b>56.75</b>	13.853
Jun-23	<b>56.75</b>	13.853
Jul-23	<b>54.25</b>	13.242
Q2(23)	<b>56.50</b>	13.792
Q3(23)	<b>53.50</b>	13.059
Q4(23)	<b>63.50</b>	15.500
Q1(24)		13.550
CAL(24)		12.750
CAL(25)		12.700

TD20	ws	\$/mt
Balmo	<b>116.75</b>	22.288
Feb-23	<b>114.75</b>	21.906
Mar-23	<b>108.00</b>	20.617
Apr-23	<b>98.50</b>	18.804
May-23	<b>93.50</b>	17.849
Jun-23	<b>87.00</b>	16.608
Jul-23	<b>82.25</b>	15.702
Q2(23)	<b>93.00</b>	17.754
Q3(23)	<b>87.75</b>	16.751
Q4(23)	<b>101.00</b>	19.281
Q1(24)		16.000
CAL(24)		15.650
CAL(25)		15.350

TD25	ws	\$/mt
Balmo	<b>186.00</b>	43.115
Feb-23	<b>183.00</b>	42.419
Mar-23	<b>184.00</b>	42.651
Apr-23	<b>173.00</b>	40.101
May-23	<b>167.50</b>	38.827
Jun-23	<b>162.00</b>	37.552
Jul-23	<b>155.75</b>	36.103
Q2(23)	<b>167.50</b>	38.827
Q3(23)	<b>155.50</b>	36.045
Q4(23)	<b>167.00</b>	38.711
Q1(24)		34.000
CAL(24)		34.300
CAL(25)		33.650

BLPG1	\$/mt
Balmo	
Feb-23	85.550
Mar-23	71.000
Apr-23	61.250
May-23	58.750
Jun-23	57.000
Jul-23	55.000
Q2(23)	59.000
Q3(23)	54.250
Q4(23)	60.250
Q1(24)	55.500
CAL(24)	50.900
CAL(25)	50.400

Flat Rate	<b>24.41</b>
Spot	<b>53.05</b>
MTD	<b>50.59</b>

Flat Rate	<b>19.09</b>
Spot	<b>108.86</b>
MTD	<b>109.85</b>

Flat Rate	<b>23.18</b>
Spot	<b>177.14</b>
MTD	<b>175.86</b>

Spot	<b>89.00</b>
MTD	<b>90.57</b>

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](http://freightinvestorservices.com)