

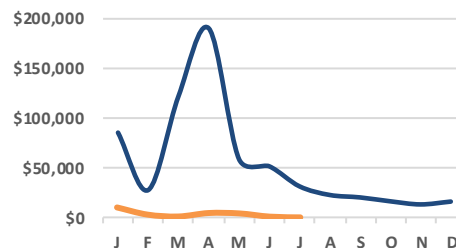
WEEKLY MARKET REPORT



Week 30 • July 30, 2021

Issue WM30-21

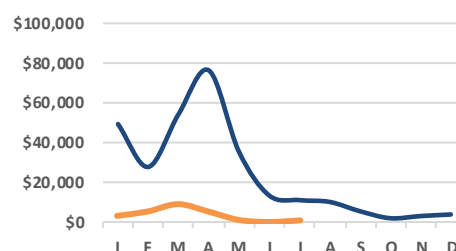
VLCC: We end July with VLCC earnings at their lowest monthly levels of the year. Returns are now below \$1,000 per day for the month (basis non-scrubber, non-eco units), and little change is anticipated in the short-term. Although most non-scrubber units are likely sitting on the sidelines as returns approaching zero are not enticing most owners to trade those units. The discussions of laying up vessels has also now arisen as many vessels are sitting spot anyway, but will owners be willing to lock themselves into the longer-term prospect of exiting the spot market?



VLCC Average Earnings* MTD 2021 v. CY 2020

MTD '21 Avg/Day: \$-599 MTD '21 v. CY '20: -102%

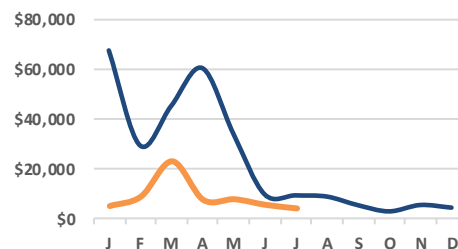
SUEZMAX: Not much has changed as rates continue to flatline off the back disjointed fundamentals and fragile resistance among owners. West Africa inquiries this week was steady however rates failed to materialize above last week's conference rate of ws55 for the TD20 route. With owners still willing last done levels and WAFR>Far East voyages now trading at comparable levels to the shorter European discharges, the overall market trend remains bleak. Expect charterers to remain patient with their 2nd half August programs and continue to slowly pick off vessels with ease until a proper tonnage clear-out occurs. Corresponding TD20 TCE's were down slightly on week-to-week comparison dropping to around \$4,700/day (IFO 380) and \$700/day (0.5%) respectively. In the USG/CBS region, inquiries were limited to only a handful of fixtures as rates continue to limp along around last week's levels. Rates for USG>TA ended the week once again at ws37.5 (basis 145,000mt cargo) and up-coast remains pinned at ws50 (basis 150,000mt cargo). The USG>SPORE route continues to teeter around \$2.25m levels but remains date sensitive. BDTI- TD20 ended the week settling at ws55.00 which is up 0.45 points from last week.



Suezmax Average Earnings* MTD 2021 v. CY 2020

MTD '21 Avg/Day: \$1,143 MTD '21 v. CY '20: -90%

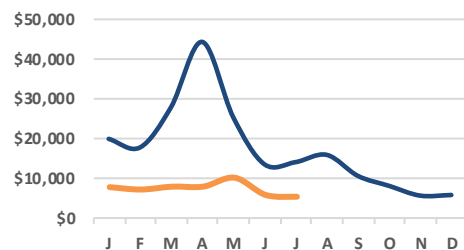
AFRAMAX: The market suffered through another week at the bottom. The lack of inquiries coupled with plenty of options allowed charterers to test rates downward early on. Transatlantic rates hovered in the ws65-67.5 range while local rates stayed in the ws75-77.5 range. There just was not enough demand this week to get any markets moving, giving charterers plenty of reason to keep their downward pressure alive. Now, with more tonnage expected to make its way back into the market over the weekend, expect the current sentiment to continue well into next week unless a spike in inquiries can start putting away the additional tonnage early on. Across the way in Europe, markets remained sideways through the week. As was in the Americas, the longer lists gave charterers plenty of options to choose from. Cross UKC rates held at ws92.5 while Cross Mediterranean rates hovered between ws85-87.5. Much of the same can be expected for next week as well as an overall lack of inquiries should keep the lists abundant for the time being.



Aframax Average Earnings* MTD 2021 v. CY 2020

MTD '21 Avg/Day: \$4,205 MTD '21 v. CY '20: -54%

MR: Owners on the UK and Continent were able to capitalize this week as fresh cargo volumes and a thinner list enabled freight levels to rise some 15 points to ws130 (basis 37,000mt cargo) early on. Despite charterers best efforts mid-week to keep the market at bay, positive momentum continued as rates reached ws140 by Friday. Premiums for West Africa still need to be tested after a quieter few days. Monday should shed more light on the "true believers" in TC2 as USAC ballasters decide which direction to head next. An active week in the US Gulf saw rates climb steadily on all benchmark routes. A continued open naphtha arbitrage both Transatlantic and to Asia posted a last done fixture of ws92.5 and \$1.35m (lumpsum). Diesel and unleased mogas voyages for both shorter and longer haul destinations also saw increases across the board. Cargoes destined for EC Mexico, Caribs and Chile all made gains of around \$50,000 lumpsum. EC Mexico presently stands at \$250,000, Caribs \$450,000 and Chile \$1.275m. USG>BRAZIL is now pushing close to ws130 (basis 38,000mt cargo) after finally breaking through a series of last done repeated deals some 15 points lower. Despite returns still only managing single digits, there is some general optimism that rates may now hold in the short term as healthy export flow continues.



MR Average Earnings* MTD 2021 v. CY 2020

MTD '21 Avg/Day: \$5,336 MTD '21 v. CY '20: -62%

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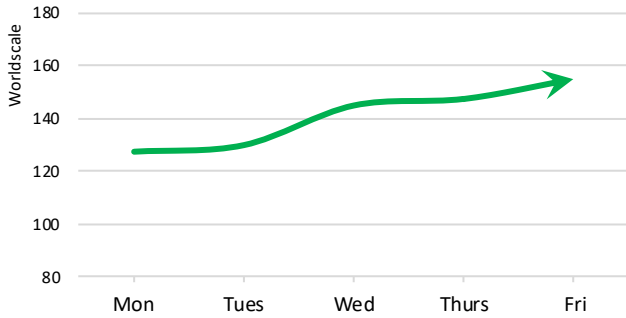
TANKER ROUTES (13kts L B)	Week 29 WS L\$	Week 30 WS L\$	Week 29 TCE**	Week 30 TCE**	*Week 29 Bunkers VLSFO \$536/MTD	**Week 30 Bunkers VLSFO \$547/MTD
VLCC						
AG>USG • 280,000 (dwt)	18.50	18.50	--	--		
AG>SPORE • 270,000	31.20	31.80	-\$1,336	-\$1,444		
AG>JPN • 265,000	30.00	30.65	\$1,803	\$1,832		
AG>CHINA • 270,000	32.00	31.80	-\$3,157	-\$4,163		
WAFR>CHINA • 260,000	35.00	34.00	\$1,123	-\$694		
USG>SPORE-AG	3.12m	3.11m	\$15,475	\$14,479		
AG>USG/USG>SPORE-AG	--	--	\$10,442	\$9,486		
VLCC Average Earnings⁺	--	--	\$32	-\$739		
SUEZMAX						
WAFR>USG • 130,000	49.50	52.50	\$2,085	\$3,089		
WAFR>UKC • 130,000	54.50	55.00	\$287	-\$55		
BSEA>MED • 140,000	60.00	60.00	\$4,788	\$4,596		
CBS>USG • 150,000	50.00	50.00	\$2,056	\$1,401		
USG>UKC • 150,000	37.50	37.50	-\$5,128	-\$5,771		
CBS>USG/USG>UKC-WAFR	--	--	-\$2,034	-\$2,676		
AG>USG • 140,000	29.50	28.20	-\$2,127	-\$3,647		
USG>SPORE	2.26m	2.29m	--	--		
AG>USG/USG>SPORE-AG	--	--	\$6,858	\$5,968		
Suezmax Average Earnings⁺	--	--	\$2,134	\$1,821		
AFRAMAX						
N.SEA>UKC • 80,000	92.50	92.50	\$5,433	\$4,822		
BALT>UKC • 100,000	61.50	62.00	\$1,859	\$1,486		
CBS>USG • 70,000	79.00	77.50	-\$897	-\$1,916		
USG>UKC • 70,000	70.00	67.50	-\$2,618	-\$3,933		
CBS>USG/USG>UKC-NSEA	--	--	\$7,420	\$5,816		
MED>MED • 80,000	89.25	87.00	\$7,470	\$6,027		
AG>SPORE • 80,000	90.50	94.00	\$7,056	\$7,707		
Aframax Average Earnings⁺	--	--	\$4,589	\$3,630		
PANAMAX						
CBS>USAC(USG) • 50,000	96.00	104.00	\$2,862	\$4,352		
UKC>USG • 55,000	95.50	94.90	\$2,674	\$2,042		
MED>USG • 55,000	97.50	100.00	\$5,412	\$5,625		
ECU>USWC • 50,000	162.50	162.50	\$16,878	\$16,586		
Panamax Average Earnings⁺	--	--	\$3,170	\$3,411		
LR2						
AG>JPN • 75,000	88.22	82.60	\$5,597	\$3,384		
AG>UKC	1.75m	1.78m	\$5,832	\$5,948		
MED>JPN	1.59m	1.60m	\$2,200	\$1,947		
AG>UKC-MED>JPN-AG	--	--	\$8,570	\$8,550		
LR2 Average Earnings⁺	--	--	\$6,587	\$5,104		
LR1						
AG>JPN • 55,000	88.10	88.00	\$3,058	\$2,656		
AG>UKC	1.33m	1.34m	\$2,523	\$2,485		
UKC>WAFR • 60,000	80.00	81.90	\$3,200	\$3,305		
AG>UKC/UKC>WAFR-AG	--	--	\$6,062	\$6,140		
LR1 Average Earnings⁺	--	--	\$4,560	\$4,398		
MR						
UKC>USAC • 37,000	110.00	126.00	\$2,077	\$3,968		
USG>UKC • 38,000	80.00	81.00	-\$1,838	-\$2,124		
USG>UKC/UKC>USAC(USG)	--	--	\$5,383	\$6,436		
USG>CBS (Pozos Colorados)	425k	423k	\$6,426	\$7,632		
USG>CHILE (Coronel)	1.17m	1.22m	\$11,803	\$12,200		
CBS>USAC(USG) • 38,000	112.50	113.50	\$5,362	\$5,224		
WCIND>JPN-ROK>SPORE-WCIND	--	--	\$2,336	\$2,860		
MR Average Earnings⁺	--	--	\$5,068	\$6,134		
HANDYSIZE						
MED>EMED • 30,000	120.00	120.20	\$9,538	\$9,392		
SPORE>JPN • 30,000	100.00	102.40	-\$290	-\$242		
Handysize Average Earnings⁺	--	--	\$3,248	\$3,226		

+ "Average Earnings" are weighted proportionally to each size class' worldwide market activity (may include routes not necessarily shown in this report).

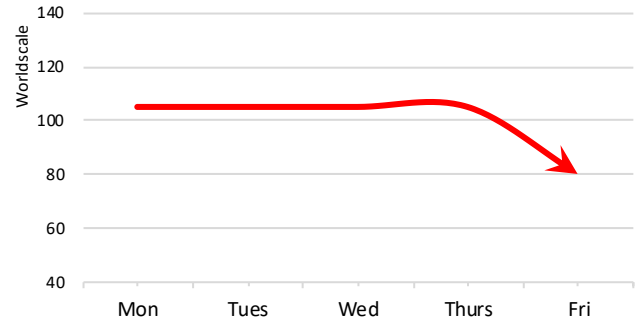
^ Aframax and LR2 fleet numbers are combined for the purposes of these entries.

° Panamax and LR1 fleet numbers are combined for the purposes of these entries.

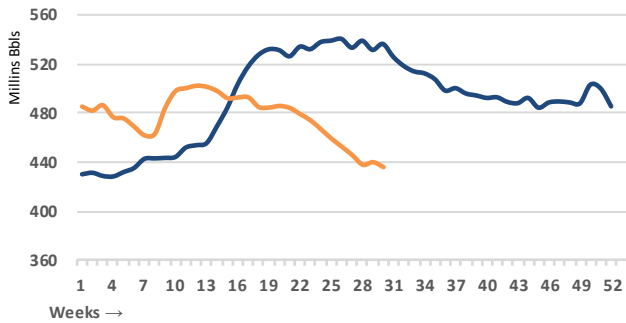
THE WEEK IN CHARTS



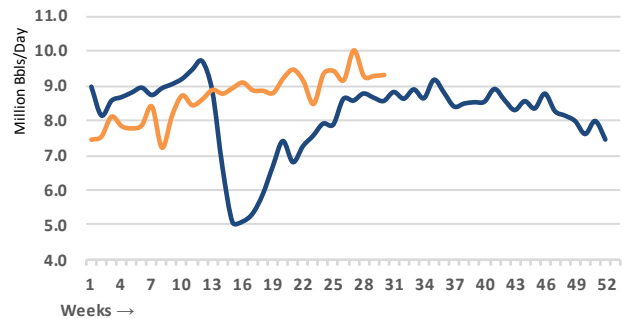
Global Climber of the Week: MR (UKC>WAF | 38,000mt) | +21%



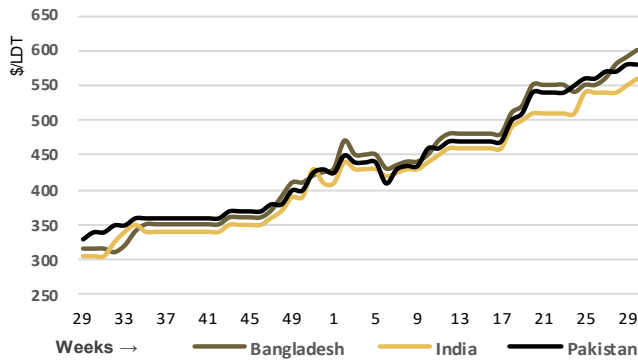
Global Decliner of the Week: LR1 (MED>USG | 55,000mt) | -23%



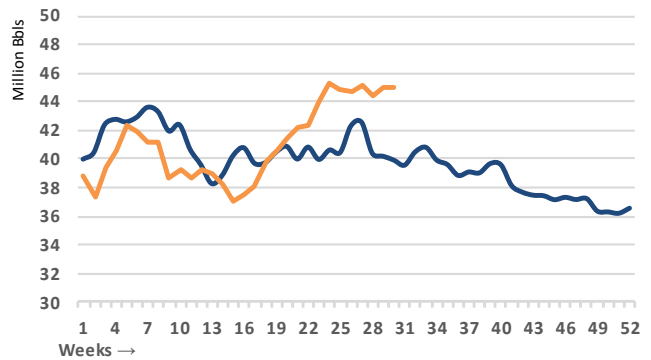
US Crude Oil Stocks (EIA) WTD '21 v. CY '20
This Week: 435.5m bbls This Week '21 v. '20: -18%



US Gasoline Demand (EIA) WTD '21 v. CY '20
This Week: 9.325m bbls/day This Week '21 v. '20: +9.1%



Tanker Demolition Market, 52-Week Ticker (\$/Ldt)



Charley's Chart of the Week: US Jet Fuel Stocks (EIA) WTD '21 v. CY '20
This Week: 45.053m bbls This Week '21 v. '20: +12%

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