

The Shipowners' Perspective

State of the Bunker Industry

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Ship & Bunker Webinar & Online Discussion
26 May 2020, Live from BIMCO House

About BIMCO



***BIMCO** is the world's largest international shipping association, with 1,900 members in around 120 countries. Our global membership includes the largest shipowners in the world, as well as the small port agents*

Our vision

To be the chosen partner trusted to provide leadership to the global shipping industry

Our mission

To be at the forefront of global developments in shipping, providing expert knowledge and practical advice to safeguard and add value to our members' businesses

Risk management on the highest level

Learning about new
fuels

Dealing with issues

Paying the “right”
price for it



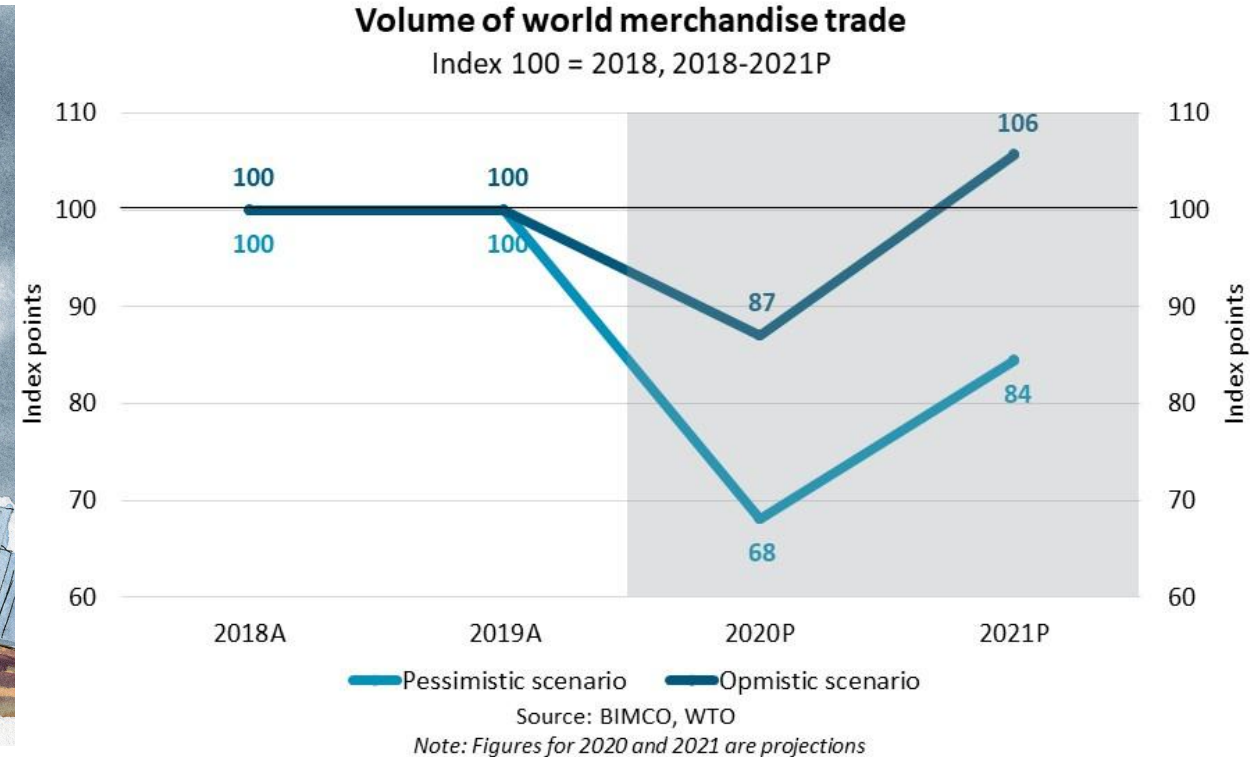
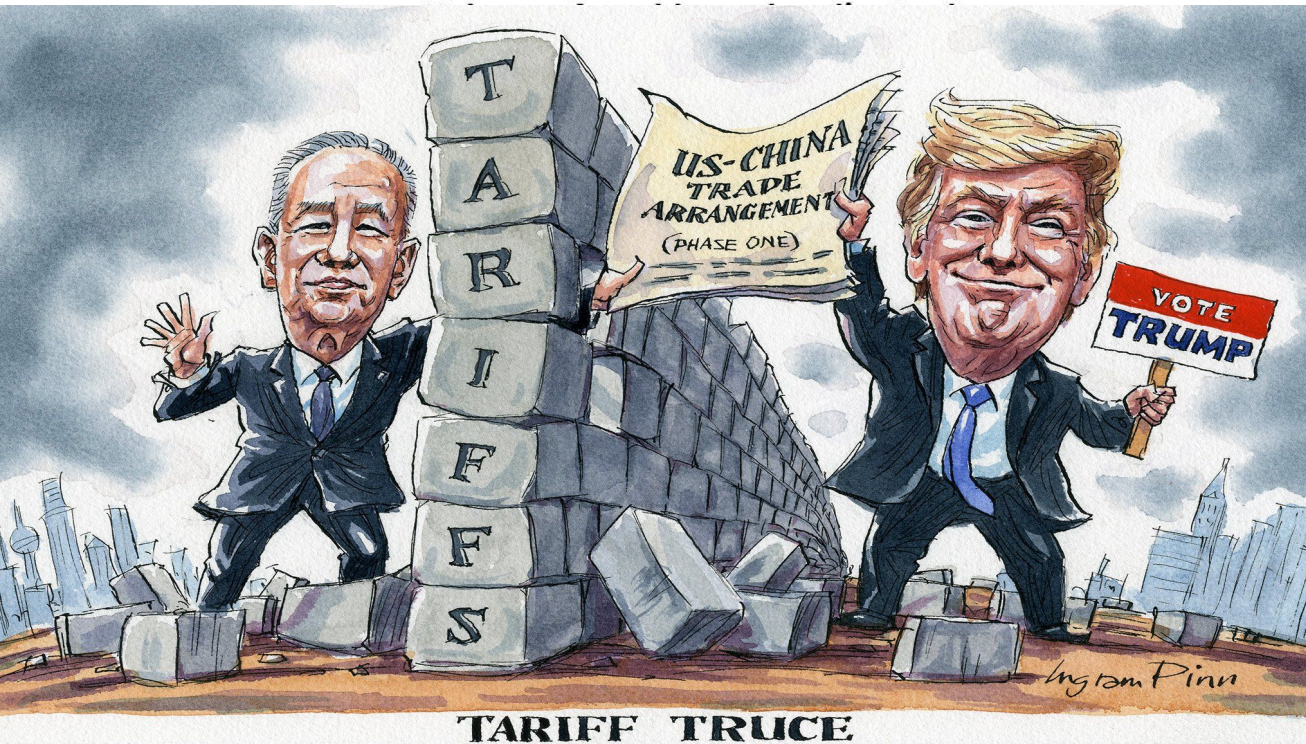
Covid-19 requires new *interaction* norms – for bunker barge personnel and ship's crew



This is an urgent need to re-invent how the custody transfer is performed and how documentation is exchanged.



“Slowbalisation” and Protectionism

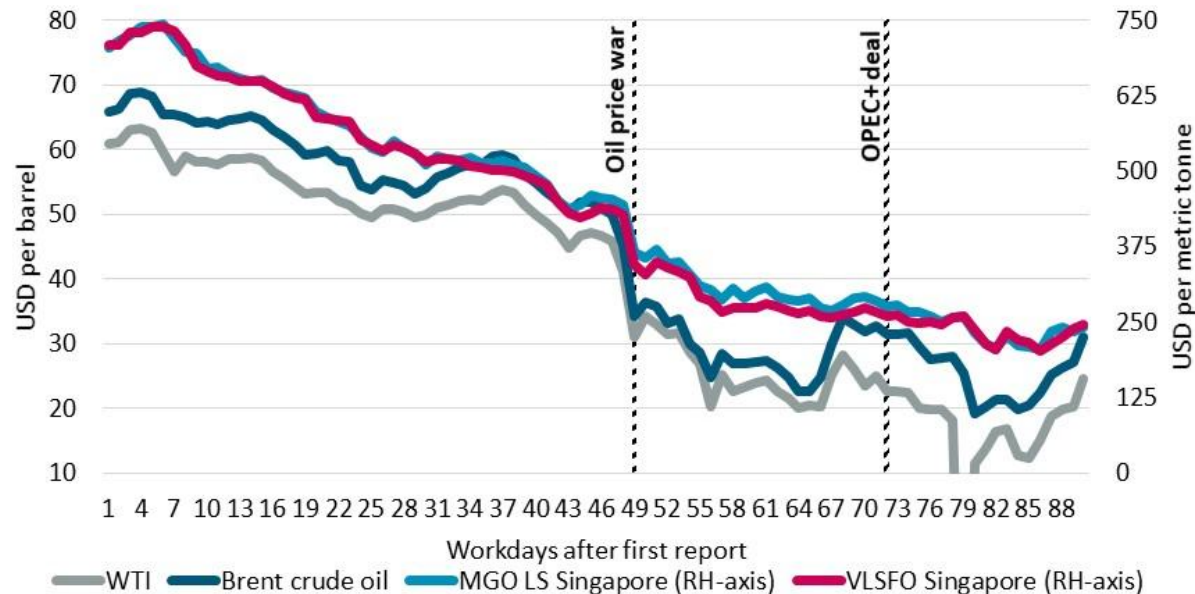


A sharp rebound scenario seems unlikely

A Band-Aid on a bullet wound

Oil prices and bunker prices after coronavirus outbreak

Workdays after first report on 31 December 2019

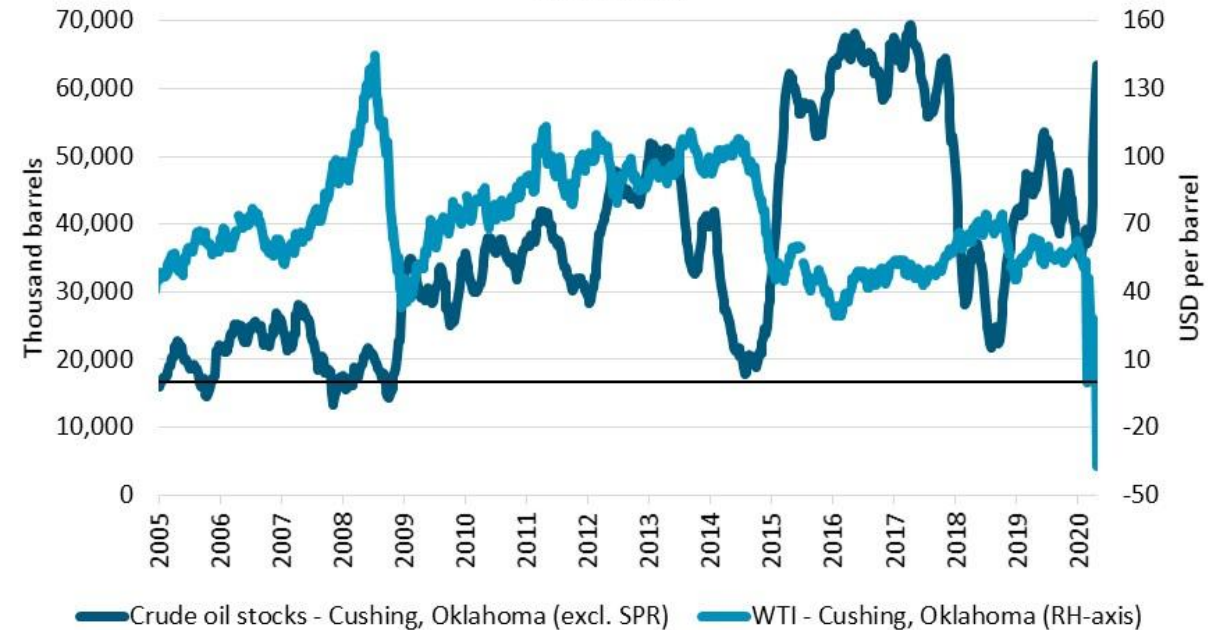


Source: BIMCO, Marine Bunker Exchange (MABUX)

Note: On 20 April 2020, the WTI future crashed to USD -37.63 per barrel.

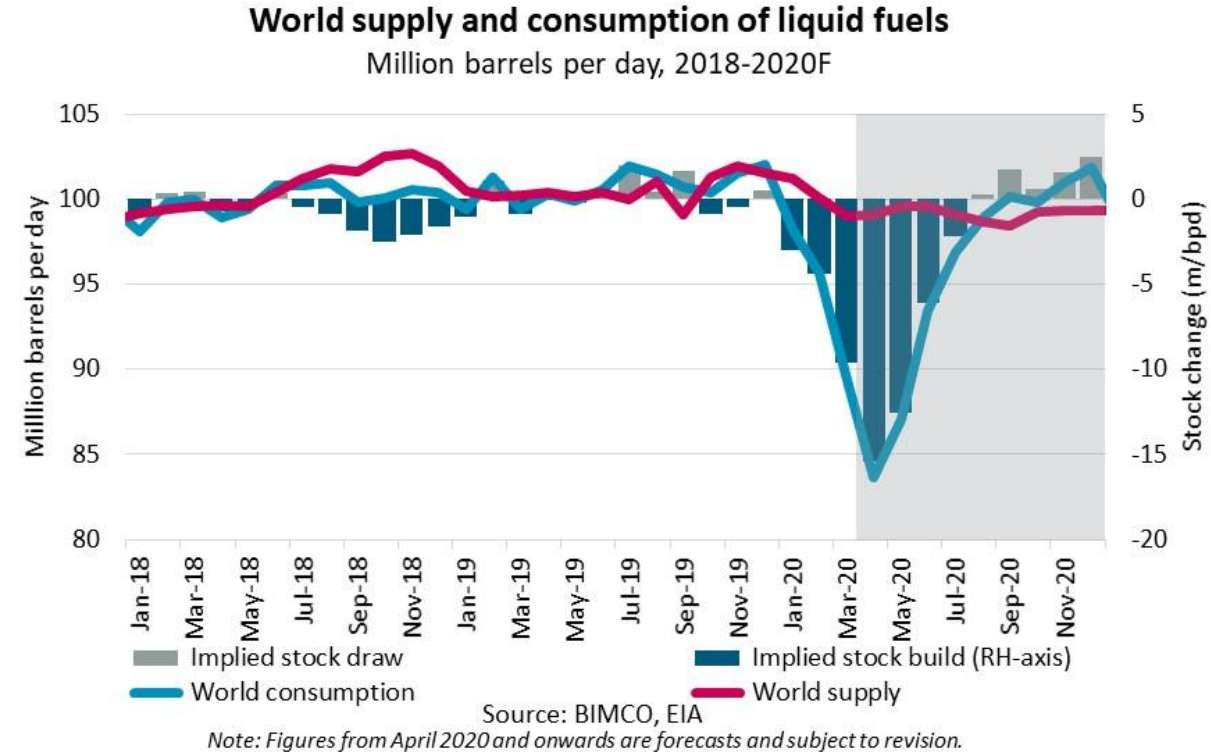
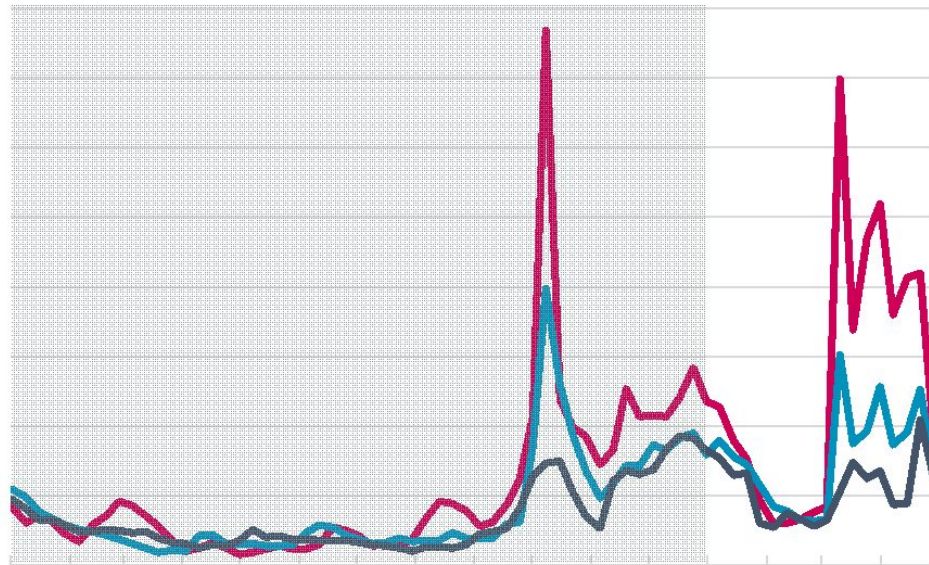
Crude oil stocks and WTI in Cushing, Oklahoma

2005-2020



Source: BIMCO, EIA, FRED

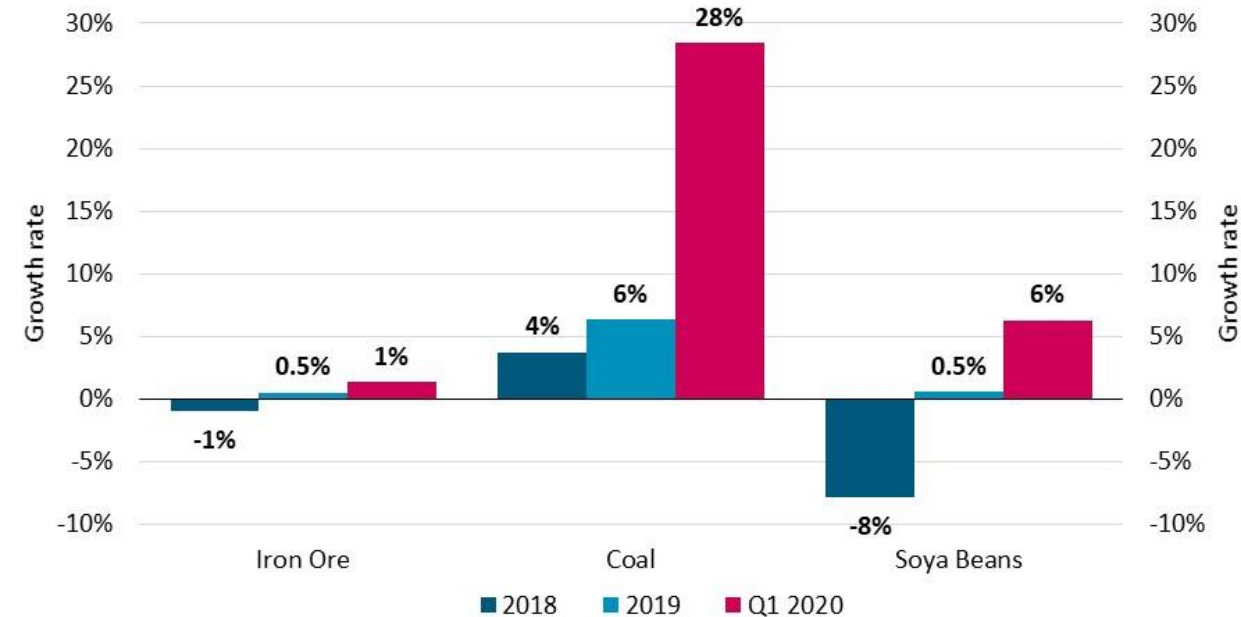
Geopolitics ruled.. ..while demand was destructed



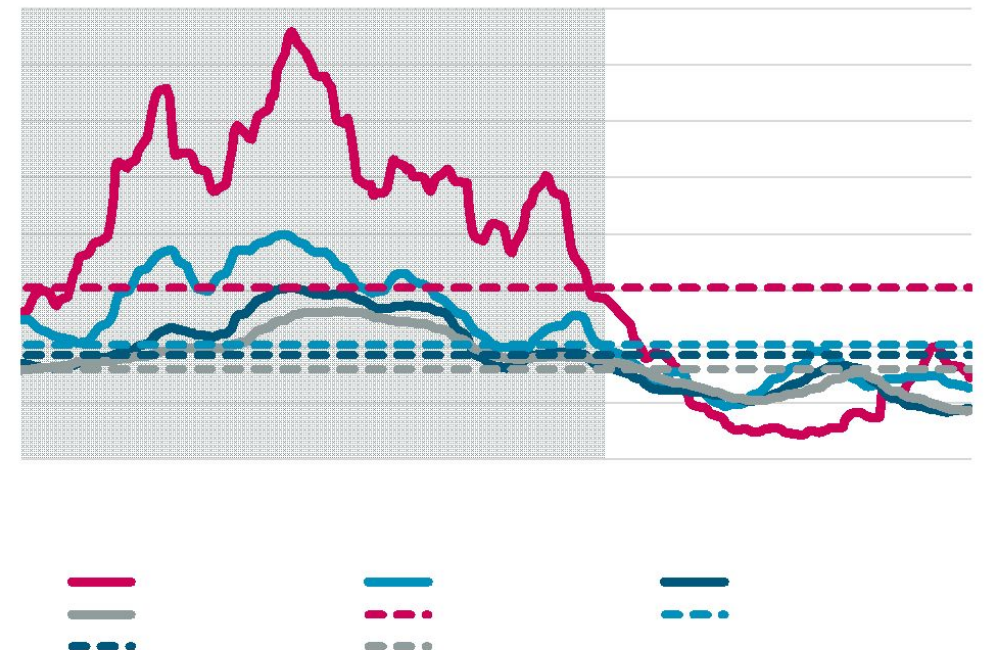
Chinese delivered on the volumesbut not on the freight rates

Major Chinese import growth rates

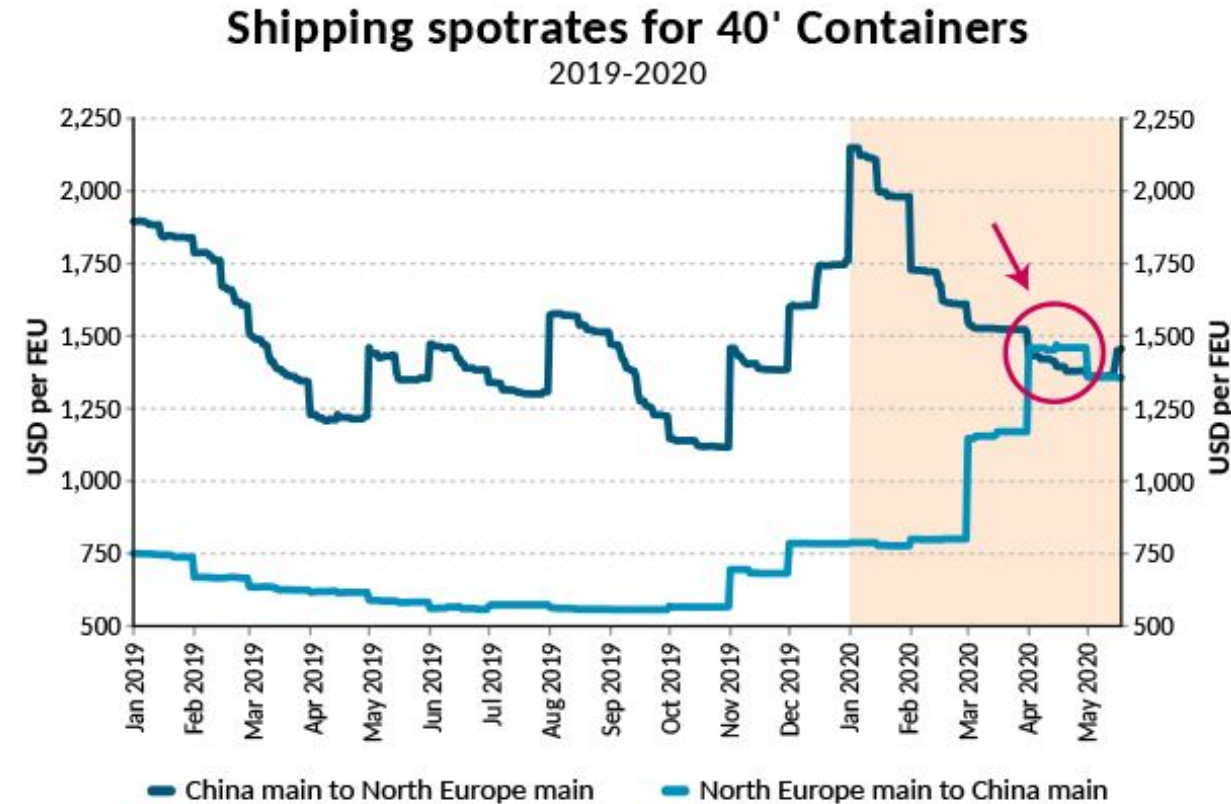
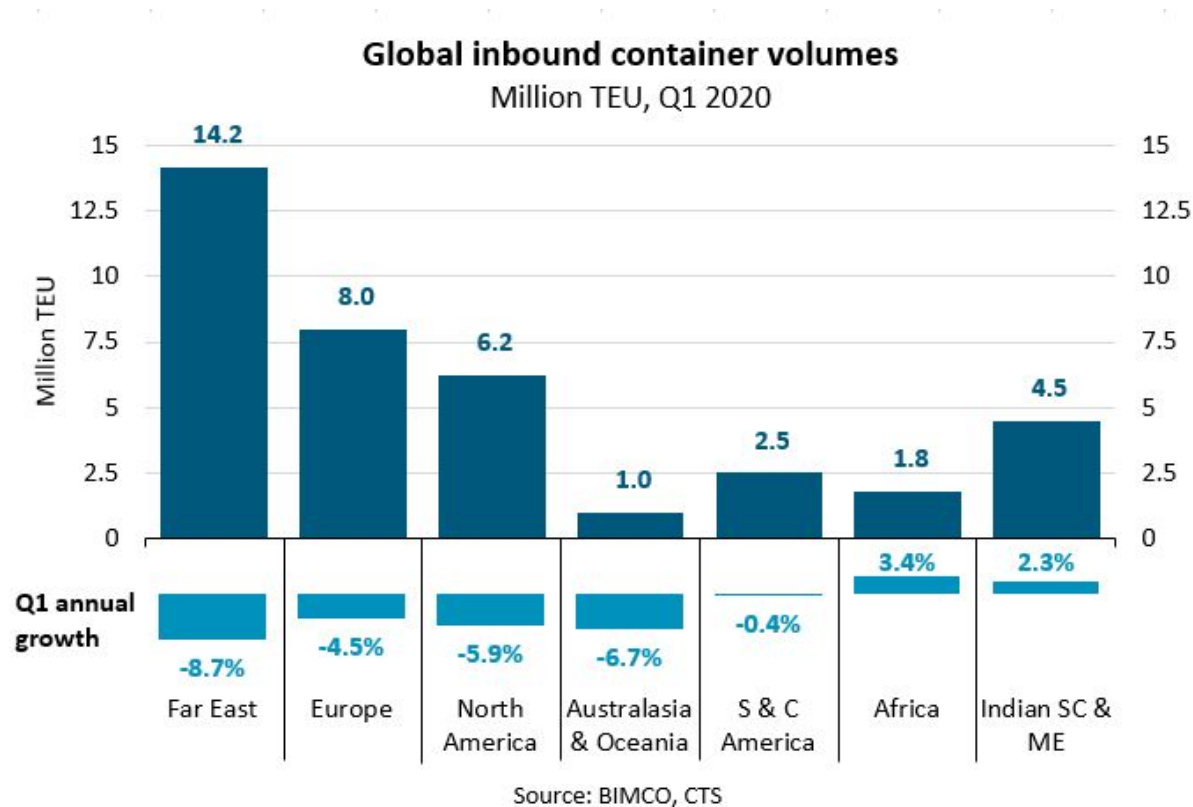
Accumulated year-on-year, 2018-2020



Source: BIMCO, General Administration of Customs PR China



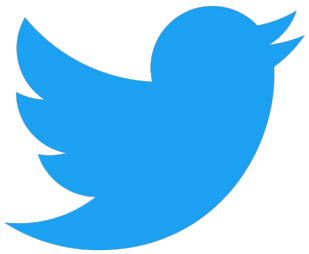
Supply chain breakdowns & rare event



Note: Xeneta default settings: freight rates on China-Europe excludes Terminal Handling Costs, whereas freight rates on Europe-China includes Origin Terminal Handling Costs.

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The background of the slide features a tall, cylindrical lighthouse with a black and white spiral pattern. The lighthouse is illuminated from within, and its light is visible at the top. The lighthouse is set against a dark, cloudy sky. In the foreground, there are dark silhouettes of trees and a small building. The entire image is overlaid with a large, semi-transparent blue triangle that points towards the bottom right corner.

Thank you!

Contact BIMCO at
www.bimco.org