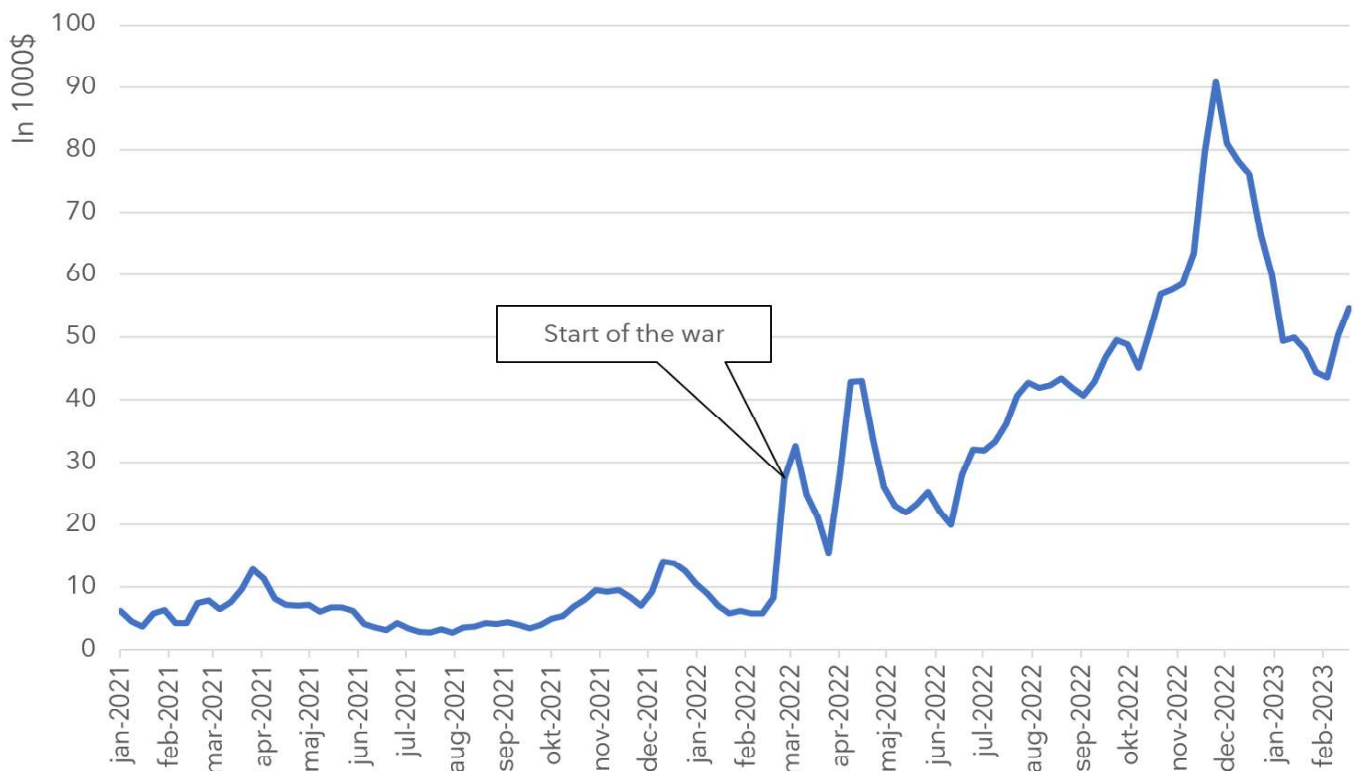


Ultraflash – Strong demand in the tanker market 1 year after the Ukraine war

Overall, Russia's war on Ukraine has led to higher freight rates for tanker vessels. The war has affected the tanker shipping market both directly and indirectly. Directly, vessels are no longer allowed to transport Russian oil to the EU and other Western powers and must reroute. Indirectly, by decreasing capacity in the market and thereby leading to higher freight rates. Overall, tanker freight rates have increased because of Russia's war on Ukraine.

- **HIGHER TON-MILES.** The war between Russia and Ukraine has changed the global trade flow of oil. The oil is being transported over longer distances as western oil imports change the EU import flows from Russia to other countries. The Russian oil is instead shipped to countries in Asia, mainly China, and India.
- **MORE TRANSPORT AFTER THE CORONA CRISIS.** Global demand for oil has risen from 2021 to 2022 because of fewer corona restrictions and increased travel activity. For 2023 it is expected that global oil consumption will increase even further.
- **RECORD LOW ORDER BOOK.** The order book is only at a record low of 4% of the total fleet, which is expected to keep the freight rates up. Many shipping companies are reluctant to order new vessels. One of the reasons is that it is still not clear how to comply with new green regulations for these types of vessels.

Average Earnings All Tankers \$/day



¹ Clarksons Shipping Intelligence Network