



Lorentzen & Stemoco

Joint Shipping Service Morning Report



November 14, 2011

Dry Bulk Market

	Today	Previous	Change	Change YTD
Average TCEs				
Capesize (\$/day)	\$27 188	\$27 197	0,0 %	45,4 %
Panamax (\$/day)	\$14 079	\$14 078	0,0 %	-1,6 %
Supramax (\$/day)	\$13 844	\$13 894	-0,4 %	-6,8 %
BDI	1 835	1 840	-0,3 %	8,4 %
Dry Commodities				
India Iron Ore China Landed 63% Fe (\$/ton)	\$131	\$131	0,0 %	-25,6 %
China Average HR Sheet (\$/ton)	\$668	\$667	0,1 %	-4,2 %
Amsterdam Coal API#2 (\$/ton)	\$118,50	\$116,30	1,9 %	-5,9 %
Red Hard Wheat KCBT (\$/bushel)	\$6,82	\$6,75	1,0 %	-12,8 %

According to Bloomberg, China reduced imports of the raw material to an eight-month low as demand from steelmakers fell. The country imported 49.9 million metric tons of iron ore last month, the General Customs said on its website. That's an 18 percent drop from 60.6 million tons of a month earlier, according to data compiled by Bloomberg. The steelmakers, including Angang Steel Co. and smaller producers in Hebei province, shuttered plants for maintenance as prices of the alloy dropped, curbing demand for iron ore. China's steel-product exports fell 9.3 percent from a month earlier to 3.82 million tons, the customs data showed. In the first 10 months, steel-product exports gained 11 percent to 41 million tons, while iron ore imports rose 11 percent to 557.9 million tons.

Tanker Market

	Today	Previous	Change	Change YTD
Average TCEs				
VLCC TD3 MEG-Japan (\$/day)	\$10 479	\$9 408	11,4 %	-35,3 %
Suez Average (\$/day)	\$8 689	\$8 728	-0,4 %	-59,2 %
Aframax Average (\$/day)	\$853	\$448	90,4 %	-91,0 %
MR Average (\$/day)	\$9 935	\$9 870	0,7 %	-4,6 %
Oil Commodities				
Brent Front Month (\$/bbl)	\$114,28	\$114,16	0,1 %	20,5 %
WTI Front Month (\$/bbl)	\$98,99	\$97,78	1,2 %	8,0 %
Brent Forward Spread, 2M-1M (\$/bbl)	-\$1,18	-\$1,23	4,1 %	-
NWE-USG Gasoline Arbitrage (\$/mt)	-\$3,84	\$11,62	-15,5	-

Ethanol prices are breaking records in the U.S. as demand from Brazil to the Netherlands for corn-based biofuel sends exports to an all-time high, writes Bloomberg. Prices rose to \$2.79 a gallon on Nov. 3, the highest ever for the month, according to data compiled by Bloomberg. Exports climbed to an average 62,750 barrels a day in the first eight months of the year from 26,000 in 2010, and reached an unprecedented 8,000 in July, according to the U.S. Energy Department. Futures have climbed 11 percent this year on the Chicago Board of Trade because of shortfalls in Brazil and Europe as well as increased U.S. demand.

Gas Market

	Today	Previous	Change	Change YTD
Freight Rates				
LPG Average (\$/ton)	73	72,81	0,3 %	90,6 %
Gas Commodities				
Propane AG Spot (\$/ton)	752,50	750,50	0,3 %	-17,6 %
Butane AG Spot (\$/ton)	807,50	800,50	0,9 %	-10,1 %
Natural Gas (\$/MMBTU)	3,28	3,48	-5,7 %	-27,8 %
Bunkers				
380 cSt Fujairah	710,50	699,50	1,6 %	36,8 %
380 cSt Rotterdam	665,50	649,00	2,5 %	35,0 %
380 cSt Houston	679,50	662,50	2,6 %	36,0 %

Trinidad and Tobago, the largest exporter of liquefied natural gas to the U.S., said exports to that country have fallen "sharply" because of rising U.S. shale gas production. The share of Trinidad and Tobago's LNG exports accounted for by the U.S. has plunged to 25 percent, from 75 percent three years ago, Energy Minister Kevin Ramnarine told Bloomberg. The U.S. is the largest single destination for the Caribbean producer's exports, he said. Trinidad and Tobago exports 15 m mt of the fuel a year and will continue to ship this amount even if the U.S. reduces imports, he said. The country is shifting some of the supplies previously sent to the U.S. to markets in South America, mainly Brazil, Argentina, and Chile and

Source: Bloomberg / Lorentzen & Stemoco AS

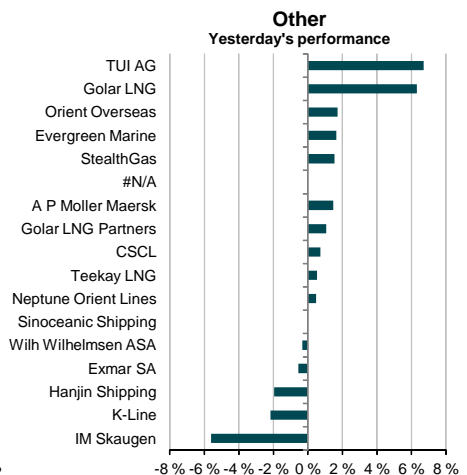
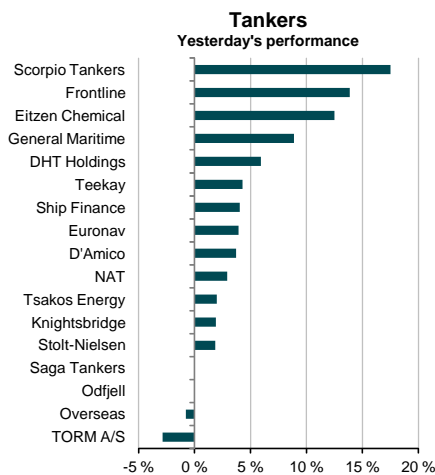
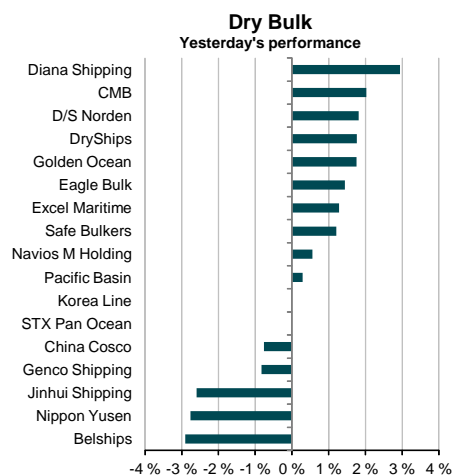
Shipping Equities

Selected news:

Odfjell SE, reporting a net profit of \$261m for the third quarter last week, has taken a pair of 19.9k dwt stainless steel chemical tankers on time charter from Bergen-based owner Utكيلen. The vessels, Stream Mia (2008) and Stream Luna (2010) has been fixed for a period of two years. The rate is suggested by Tradewinds to be \$13,500/day

Courage Marine has confirmed the acquisition of a 57,000 dwt Dolphin type bulk carrier newbuilding under construction at ZhejiangZengzhou Ship Building. The ship changes hands for \$26.6m, according to a press release as of this morning. 20% of the consideration will be paid after the signing of the MOA while the balance shall be paid on delivery of the vessel. According to the company, the price for 57k dwt Supramaxes has dropped from a level of \$40-45m in 2008 to the present value of around \$26m.

Teekay LNG Partners reported a net profit of \$29.7m for the third quarter of the year. YTD the company has made a profit of \$79.1m; up \$9.5m from the first nine months of 2010. The increase comes as a result of higher income due to the acquisition of a 50% interest in a pair of LNG carriers last year as well as a 33% acquisition of a LNG vessel in August. Teekay LNG Partners has a fleet of 15 LNG carriers, 5 LPG carriers and 11 conventional tankers



Source: First Securities AS / JCF FactSet / Bloomberg / TradeWinds / Lloyd's List / Fairplay



Lorentzen & Stemoco

Shipping Equities



Dry bulk

Company	Ticker	(Local curr) Last	Performance			
			1d	1w	1m	YTD
Golden Ocean	GOGL NO	4,41	1,8 %	3 %	4 %	-46 %
Jinhui Shipping	JIN NO	11,25	-2,6 %	-6 %	2 %	-42 %
CMB	CMB BB	16,13	2,0 %	1 %	-4 %	-30 %
DryShips	DRYS US	2,88	1,8 %	6 %	19 %	-46 %
Diana Shipping	DSX US	8,41	2,9 %	2 %	5 %	-27 %
Genco Shipping	GNK US	9,57	-0,8 %	11 %	14 %	-34 %
Navios M Holding	NM US	3,64	0,6 %	-1 %	15 %	-31 %
Excel Maritime	EXM US	2,37	1,3 %	1 %	3 %	-58 %
Eagle Bulk	EGLU US	1,41	1,4 %	0 %	-7 %	-72 %
Safe Bulkers	SB US	6,69	1,2 %	-1 %	12 %	-24 %
Korea Line	005880 KS	7,500	0,0 %	0 %	-18 %	-71 %
STX Pan Ocean	STX SP	7,75	0,0 %	-4 %	-9 %	-41 %
Nippon Yusen	9101 JP	176	-2,8 %	-8 %	-8 %	-51 %
Pacific Basin	2343 HK	3,44	0,3 %	-3 %	2 %	-33 %
Belships	BEL NO	5,68	-2,9 %	-5 %	-5 %	-22 %
China Cosco	1919 HK	3,89	-0,8 %	-5 %	13 %	-53 %
D/S Nordco	DNORD DC	151	1,8 %	1 %	-2 %	-25 %

Market cap weighted average

-0,4 % -3,3 % 5,4 % -46,0 %

Tankers

Company	Ticker	(Local curr) Last	Performance			
			1d	1w	1m	YTD
Frontline	FRO NO	37	13,9 %	41 %	33 %	-76 %
Ship Finance	SFL US	14,90	4,1 %	3 %	10 %	-31 %
Euronav	EURN BB	3,43	3,9 %	8 %	-17 %	-73 %
General Maritime	GMR US	0,18	8,9 %	-5 %	-38 %	-94 %
Teekay	TK US	27,68	4,3 %	6 %	22 %	-16 %
Overseas	OSG US	14,26	-0,8 %	17 %	-2 %	-60 %
NAT	NAT US	14,48	2,9 %	6 %	3 %	-44 %
Tsakos Energy	TNP US	6,20	2,0 %	3 %	9 %	-38 %
Saga Tankers	SAGA NO	1,60	0,0 %	10 %	-20 %	-71 %
Knightsbridge	VLCFF US	17,77	1,9 %	5 %	8 %	-20 %
DHT Holdings	DHT US	1	5,9 %	-2 %	-30 %	-73 %
Odfjell	ODF NO	36,20	0,0 %	-1 %	5 %	-33 %
TORM A/S	TORM DC	5,10	-2,9 %	-9 %	-18 %	-87 %
Stolt-Nielsen	SNI NO	110,00	1,9 %	5 %	-6 %	-23 %
Eitzen Chemical	EICHEM NO	0,18	12,5 %	0 %	38 %	-90 %
Scorpio Tankers	STNG US	6,85	17,5 %	15 %	16 %	-32 %
D'Amico	DIS IM	0,56	3,7 %	1 %	-9 %	-43 %

Market cap weighted average

3,8 % 7,4 % 8,5 % -34,4 %

Other

Company	Ticker	(Local curr) Last	Performance			
			1d	1w	1m	YTD
Golar LNG	GOL NO	227,50	6,3 %	1 %	19 %	155 %
Golar LNG Partners	GMLP US	28,44	1,1 %	0 %	10 %	na
Höegh LNG Holdings	HLNG NO	40,90	1,5 %	1 %	2 %	na
IM Skaugen	IMSK NO	26,90	-5,6 %	-5 %	-7 %	-27 %
Exmar SA	EXM BB	5,46	-0,5 %	0 %	32 %	1 %
Teekay LNG	TGP US	32	0,5 %	-2 %	-3 %	-15 %
StealthGas	GASS US	3,97	1,5 %	-3 %	1 %	-50 %
A P Moller Maersk	MAERSKA DC	33 200,00	1,5 %	2 %	3 %	-32 %
TUI AG	TUI GR	4,39	6,7 %	0 %	0 %	-58 %
Evergreen Marine	EVGZF US	15,45	1,6 %	-7 %	-2 %	-44 %
Sinoceanic Shipping	SINO NO	6	0,0 %	2 %	-10 %	-26 %
Hanjin Shipping	000700 KS	7,500	-2,0 %	-10 %	-1 %	-59 %
K-Line	9107 JP	135,00	-2,2 %	-9 %	-10 %	-62 %
CSC	2866 HK	1,38	0,7 %	-9 %	6 %	-60 %
Orient Overseas	316 HK	35,40	1,7 %	-3 %	2 %	-42 %
Neptune Orient Lines	NOL SP	1,05	0,5 %	-5 %	-8 %	-52 %
With Wilhelmsen ASA	WWASA NO	32	-0,3 %	3 %	19 %	-26 %

Market cap weighted average

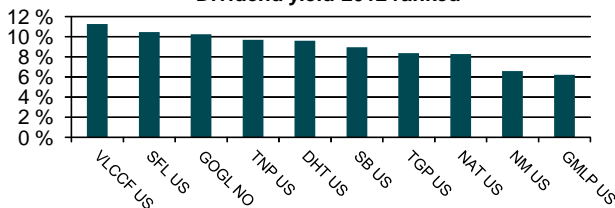
1,6 % -0,6 % 3,7 % -25,7 %

(mUSD) M cap	P/E		EV/EBITDA		Yield		Gearing
	11	12	11	12	11	12	Net debt/EV
357	5,6	5,3	7,6	6,9	13 %	10 %	61 %
167	1,6	3,5	3,7	4,8	0 %	0 %	68 %
775	7,3	8,1	7,6	7,7	6 %	6 %	53 %
1 179	6,5	4,3	8,5	5,8	0 %	0 %	76 %
694	6,4	10,5	3,9	4,7	0 %	0 %	Neg.
344	14,0	na	7,3	9,1	0 %	0 %	81 %
370	6,7	6,9	5,8	5,4	7 %	7 %	75 %
203	na	na	8,0	11,4	0 %	0 %	83 %
88	na	na	11,4	9,5	0 %	0 %	93 %
474	4,5	4,5	6,8	6,2	9 %	9 %	48 %
108	na	na	na	na	na	na	na
1 242	na	na	na	18,9	0 %	0 %	66 %
3 883	na	15,3	9,9	8,7	2 %	2 %	75 %
856	na	14,7	7,1	6,7	2 %	3 %	20 %
25	na	na	na	na	na	na	na
9 212	na	na	na	na	0 %	0 %	31 %
1 201	11,9	16,5	5,2	4,8	4 %	3 %	Neg.

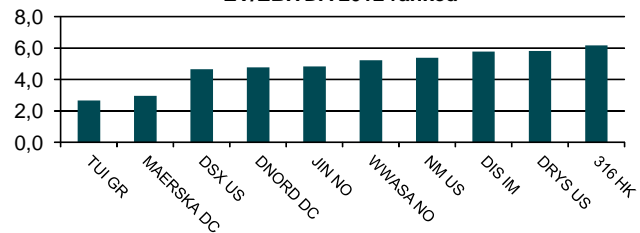
(mUSD) M cap	P/E		EV/EBITDA		Yield		Gearing
	11	12	11	12	11	12	Net debt/EV
504	na	na	12,9	11,8	2 %	1 %	82 %
1 179	9,0	9,1	14,3	12,8	10 %	10 %	63 %
244	na	na	9,8	11,5	0 %	0 %	84 %
22	na	na	na	na	0 %	0 %	98 %
1 937	na	na	10,5	8,3	5 %	5 %	72 %
434	na	na	na	16,1	9 %	6 %	82 %
684	na	na	na	18,4	8 %	8 %	20 %
286	na	na	13,1	10,0	10 %	10 %	82 %
25	na	na	2,4	6,2	0 %	0 %	19 %
434	13,0	14,3	8,3	8,3	11 %	11 %	16 %
78	5,2	15,6	6,1	6,8	21 %	10 %	76 %
553	na	na	10,3	8,6	3 %	3 %	65 %
69	na	na	na	11,6	0 %	0 %	96 %
1 249	12,4	8,6	8,5	7,2	5 %	5 %	54 %
36	na	na	na	na	0 %	0 %	96 %
124	na	na	15,3	15,6	0 %	0 %	46 %
115	na	8,7	10,9	5,8	0 %	1 %	72 %

(mUSD) M cap	P/E		EV/EBITDA		Yield		Gearing
	11	12	11	12	11	12	Net debt/EV
3 215	na	19,6	na	13,7	3 %	3 %	21 %
1 111	19,2	15,2	13,0	10,6	5 %	6 %	35 %
328	na	na	na	na	0 %	0 %	49 %
129	na	15,4	18,3	9,6	0 %	0 %	52 %
446	na	10,7	10,9	8,2	5 %	3 %	67 %
2 092	17,4	14,8	13,3	11,4	8 %	8 %	42 %
84	6,0	4,8	na	na	na	na	na
27 660	11,0	10,5	2,9	3,0	3 %	3 %	35 %
1 519	11,4	8,6	3,1	2,7	0 %	0 %	63 %
1 778	na	na	na	10,9	0 %	0 %	30 %
15	na	na	na	na	na	na	na
292	na	na	na	na	na	na	na
1 341	na	na	na	14,0	0 %	0 %	81 %
5 422	na	na	na	na	0 %	0 %	20 %
2 848	16,3	12,3	7,2	6,2	2 %	2 %	16 %
2 102	na	na	na	10,3	0 %	0 %	36 %
1 227	8,5	5,8	6,5	5,2	3 %	4 %	50 %

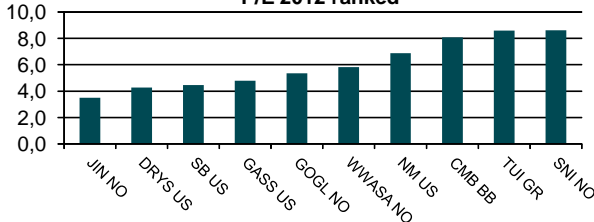
Dividend yield 2012 ranked



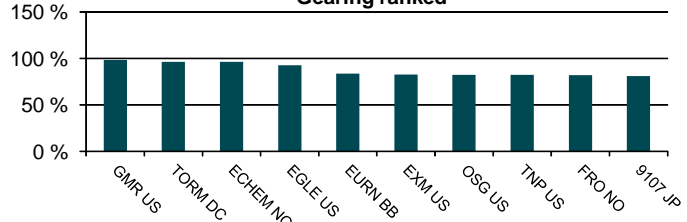
EV/EBITDA 2012 ranked



P/E 2012 ranked



Gearing ranked

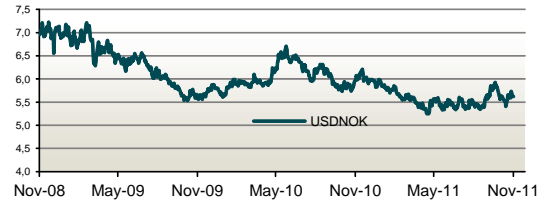


Source: JCF FactSet / First Securities AS



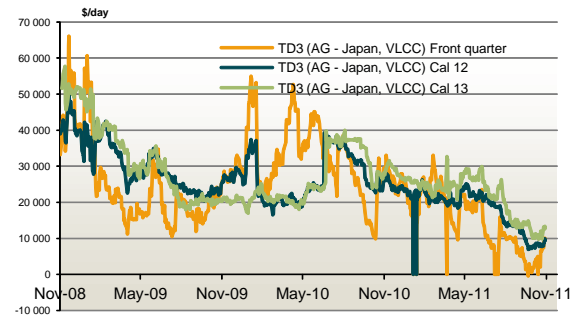
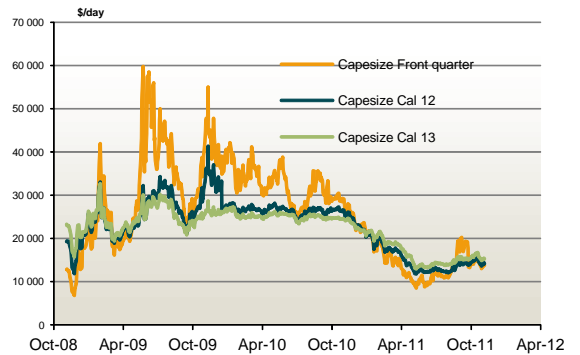
Currencies

	Today	Previous	Change
EURUSD	1,3752	1,375	0,0 %
EURJPY	105,93	106,1	-0,2 %
USDJPY	77,02	77,2	-0,2 %
USDKRW	1 123,3	1 126,6	-0,3 %
USDCNY	6,3584	6,3421	0,3 %
USDNOK	5,6217	5,638	-0,3 %



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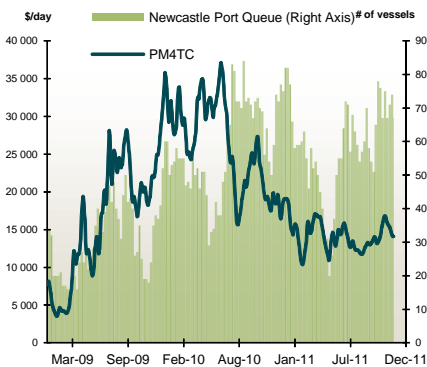
	Today	Previous	Change
Capesize Front quarter	13 842	13 992	-1,1 %
Capesize Cal 12	14 183	14 375	-1,3 %
Capesize Cal 13	15 300	15 400	-0,6 %
	(\$/day)	(\$/day)	
Panamax Front quarter	11 721	11 771	-0,4 %
Panamax Cal 12	11 711	11 746	-0,3 %
Panamax Cal 13	12 225	12 229	0,0 %
Supramax Front quarter	11 960	11 878	0,7 %
PM4TC Cal 12	11 941	11 863	0,7 %
PM4TC Cal 13	12 160	12 092	0,6 %
TD3 (AG - Japan, VLCC) Front quarter	9 654	10 025	-3,7 %
TD3 (AG - Japan, VLCC) Cal 12	9 398	9 910	-5,2 %
TD3 (AG - Japan, VLCC) Cal 13	12 817	13 348	-4,0 %
TD5 (W. Afr. - US Gulf, Suezmax) Front quarter	11 095	11 461	-3,2 %
TD5 (W. Afr. - US Gulf, Suezmax) Cal 12	10 817	11 130	-2,8 %
TD5 (W. Afr. - US Gulf, Suezmax) Cal 13	15 600	15 818	-1,4 %
TC2 (ARA - USEC, MR) Front quarter	8 939	8 830	1,2 %
TC2 (ARA - USEC, MR) Cal 12	8 752	8 778	-0,3 %
TC2 (ARA - USEC, MR) Cal 13	9 974	10 030	-0,6 %



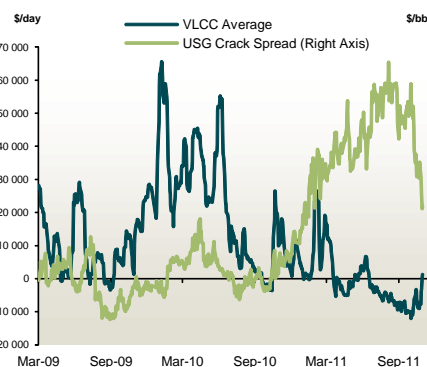
Source: Bloomberg / Baltic Exchange / Lorentzen & Stemoco AS

Selected Indicators

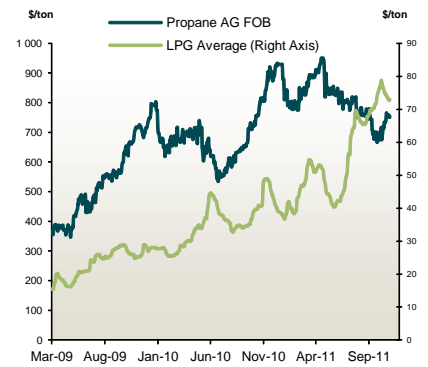
Dry Bulk



Tanker



Gas



Source: Bloomberg / Lorentzen & Stemoco AS





Lorentzen & Stemoco

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