

U.S. on the Hunt for Iranian “Ghost Tankers”. Targeting Vessels Transporting Iranian Crude Oil

By [Irina Slav](#)

Global Research, March 22, 2019

[OilPrice.com](#) 20 March 2019

Region: [Middle East & North Africa, USA](#)

Theme: [Global Economy](#), [Oil and Energy](#)

When Washington announced the return of economic sanctions against Iran, the main idea was pretty clear: cut exports of vital oil to zero to paralyze the economy and prompt a change in government. Waivers followed, however, as well as reports that, despite the sanctions, Iran was shipping more oil abroad than the amounts allowed under the waivers.

Oil data provider TankerTrackers.com first reported last year that Iranian tankers were turning off their transponders to hide the destination of their journeys. At the time, most tanker tracking data came precisely from transponders and port authorities, which made most Iranian tanker movement reports unreliable. This, in turn, contributed to the October-December oil price drop when it emerged that Iran was shipping more crude abroad than previously believed.

No wonder, then, that the United States is now targeting vessels transporting Iranian crude oil in violation of sanctions, a senior State Department official [told](#) VOA this week.

“We are closely tracking ship-to-ship transfers of [Iranian] oil to evade our oil sanctions,” said Deputy Assistant Secretary of State for Counter Threat Finance and Sanctions **David Peyman**. “And we’re working closely with foreign governments to ensure they are monitoring ship-to-ship transfers off their coasts.”

Peyman also said everyone involved in the transport and ship-to-ship transfer of Iranian oil in defiance of sanctions will be held accountable by Washington.

“If you are engaged in evasive action, which is really the worst kind of violation when it comes to U.S. sanctions, we will hold you accountable,” the official said.

In fact, oil and fuel traders are resorting to measures that they already used during the previous term of Iranian sanctions when those were enforced by not just one country but the United Nations. Reuters [reports](#), quoting industry sources from Asia, that since the sanction waivers do not extend to oil products, even countries granted waivers may be buying products such as fuel oil from Iran.

“Some buyers...will want Iranian oil regardless of U.S. strategic objectives to deny Tehran oil revenue, and Iran will find a way to keep some volumes flowing,” the agency quoted Economist Intelligence Unit analyst Peter Kiernan as saying.

VOA quoted TankerTrackers co-founder Samir Madani as saying the service had detected two such transfers in February alone, with one taking as long as three months to complete and the other a month. In both cases, Madani told VOA, the transferred fuel was then moved to a third vessel that shipped it to a port.

As for Washington's call to foreign governments to join the effort of cutting access to Iranian oil to markets, for now only Panama has responded. VOA reports that the country took away the right of 59 tankers linked to Iran to fly the Panamanian flag.

"Panama really led the way for other countries to follow suit by pulling their own flags and for other countries to commit to the U.S. that they will not reflag those ships that the Panamanians withdrew their flag from," Peyman commented to VOA.

Yet tackling these sanction evasion moves might prove to be tricky as other nations may not be as willing to follow Panama's example. According to TankerTrackers' Madani, "Given that these are unilateral sanctions (not by the UN), I don't see much of a willingness by other countries to intervene in order to prevent such activity in their waters, especially if the other party is not Iranian. The easiest and safest way would be to deal with it after the fact via phone calls and/or fines. Nobody wants an incident out at sea involving 2 million barrels."

*

Note to readers: please click the share buttons below. Forward this article to your email lists. Crosspost on your blog site, internet forums. etc.

Irina Slav is a writer for the U.S.-based Divergente LLC consulting firm with over a decade of experience writing on the oil and gas industry.

Featured image is from OilPrice.com

The original source of this article is OilPrice.com

Copyright © Irina Slav, OilPrice.com, 2019

[Comment on Global Research Articles on our Facebook page](#)

[Become a Member of Global Research](#)

Articles by: [Irina Slav](#)

Disclaimer: The contents of this article are of sole responsibility of the author(s). The Centre for Research on Globalization will not be responsible for any inaccurate or incorrect statement in this article. The Centre of Research on Globalization grants permission to cross-post Global Research articles on community internet sites as long the source and copyright are acknowledged together with a hyperlink to the original Global Research article. For publication of Global Research articles in print or other forms including commercial internet sites, contact: publications@globalresearch.ca

www.globalresearch.ca contains copyrighted material the use of which has not always been specifically authorized by the copyright owner. We are making such material available to our readers under the provisions of "fair use" in an effort to advance a better understanding of political, economic and social issues. The material on this site is distributed without profit to those who have expressed a prior interest in receiving it for research and educational purposes. If you wish to use copyrighted material for purposes other than "fair use" you must request permission from the copyright owner.

For media inquiries: publications@globalresearch.ca