

# FIS Fuel Oil Daily Evening Report

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## 07 March 2022

### Oil and Energy Market News

At 2:55 pm Singapore time (0655 GMT), the May ICE Brent futures contract was up \$11.45/b (9.69%) from the previous close at \$129.56/b, while the April NYMEX light sweet crude contract was \$10.20/b (8.82%) higher at \$125.88/b. At these levels, both benchmarks have spiked around 65% since the start of 2022.

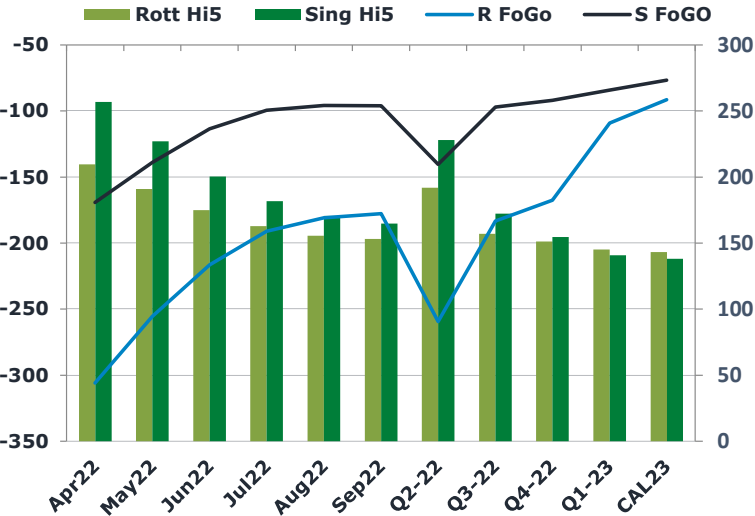
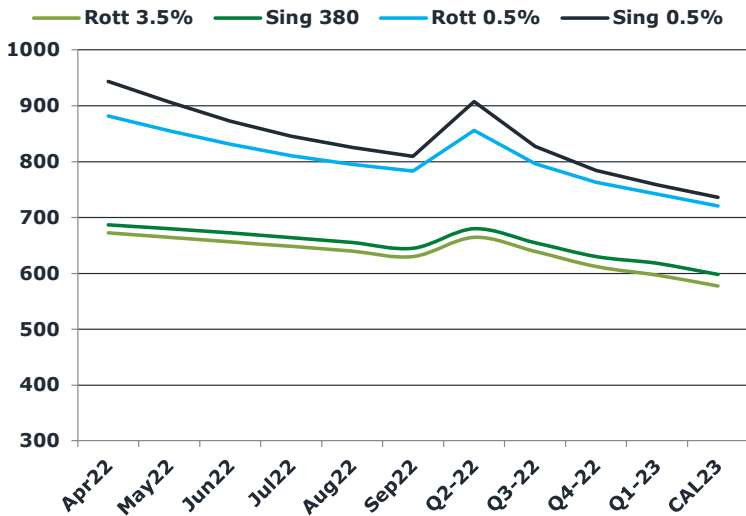
US Secretary of State Antony Blinken said March 6 that the country is now discussing with its European allies "the prospect of banning the import of Russian oil while making sure that there is still an appropriate supply of oil in world markets", S&P Global Commodity Insights reported earlier. The comments override the Biden administration's earlier stance that it is not interested in banning Russian oil. (S&P Global Platts)

Widespread secondary sanctions, like those imposed on Iran, could be aimed at Russia's 7 million b/d of oil exports, 4.5 million b/d of which is crude, S&P Global reported earlier. Russian crude exports could fall by 1 million-2 million b/d this month as a result of existing sanctions on Moscow and as the market voluntarily suspends purchases, according to analysis by S&P Global. If sanctions against Russia's oil exports are implemented, JP Morgan analysts estimated oil could soar to \$185/b this year, while analysts at Bank of America estimated oil prices could double from \$100/b to \$200/b. (S&P Global Platts)

### Brent

128.68

|       | Barges 3.5 % | Sing 380cst | Rott 0.5% | Sing 0.5% | Sing Hi5 |
|-------|--------------|-------------|-----------|-----------|----------|
| Apr22 | 672.20       | 686.70      | 881.75    | 943.65    | 257      |
| May22 | 664.20       | 679.70      | 855.25    | 906.65    | 227      |
| Jun22 | 656.20       | 672.20      | 831.25    | 872.65    | 200      |
| Jul22 | 647.95       | 663.95      | 810.75    | 845.65    | 182      |
| Aug22 | 639.45       | 654.95      | 795.00    | 825.65    | 171      |
| Sep22 | 629.95       | 644.95      | 783.00    | 809.65    | 165      |
| Q2-22 | 664.20       | 679.55      | 856.10    | 907.65    | 228      |
| Q3-22 | 639.12       | 654.62      | 796.25    | 826.98    | 172      |
| Q4-22 | 611.87       | 629.95      | 763.00    | 784.48    | 155      |
| Q1-23 | 596.70       | 617.62      | 741.83    | 758.32    | 141      |
| CAL23 | 577.14       | 597.87      | 720.48    | 736.09    | 138      |



### Fuel Oil Market News

#### OIL MARKET ROUND-UP: (Bloomberg)

- \* U.S. Says Russian Oil Import Ban on the Table in Talks With EU
- \* Oil Traders Are Betting Prices May Pass \$200 a Barrel This Month
- \* Oil's So Pricey It's Forcing Fuel Makers to Mull Processing Cuts
- \* U.S. in Talks With Venezuela Amid Push to Round Up Oil Supplies
- \* Japan in Talks With U.S., Europe Over Russia Oil Embargo: Kyodo
- \* Russia Energy Chaos Triggers the Biggest Market Shock in Decades
- \* Shell Says It Bought Russian Oil After Government Talks
- \* Libya's Oil Production Drops as Political Crisis Deepens
- \* China's Crude Imports Slipped on Lunar New Year and Olympics
- \* Saudi Arabia Hikes Oil Prices as Crude Surges on Ukraine War
- \* Europe's Diesel Market Is Pricing Like Supply Is Running Out

|       | Rott GOFO | Sing GOFO | R FoGo  | S FoGO  | Rott Hi5 |
|-------|-----------|-----------|---------|---------|----------|
| Apr22 | 515.59    | 426.09    | -306.00 | -169.25 | 210      |
| May22 | 446.47    | 366.04    | -255.50 | -139.00 | 191      |
| Jun22 | 391.43    | 313.94    | -216.50 | -113.50 | 175      |
| Jul22 | 353.89    | 281.22    | -191.00 | -99.50  | 163      |
| Aug22 | 336.30    | 266.38    | -180.75 | -95.75  | 156      |
| Sep22 | 330.75    | 260.73    | -177.75 | -96.00  | 153      |
| Q2-22 | 451.15    | 368.67    | -259.25 | -140.50 | 192      |
| Q3-22 | 340.31    | 269.44    | -183.25 | -97.00  | 157      |
| Q4-22 | 318.65    | 246.43    | -167.50 | -92.00  | 151      |
| Q1-23 | 254.32    | 224.99    | -109.25 | -84.25  | 145      |
| CAL23 | 234.78    | 214.94    | -91.50  | -76.75  | 143      |

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## TIME SPREADS FUEL

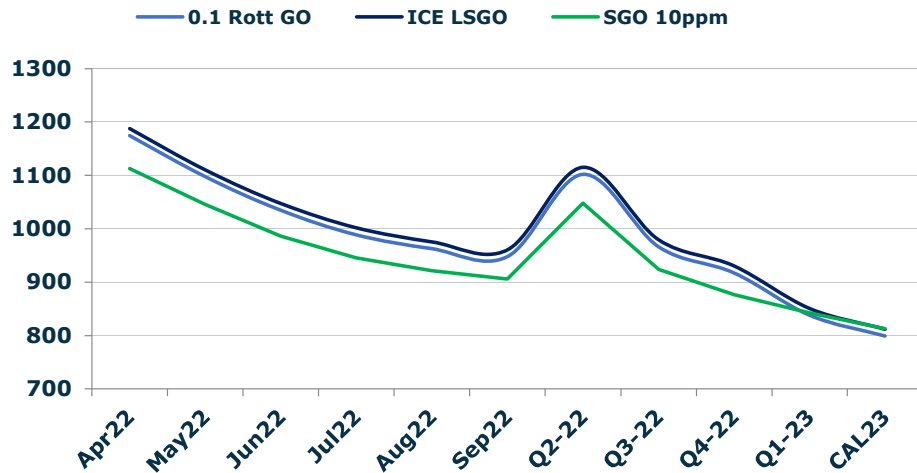
|             | Barges 3.5 | S 380 | Rott 0.5% | Sing 0.5% |
|-------------|------------|-------|-----------|-----------|
| Apr22/May22 | 8.00       | 7.00  | 26.50     | 37.00     |
| May22/Jun22 | 8.00       | 7.50  | 24.00     | 34.00     |
| Jun22/Jul22 | 8.25       | 8.25  | 20.50     | 27.00     |
| Jul22/Aug22 | 8.50       | 9.00  | 15.75     | 20.00     |
| Aug22/Sep22 | 9.50       | 10.00 | 12.00     | 16.00     |
| Q2-22/Q3-22 | 25.08      | 24.93 | 59.85     | 80.67     |
| Q3-22/Q4-22 | 27.25      | 24.67 | 33.25     | 42.50     |
| Q4-22/Q1-23 | 15.17      | 12.33 | 21.17     | 26.17     |
| CAL23/CAL24 | 27.75      | 34.00 | 51.1      | 52.22     |

## GASOIL CURVES

|       | Rott 0.1 | SGO 10ppm | ICE GO |
|-------|----------|-----------|--------|
| Apr22 | 1174.8   | 1112.8    | 1187.8 |
| May22 | 1097.7   | 1045.7    | 1110.7 |
| Jun22 | 1034.6   | 986.1     | 1047.6 |
| Jul22 | 988.8    | 945.2     | 1001.8 |
| Aug22 | 962.8    | 921.3     | 975.8  |
| Sep22 | 947.7    | 905.7     | 960.7  |
| Q2-22 | 1102.4   | 1048.2    | 1115.4 |
| Q3-22 | 966.4    | 924.1     | 979.4  |
| Q4-22 | 917.5    | 876.4     | 930.5  |
| Q1-23 | 838.0    | 842.6     | 851.0  |
| CAL23 | 798.9    | 812.8     | 811.9  |

## EW SPREAD

|       | EW380 | EW0.5% |
|-------|-------|--------|
| Apr22 | 14.50 | 61.90  |
| May22 | 15.50 | 51.40  |
| Jun22 | 16.00 | 41.40  |
| Jul22 | 16.00 | 34.90  |
| Aug22 | 15.50 | 30.65  |
| Sep22 | 15.00 | 26.65  |
| Q2-22 | 15.35 | 51.55  |
| Q3-22 | 15.50 | 30.73  |
| Q4-22 | 18.08 | 21.48  |
| Q1-23 | 20.92 | 16.48  |
| CAL23 | 24.00 | 15.61  |



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