

FIS Fuel Oil Daily Morning Report

London +44 20 7090 1134 - info@freightinvestor.com | Singapore +65 6535 5189 - info@freightinvestor.asia | Shanghai +86 21 63012568

11 May 2022

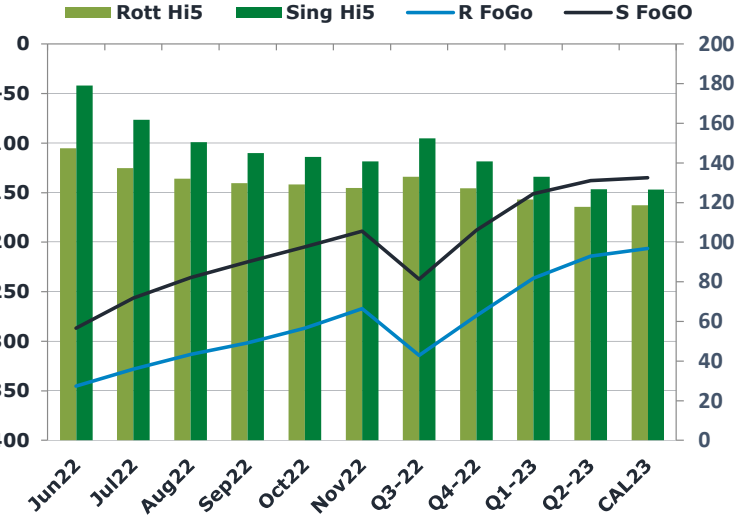
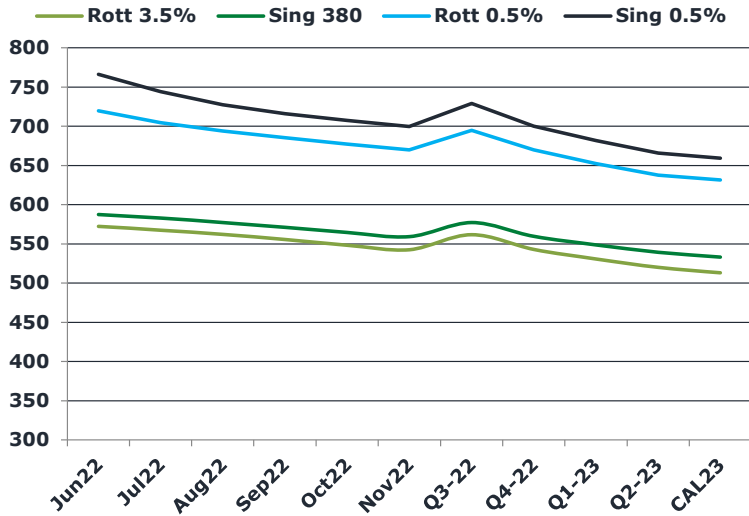
Oil and Energy Market News

Oil sold off with risk assets on Monday, but it failed to follow equities higher yesterday. Instead, downward pressure on the market continued, which saw NYMEX WTI settle below US\$100/bbl. Growth concerns continue to weigh on commodities, and a stronger USD only adds further downward pressure to the complex. This weakness has continued in early trading this morning after the API reported that US crude oil inventories increased by 1.62MMbbls - the market was expecting a small draw. In addition, API numbers also showed an increase in refined product inventories. Gasoline and distillate fuel oil inventories increased by 823Mbbls and 662Mbbls respectively. If today's EIA report shows similar numbers, it would be the first weekly increase for US gasoline inventories since late March and the first for distillates since early April. However, the middle distillate market is still very tight and so we would expect US heating oil cracks to remain well supported. The EIA released its latest Short Term Energy Outlook yesterday. The report cut expectations for US oil production growth for 2022 from around 833Mbbls/d to 731Mbbls/d, which implies US oil output averaging 11.91MMbbls/d this year. However, for 2023, supply is expected to grow by 940Mbbls/d (largely unchanged from last month), which would see US output hitting a record 12.85MMbbls/d. Obviously, the biggest concern for the global oil market is around supply in the short to medium term, given the uncertainty over Russian supply. And the downward revisions to 2022 output estimates will do little to ease these concerns.

Brent

105.14

	Barges 3.5 %	Sing 380cst	Rott 0.5%	Sing 0.5%	Sing Hi5
Jun22	572.25	587.25	719.55	766.20	179
Jul22	567.50	582.75	704.80	744.45	162
Aug22	562.00	577.25	694.05	727.70	150
Sep22	555.50	571.00	685.30	715.95	145
Oct22	548.25	564.50	677.30	707.45	143
Nov22	542.50	559.25	669.80	699.95	141
Q3-22	561.65	577.00	694.70	729.35	152
Q4-22	542.83	559.58	670.05	700.28	141
Q1-23	530.75	548.75	652.30	681.70	133
Q2-23	519.92	539.25	637.80	665.95	127
CAL23	512.92	532.88	631.61	659.39	127



Fuel Oil Market News

OIL MARKET ROUND-UP: (Bloomberg)

- * Libya's Closed Oil Fields to Restart, Parliament-Backed PM Says
- * US Crude Output Growth Expected to Slow Amid Soaring Costs
- * US Retail Fuel Prices Hit Record With Driving Season Looming
- * Europe Drafts \$205 Billion Plan to Wean Itself Off Russian Fuels
- * Pemex May Share Gulf of Mexico Oil Deposit With Eni: Milenio
- * API Reports US Crude Stockpiles Gained 1.618M Bbl Last Week
- * Biden Fights Bid to Boost Oil Drilling, Climate Goal at Risk
- * American Fuel Arrivals in Europe Fall as U.S. Diesel Surge Ebbs
- * EIA Lowers 2023 U.S. Crude Output Forecast to 12.85m b/d

	Rott GOFO	Sing GOFO	R FoGo	S FoGO	Rott Hi5
Jun22	492.64	465.64	-345.25	-286.75	147
Jul22	465.25	417.99	-328.00	-256.25	137
Aug22	445.25	386.24	-313.25	-235.75	132
Sep22	431.56	364.92	-301.75	-220.00	130
Oct22	415.88	347.58	-286.75	-204.75	129
Nov22	394.42	329.36	-267.00	-188.75	127
Q3-22	447.35	389.64	-314.25	-237.25	133
Q4-22	401.35	328.66	-274.25	-188.00	127
Q1-23	358.03	284.24	-236.50	-151.25	122
Q2-23	332.06	264.56	-214.25	-137.75	118
CAL23	325.17	261.56	-206.50	-135.00	119

FIS Fuel Oil Daily Morning Report

London +44 20 7090 1134 - info@freightinvestor.com | Singapore +65 6535 5189 - info@freightinvestor.asia | Shanghai +86 21 63012568

11 May 2022

TIME SPREADS FUEL

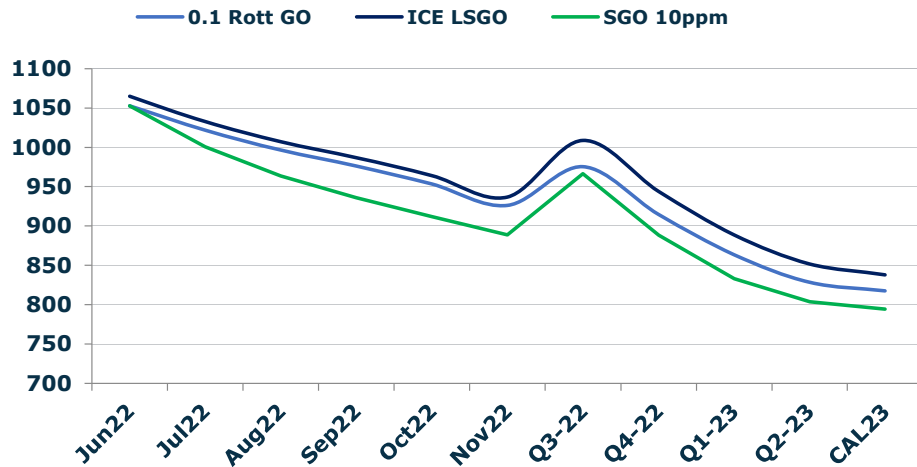
	Barges 3.5	S 380	Rott 0.5%	Sing 0.5%
Jun22/Jul22	4.75	4.50	14.75	21.75
Jul22/Aug22	5.50	5.50	10.75	16.75
Aug22/Sep22	6.50	6.25	8.75	11.75
Sep22/Oct22	7.25	6.50	8.00	8.50
Oct22/Nov22	5.75	5.25	7.50	7.50
Q3-22/Q4-22	18.82	17.42	24.65	29.07
Q4-22/Q1-23	12.08	10.83	17.75	18.58
Q1-23/Q2-23	10.83	9.50	14.50	15.75
CAL23/CAL24	44.50	42.50	45.2	46.01

GASOIL CURVES

	Rott 0.1	SGO 10ppm	ICE GO
Jun22	1052.9	1052.9	1064.9
Jul22	1022.0	1000.7	1032.8
Aug22	996.5	963.5	1007.3
Sep22	976.3	935.9	987.1
Oct22	953.4	912.1	964.1
Nov22	926.2	888.6	936.9
Q3-22	975.4	966.6	1009.0
Q4-22	914.7	888.2	944.2
Q1-23	863.8	833.0	888.8
Q2-23	828.4	803.8	852.0
CAL23	817.5	794.4	838.1

EW SPREAD

	EW380	EW0.5%
Jun22	15.00	46.65
Jul22	15.25	39.65
Aug22	15.25	33.65
Sep22	15.50	30.65
Oct22	16.25	30.15
Nov22	16.75	30.15
Q3-22	15.35	34.65
Q4-22	16.75	30.23
Q1-23	18.00	29.40
Q2-23	19.33	28.15
CAL23	23.00	27.77



Contact US:

Luke Longhurst

Email: lukel@freightinvestor.com

Mobile: (+44) 7966 968761

Ricky Forman

Email: rickyf@freightinvestor.com

Mobile: (+44) 7868 708719

Sam Twyford

Email: samt@freightinvestor.com

Mobile: (+44) 7729 118643

Jessie Deng

Email: jessied@freightinvestor.com

Mobile: (+86) 13524516743

Jarryd Smith

Email: jarryds@freightinvestor.com

Mobile: (+65) 8798 4987

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at freightinvestorservices.com