

# FIS Fuel Oil Daily Morning Report

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23 June 2022

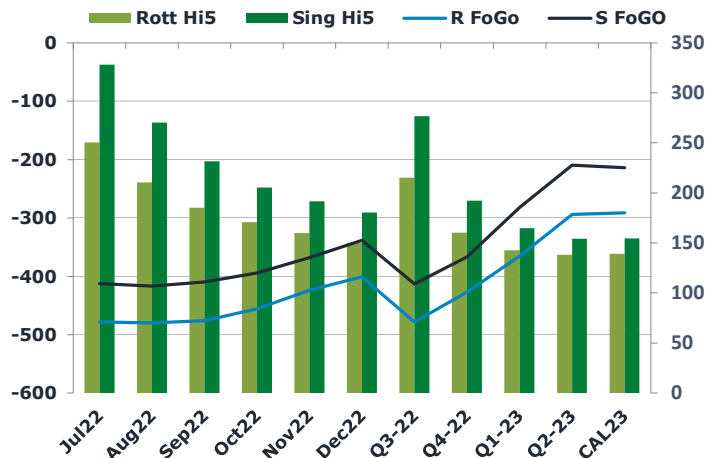
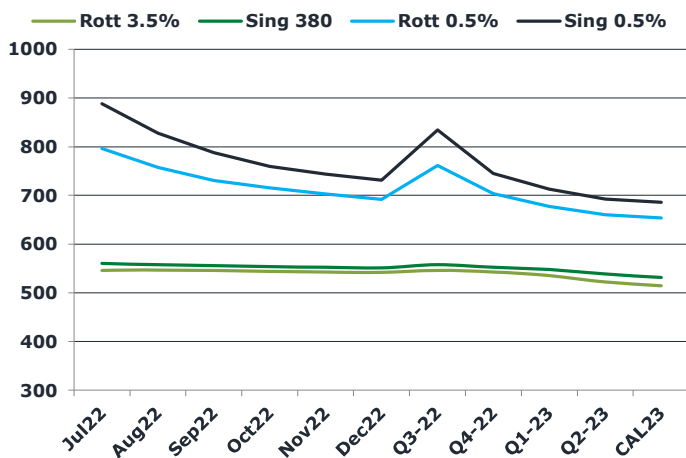
## Oil and Energy Market News

The oil market came under pressure with the rest of the commodities complex yesterday. ICE Brent traded as low as US\$107.03/bbl at one stage. Growing fears over a recession have weighed on risk assets, and comments from Jerome Powell during his congressional testimony would not have helped. Powell commented that a soft landing would be "very challenging". However, the issue for the oil market is on the supply side. Russian supply disruptions and limited OPEC spare capacity should continue to offer support to the market. Although clearly, a slowdown in global growth is a risk to oil demand, which could help ease some of the tightness in the market. Already, we have seen demand estimates revised lower over the course of the year. While this may help to ease some of the tightness in the short to medium term, it does little to solve the longer-term supply shortfalls. The IEA released its latest World Energy Investment report yesterday, in which they estimated that upstream oil & gas spending in 2022 would grow by 10% this year from 2021 levels. This would leave upstream investment for the year at around US\$418b, which would still be below pre-pandemic levels. In addition, the IEA points out that a large part of the increased spending reflects increased costs, and so adjusting for inflation makes the YoY increase in spending even less impressive. (ING)

## Brent

110.64

	Barges 3.5 %	Sing 380cst	Rott 0.5%	Sing 0.5%	Sing Hi5
Jul22	546.10	560.10	796.30	888.35	328
Aug22	546.85	557.60	757.30	827.85	270
Sep22	545.60	555.60	730.80	787.35	232
Oct22	544.10	553.85	715.05	759.35	206
Nov22	542.60	552.35	702.55	743.85	192
Dec22	541.85	551.10	692.05	731.35	180
Q3-22	546.20	557.75	761.45	834.50	277
Q4-22	542.85	552.43	703.22	744.85	192
Q1-23	535.10	547.77	677.72	712.52	165
Q2-23	522.27	538.52	660.38	692.68	154
CAL23	514.23	531.33	653.43	685.79	154



## Fuel Oil Market News

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

- \* API Reports US Crude Stockpiles Rise by 5.6 Million Barrels
- \* EIA to Delay 'Several' of This Week's Reports on System Issues
- \* Shipping Costs Soar as Russian Fallout Upends Global Fuel Flows
- \* Germany Open to Discuss Russian Oil Price Cap, Scholz Aide Says
- \* China, India May Be Buying More Russia Oil Than Known, US Says
- \* Biden Offers Longshot Bid to Pause Fuel Taxes as Options Dwindle

	Rott GOFO	Sing GOFO	R FoGo	S FoGo	Rott Hi5
Jul22	728.61	740.61	-478.50	-412.25	250
Aug22	690.36	687.24	-480.00	-417.00	210
Sep22	661.28	641.56	-476.00	-409.75	185
Oct22	626.40	600.10	-455.50	-394.50	171
Nov22	584.32	559.13	-424.25	-367.75	160
Dec22	551.42	518.66	-401.25	-338.50	150
Q3-22	693.40	689.75	-478.25	-413.00	215
Q4-22	587.38	559.30	-427.00	-367.00	160
Q1-23	507.68	446.62	-365.00	-281.75	143
Q2-23	432.08	363.74	-294.00	-209.50	138
CAL23	430.75	368.57	-291.50	-214.00	139

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## TIME SPREADS FUEL

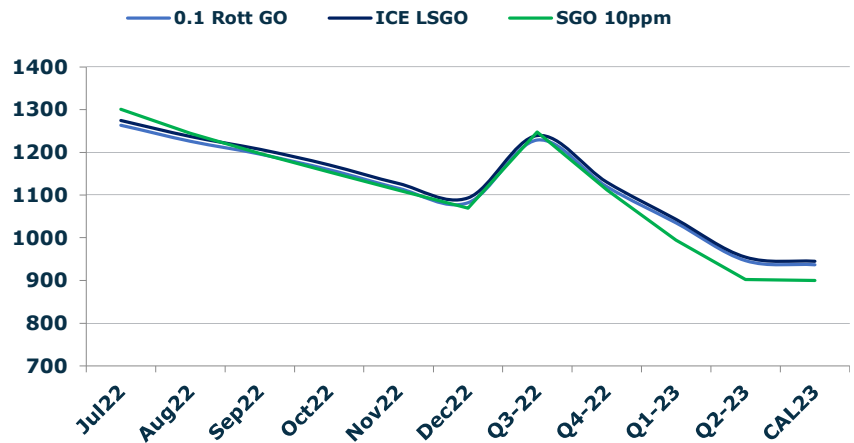
	Barges 3.5	S 380	Rott 0.5%	Sing 0.5%
Jul22/Aug22	-3.00	2.50	39.00	60.50
Aug22/Sep22	-0.75	2.00	26.50	40.50
Sep22/Oct22	1.25	1.75	15.75	28.00
Oct22/Nov22	1.50	1.50	12.50	15.50
Nov22/Dec22	1.50	1.25	10.50	12.50
Q3-22/Q4-22	3.35	5.32	58.23	89.65
Q4-22/Q1-23	7.75	4.67	25.50	32.33
Q1-23/Q2-23	12.83	9.25	17.33	19.83
CAL23/CAL24	47.50	42.00	68.7	56.46

## GASOIL CURVES

	Rott 0.1	SGO 10ppm	ICE GO
Jul22	1263.7	1300.7	1274.7
Aug22	1226.2	1244.8	1237.2
Sep22	1195.9	1197.2	1206.9
Oct22	1159.5	1153.9	1170.5
Nov22	1115.9	1111.5	1126.9
Dec22	1082.3	1069.8	1093.3
Q3-22	1228.6	1247.5	1239.6
Q4-22	1119.2	1111.7	1130.2
Q1-23	1034.8	994.4	1042.8
Q2-23	946.3	902.3	954.3
CAL23	937.0	899.9	945.0

## EW SPREAD

	EW380	EW0.5%
Jul22	14.00	92.05
Aug22	10.75	70.55
Sep22	10.00	56.55
Oct22	9.75	44.30
Nov22	9.75	41.30
Dec22	9.25	39.30
Q3-22	11.55	73.05
Q4-22	9.58	41.63
Q1-23	12.67	34.80
Q2-23	16.25	32.30
CAL23	5.00	32.36



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