

# FIS Fuel Oil Daily Morning Report

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## 27 September 2022

### Oil and Energy Market News

Despite the recent plummet, Trafigura warn that the oil market is vulnerable to dramatic price spikes because it is failing to prepare for a sudden return of demand that might come from the loosening of China's covid policies.

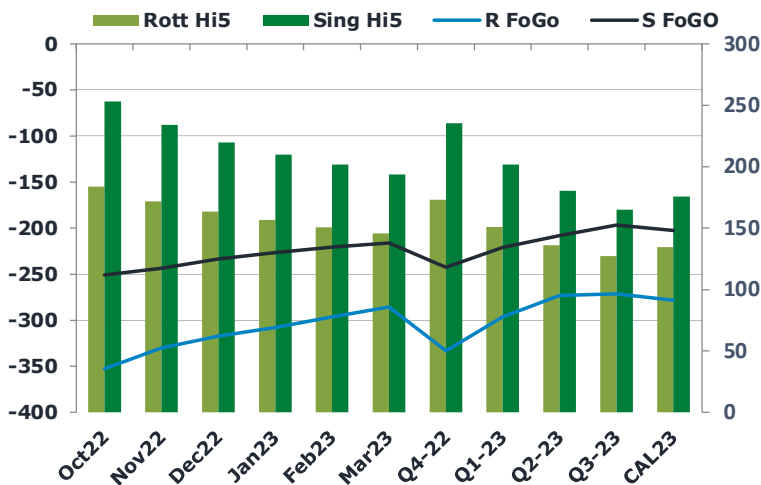
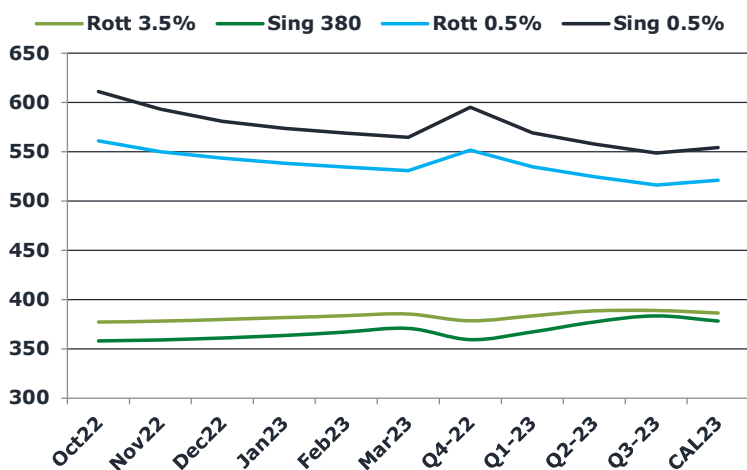
Natural gas prices in Europe have continued their sharp pullback as the continent has filled up its gas storage ahead of schedule. Benchmark Dutch front-month futures fell 6.7% on Monday.

Having fallen over 7% over the past two trading sessions, Brent crude futures are steadily rising this morning, up over \$1.00/bbl from settlement on indications that producer cartel OPEC may cut output to counter falling prices.

### Brent

**85.16**

|       | Barges 3.5 % | Sing 380cst | Rott 0.5% | Sing 0.5% | Sing Hi5 |
|-------|--------------|-------------|-----------|-----------|----------|
| Oct22 | 377.05       | 358.05      | 560.90    | 611.05    | 253      |
| Nov22 | 378.05       | 359.05      | 549.90    | 593.05    | 234      |
| Dec22 | 379.80       | 361.05      | 543.40    | 580.80    | 220      |
| Jan23 | 381.55       | 363.55      | 538.40    | 573.55    | 210      |
| Feb23 | 383.55       | 367.05      | 534.40    | 568.80    | 202      |
| Mar23 | 385.30       | 370.80      | 530.90    | 564.55    | 194      |
| Q4-22 | 378.30       | 359.40      | 551.40    | 594.95    | 236      |
| Q1-23 | 383.47       | 367.13      | 534.57    | 568.97    | 202      |
| Q2-23 | 388.38       | 377.30      | 524.48    | 557.80    | 181      |
| Q3-23 | 388.80       | 383.38      | 516.15    | 548.63    | 165      |
| CAL23 | 386.34       | 378.05      | 520.90    | 553.99    | 176      |



### Fuel Oil Market News

US fuel exports broke records in 1H22, jumping 11% to 6 million bpd across all petroleum products. Distillate fuel oil and hydrocarbon gas liquids represent the largest volumes.

A slow start to the fuel markets this morning as most of the Singapore based market participants are nursing sore heads after the first night of APPEC (Asia Pacific Petroleum Conference). Some Oct22/Nov22 Sing 0.5% spreads are trading here on screen at 18.25/mt – flat with settlement.

No colour seen yet on the low sulphur cracks for Sing and Euro, thus both are on a wide market of around 70 cents bid to offer.

|       | Rott GOFO | Sing GOFO | R FoGo  | S FoGo  | Rott Hi5 |
|-------|-----------|-----------|---------|---------|----------|
| Oct22 | 536.30    | 503.80    | -352.50 | -250.75 | 184      |
| Nov22 | 501.99    | 477.47    | -330.25 | -243.50 | 172      |
| Dec22 | 480.66    | 453.12    | -317.00 | -233.25 | 164      |
| Jan23 | 464.66    | 436.47    | -307.75 | -226.50 | 157      |
| Feb23 | 447.03    | 422.54    | -296.25 | -220.75 | 151      |
| Mar23 | 431.01    | 409.85    | -285.50 | -216.00 | 146      |
| Q4-22 | 506.30    | 477.98    | -333.25 | -242.50 | 173      |
| Q1-23 | 447.57    | 422.95    | -296.50 | -221.00 | 151      |
| Q2-23 | 409.44    | 388.70    | -273.25 | -208.25 | 136      |
| Q3-23 | 398.57    | 361.70    | -271.25 | -196.50 | 127      |
| CAL23 | 412.72    | 378.12    | -278.25 | -202.25 | 135      |



# Fuel Oil Daily Evening Report

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### TIME SPREADS FUEL

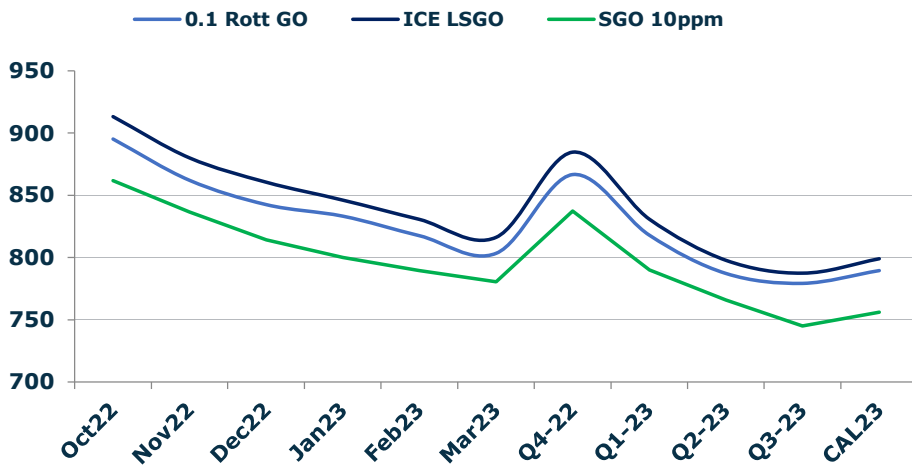
|             | Barges 3.5 | S 380  | Rott 0.5% | Sing 0.5% |
|-------------|------------|--------|-----------|-----------|
| Oct22/Nov22 | -1.00      | -1.00  | 11.00     | 18.00     |
| Nov22/Dec22 | -1.75      | -2.00  | 6.50      | 12.25     |
| Dec22/Jan23 | -1.75      | -2.50  | 5.00      | 7.25      |
| Jan23/Feb23 | -2.00      | -3.50  | 4.00      | 4.75      |
| Feb23/Mar23 | -1.75      | -3.75  | 3.50      | 4.25      |
| Q4-22/Q1-23 | -5.17      | -7.73  | 16.83     | 25.98     |
| Q1-23/Q2-23 | -4.92      | -10.17 | 10.08     | 11.17     |
| Q2-23/Q3-23 | -0.42      | -6.08  | 8.33      | 9.17      |
| CAL23/CAL24 | 7.00       | -5.00  | 16.6      | 20.94     |

### GASOIL CURVES

|       | Rott 0.1 | SGO 10ppm | ICE GO |
|-------|----------|-----------|--------|
| Oct22 | 895.4    | 861.9     | 913.4  |
| Nov22 | 862.0    | 836.5     | 880.0  |
| Dec22 | 842.5    | 814.2     | 860.5  |
| Jan23 | 833.2    | 800.0     | 846.2  |
| Feb23 | 817.6    | 789.6     | 830.6  |
| Mar23 | 803.3    | 780.6     | 816.3  |
| Q4-22 | 866.6    | 837.4     | 884.6  |
| Q1-23 | 818.0    | 790.1     | 831.0  |
| Q2-23 | 787.3    | 766.0     | 797.8  |
| Q3-23 | 779.4    | 745.1     | 787.4  |
| CAL23 | 789.4    | 756.2     | 799.1  |

### EW SPREAD

|       | EW380  | EW0.5% |
|-------|--------|--------|
| Oct22 | -19.00 | 50.15  |
| Nov22 | -19.00 | 43.15  |
| Dec22 | -18.75 | 37.40  |
| Jan23 | -18.00 | 35.15  |
| Feb23 | -16.50 | 34.40  |
| Mar23 | -14.50 | 33.65  |
| Q4-22 | -18.90 | 43.55  |
| Q1-23 | -16.33 | 34.40  |
| Q2-23 | -11.08 | 33.32  |
| Q3-23 | -5.42  | 32.48  |
| CAL23 | -7.25  | 33.09  |



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