

# FIS Fuel Oil Daily Evening Report

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06 October 2022

## Oil and Energy Market News

Based on pure maths, Russia is set to benefit the most from the recent production cut of 2 million bpd announced by OPEC. This is because they are already producing below the agreed target, so won't have to cut output by a single barrel yet will still be reaping the greater profits from a higher crude price. The White House have accused OPEC of "aligning" with Russia.

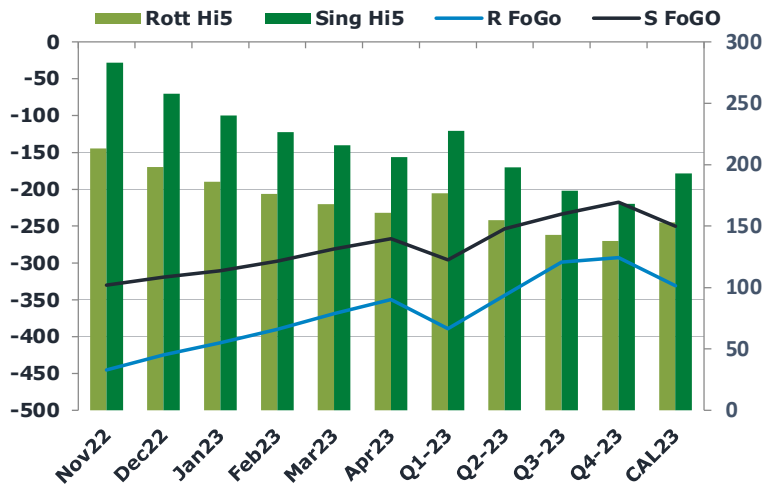
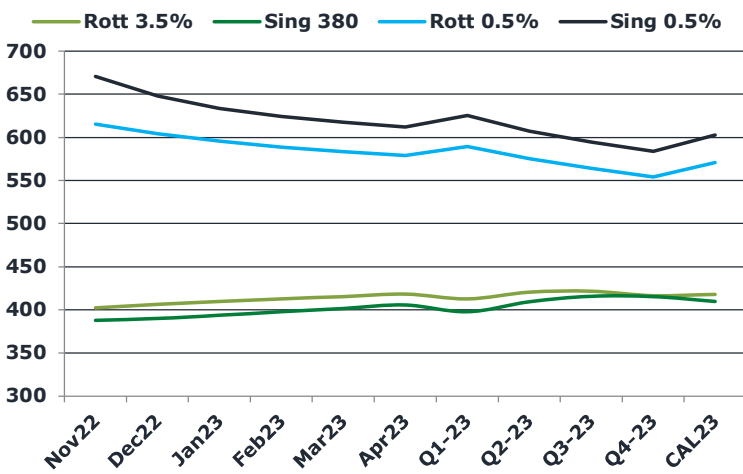
Morgan Stanley have lifted their Brent crude oil price prediction from \$95/bbl to \$100/bbl for Q123. Goldman Sachs was amongst other banks that also reacted to OPEC's production slash, raising their forecast for the same quarter by \$10 to \$110/bbl.

Brent crude futures have been on the rise in this afternoon's trading, after being at the intraday low of \$92.72/bbl at 12:30 BST to gradually climb back to the daily high of \$94.44/bbl which was touched at 0910 this

## Brent

94.06

	Barges 3.5 %	Sing 380cst	Rott 0.5%	Sing 0.5%	Sing Hi5
Nov22	402.45	387.70	615.50	670.70	283
Dec22	406.20	389.95	604.00	647.95	258
Jan23	409.70	393.70	595.50	633.70	240
Feb23	412.70	397.70	588.75	624.45	227
Mar23	415.45	401.70	583.25	617.70	216
Apr23	418.20	405.70	579.00	611.95	206
Q1-23	412.60	397.70	589.15	625.30	228
Q2-23	420.45	409.37	575.08	607.20	198
Q3-23	421.53	415.78	564.25	594.53	179
Q4-23	416.53	415.45	554.25	583.70	168
CAL23	417.78	409.58	570.69	602.68	193



## Fuel Oil Market News

Low sulphur Sing spreads continued their upwards squeeze in today's session, printing a daily high of \$23.00/mt in the Nov22/Dec22 contract, a \$2.75 jump from settlement. The Following two spread contracts also saw jumps of over \$1 today.

Sing 380cst spreads remain on very tight markets and in contango – Dec22/Jan22 through Mar23/Apr23 contracts have been showing b/o -\$4.25/mt to -\$3.75/mt markets on screen for the majority of this week with little to no fluctuation.

Rotterdam 3.5% barges crack is pegged at -\$28.85/bbl Nov22 coming into UK close, the lowest print of the day.

	Rott GOFO	Sing GOFO	R FoGo	S FoGo	Rott Hi5
Nov22	658.10	613.35	-445.00	-330.25	213
Dec22	622.26	577.58	-424.50	-319.50	198
Jan23	594.34	550.73	-408.50	-310.75	186
Feb23	566.07	524.38	-390.00	-297.75	176
Mar23	536.26	496.91	-368.50	-281.00	168
Apr23	510.32	473.54	-349.50	-267.25	161
Q1-23	565.55	523.87	-389.00	-296.25	177
Q2-23	498.26	451.87	-343.75	-254.00	155
Q3-23	441.34	412.80	-298.50	-234.00	143
Q4-23	430.40	386.31	-292.75	-218.00	138
CAL23	483.89	443.75	-331.00	-250.75	153

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### TIME SPREADS FUEL

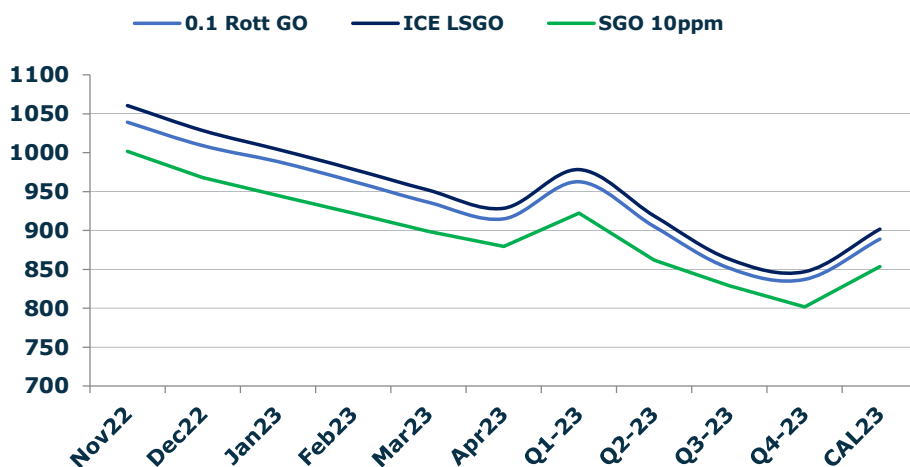
	Barges 3.5	S 380	Rott 0.5%	Sing 0.5%
Nov22/Dec22	-3.75	-2.25	11.50	22.75
Dec22/Jan23	-3.50	-3.75	8.50	14.25
Jan23/Feb23	-3.00	-4.00	6.75	9.25
Feb23/Mar23	-2.75	-4.00	5.50	6.75
Mar23/Apr23	-2.75	-4.00	4.25	5.75
Q1-23/Q2-23	-7.85	-11.67	14.07	18.10
Q2-23/Q3-23	-1.08	-6.42	10.83	12.67
Q3-23/Q4-23	5.00	0.33	10.00	10.83
CAL23/CAL24	11.00	-3.25	36.4	47.10

### GASOIL CURVES

	Rott 0.1	SGO 10ppm	ICE GO
Nov22	1038.6	1001.1	1060.6
Dec22	1008.5	967.5	1028.5
Jan23	988.0	944.4	1004.0
Feb23	962.8	922.1	978.8
Mar23	935.7	898.6	951.7
Apr23	914.5	879.2	928.5
Q1-23	962.2	921.6	978.2
Q2-23	904.7	861.2	918.7
Q3-23	850.9	828.6	862.9
Q4-23	836.9	801.8	846.9
CAL23	888.7	853.3	901.7

### EW SPREAD

	EW380	EW0.5%
Nov22	-14.75	55.20
Dec22	-16.25	43.95
Jan23	-16.00	38.20
Feb23	-15.00	35.70
Mar23	-13.75	34.45
Apr23	-12.50	32.95
Q1-23	-14.90	36.15
Q2-23	-11.08	32.12
Q3-23	-5.75	30.28
Q4-23	-1.08	29.45
CAL23	-5.75	31.99



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