



بنك الإمارات دبي الوطني
Emirates NBD

Commodities

16 August 2018

EIA data wrap-up

Despite enormous appetite from refineries in the last week US crude inventories jumped against market expectations. Total crude stocks rose by 6.8m bbl last week, including a gain of 1.6m bbl at Cushing. There were builds across nearly all products expect for a small draw in gasoline. But the real highlight of this week's EIA report was refinery demand running at 98.1% utilization compared with a five-year average of 90.8% and refinery intake of nearly 18m b/d. Even with refineries running flat out, production is clearly swamping US oil balances and as part of a broad weakness in commodities yesterday WTI futures fell by over 3%.

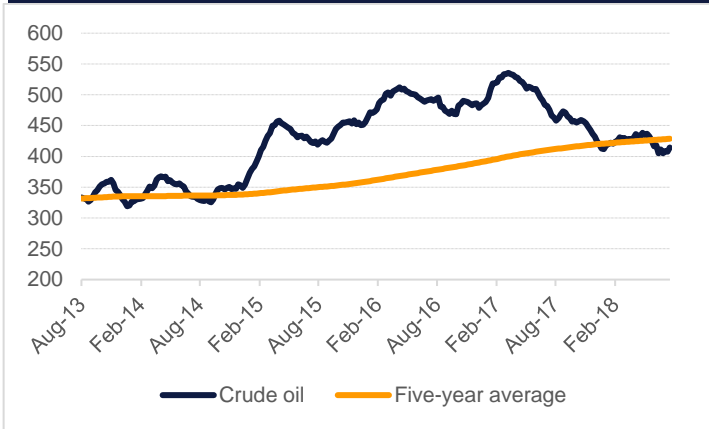
Earlier this week the EIA published its Drilling Productivity Report where it expects further increases in production in all shale basins for September. Total shale production will hit 7.5m b/d next month, nearly 70% of total US output. The Permian basin alone will provide 3.4m b/d even with physical pricing still remaining at a sharp discount to WTI (USD 17/b overnight)

	Latest	Change	Five-year average
Crude oil production (k b/d)	10,900.00	100.00	9,096.76
Crude inventories	414,194.00	6,805.00	428,603.80
Cushing inventories	23,446.00	1,643.00	48,180.73
Gasoline inventories	233,128.02	(739.98)	228,421.84
Distillate inventories	128,989.00	3,566.00	137.50
Jet inventories	40,478.00	743.00	40,219.54
Fuel oil inventories	28,654.00	349.00	28,654.00
Propane/propylene inventories	69.78	3,402.00	67.81
Refinery crude intake (k b/d)	17,981.00	383.00	16,235.33
Refinery utilisation (%)	98.10	1.50	90.84
Product supplied (k b/d)	20,187.00	(741.00)	19,837.06
Imports (k b/d)	9,014.00	1,083.00	n/a
Exports (k b/d)	1,592.00	(258.00)	n/a

Source: EIKON, Emirates NBD Research. Note: '000 bbl unless otherwise indicated.

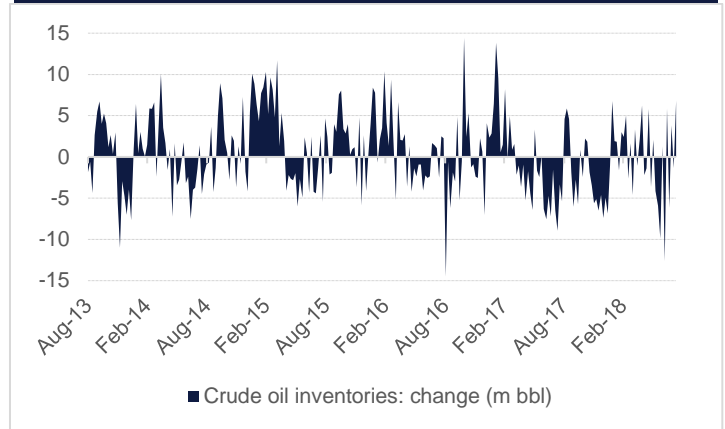
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Commercial crude inventories



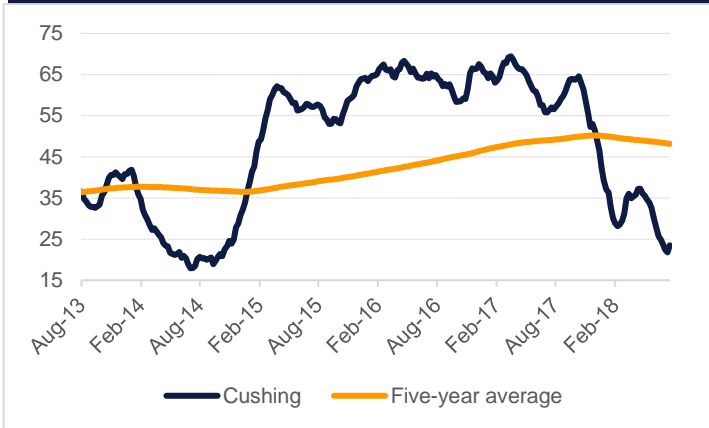
Source: EIKON, Emirates NBD Research

Commercial crude inventories change



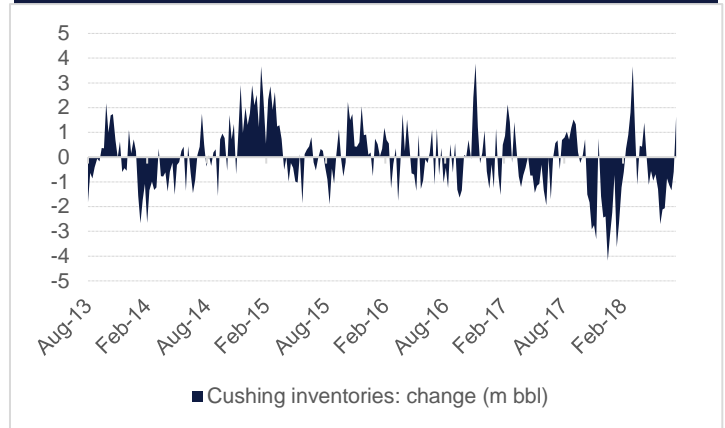
Source: EIKON, Emirates NBD Research

Cushing inventories



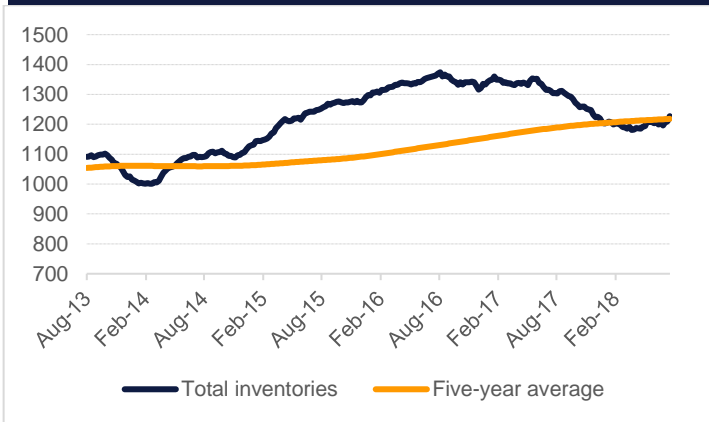
Source: EIKON, Emirates NBD Research

Cushing inventories change



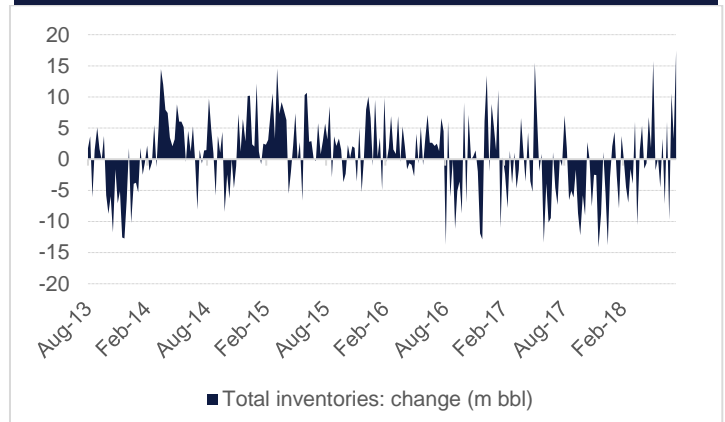
Source: EIKON, Emirates NBD Research

Total crude/product inventories

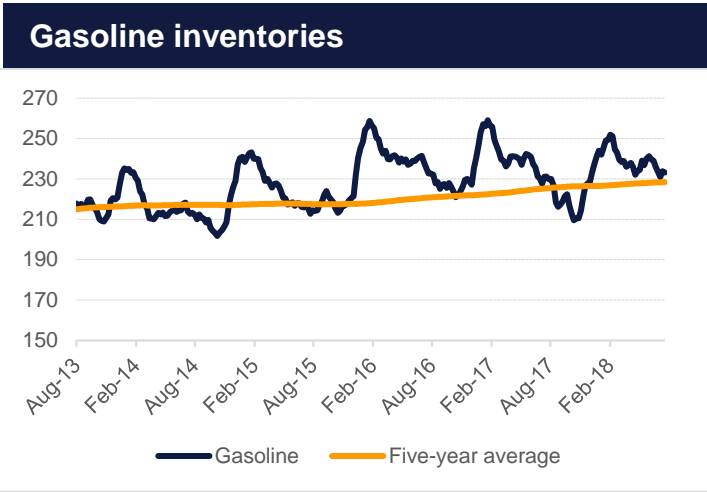


Source: EIKON, Emirates NBD Research

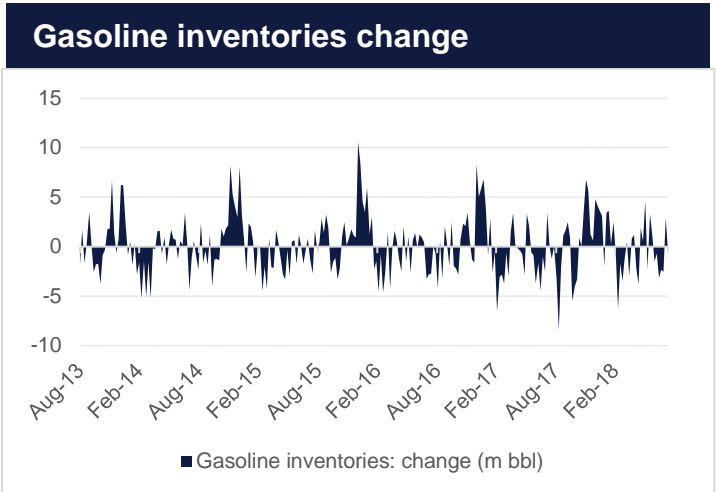
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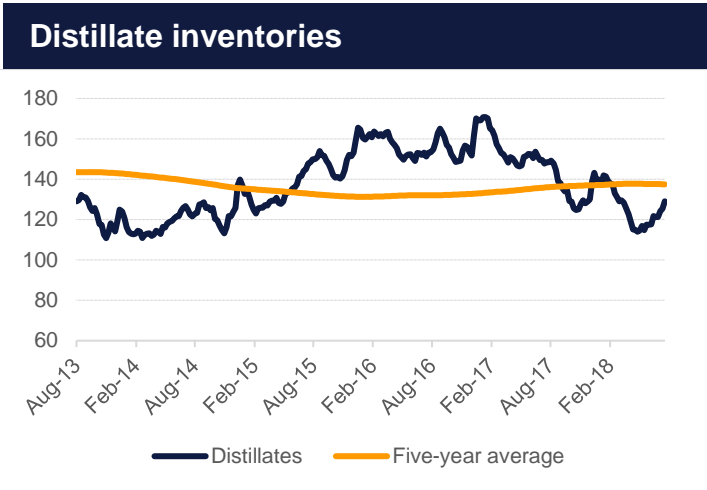
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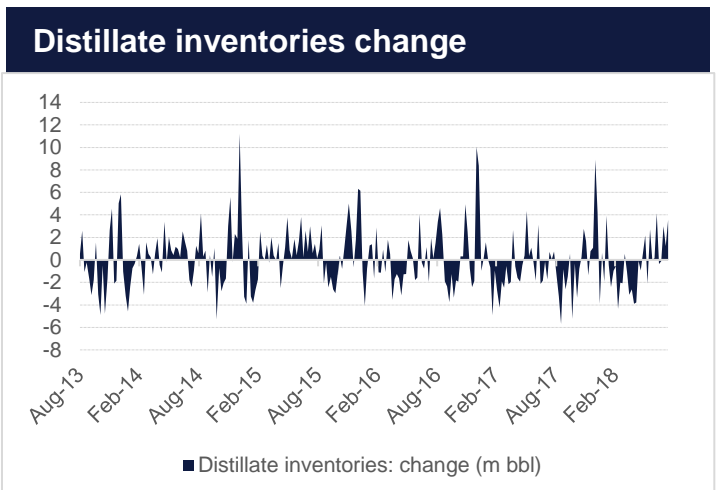
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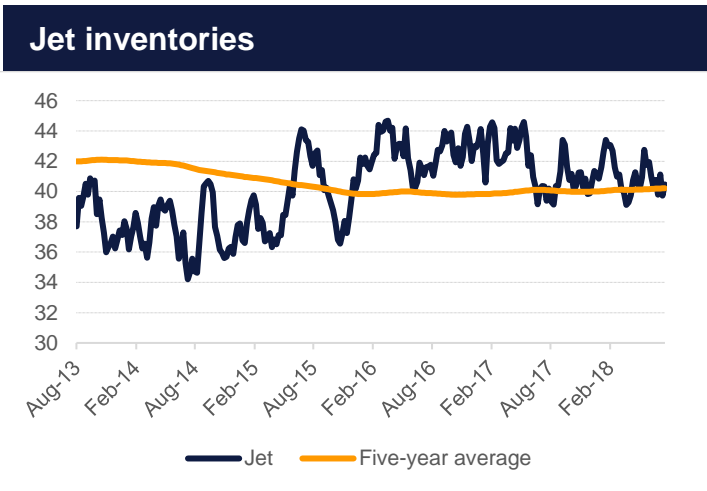
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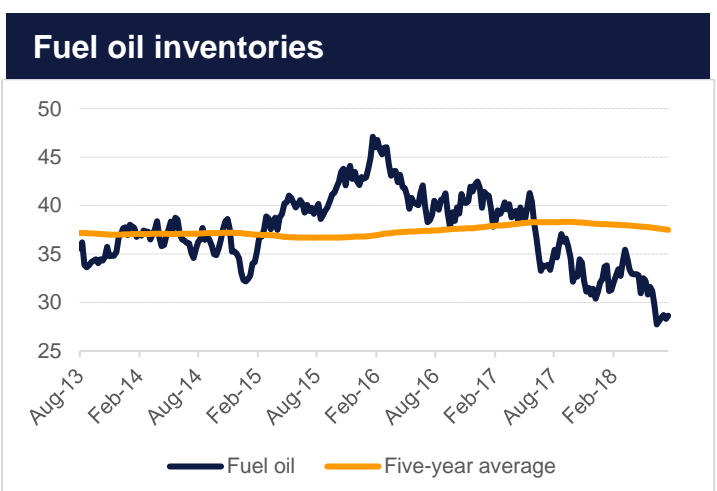
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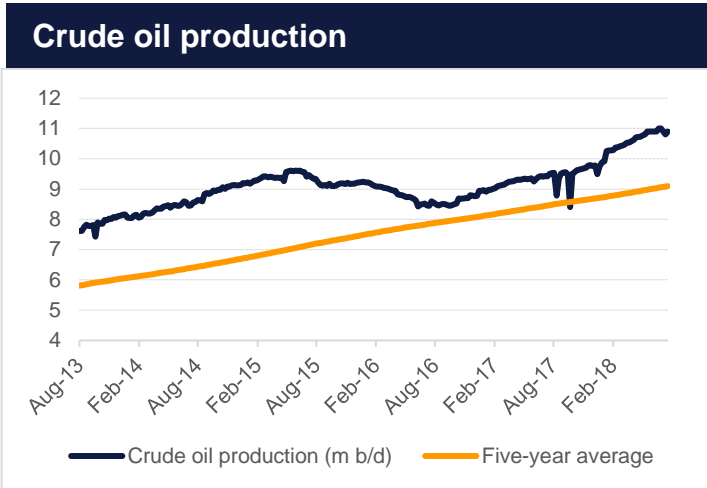
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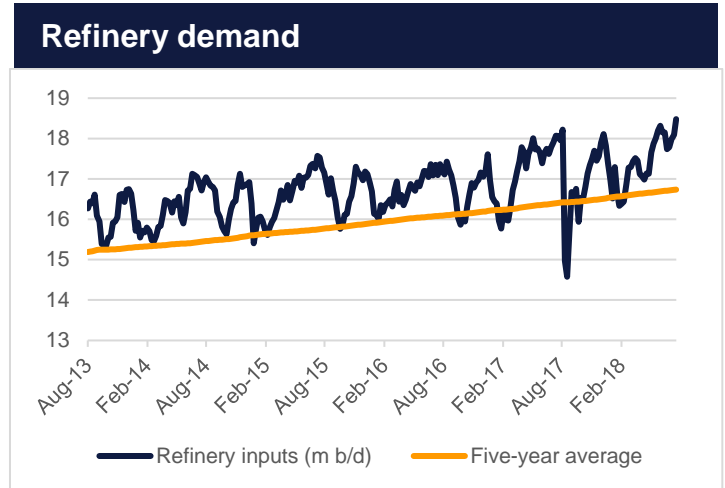
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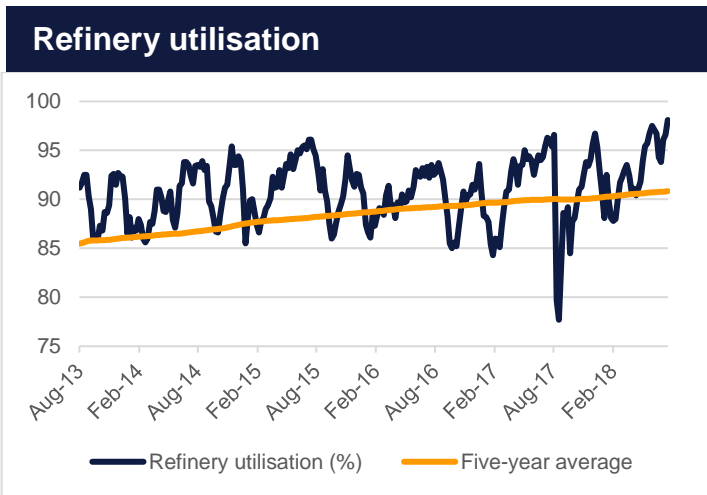
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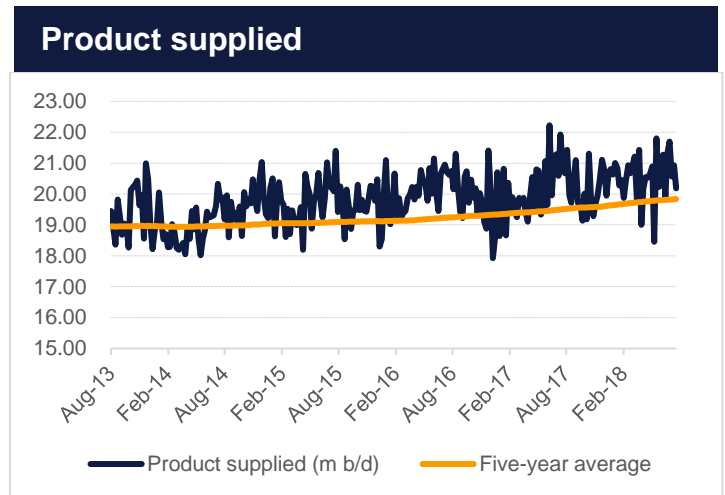
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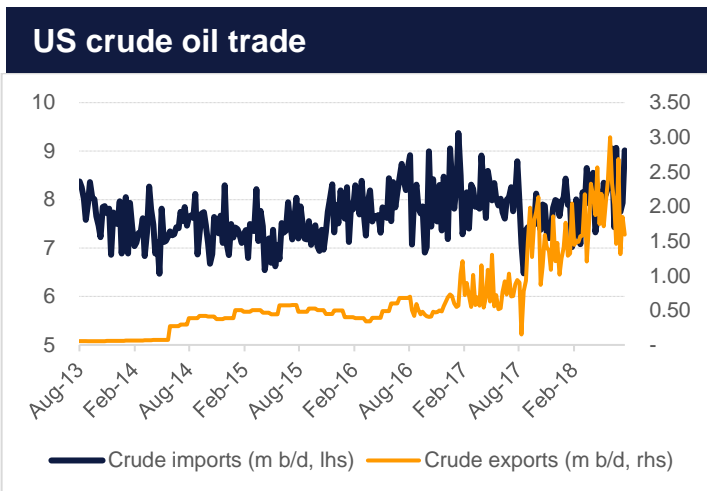
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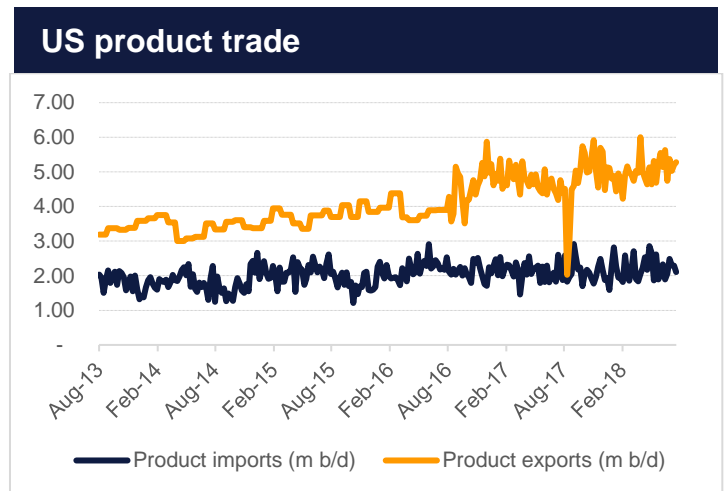
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