



بنك الإمارات دبي الوطني
Emirates NBD

Commodities

14 December 2017

EIA data wrap-up

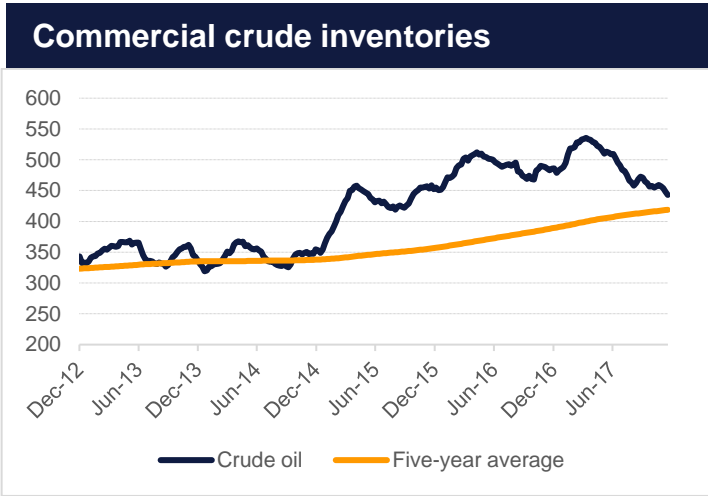
US production continues to move ever upward, gaining by 73k b/d last week to within sniffing distance of 9.8m b/d. exports are holding above 1m b/d with a four-week average of 1.4m b/d. Overall crude stocks fell but across the rest of the barrel there were builds in gasoline, jet and fuel oil. The demand story is looking increasingly shaky in the US as we move into 2018 and the expected stimulus from the Republican tax reform is unlikely to have much of an impact on fuel demand.

As we look to next year, the market is likely to be fixated on US data to an overbearing degree. With OPEC seemingly heading off the field, for at least six months, expect EIA data, rig counts, investor positions and the greenback to be the near-term drivers for oil prices. Is 10m b/d of US crude production going to happen next year? All signs for now are pointing to yes. A focus on profitability will be important for oil and gas producers in the US but with accommodative prices and financing conditions we expect to see more and more US oil finding its way across the global oil system.

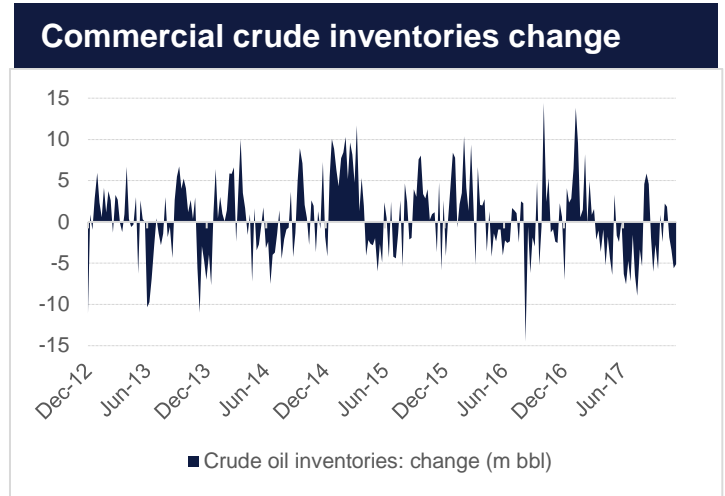
	Latest	Change	Five-year average
Crude oil production (k b/d)	9,780.00	73.00	8,660.14
Crude inventories	442,986.00	(5,117.00)	418,742.97
Cushing inventories	52,244.00	(3,317.00)	50,145.01
Gasoline inventories	226,546.02	5,664.02	226,450.84
Distillate inventories	128,076.00	(1,370.00)	136.89
Jet inventories	40,855.00	588.00	39,983.50
Fuel oil inventories	31,515.00	389.00	31,515.00
Propane/propylene inventories	74.67	198.00	67.95
Refinery crude intake (k b/d)	16,952.00	(243.00)	15,988.44
Refinery utilisation (%)	93.40	(0.40)	90.06
Product supplied (k b/d)	20,471.00	523.00	19,590.32
Imports (k b/d)	7,363.00	161.00	n/a
Exports (k b/d)	1,086.00	(272.00)	n/a

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

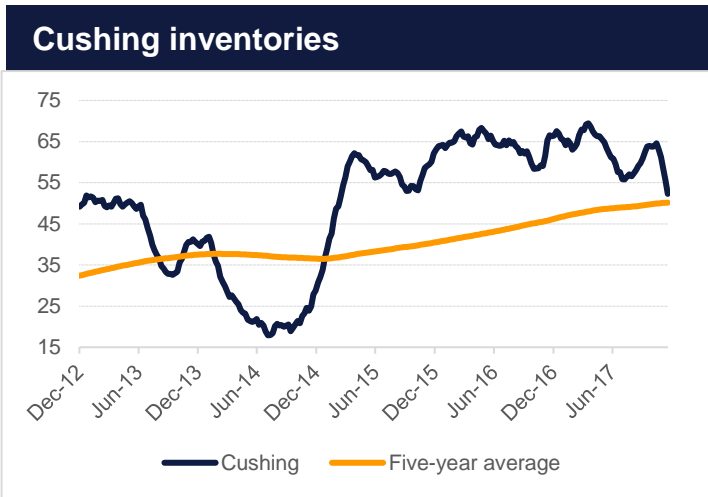
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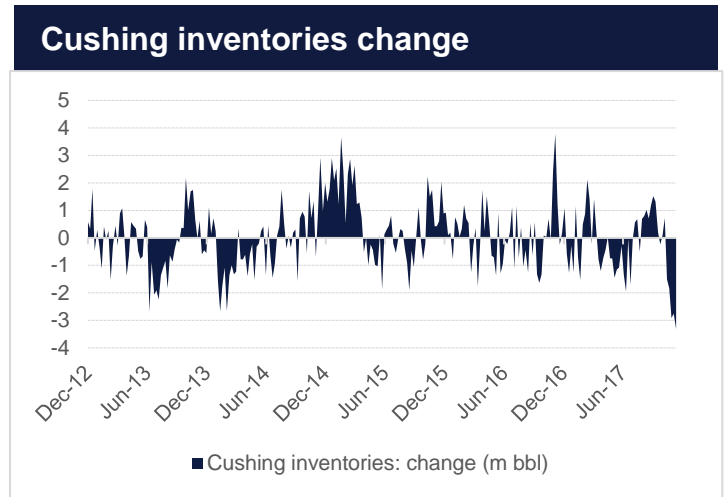
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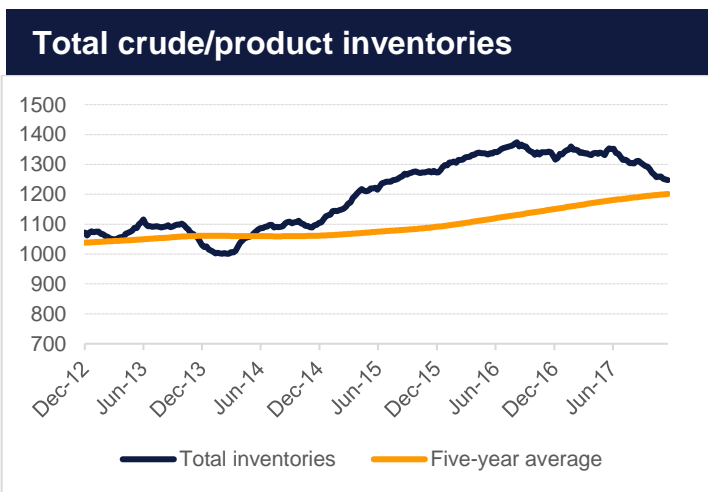
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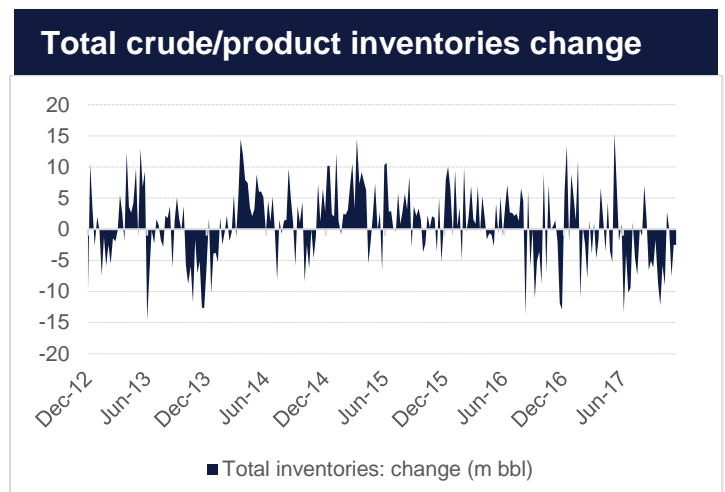
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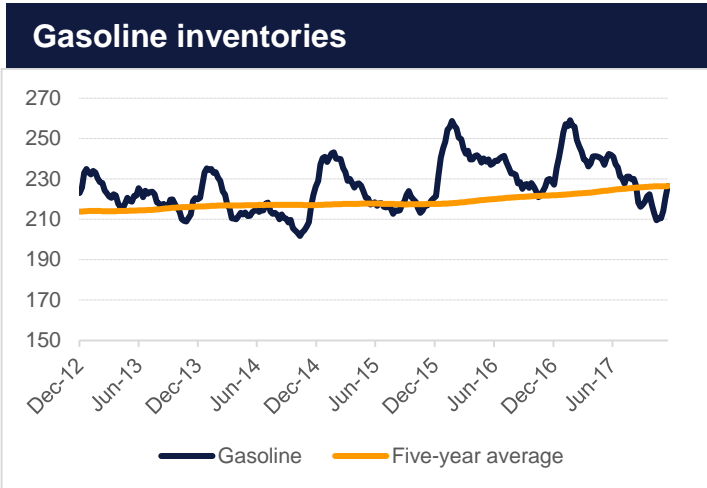
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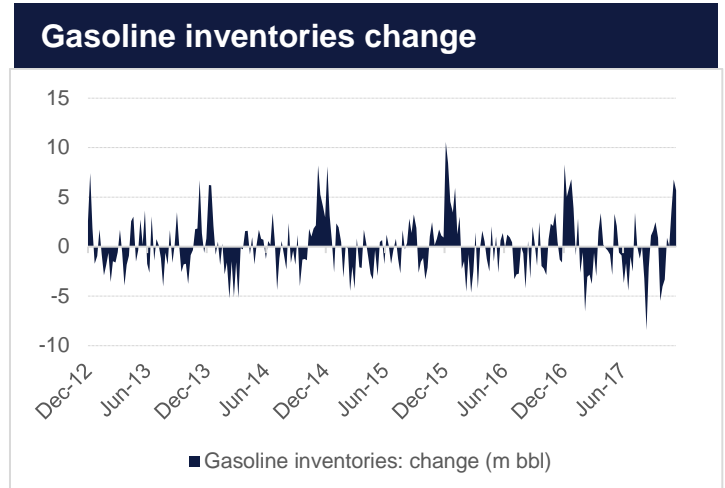
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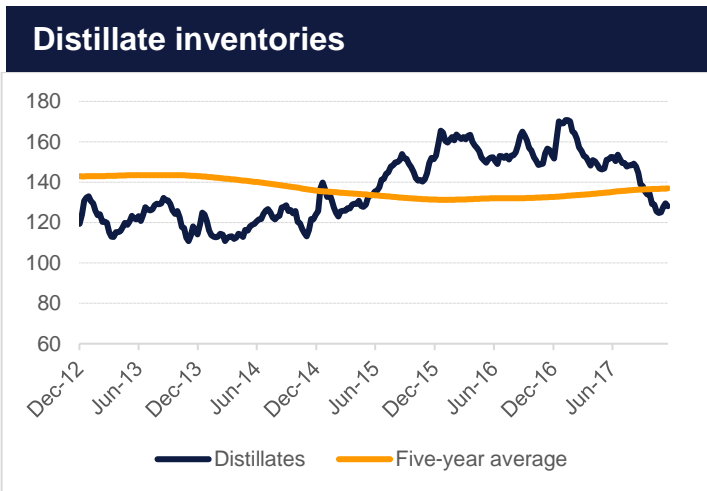
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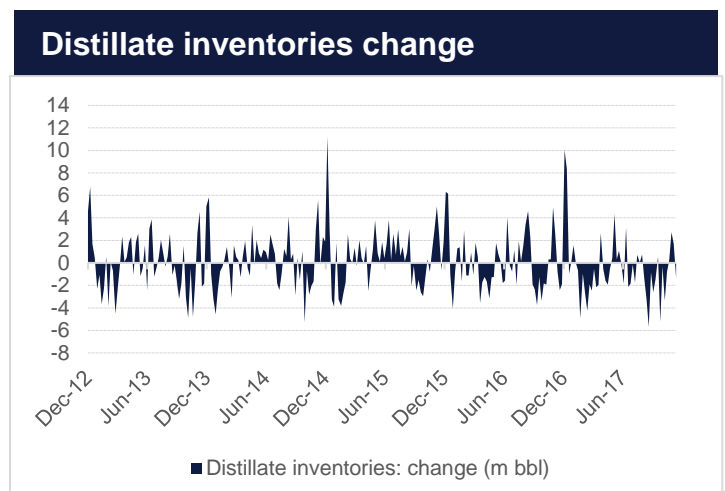
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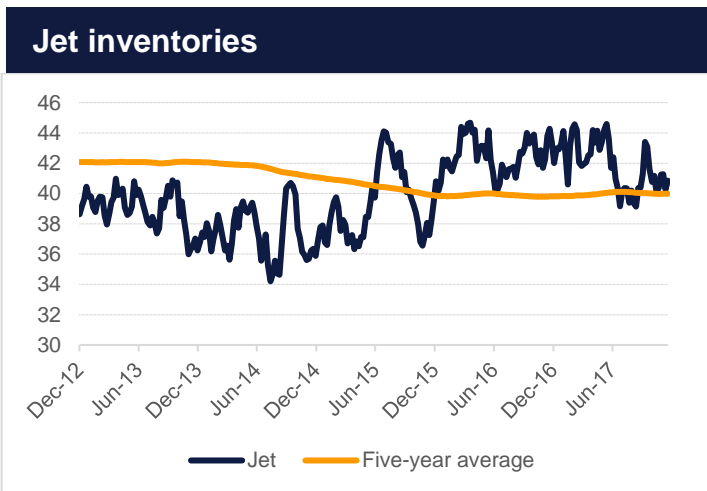
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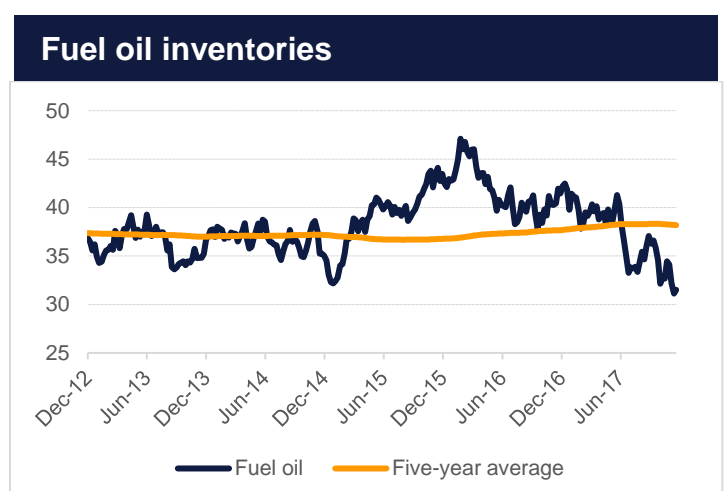
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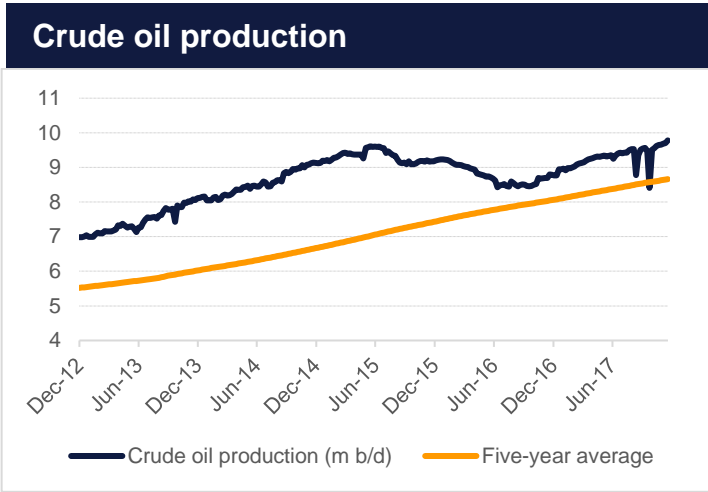
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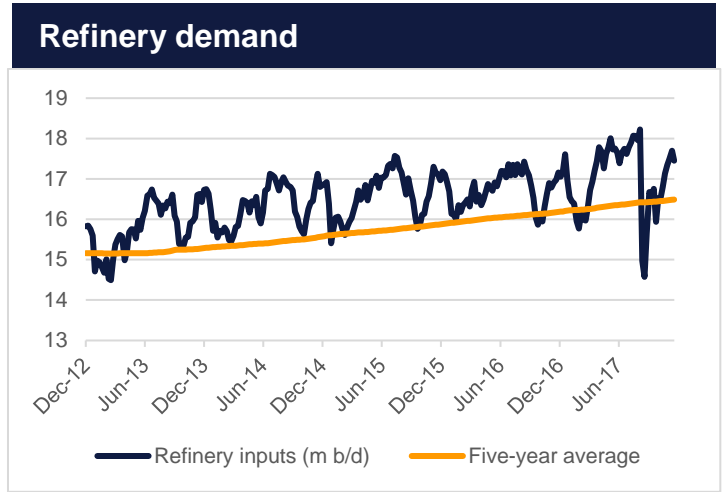
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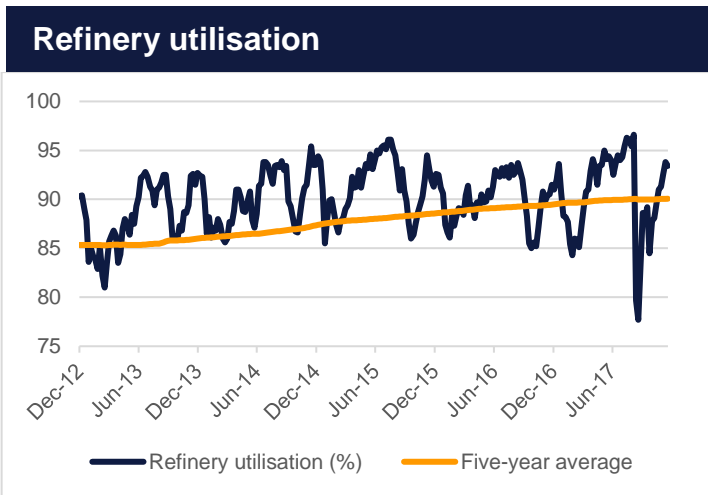
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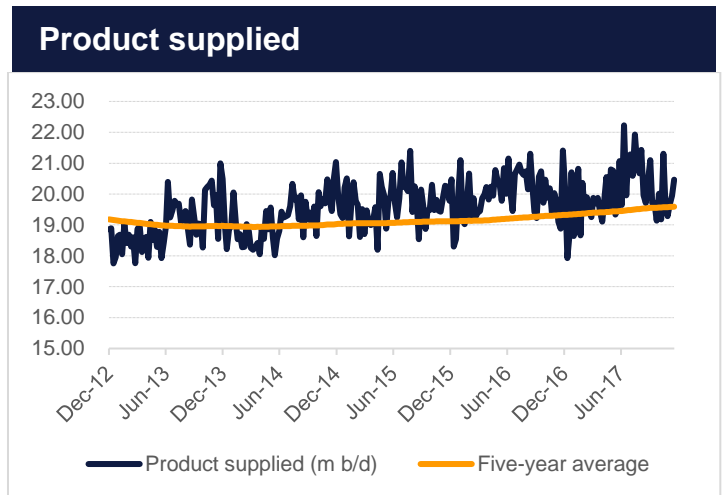
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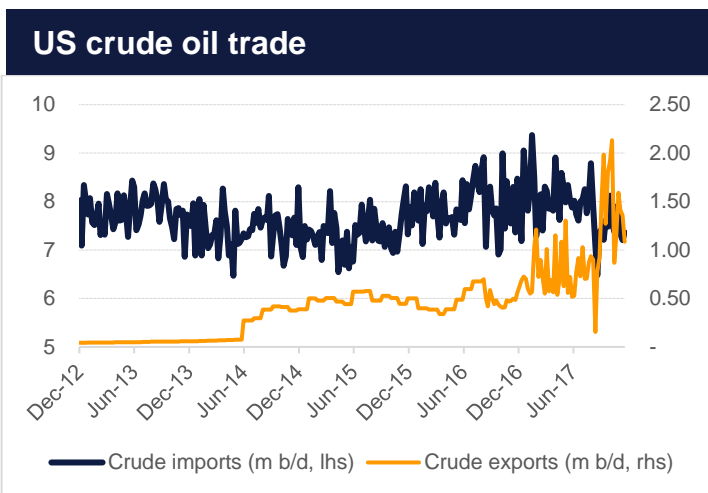
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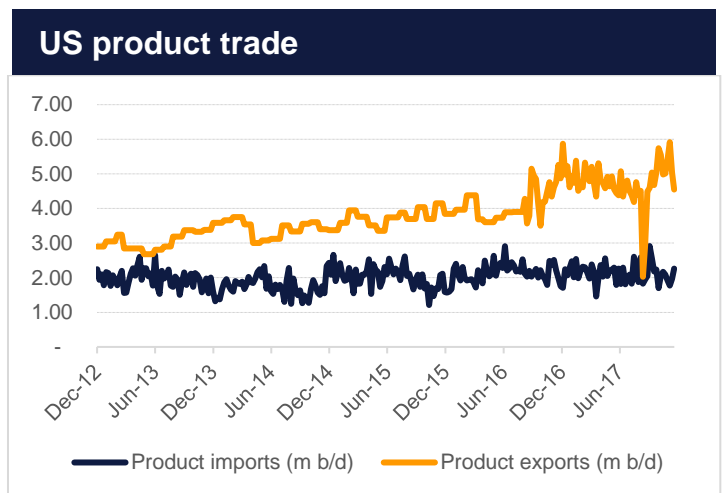
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