



# MARKET DAILY

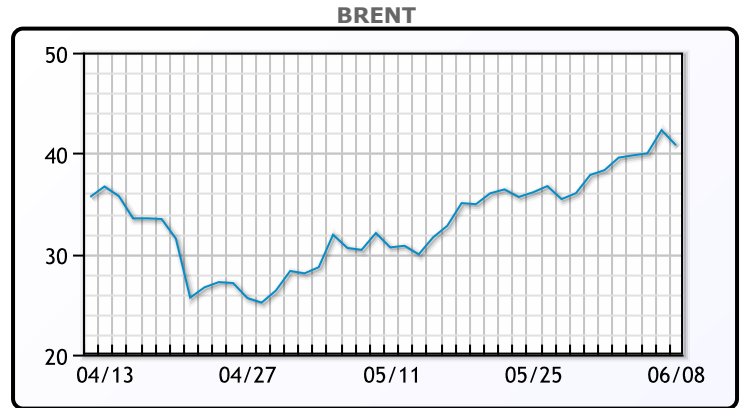
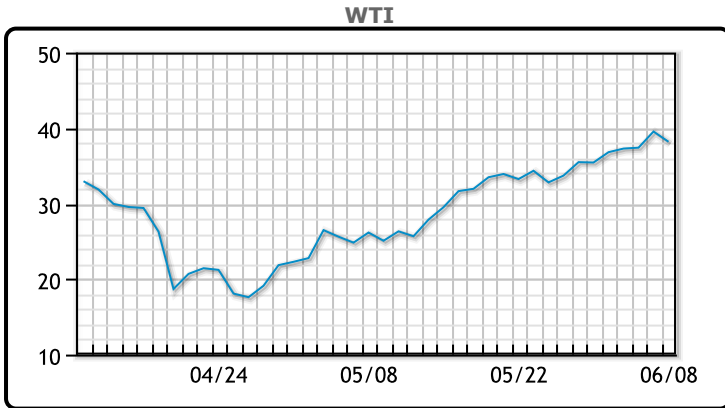
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 Jun 8, 2020 6:01 PM

Major Energy Futures		
	Settle	Change
Brent	40.8	0
Gas Oil	330	28
Natural Gas	1.789	-0.04
RBOB	119.5	6.46
ULSD	112.13	7.65
WTI	38.19	-1.37

### Market Commentary

Oil prices came off today despite weekend news of the OPEC+ extension that extended the historic 9.6MM/bpd cuts through July. On area to note is the weak crack spreads prevalent lately in the market. The crack spread for refined products in the US was \$9 last week, compared to \$21 at this time last year. Higher crude costs without increased returns for refined products suggests that crude demand growth is not keeping up with the growth in prices. Refiners are already facing weak margins and the latest upticks in crude prices are making it worse. "Very poor refining margins and the recent sharp decline in U.S. crude bases now comfort us in our sequentially bearish outlook," analysts at Goldman Sachs wrote this week. They see Brent pulling back to \$35 per barrel in the coming weeks, compared to spot prices at \$43. To add further pressure to refiners, the Saudis are raising their official selling price to all customers, adding \$5-\$7/bbl for Asian customers. China saw a massive rebound in crude imports in May with a record 11.3 million barrels per day, an increase of 13% from April. But analysts question whether that's real consumption or just opportunistic buying from Chinese refiners taking advantage of cheaper crude. "My view is that it is the latter," said ING's Patterson. "They've taken advantage of the lower prices we've seen in the last couple of months in order to stock up on oil." WTI traded down \$1.37 or -3.46% to close at \$38.18. Brent traded down \$1.49 or -3.52% to close at \$40.81.

## Crude & Product Markets

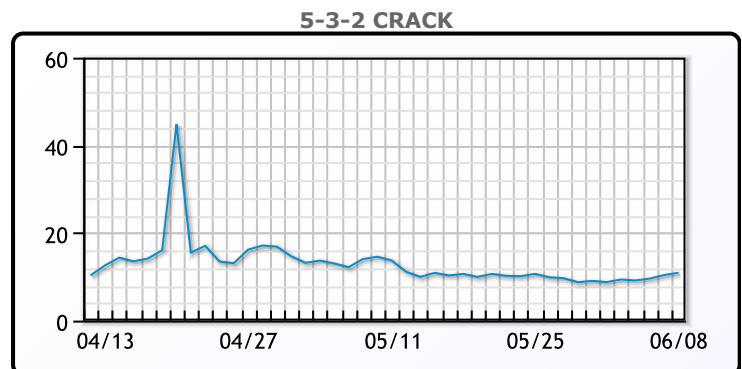
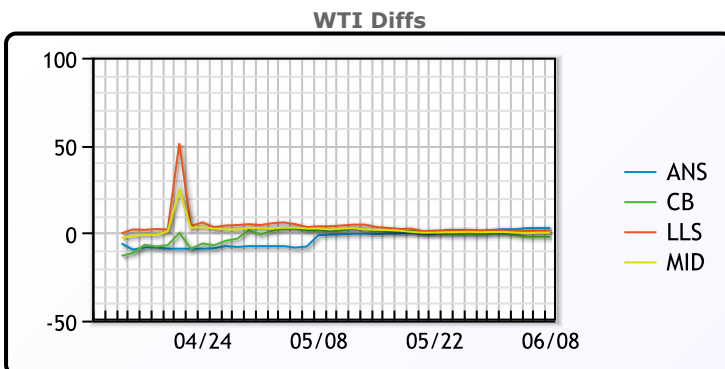


### CRUDE

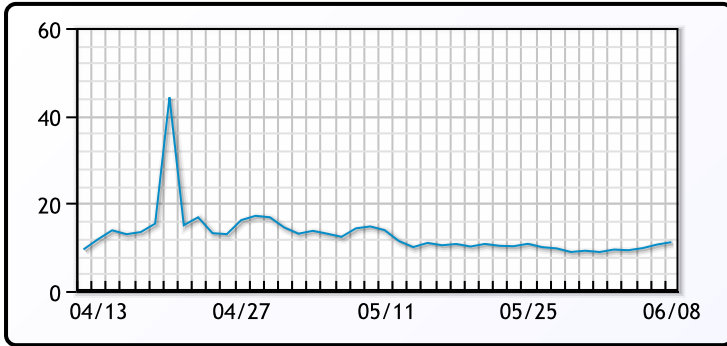
	Last	Week Ago	Month Ago
ANS	41.09	37.19	23.73
BLS	35.89	34.94	25.83
LLS	39.59	37.04	28.73
Mid	38.34	35.99	26.98
WTI	38.19	35.44	24.48

### PRODUCTS

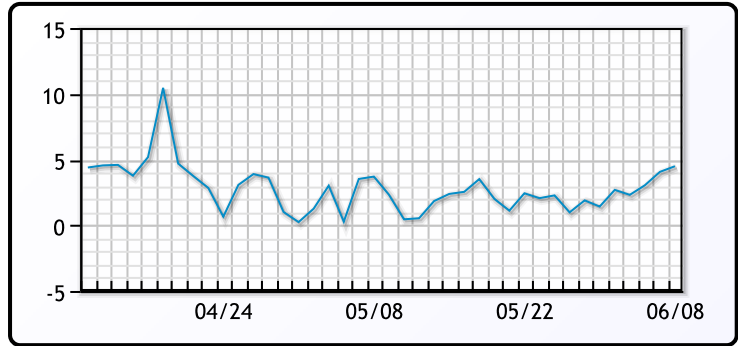
	Last	Week Ago	Month Ago
Gulf RBOB	112.5	100.67	90.35
Gulf ULSD	105.13	94.53	81.43
NYH RBOB	115.75	101.54	89.97
NYH ULSD	109.38	98.4	84.18
USGC 3%	33.38	30.13	21.63



**3-2-1 Crack**



**Gulf 3-2-1 Crack**



**NGLs**

**MB**

	Last	Week Ago	Month Ago
Butane	55	49.5	33.75
IsoButane	58	52.5	39
Natural Gasoline	77	63	50.5
Propane	50.75	48.125	38

**CONWAY**

	Last	Week Ago	Month Ago
Butane	53.5	48	34.5
IsoButane	66.5	57	45
Natural Gasoline	67	57	53
Propane	50.25	46.75	42

**MB NON**

	Last	Week Ago	Month Ago
Butane	57	51.5	38.75
IsoButane	58	52.5	39
Natural Gasoline	40.5	44.5	54
Propane	52.5	46.25	37

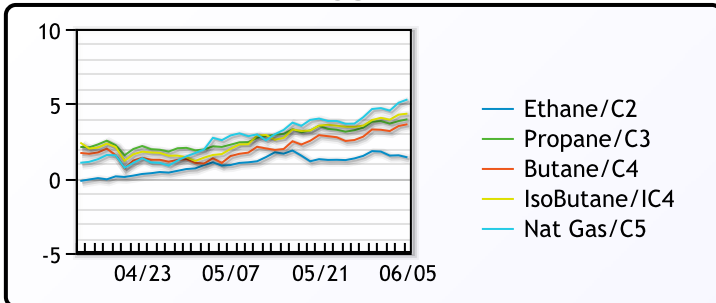
**EDMONTON**

	Last	Week Ago	Month Ago
Propane	44.88	40	35.5

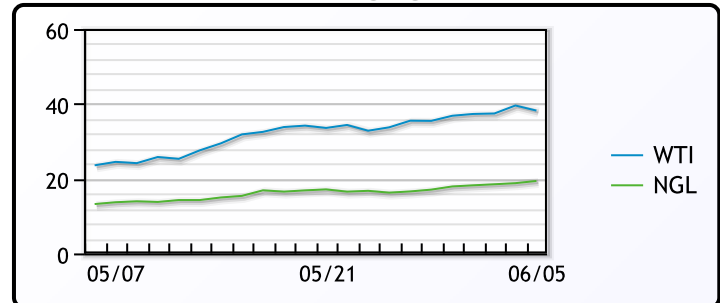
**SARNIA**

	Last	Week Ago	Month Ago
Propane	74.25	72	61

**FRAC SPREAD**



**WTI vs NGL**



**FX**

	Last	Change
CAD	1.3383	0.0001
DXY	96.709	-0.228
Gold	1698.54	0.01

**RATES**

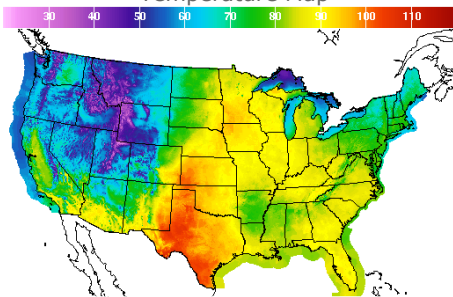
	Last	Change
US 2yr	0.2261	0.0199
US 10yr	0.8752	-0.0199
CAN 10yr	0.676	-0.053

**EQUITIES**

	Last	Change
Nasdaq	9924.745	110.664
TSX	961.68	4.8704
S&P 500	3232.39	38.46

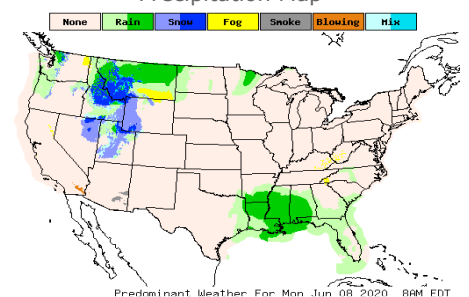
**Weather Data**

**Temperature Map**



City	HIGH °F	LOW °F
Calgary	60	46
Conway	76	62
Cushing	91	73
Denver	80	57
Houston	93	83
Mont Belvieu	94	81
Sarnia	76	59
Williston	65	55

**Precipitation Map**



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