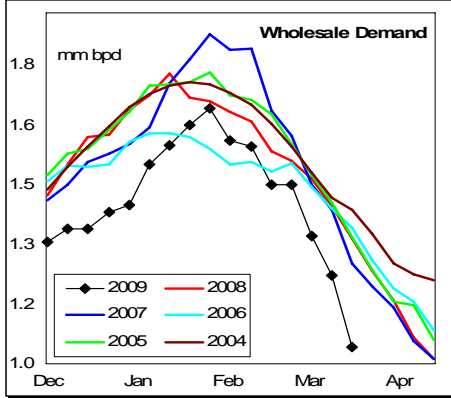
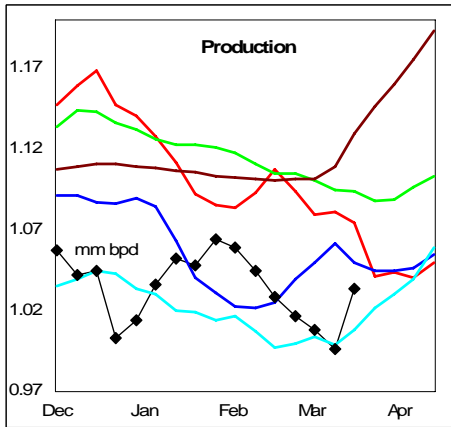




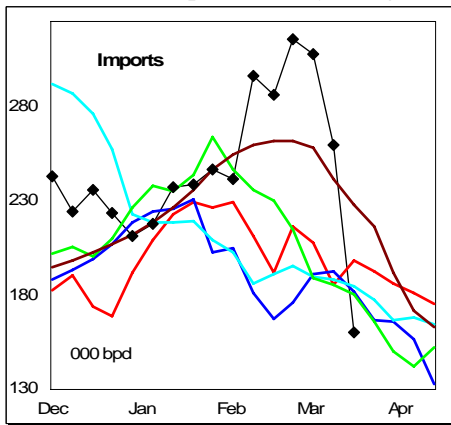
Summary¹: Wholesale demand decreased -378,000 bpd on the week, falling well below the historic range.



Production increased +59,000 bpd on the week, with the four week average - 79,000 bpd below a year ago.

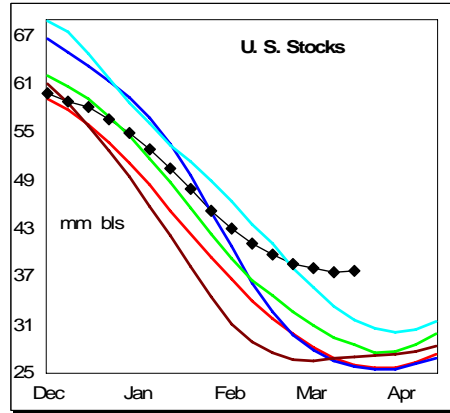


Imports declined -254,000 bpd on the week, reversing the prior week surge. The latest four week average imports were +141,000 bpd above a year ago.

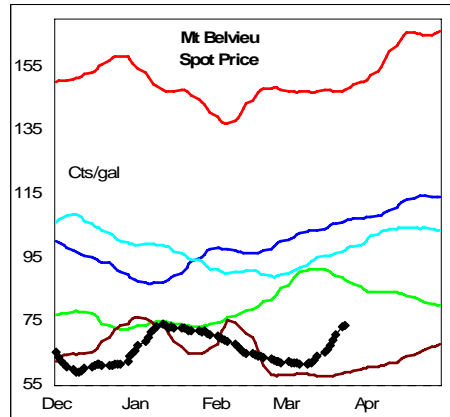


Lower demand offset the decline in

supply, leading to a +0.6 million barrel stock build. Stock levels are now +49% above last year, including PADD 2 where stocks are +65% higher.



Price and Spreads Mt Belvieu propane and Conway prices increased +8.50 cts/gal and +9 cts/gal; respectively for the week ending March 24th.



The Conway cash spread to Mt Belvieu traded flat on the week, slightly above the historic range.

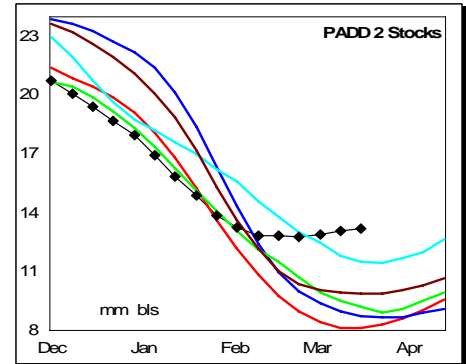
The propane - natural gas price spread trended higher on a further decline in natural gas prices. The spread is above the historic range for the period.

The propane - crude oil price spread trended higher on the week as a result of the uptrend in propane prices. However the spread remains below the historic range.

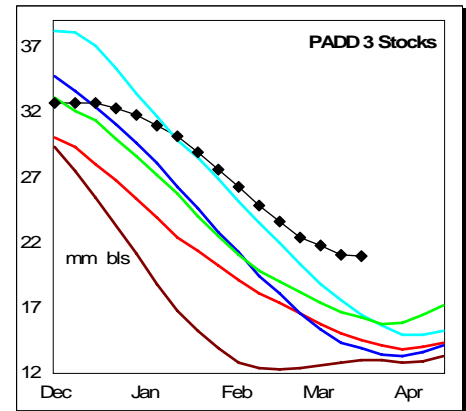
PADD 1 stocks decreased -0.1 million barrels on the week. Combined imports and production declined -124,000 bpd on the week; with each at a five year low. Stock levels are above the historic mid range.

PADD 2 stocks increased +0.2 million barrels on the week as a result of weak demand. Imports declined -21,000 bpd

on the week, but remains at the upper end of the historic range. Production remains at the low end of the five year range on refinery maintenance. Stock levels remain at all time highs for the period.



PADD 3 stocks increased +0.5 million barrels on the week. Production increased +55,000 bpd on the week but remains at the low end of the historic range. There were no imports. Stock levels are now +50% above a year ago and at a five year high for the period.



PADDs 4 & 5 stocks were unchanged on the week. Production increased +6,000 bpd last week while imports fell -24,000 bpd. Both imports and production remain above four of the last five years. Stock levels are above the five year mid range.

Emerging Trend point to very weak demand, particularly in the Midwest, where stocks exhibited a counter seasonal build during the latest four week period.

U.S. stock levels are now +49% above a year ago and a record high for the period. This over supply should lead to weak prices, particularly compared to the over energy complex, during the next quarter.

¹ Source is latest EIA Weekly Statistics



PROPANE: Graph Link and Weekly Summary

March 25, 2009

Fundamental Trends for the Week Ending:

Friday, March 20, 2009

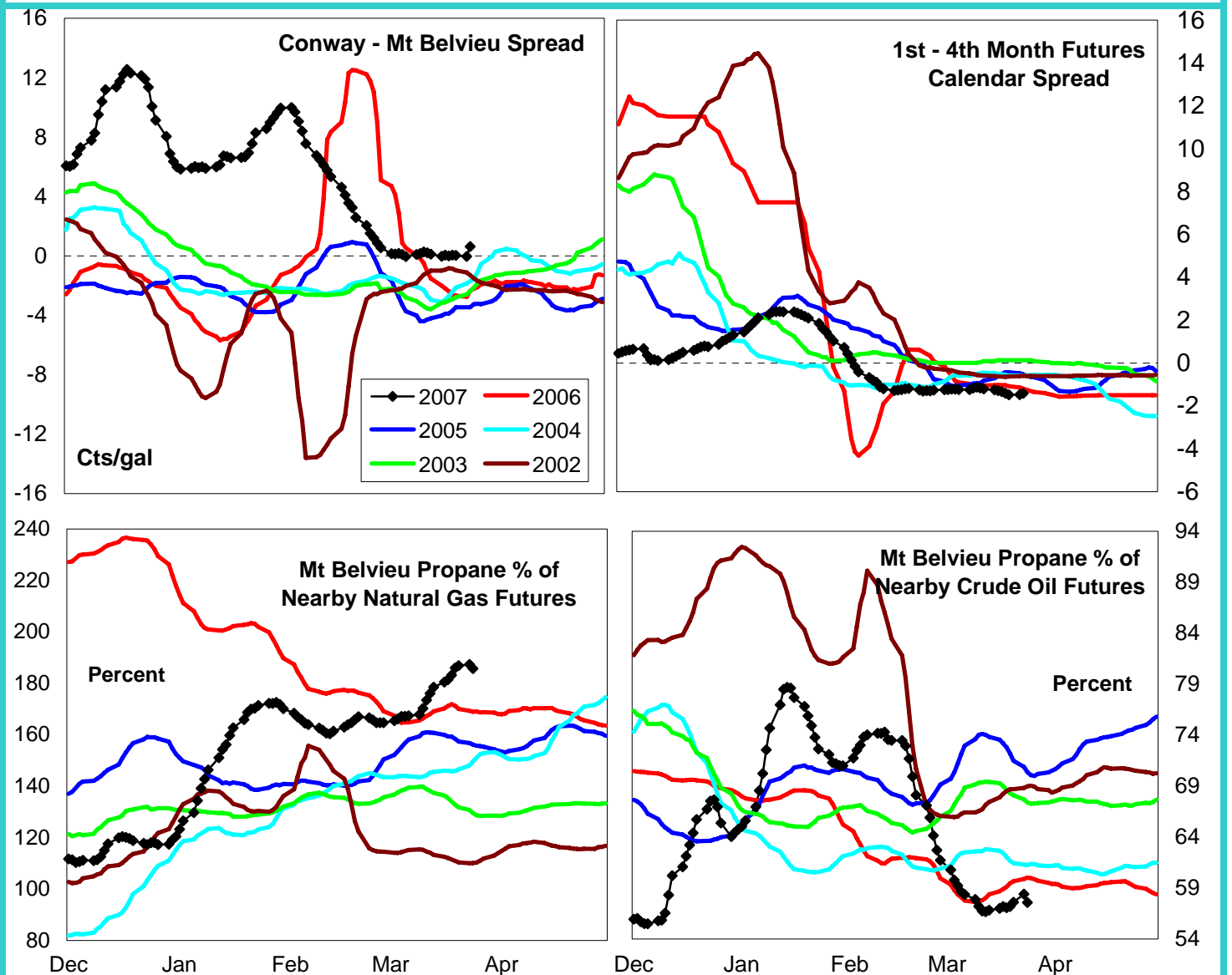
000 bpd Stocks 000 bls	Weekly Supply-Demand					Change from prior week:				
	U.S. Total	PADD				U.S. Total	PADD			
		1	2	3	4&5		1	2	3	4&5
Stocks	37,738	2,730	13,197	20,991	820	634	-52	218	490	-22
Propylene Stocks	2,869					298				
Production	1,034	41	198	631	164	59	-6	4	55	6
Imports	160	29	108	0	23	-254	-118	-21	-91	-24
Whse Demand	1,063					-378				

Price Trends for the Week Ending:

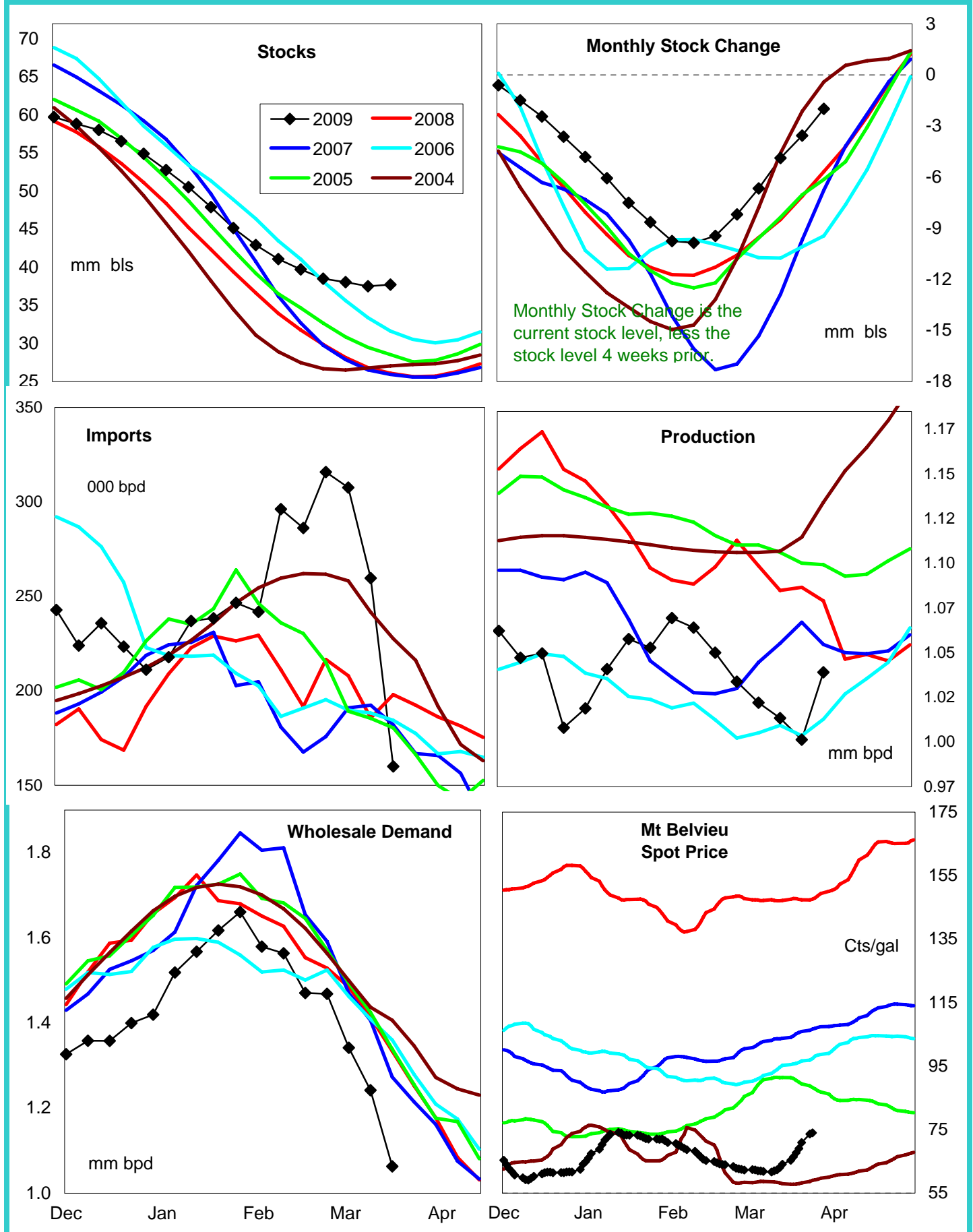
Tuesday, March 24, 2009

Cents/gal	Average for week ending:				Change from:			% change from:		
	3/24/09	3/17/09	2/24/09	3/14/08	3/17/09	2/24/09	3/14/08	3/17/09	2/24/09	3/14/08
Mont Belvieu Spot	70.9	62.9	62.3	148.0	8.08	0.59	-85.73	12.8	0.9	-57.9
Conway Spot	71.0	63.0	65.0	145.0	8.00	-2.02	-79.99	12.7	-3.1	-55.2
1st Month Futures	71.9	63.3	62.5	145.1	8.56	0.87	-82.60	13.5	1.4	-56.9
4th Month Futures	73.4	64.5	63.6	146.1	8.91	0.82	-82.46	13.8	1.3	-56.4

Key Price Spreads and Differentials

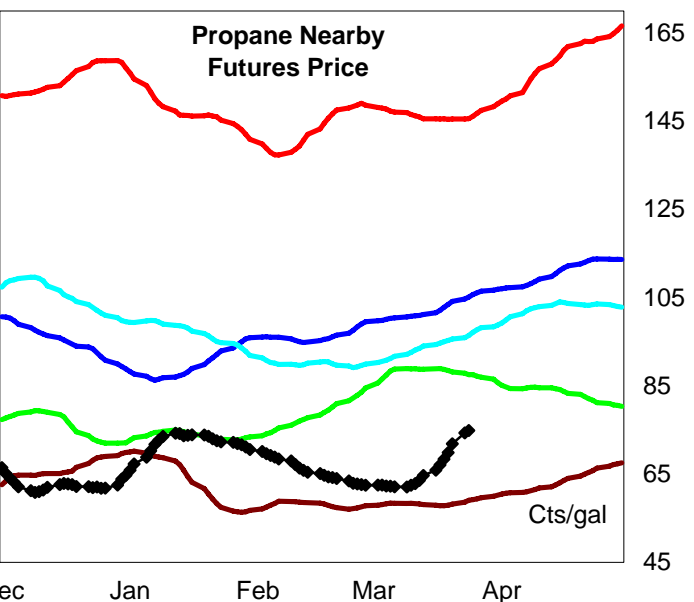
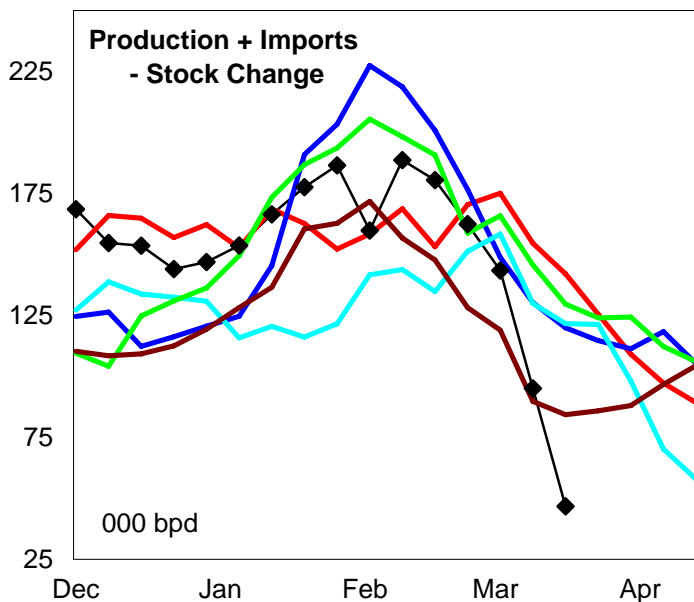
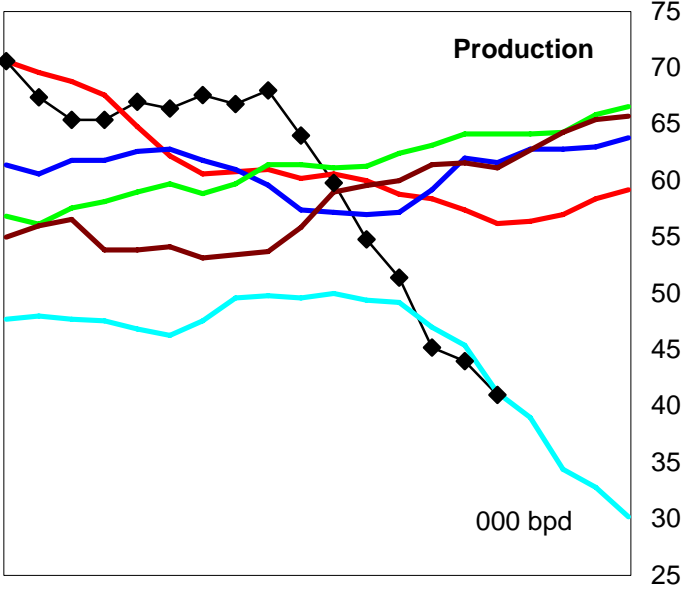
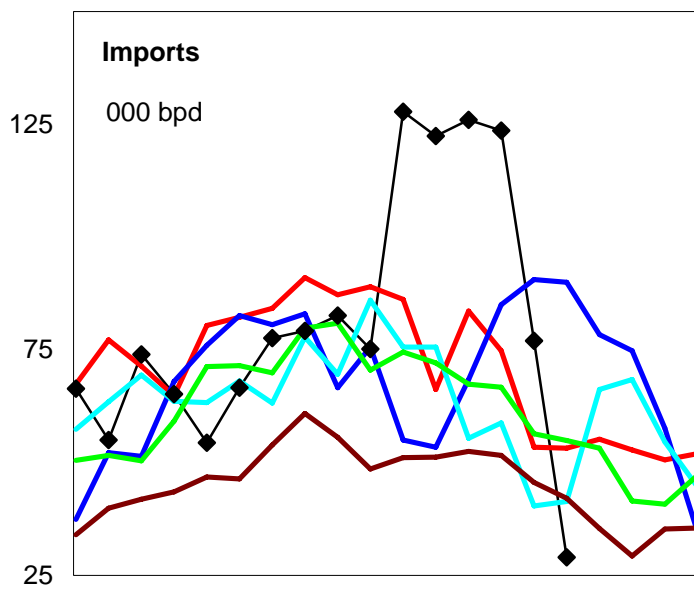
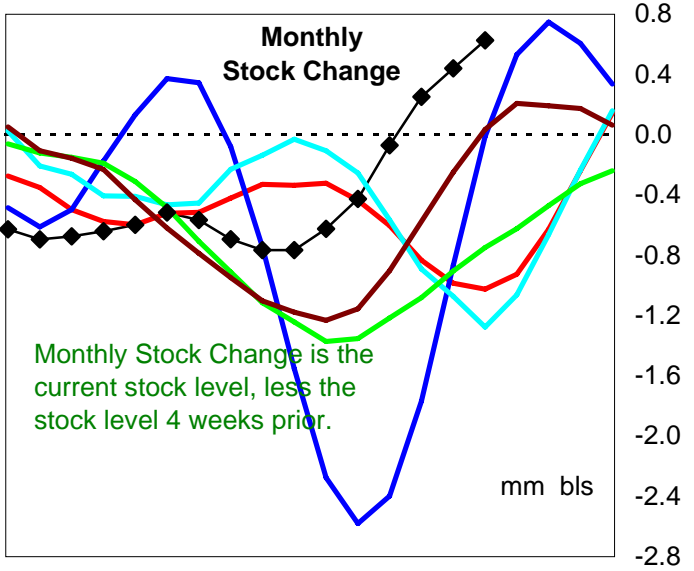
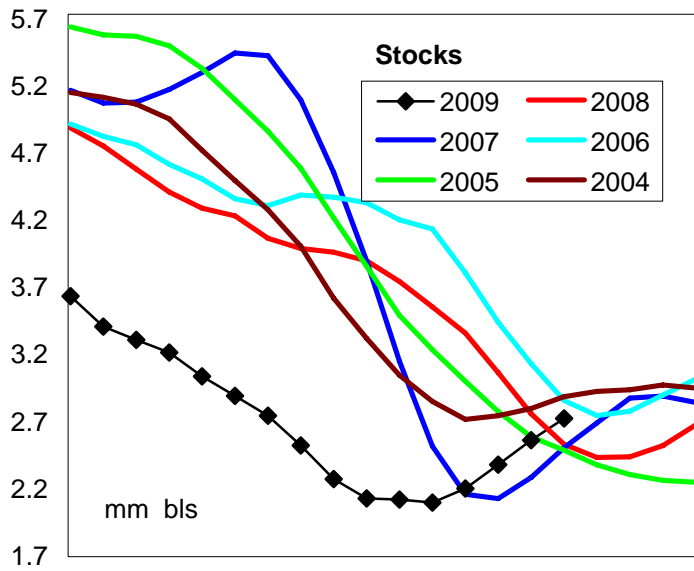


U. S. Propane Supply and Demand Balance



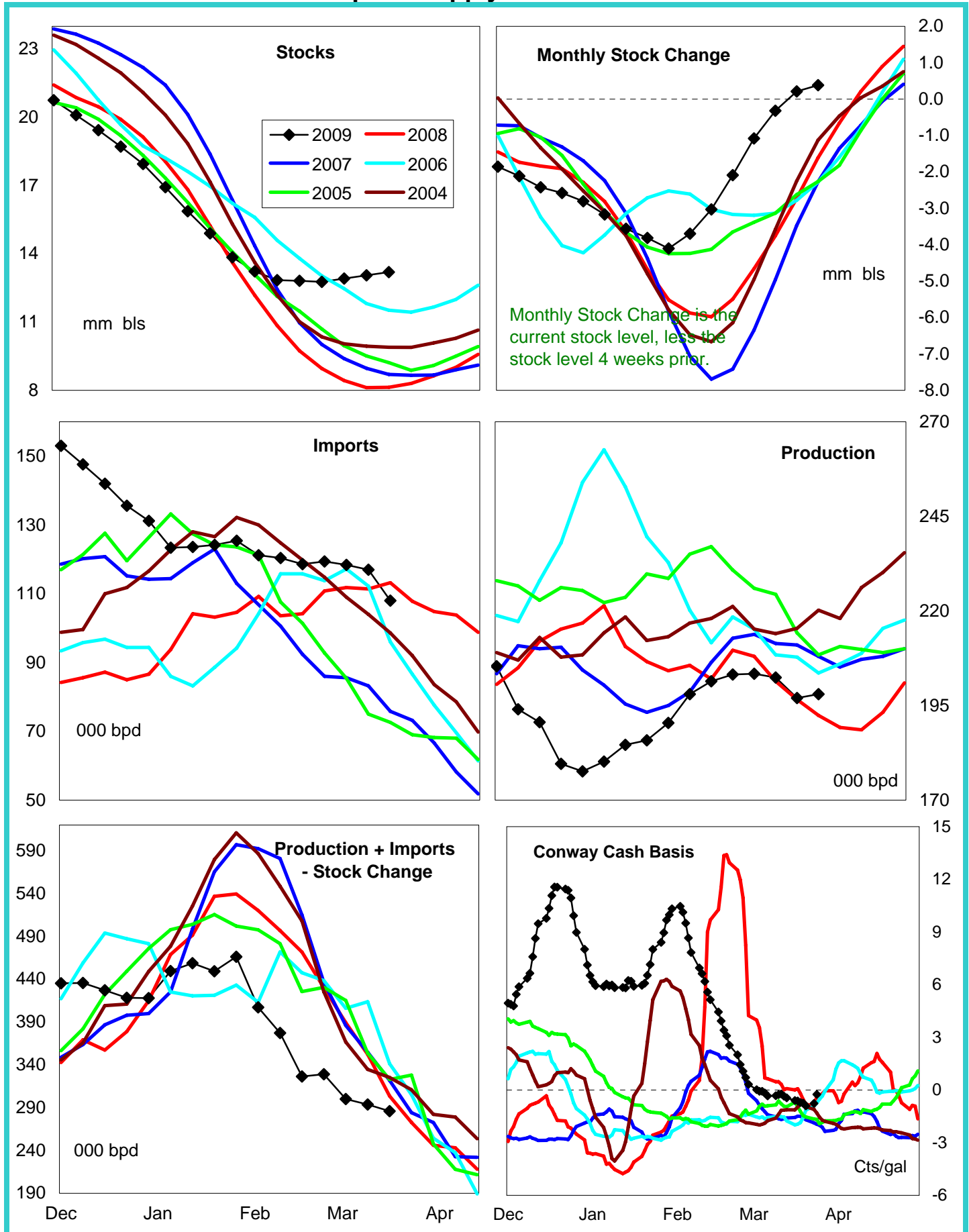
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Demand	4wk avg	Feb	Jan	Dec
000 bpd (000 bls stks)	12,326	3,685	-79	141		-94	12	11	-158
% change	48.5	-64.9	-7.3	74.4		-6.5	0.8	0.7	-10.5

PADD 1 Propane Supply and Demand Balance



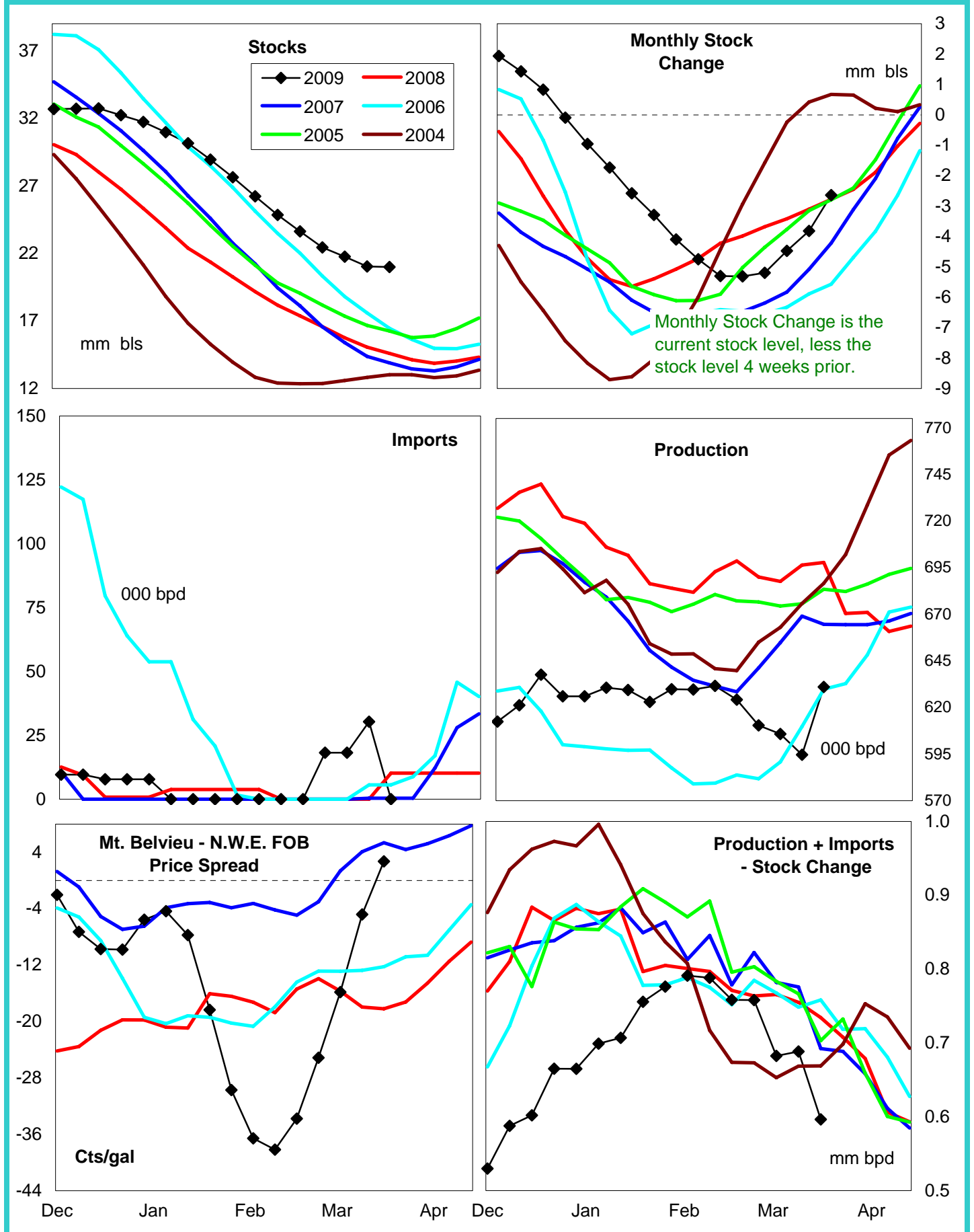
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	145	1,651	-15	87	-49
% change	5.6	-161.2	-25.6	147.0	-30.3

PADD 2 Propane Supply and Demand Balance



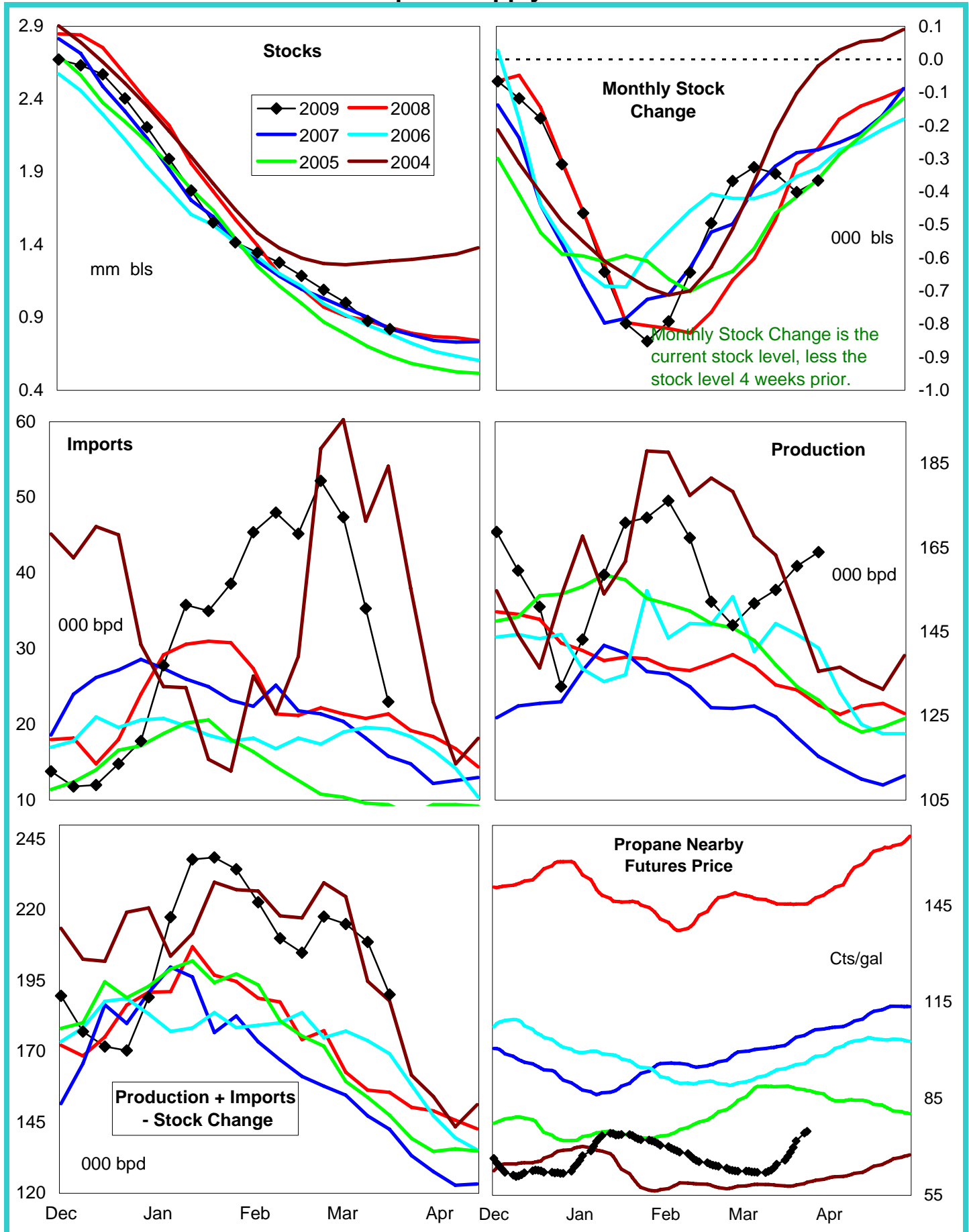
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	5,191	1,991	1	7	-67
% change	64.8	-123.9	0.5	6.1	-18.1

PADD 3 Propane Supply and Demand Balance



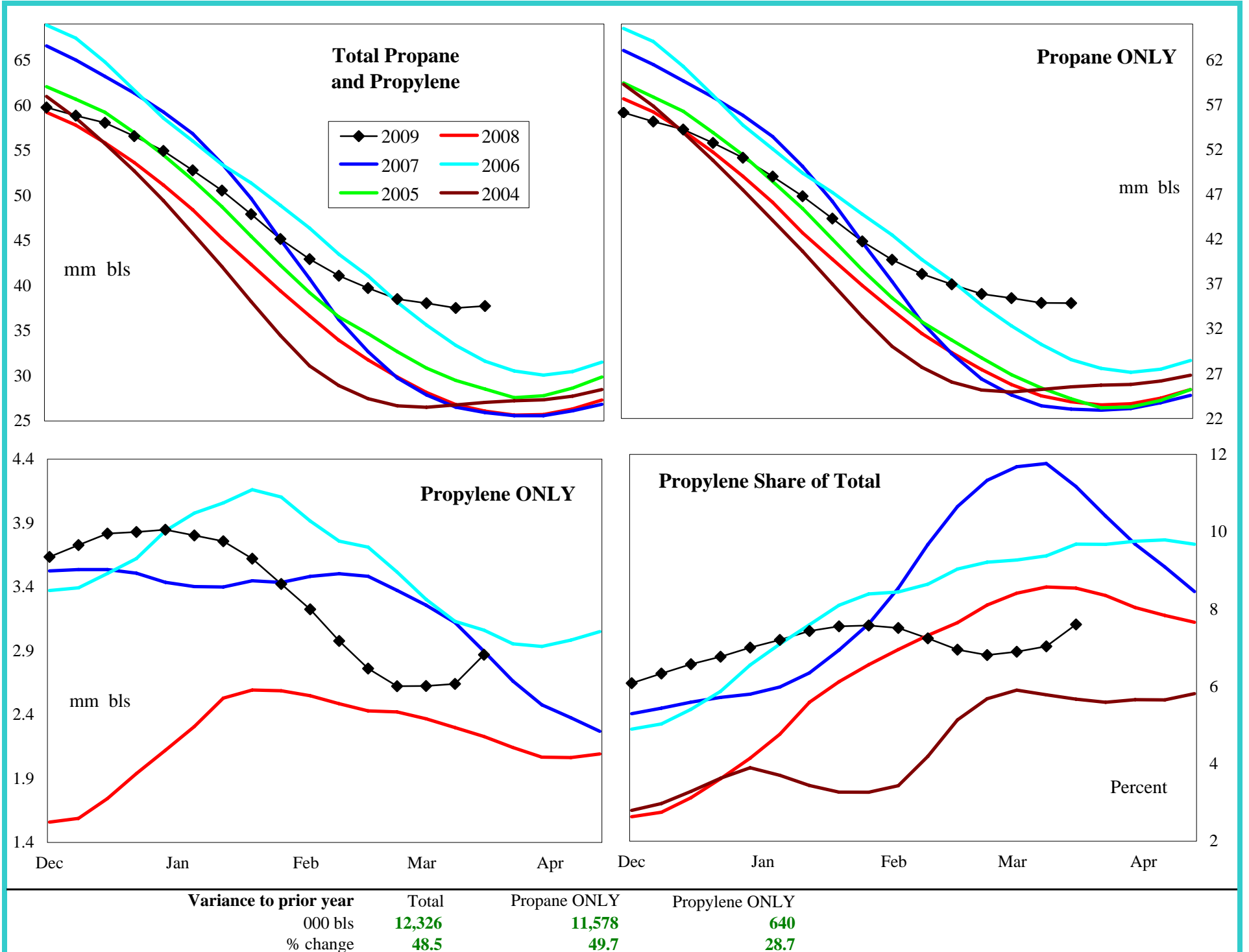
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	6,965	140	-89	23	-73
% change	49.7	-5.0	-12.8	#DIV/0!	-9.2

PADDs 4 and 5 Propane Supply and Demand Balance



4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	25	-97	24	25	45
% change	3.1	36.2	18.0	125.0	27.5

U. S. Propane and Propylene Stocks



U. S. Petroleum Administrative for Defense Districts (PADDs)

