
**FUNDAMENTAL  
PETROLEUM  
TRENDS?**
**WEEKLY GASOLINE FUNDAMENTAL-PRICE-BASIS OUTLOOK**
**A Fundamental Petroleum Trends Weekly Report**

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Cash Basis Outlook			
Product	Market	Weeks Forward	
		1 - 2	3 - 6
RBOB	NYH	→	→
	Gulf	→	→
	W Coast	→	→
Conventional	NYH	→	→
	Gulf	→	→
	Grp III	→	→
	Chicago	→	→
	W Coast	→	→
Gulf Coast Price Outlook		→	→

Wholesale demand increased +304,000 bpd last week, after a period of lackluster weekly values. The latest 4-wk average demand was -61,000 bpd below a year ago.

Production and imports surged, rising +601,000 bpd and +168,000 bpd; respectively. The jump in production reflected the increase in crude runs, restart of FCCUs and blending of in-process material.

Stocks increased +3.8 million barrels with builds in all regions. PADD 2 production climbed +369,000 bpd as FCCUs in the Chicago area returned to service.

Cash basis was higher across all regional markets and products last week, except NYH where improved supplies led to a decline. Improved supplies in NYH and the roll to January futures underlie basis improvement outside NYH.

Expect peak seasonal production and lower demand to constrain basis into early January when Gulf and West Coast

refiners began winter maintenance.

**RBOB**

*New York Harbor* basis to trend lower on improved supply.

*West Coast (Los Angeles)* basis to trend lower on a seasonal decline in demand and stock builds.

**Conventional**

*New York Harbor* basis trend lower on improved supply.

*Chicago basis* to traded sideways on very high production and low seasonal demand

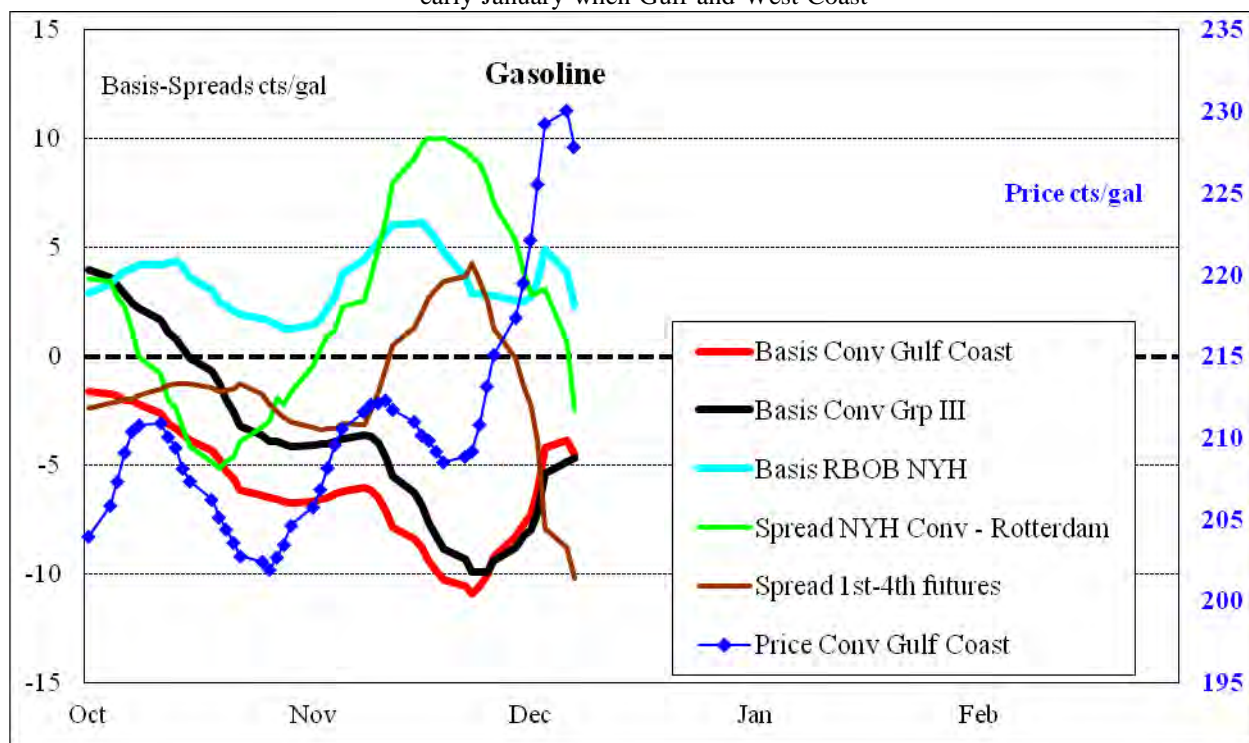
*Group III* to traded sideways on high production and low seasonal demand

*Gulf Basis* to trade sideways on increased supply and low seasonal demand.

*West Coast (Los Angeles)* basis to trend lower on a seasonal decline in demand and stock builds.

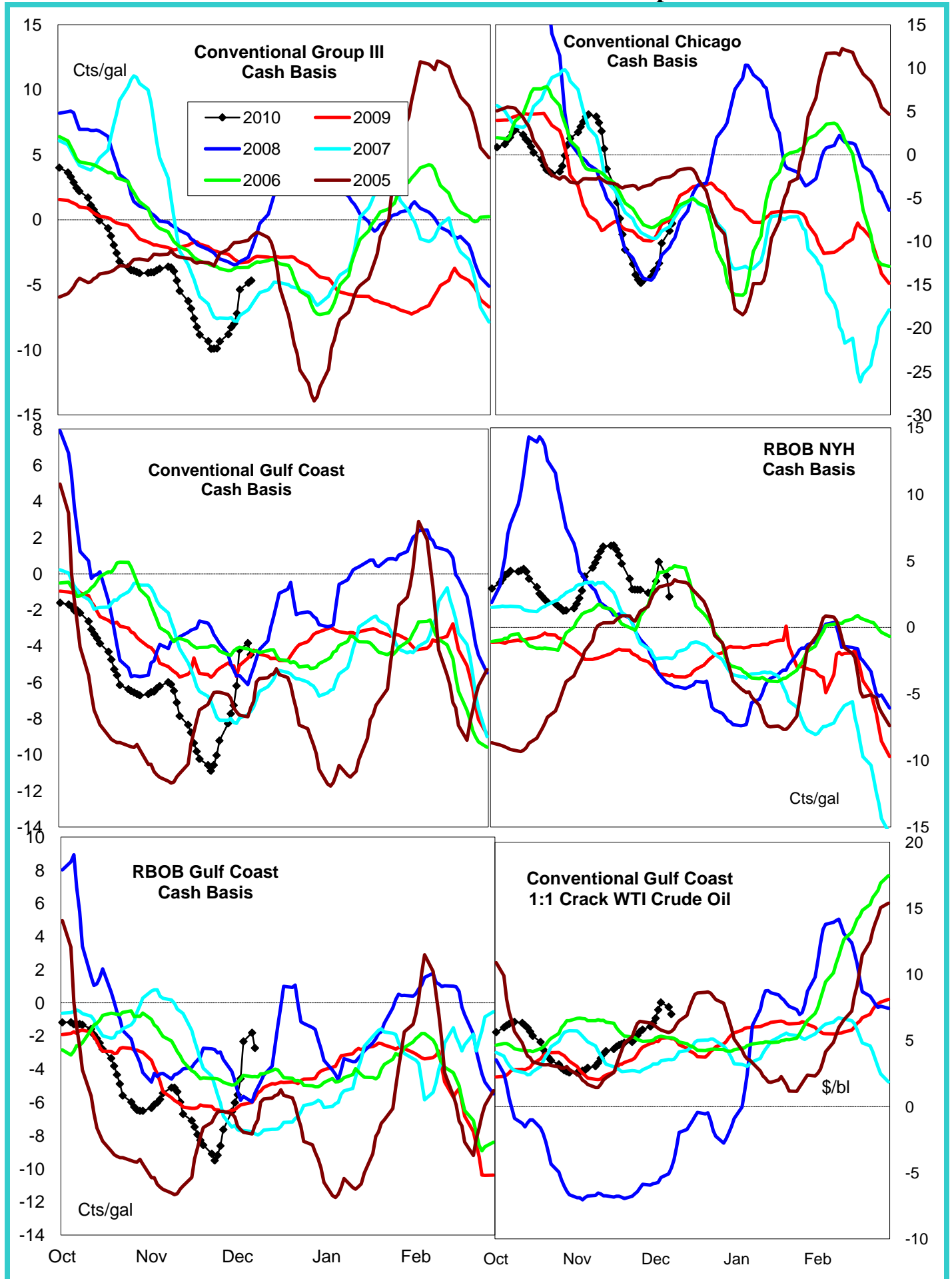
**Gulf Coast Price**

Lower seasonal demand and improving supplies in both NYH and other regional markets should lead to gasoline price weakness during the next several weeks.

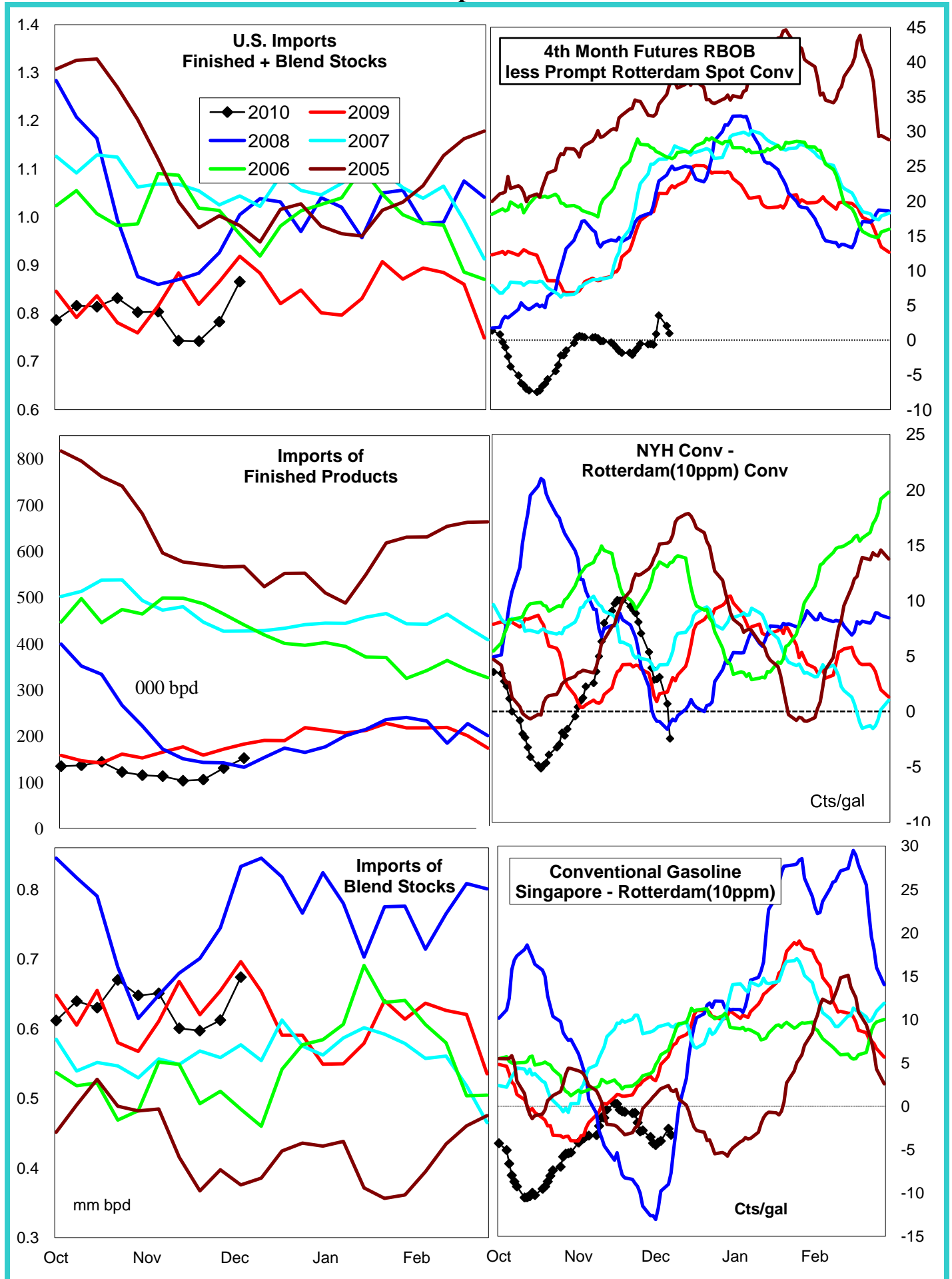


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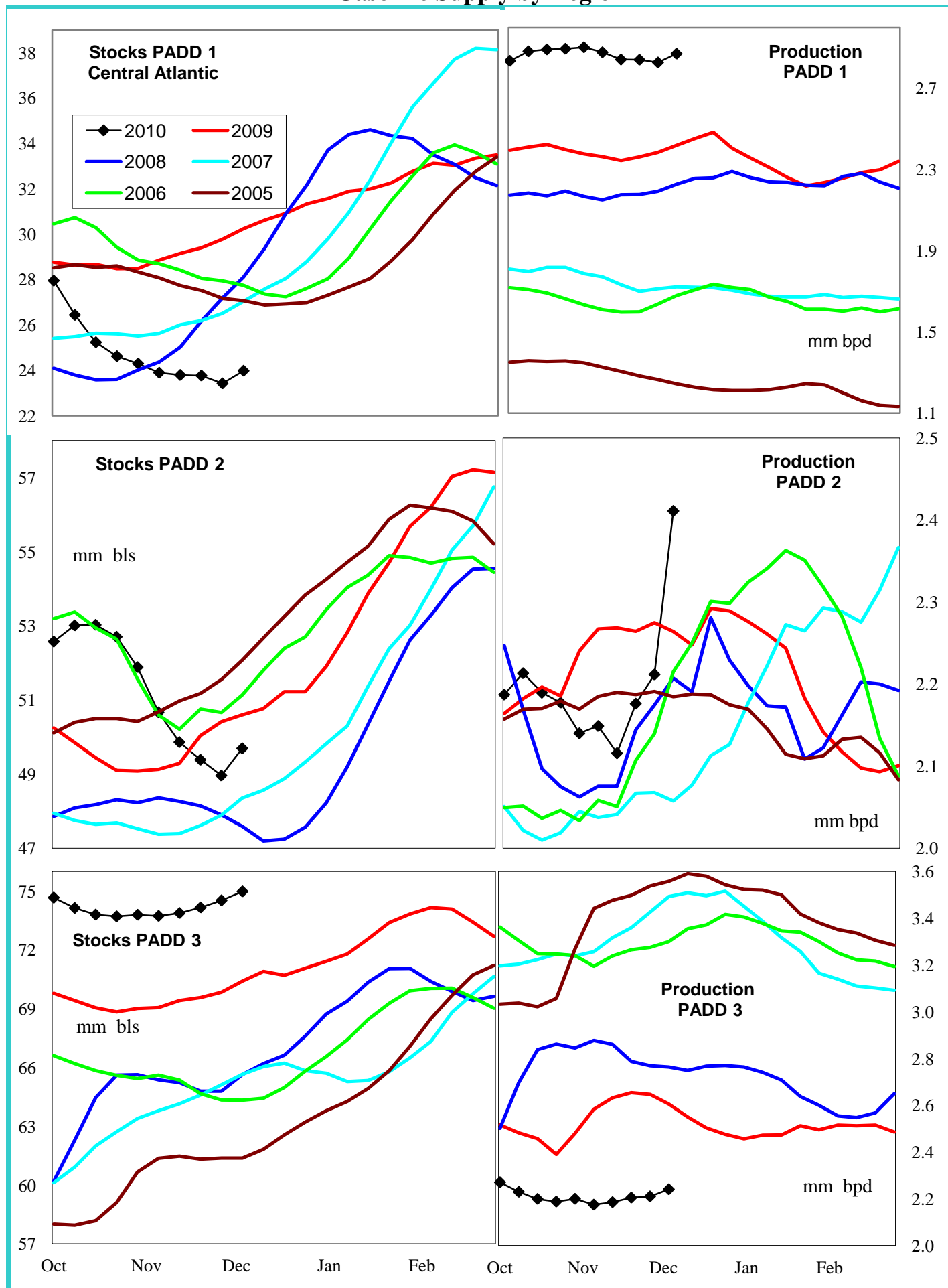
# Gasoline Cash Basis and Related Price Spreads



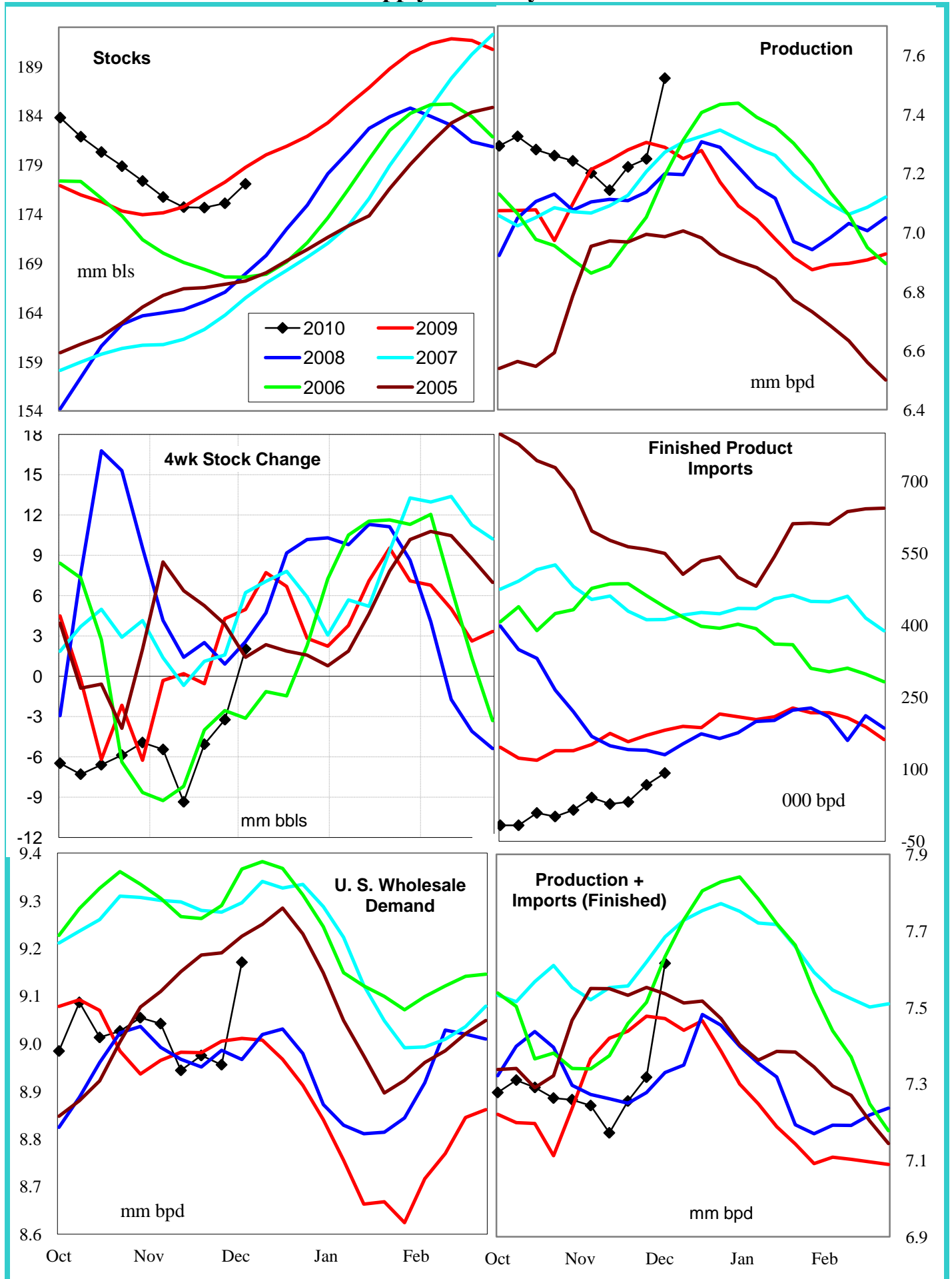
# Gasoline Import Economics



# Gasoline Supply by Region



# Gasoline Supply Summary PADDs 1+2+3



# PADD 5 Gasoline Supply

