



## WEEKLY GASOLINE FUNDAMENTAL-PRICE-BASIS OUTLOOK

### A Fundamental Petroleum Trends Weekly Report

Lehi German Tel: 816.505.0980 [www.fundamentalpetroleumtrends.com](http://www.fundamentalpetroleumtrends.com) Thursday, August 15, 2013

ash 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 decreased -56,000 bpd last week to a slightly above the last 2-yr. The latest 4-wk average demand was +235,000 bpd above a year ago.

Supplies fell -0.6 million bpd on lower production and imports. Production levels fell below the last 2-yr.

Stocks declined -1.2 million barrels on the week. Stock levels match or exceed 5-yr highs in the East, West and Gulf coast markets.

Basis trends were mixed last week. West Coast basis trended lower in most markets, will all markets at 5-yr lows for the period. Midwest markets were nearly unchanged at levels below the 5-yr range. The Gulf and East Coast markets trended higher with the level at the low end of the historic range.

Basis in international markets trended lower last week with the level below the historic range for all markets.

#### RBOB

*New York Harbor* basis to trade sideways on very high stock levels.

*New York Harbor basis* to trend seasonally higher, driven by peak seasonal demand.

*Chicago* basis to trend higher on peak seasonal demand and lower production.

*Group III* basis to trend higher on increased seasonal demand and stock draws.

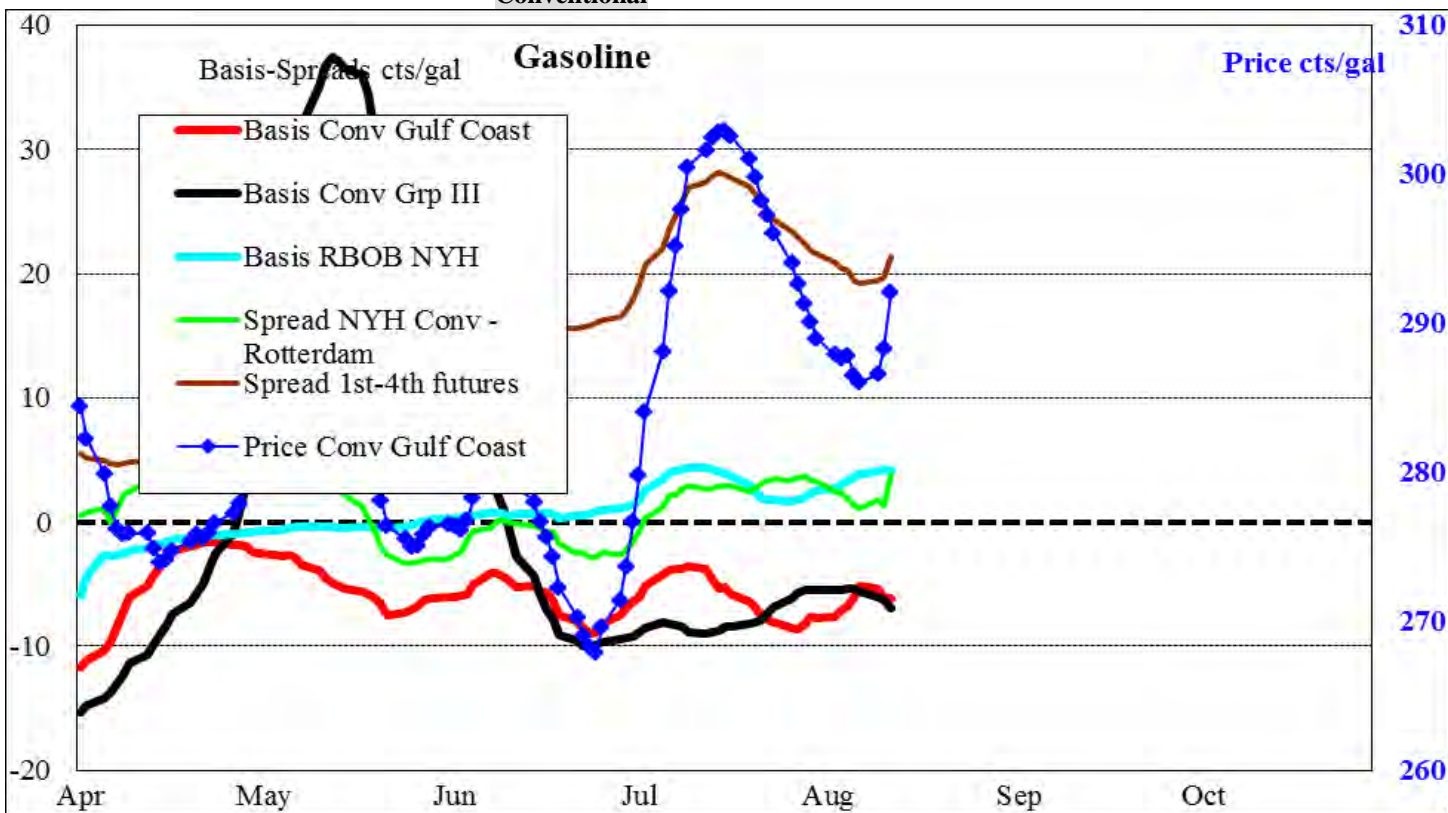
*Gulf Basis* to trend higher on peak seasonal demand, constrained by record stock levels.

*West Coast (Los Angeles)* basis to trend higher on increased exports (due to extremely over supplied market) refinery maintenance and a seasonal draw down in stocks.

**Gulf Coast Price** Gasoline stocks are extremely high in all coastal markets, with U.S. production above the 5-yr range. Last week refiners made meaningful cuts in output, driven by lower margins and the over supplied markets.

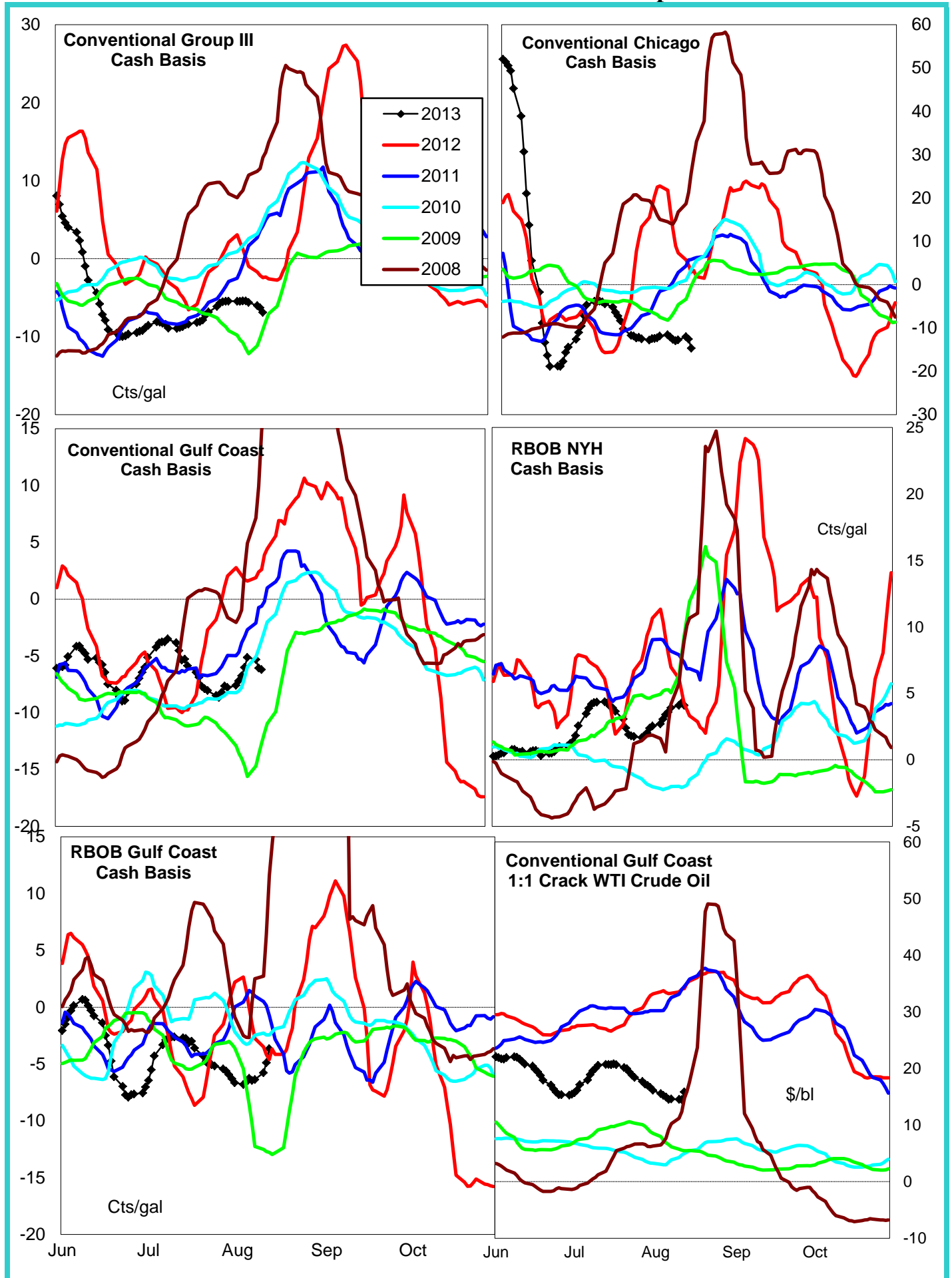
With an end to peak summer demand, and continued over supply, look for a pull back in prices during the next 30-days; absent hurricane supply disruptions.

#### Conventional

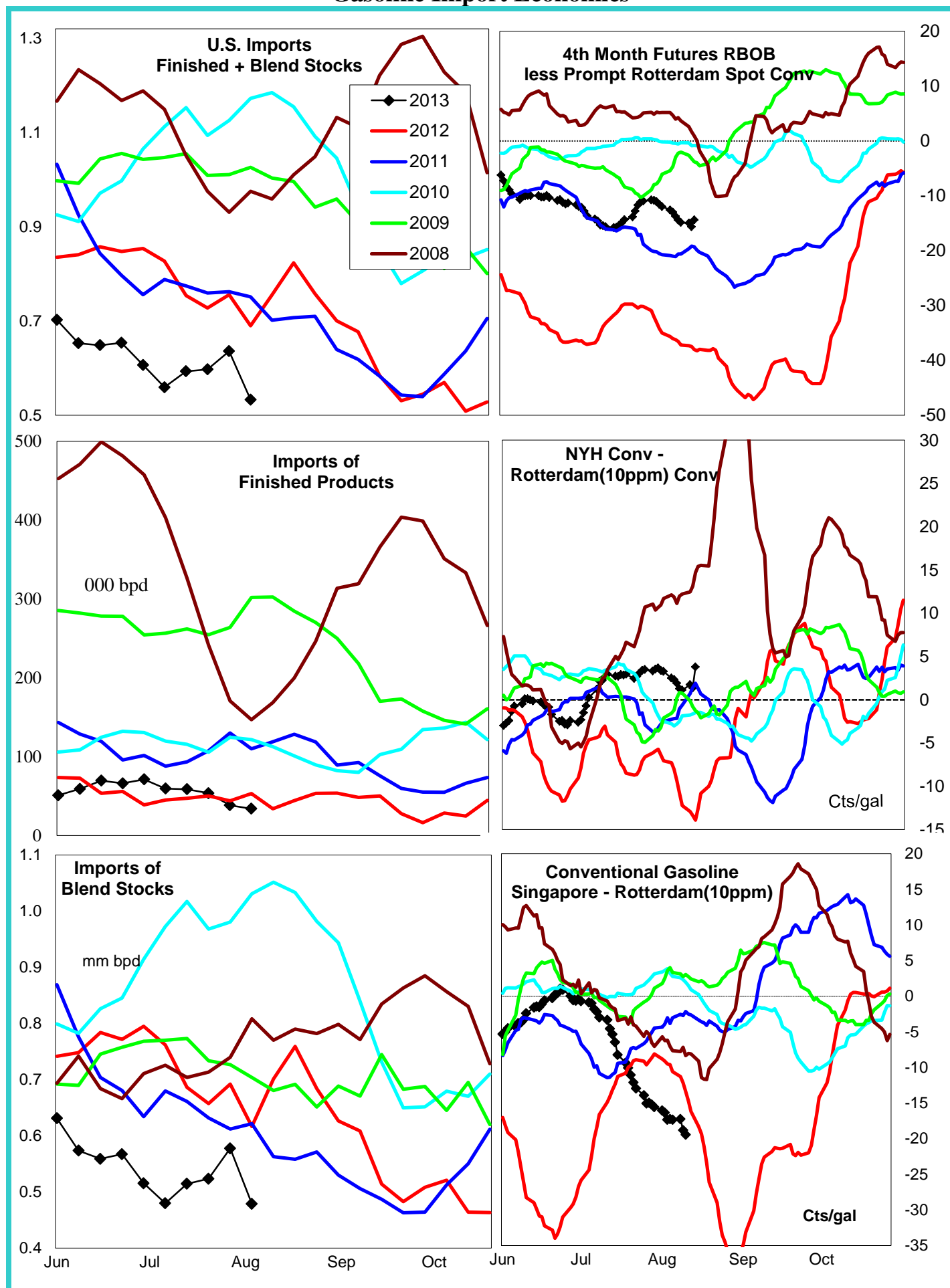


**Disclaimer** - The information contained on this website and in all its reports reflects the opinion of Fundamental Petroleum Trends. Futures and commodities trading involve significant risk and may not be suitable for every investor. Information contained herein is strictly the opinion of its author and is intended for informational purposes and is not to be construed as a recommendation to sell or buy, or trade in any commodity mentioned herein. Information is obtained from sources believed reliable, but is in no way guaranteed. Opinions, market data and recommendations are subject to change at any time. Past results are not indicative of future results. Charts are developed by Fundamental Petroleum Trends from EIA, NWS, other public data and proprietary models unless otherwise noted and credited.

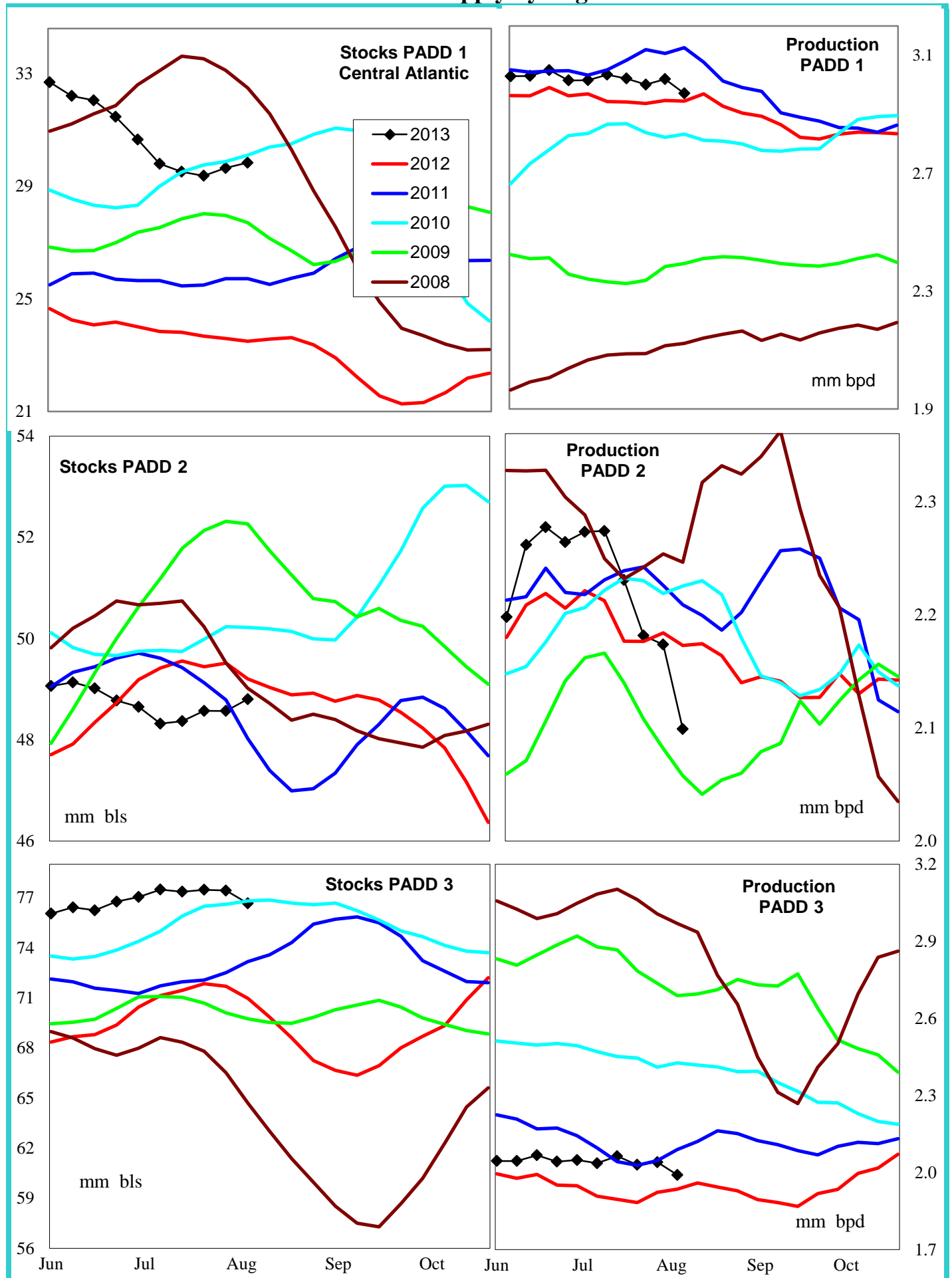
# Gasoline Cash Basis and Related Price Spreads



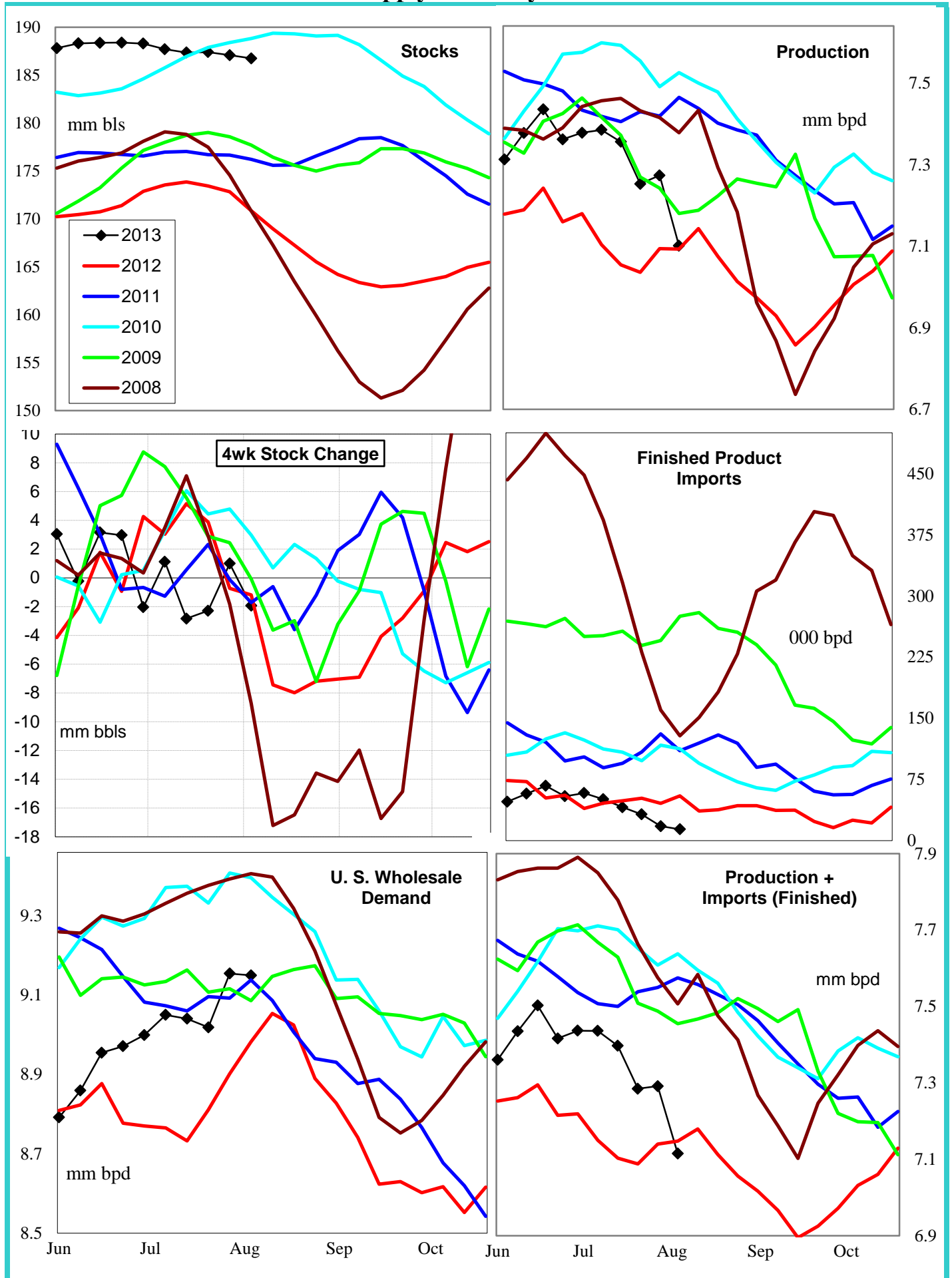
# Gasoline Import Economics



# Gasoline Supply by Region



## Gasoline Supply Summary PADDs 1+2+3



# PADD 5 Gasoline Supply

