



WEEKLY GASOLINE FUNDAMENTAL-PRICE-BASIS OUTLOOK

A Fundamental Petroleum Trends Weekly Report

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aash 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 fell -489,000 bpd last week on an end to peak summer travel. The latest 4-wk average demand was -22,000 bpd below a year ago.

Supplies were nearly unchanged on the week.

Stocks increased +1.7 million barrels on the week. Stock levels remain high in the East and Gulf coast market.

Basis increased in most markets last week from the earlier collapsed. The exception was Midwest markets which trended lower.

Look for basis to trade sideways in the near term for most regional markets; then trend seasonally lower.

RBOB

New York Harbor basis to pull back on lower seasonal demand and excess stocks.

Conventional

New York Harbor basis to pull back on high stocks and lower seasonal demand.

Chicago basis to trade sideways in the near term then trend seasonally lower.

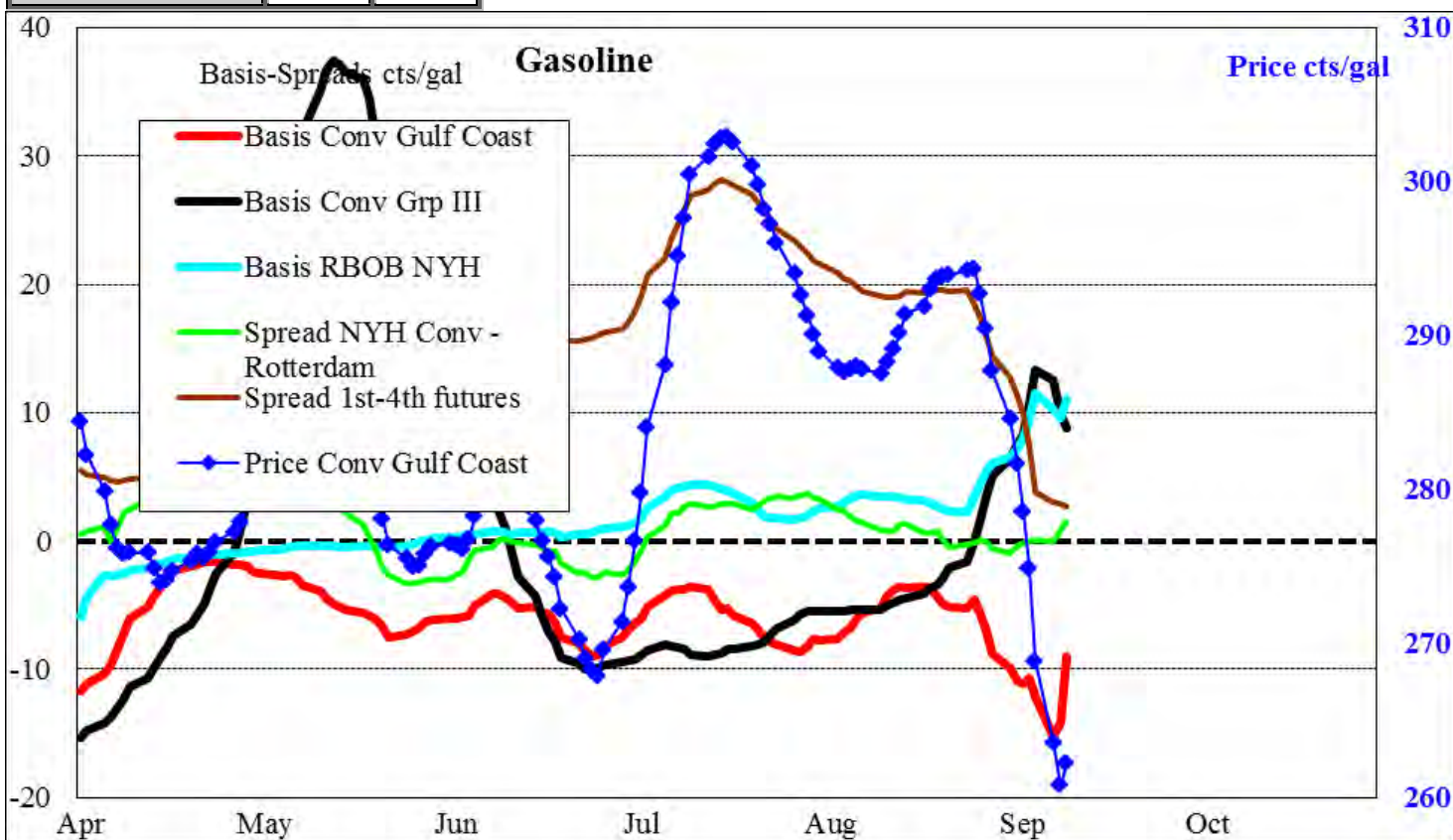
Group III basis to extend the recent downtrend as unplanned maintenance is completed and supplies improve.

Gulf Basis to trade sideways on extremely high stock levels then trend seasonally lower on high stock levels.

West Coast (Los Angeles) basis to peak in the near term, then trend lower as supplies improve.

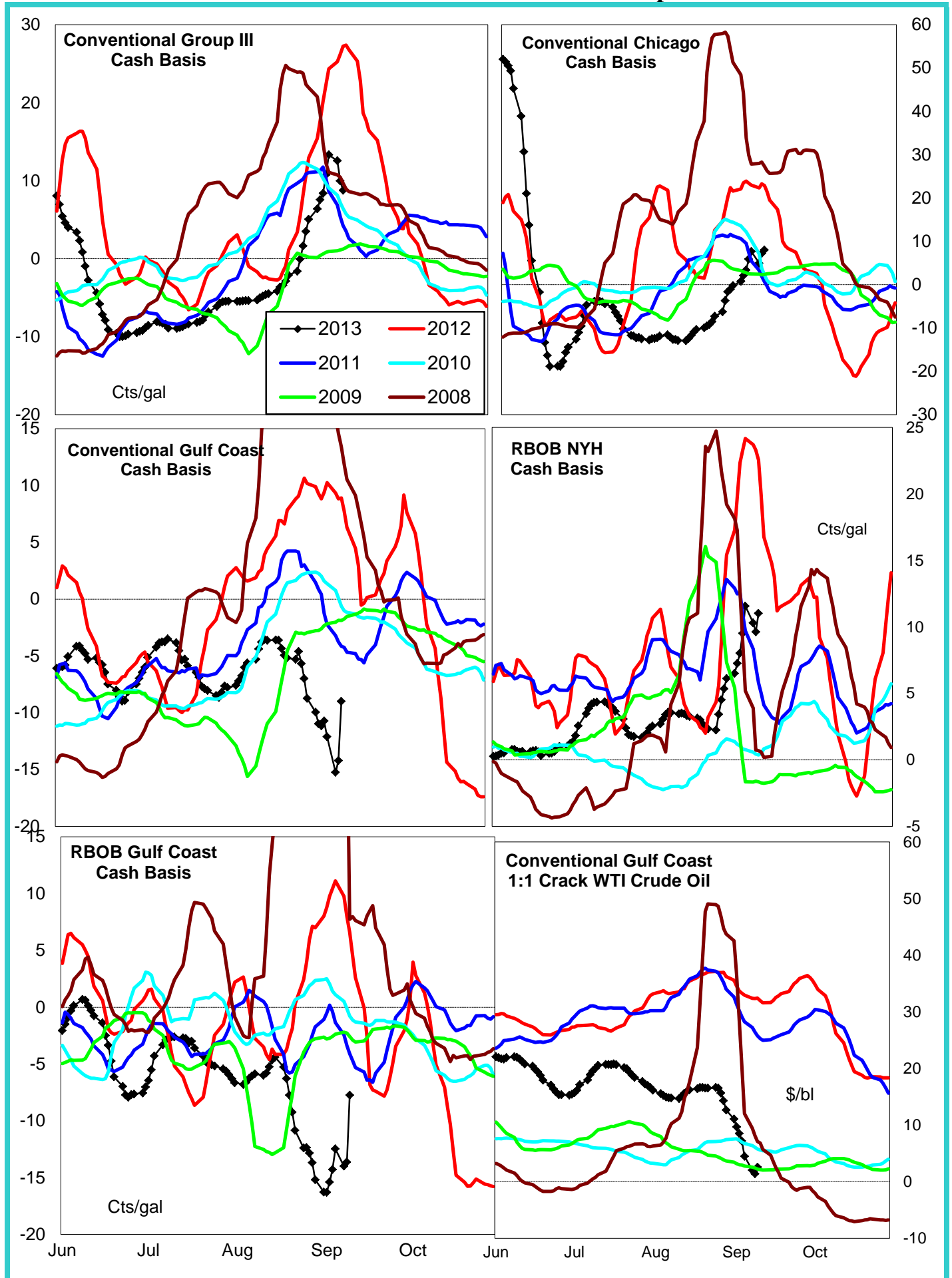
Gulf Coast Price Gasoline stocks are high in the east and gulf coast markets. Extremely poor refinery margins should lead to lower output in the near term.

Crude oil runs of +1.1 million bpd above last year, an over supplied gasoline market, less risk of military intervention in Syria and tapering by the Fed each point toward gasoline price weakness. Risk of gulf hurricane supply disruptions continue.

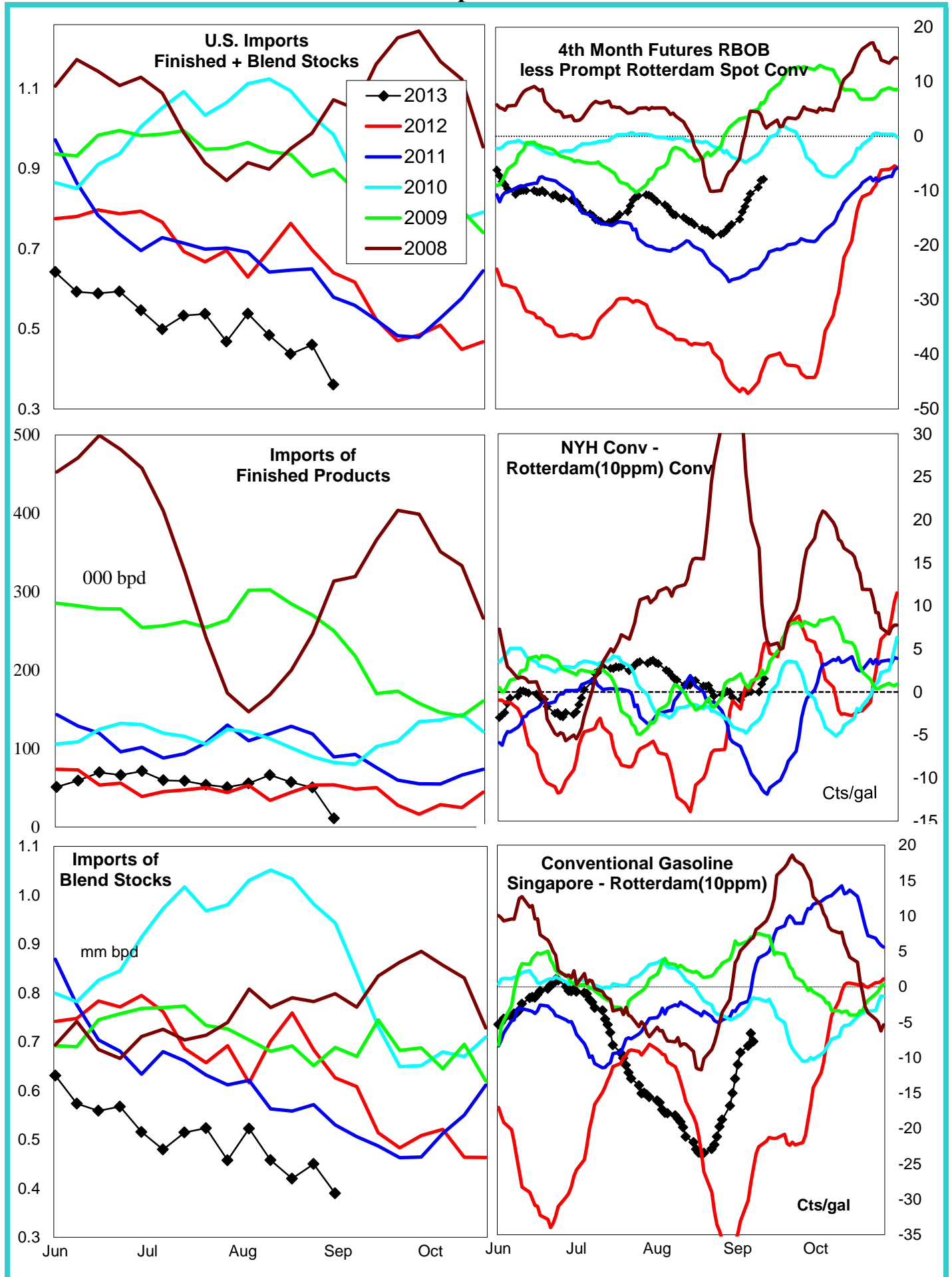


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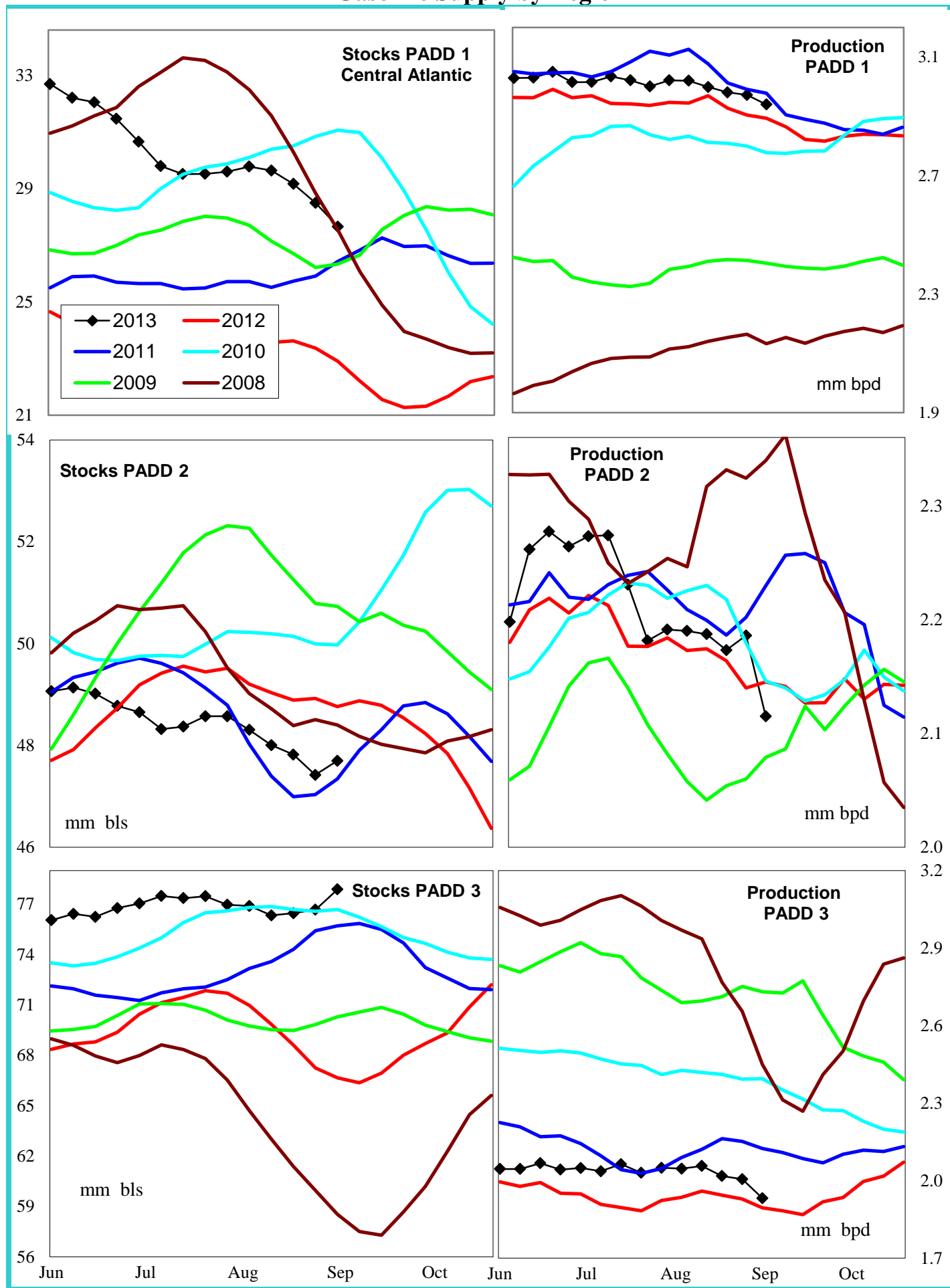
Gasoline Cash Basis and Related Price Spreads



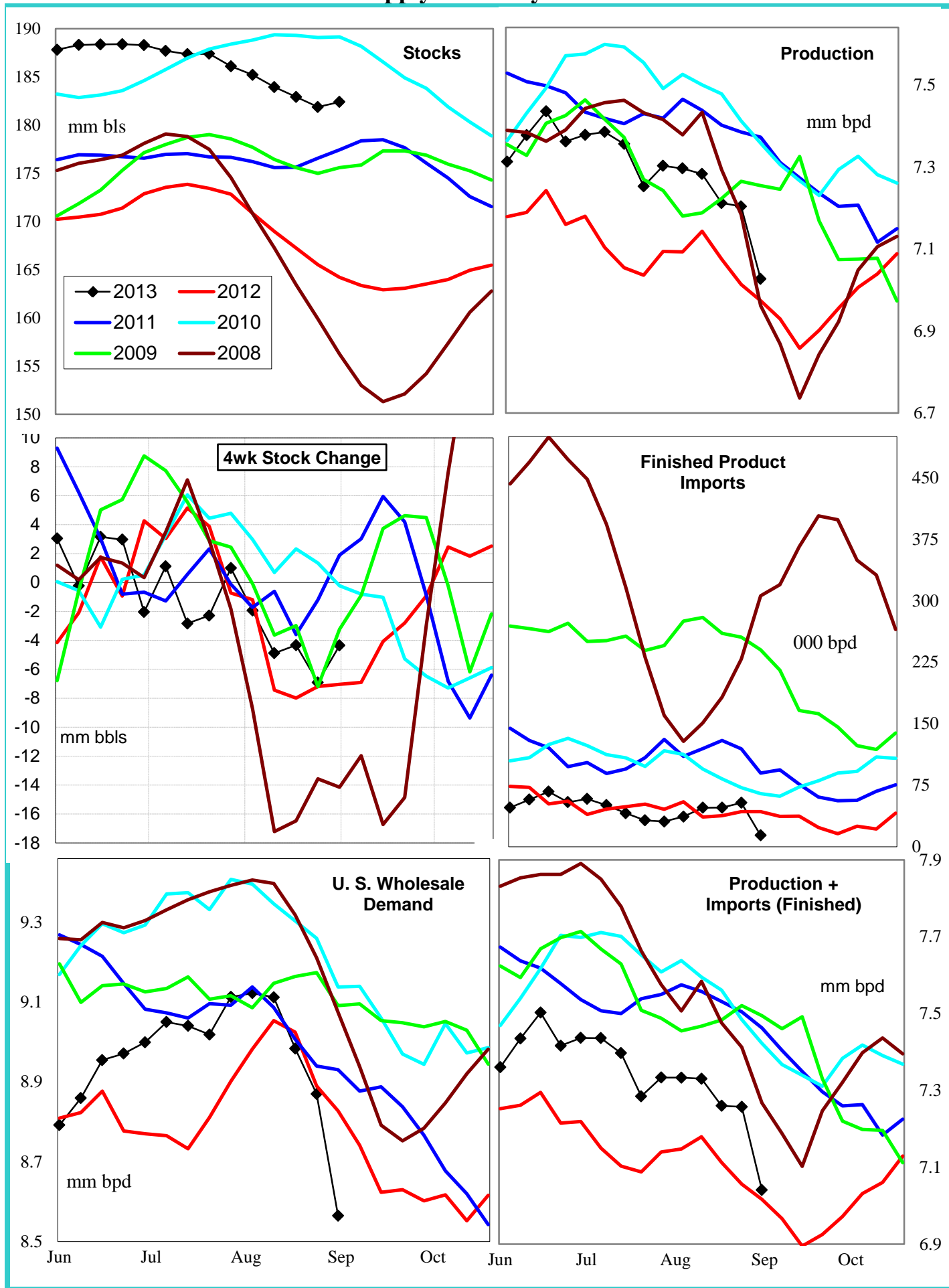
Gasoline Import Economics



Gasoline Supply by Region



Gasoline Supply Summary PADDs 1+2+3



PADD 5 Gasoline Supply