



WEEKLY GASOLINE FUNDAMENTAL-PRICE-BASIS OUTLOOK

A Fundamental Petroleum Trends Weekly Report

Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com Sunday, March 22, 2015

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		➡	➡

average demand was +228,000 bpd above last year – continuation of a 2-month year-on-year increase. Lower retail prices and improving economic conditions underlie the robust growth rate.

Supplies increased +0.7 million bpd last week, on higher production. Stocks fell -4.5 million barrels on the week, to a level +13 million barrels above a year ago, and a 5-yr high for this time of year.

Cash basis extended the spike in Chicago, to a level above the historic range for the week on unplanned refinery maintenance. Basis traded sideways in nearly all other markets last week.

Basis levels traded near the average of the last 2-yr in all markets except Chicago.

Look for basis to pull back in Chicago as maintenance is completed. West Coast markets should trend higher on extremely low stock levels. Other markets are well balanced with high stock levels, production and imports.

RBOB

New York Harbor basis to trend higher on the roll to spring grade physical product,

limited by record stock levels and high blend stock imports.

Chicago basis to trade at elevated levels until unplanned maintenance is completed, then see a sharp pull back.

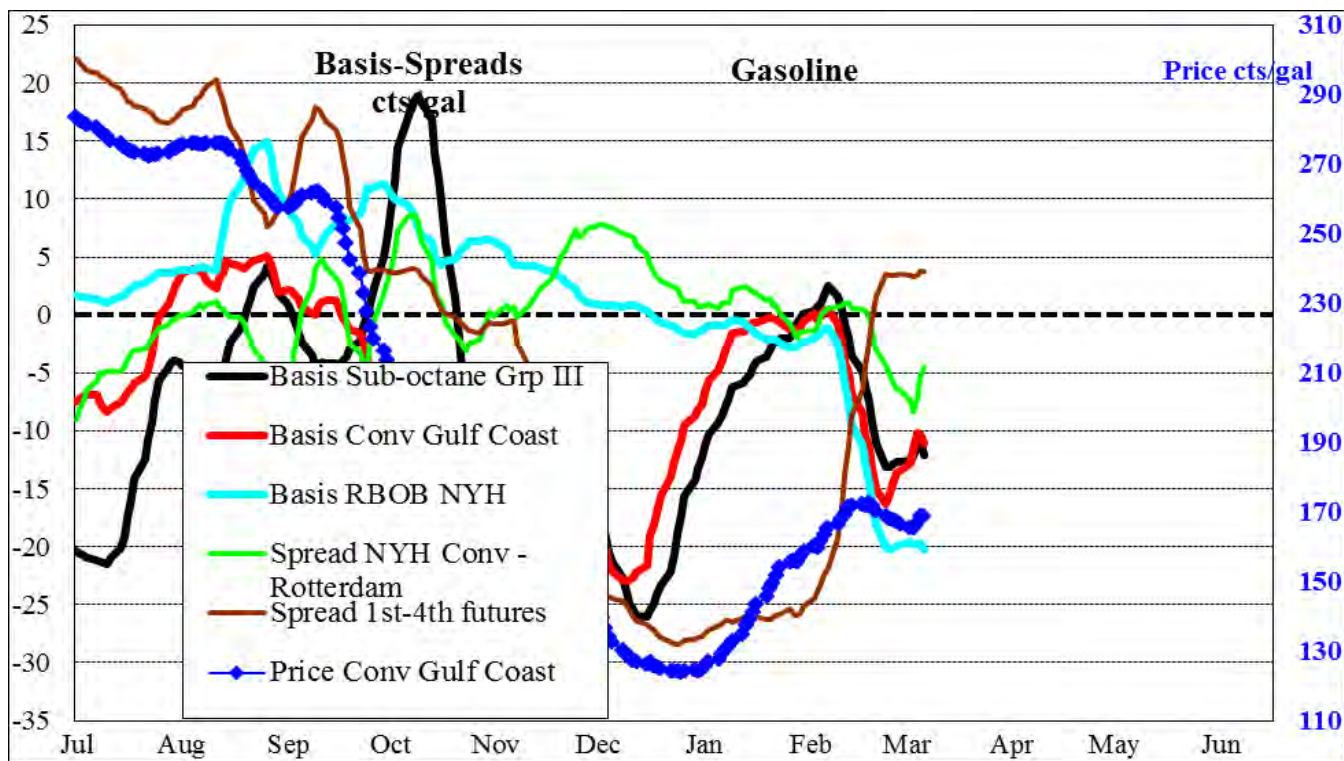
Group III basis to trade sideways in the near term on high stocks and production, then trend higher on spring refinery maintenance.

Gulf Basis to trade sideways on increased seasonal demand, but largely offset by record stocks for this time of year, and refiners returning to operation from planned and unplanned maintenance.

West Coast (Los Angeles) basis trade sideways in the near term, then rebound, trading at levels above prior years due to the extended maintenance on the ExxonMobil FCCU.

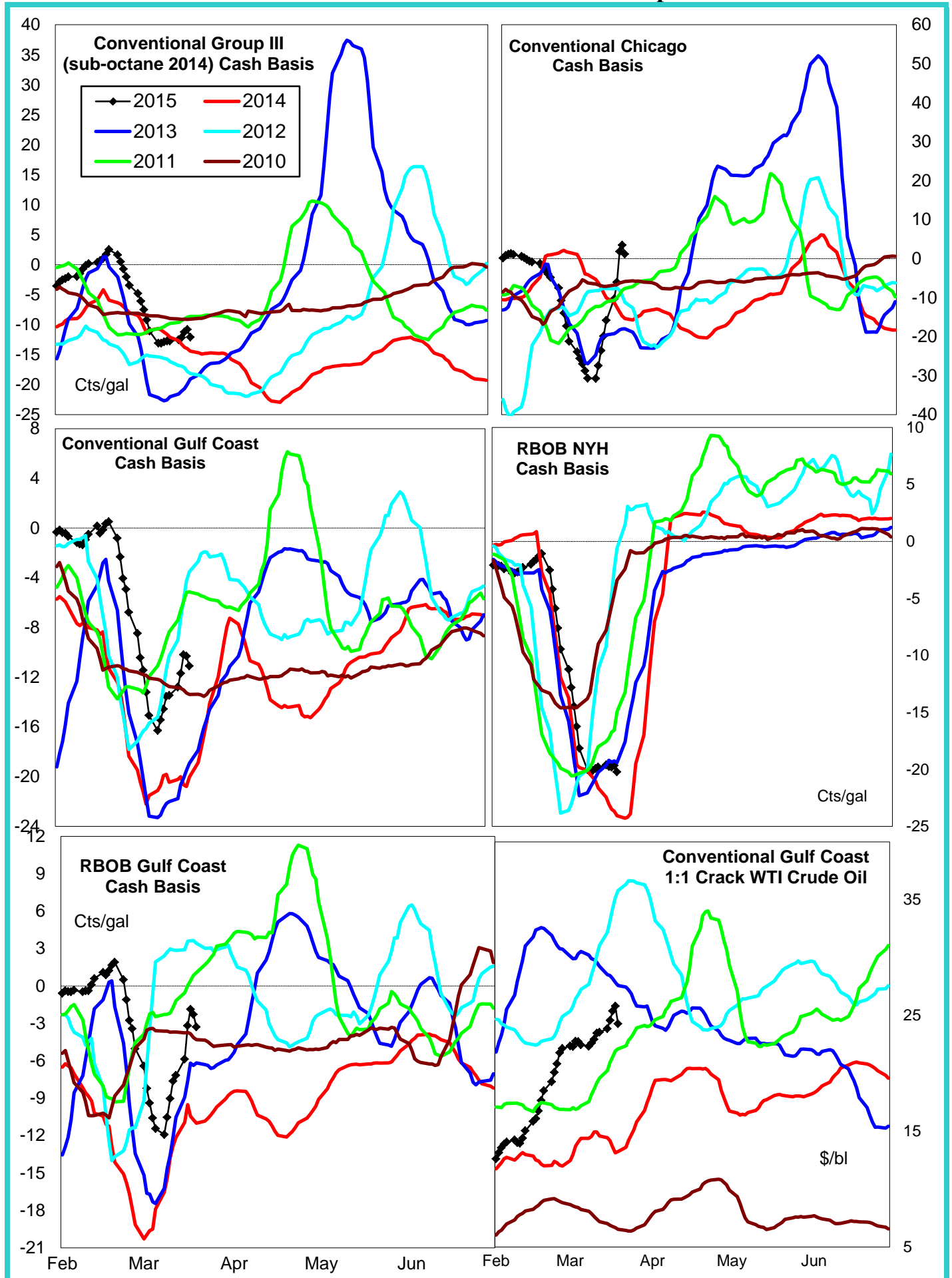
Gulf Coast Price Look for wholesale prices to trend higher on robust year-on-year growth of +3%, limited by high stocks in markets East of the Rockies and global over supply of crude oil.

Wholesale demand rebounded last week, increasing +0.7 million bpd to a record level for the period. The latest 4-wk

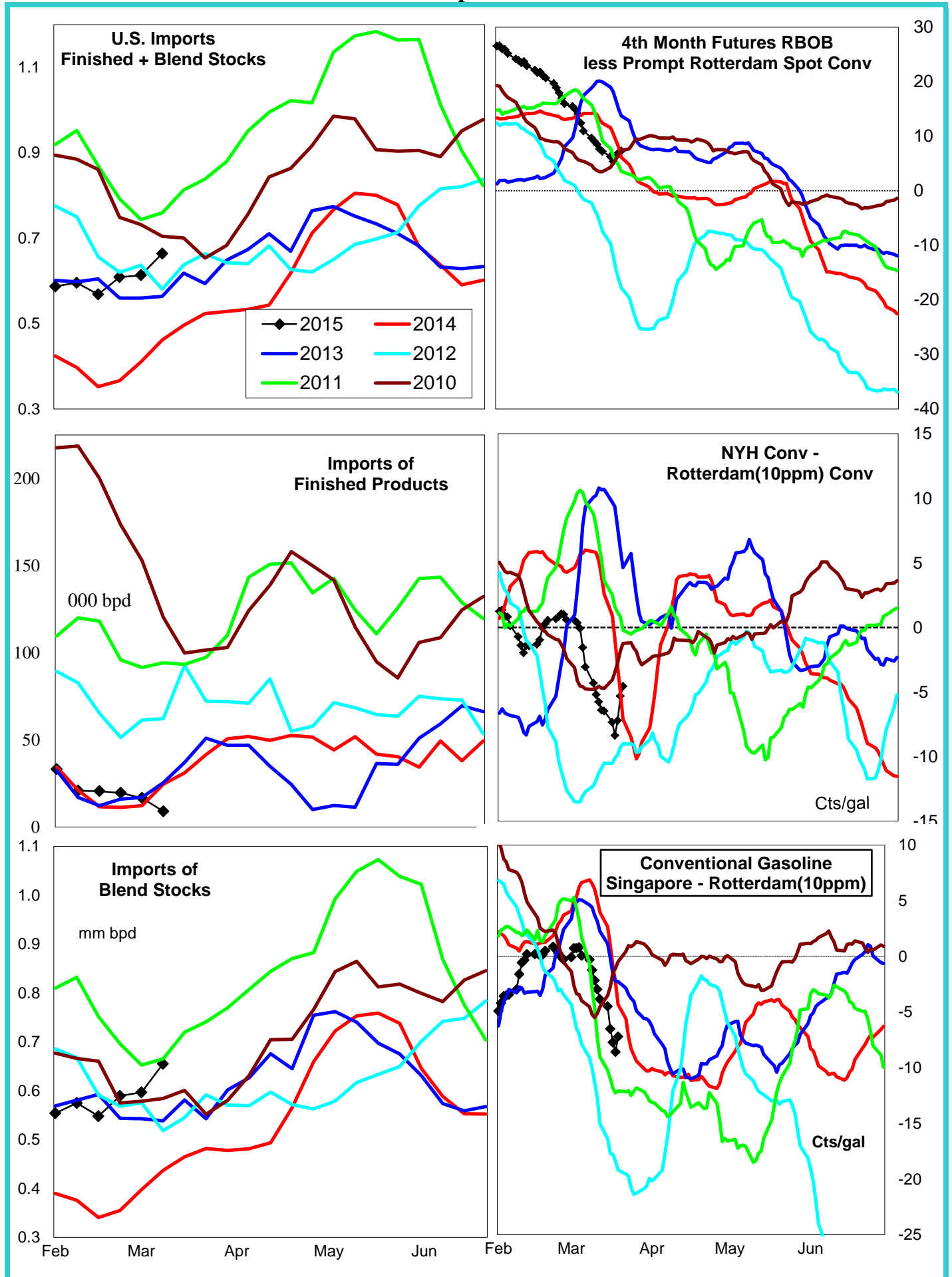


Disclaimer - The information contained on this website and in all its reports reflects the opinion of Fundamental Petroleum Trends. Futures and commodities trading involve significant risk and may not be suitable for every investor. Information contained herein is strictly the opinion of its author and 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.

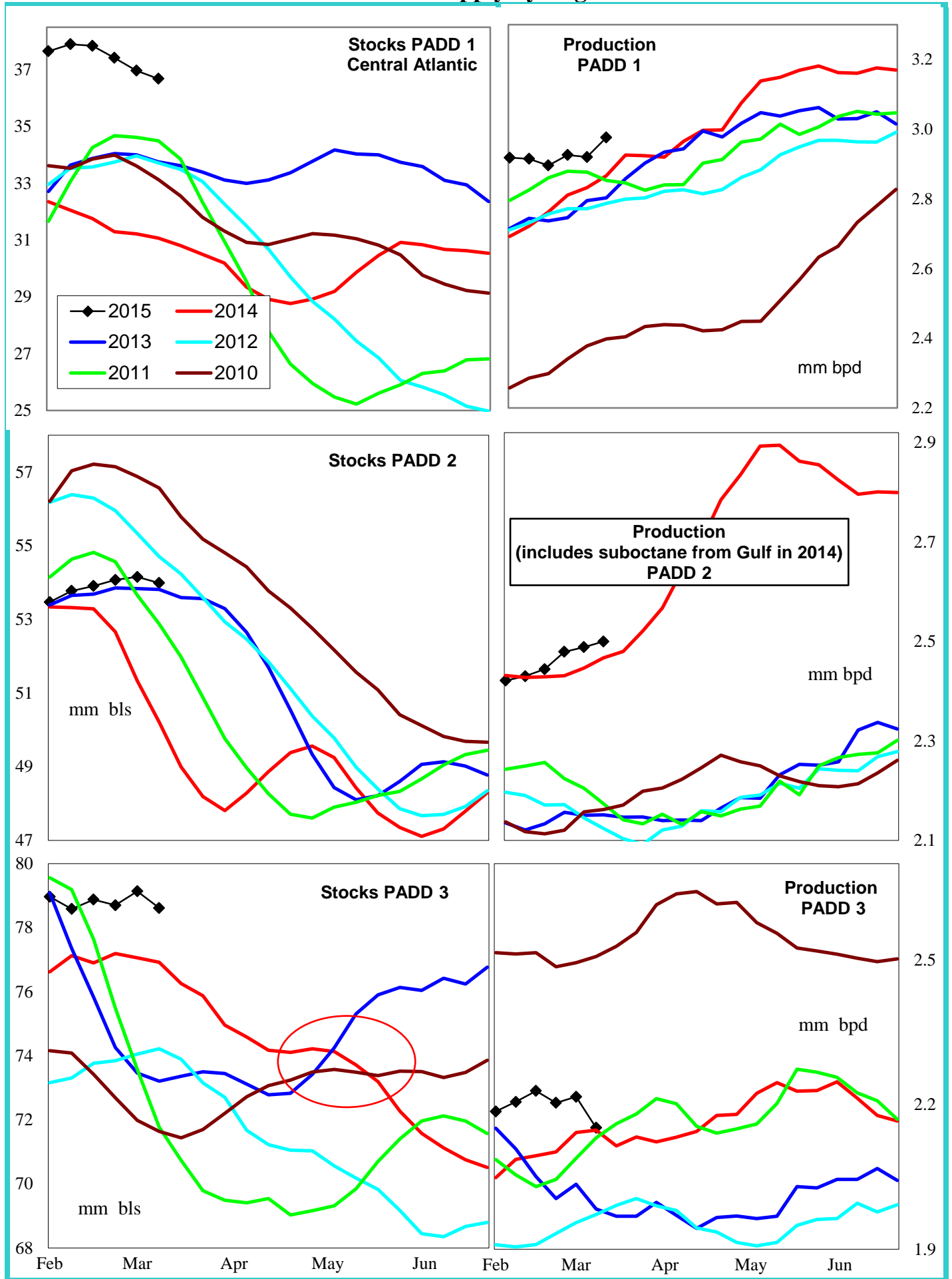
Gasoline Cash Basis and Related Price Spreads



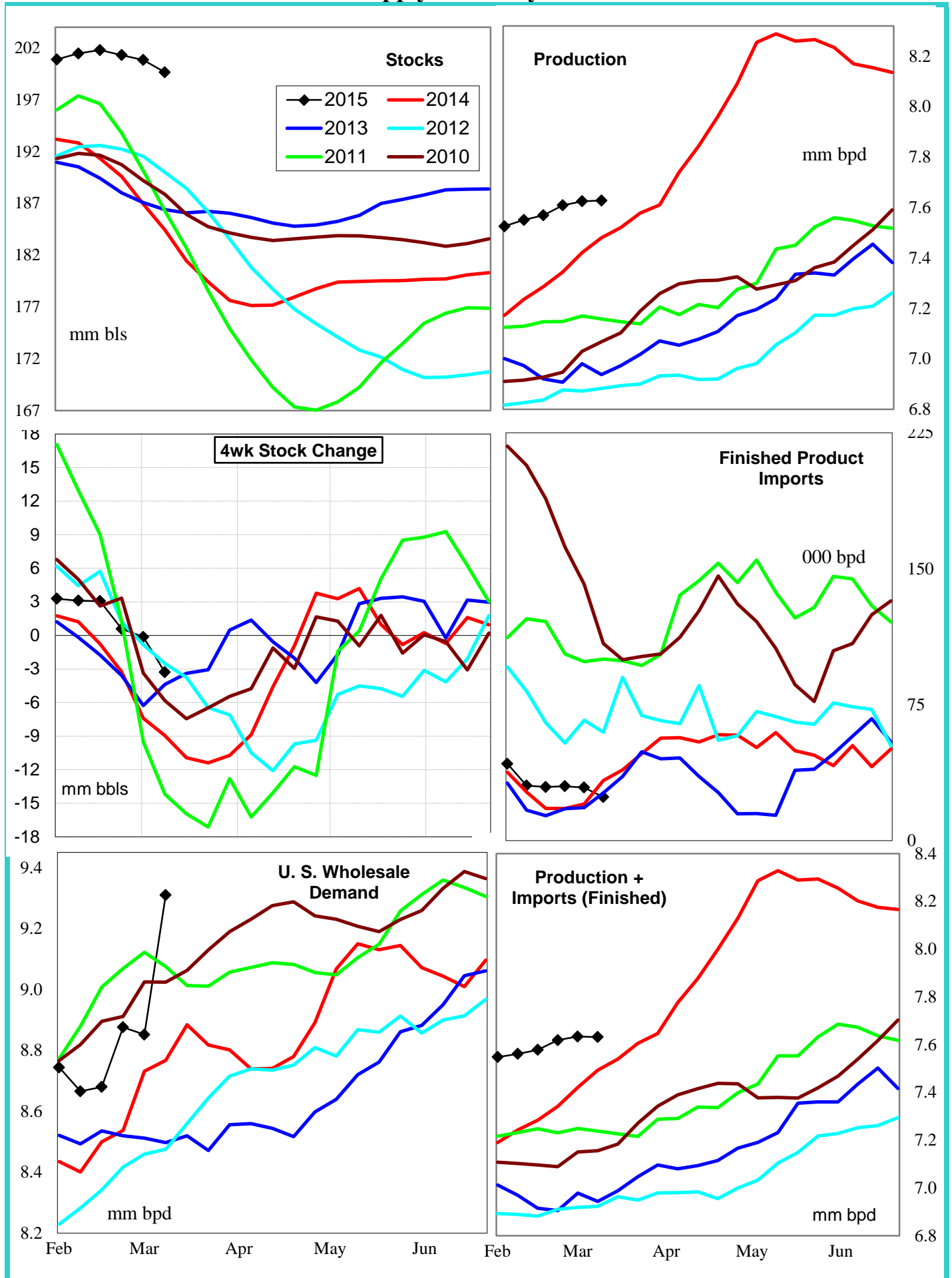
Gasoline Import Economics



Gasoline Supply by Region



Gasoline Supply Summary PADDs 1+2+3



PADD 5 Gasoline Supply