



## 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		→	→

Memorial weekend. The latest 4-wk average demand was +98,000 bpd above last year, a +1% increase.

Supplies decreased -0.3 million bpd last week, on lower imports and production. Supply for the most recent 4-wks was +0.3 million bpd above last year. Stocks decreased -2.8 million barrels on the week, with draws in all regional markets except the Rockies. Stock levels ended the week near 5-yr highs in all markets East of the Rockies. Extended maintenance on the ExxonMobil FCCU has supported record cash basis in California.

Cash basis trended higher last week in all regional markets east of the Rockies, with a sharp pull back in California on arrival of imports.

Look for basis to trend modestly higher in Midwest and Gulf markets in the run up to Memorial Weekend, with risk of a pull back in 1<sup>st</sup> half of June. West coast basis should remain elevated on continue unplanned maintenance.

#### RBOB

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

*Chicago basis* to trend higher in the run up to Memorial weekend with risk of a pull back in June.

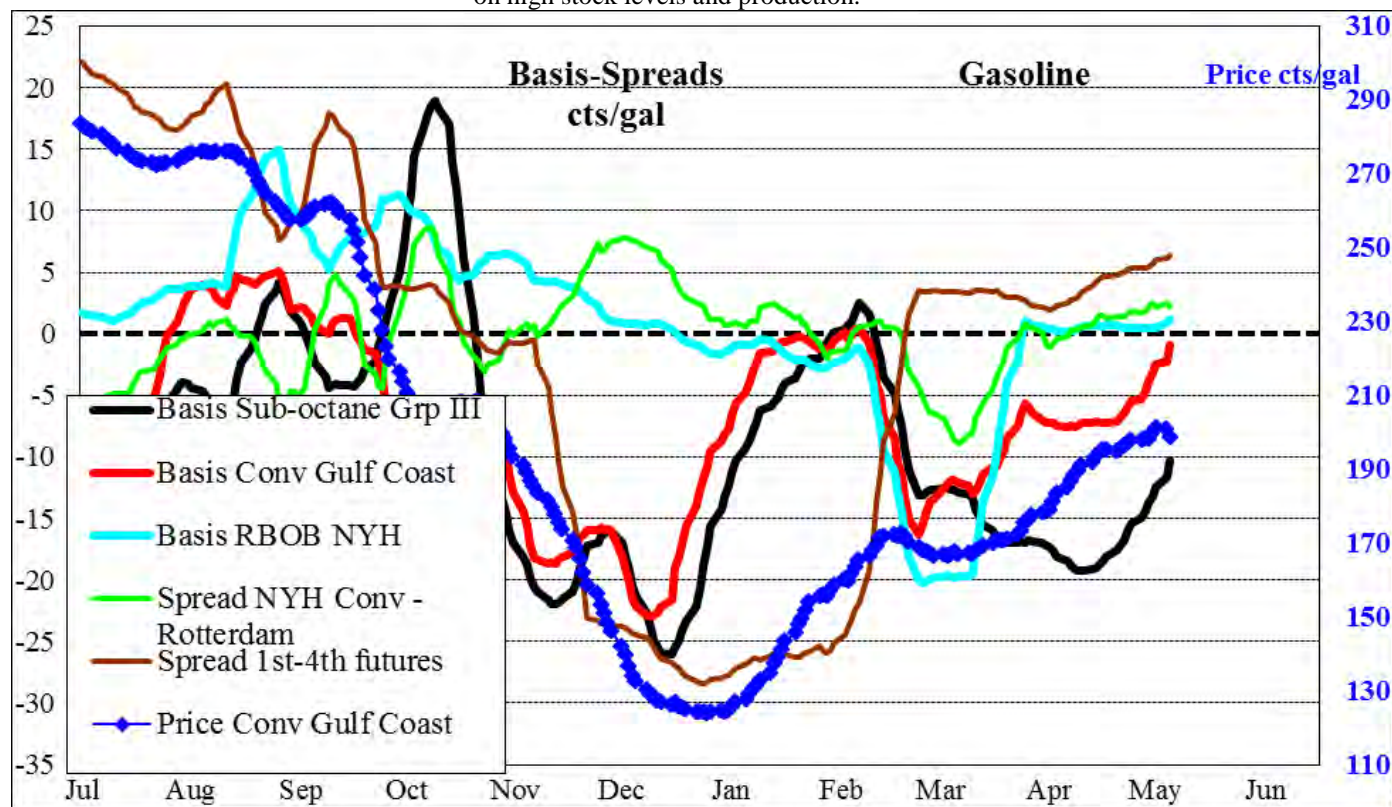
*Group III basis* to trend higher on run up to Memorial weekend with risk of a pull back in June.

*Gulf Basis* to trend higher on increased seasonal demand and a well supplied Central Atlantic Region.

*West Coast (Los Angeles) basis* to traded at an elevated level on extended maintenance on the ExxonMobil FCCU.

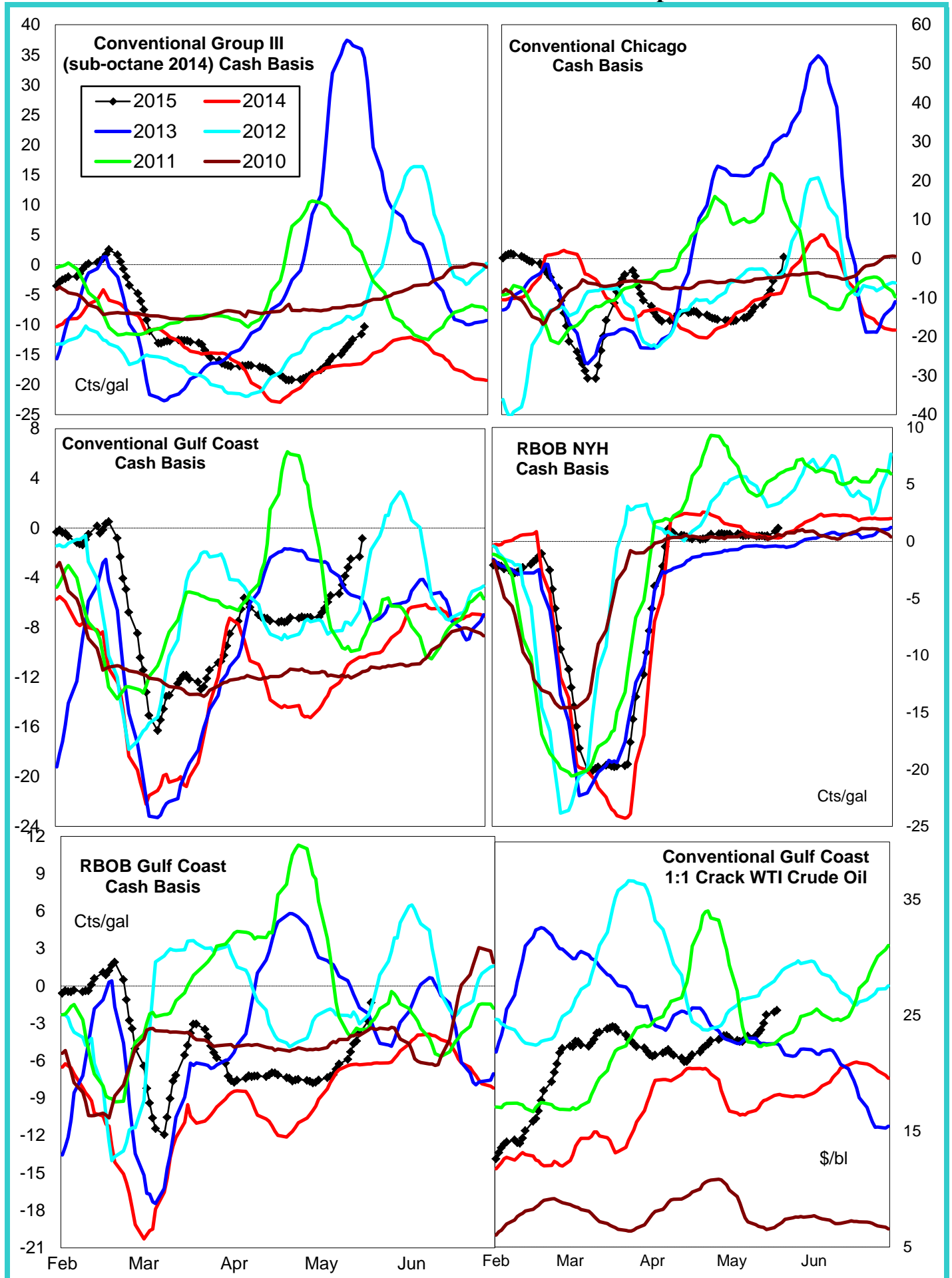
**Gulf Coast Price** Well supplied gasoline markets outside of the West Coast risk a price pull back following Memorial Weekend. Increased crude oil imports are likely to result in small crude oil stock draws over the next month, followed by a seasonal build which adds to the risk of global energy price weakness by end of the 2<sup>nd</sup> quarter.

Wholesale demand increased +60,000 bpd, last week, to a peak in the run up to

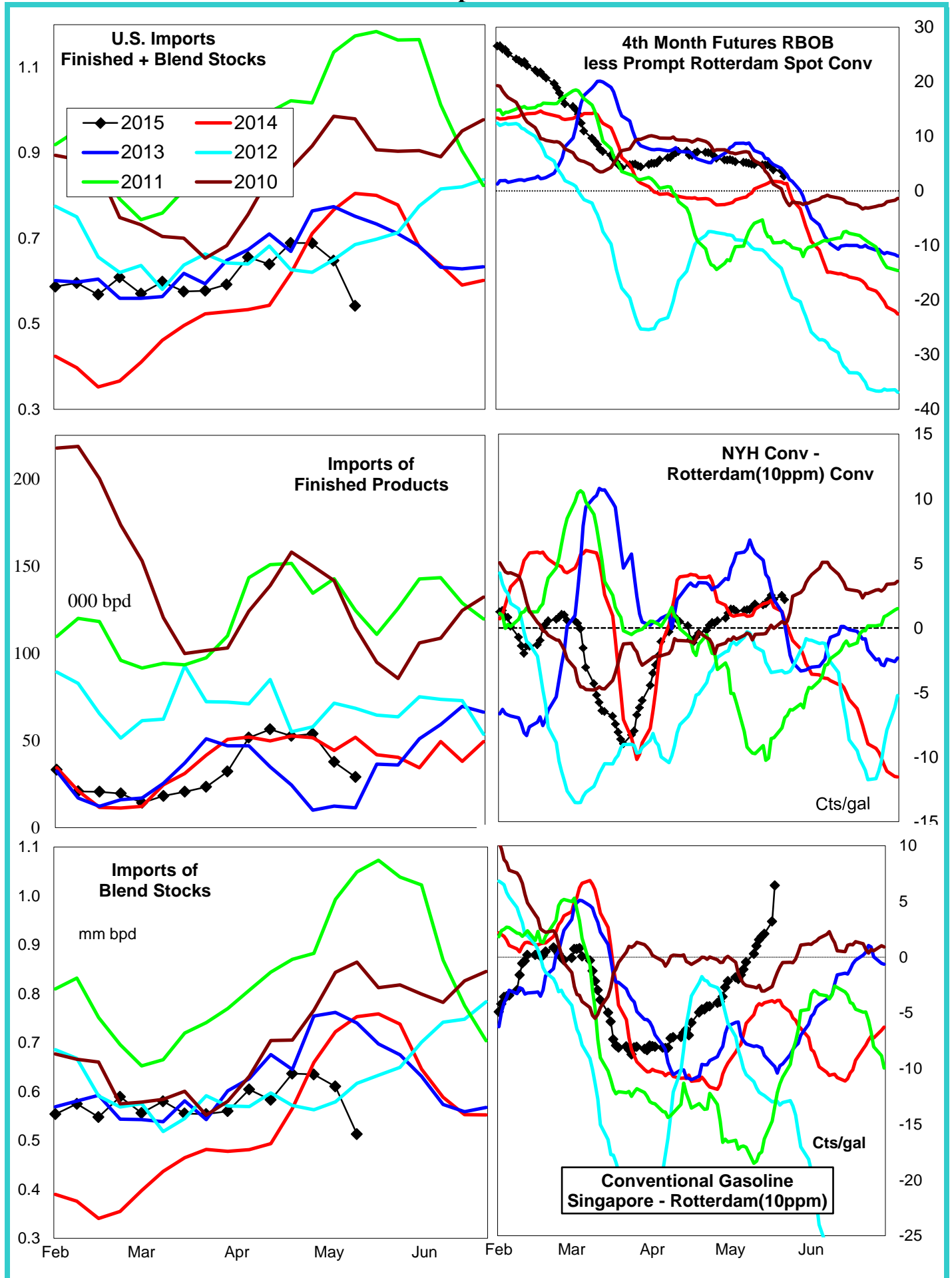


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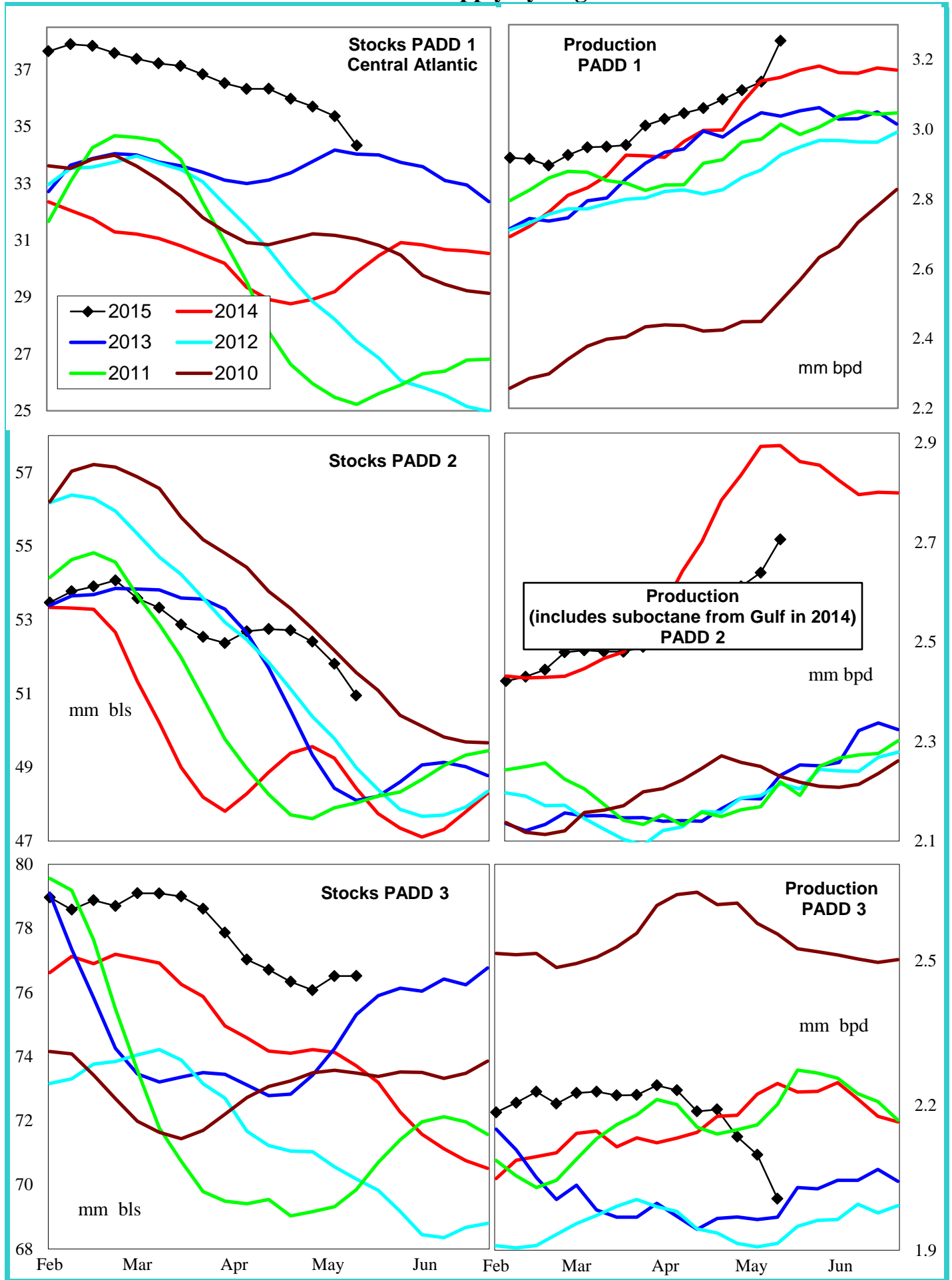
# Gasoline Cash Basis and Related Price Spreads



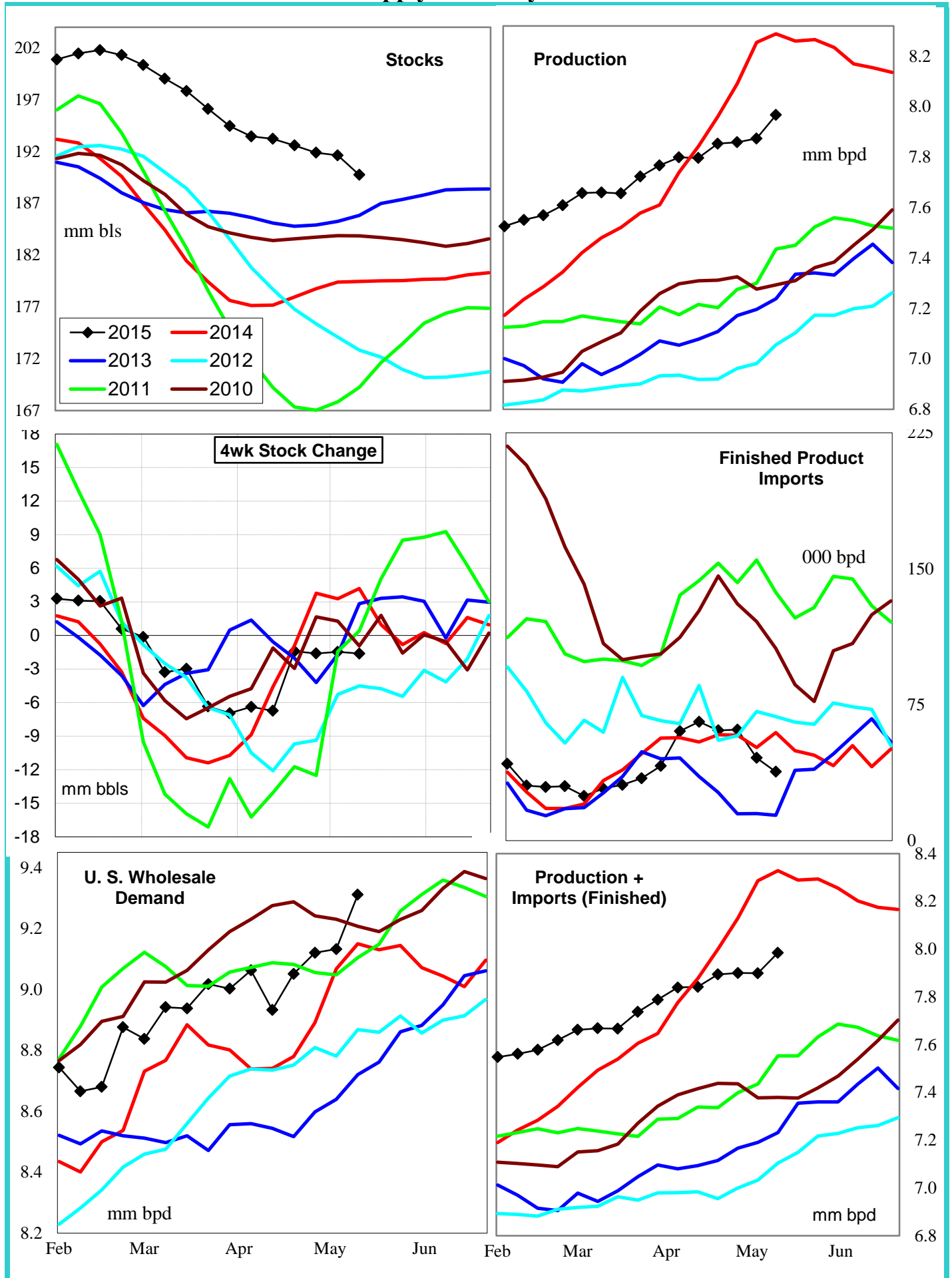
# Gasoline Import Economics



# Gasoline Supply by Region



## Gasoline Supply Summary PADDs 1+2+3





# PADD 5 Gasoline Supply

