



MONTHLY PETROLEUM DEMAND-EXPORT TRENDS

A Fundamental Petroleum Trends Monthly Report

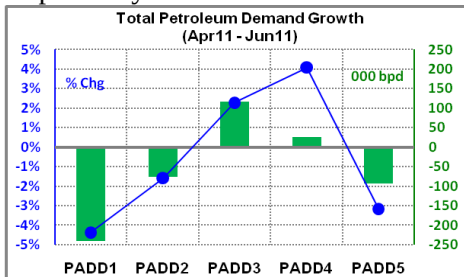
Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com Wednesday, September 07,

Wholesale Petroleum Demand

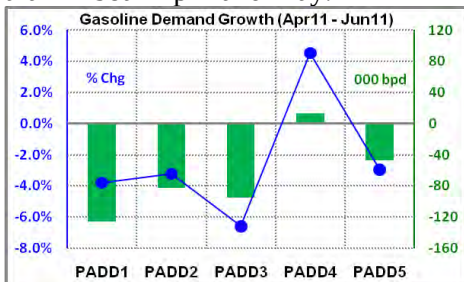
Wholesale demand for all petroleum products, including finished and unfinished products decreased -266,000 bpd compared to the prior year for the April 2011 through June 2011 quarter, a -1.4% decline.

U. S. Petroleum Demand			
Product	Apr - Jun Avg	Chg prev Yr	% Chg
Gasoline	8,864	-337	-3.7%
Distillate	3,750	49	1.3%
Jet Fuel	1,475	35	2.4%
Residual Fuel	516	-16	-3.0%
Propane	919	55	6.4%
Total Petroleum	18,751	-266	-1.4%

A gasoline demand decrease of -337,000 bpd was the largest contributor to the decline in total petroleum demand for the quarter. Total petroleum demand decreased -4.4%, and -3.2% in PADDs 1 and 5; respectively.



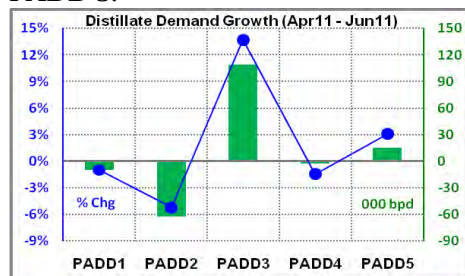
Gasoline wholesale demand decreased -337,000 bpd compared to the prior year for the April 2011 through June 2011 quarter, a -3.7% decrease. Demand fell -238,000 bpd in June, less than in both April and May.



As noted above, demand was more than -3% lower for the quarter compared to a year ago for all regional markets except the Rocky Mountains.

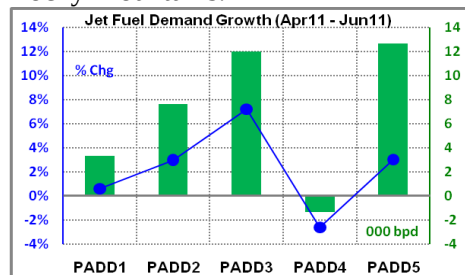
Distillate wholesale demand increased +49,000 bpd over the prior year for the April 2011 through June 2011 quarter, a +1.3% increase. Demand increased +144,000 bpd in June compared to last

year, with the increase concentrated in PADD 3.



Demand climbed +13.7% in PADD 3 and +3.1% in PADD 5 for the quarter. Demand decreased in PADDs 1, 2 and 4. PADD 3 is the only regional market where demand exceeds pre recession levels.

Jet fuel wholesale demand increased +35,000 bpd over the prior year in the April 11 through June 11 quarter. Demand was higher in all regional markets for the quarter, except the Rocky Mountains.



Demand increased +13,000 bpd and +12,000 bpd in PADDs 5 and 3 for the quarter.

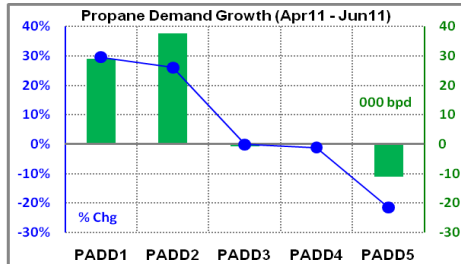
Residual fuel oil wholesale demand decreased -16,000 bpd versus the prior year for the April 2011 through June 2011 quarter, a -3% decrease.

Demand declined -55,000 bpd and -27,000 bpd in PADDs 1 and 5, for the quarter. PADD 3 saw an increase of +67,000 bpd.

Propane wholesale demand increased +55,000 bpd over the prior year for the April 2011 through June 2011 quarter, a +6.4% increase.

Demand increased +38,000 bpd and +29,000 bpd in PADDs 2 and 1; respectively. Demand fell -11,000 bpd in PADD 5.

PADD 2 saw the level of demand match pre recession levels for the quarter, with demand less than pre recession levels in all other regions.

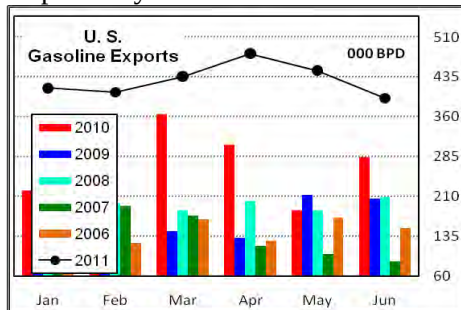


Petroleum Product Exports

Exports of refined fuels and propane were 1.76 million barrels in June 2011, nearly unchanged from May 2011.

U. S. Exports of Petroleum Products			
Product	Apr - Jun Avg	Chg prev Yr	% Chg
Gasoline	440	182	70.2%
Distillate	776	83	11.9%
Jet Fuel	77	7	9.4%
Residual Fuel	425	3	0.6%
Propane	149	47	46.6%

Gasoline exports averaged 440,000 bpd in the April 2011 through June 2011 quarter, a +70% year-on-year increase. Distillate exports averaged 776,000 bpd for the quarter, a +12% increase. Jet fuel and propane exports increased +9% and +47%; respectively.

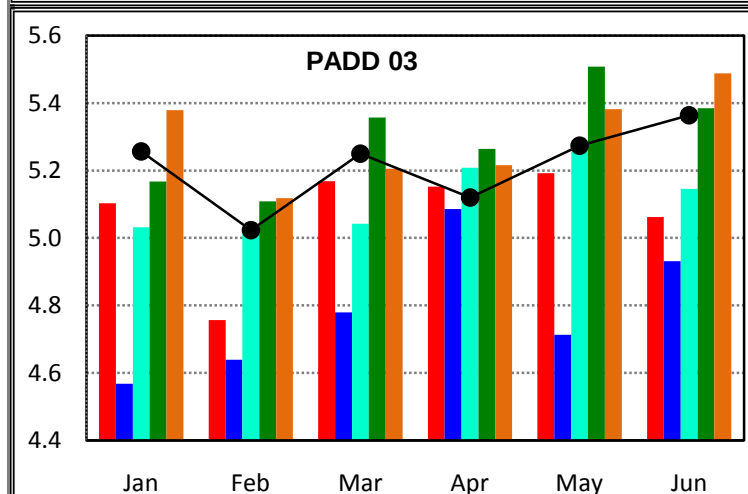
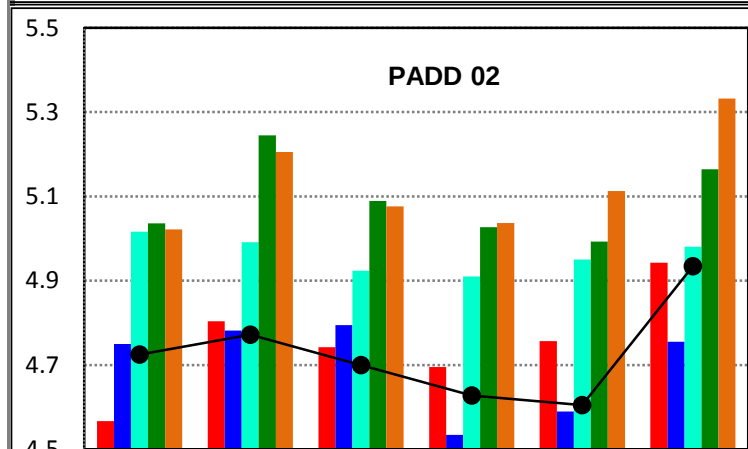
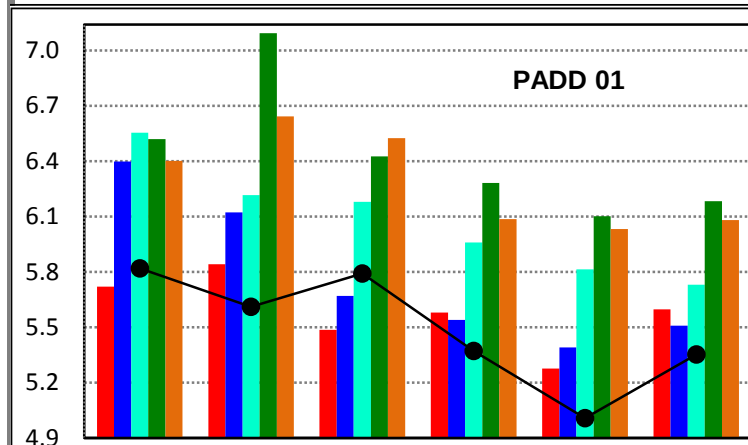
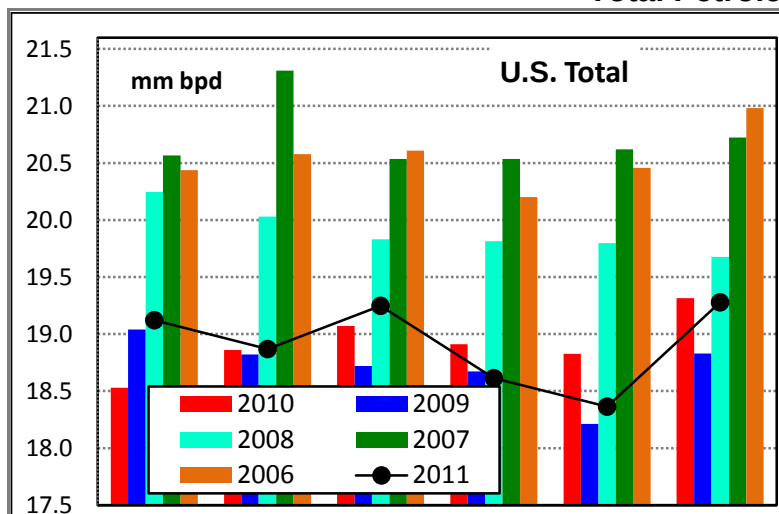


The 1.76 million bpd of exports for the combined 5-major fuels during June 2011, exceeded last year by +245,000 bpd (+14%). The rate of growth in exports during June was nearly unchanged from the prior month.

Exports of gasoline during the April 2011 to June 2011 quarter were equal to 5% of domestic demand; distillate, 21%; jet fuel, 5%; residual fuel oil, 82% and propane, 16%.

Because exports are concentrated in coastal refining centers, the share of production exported from these local markets is significantly higher than the national average.

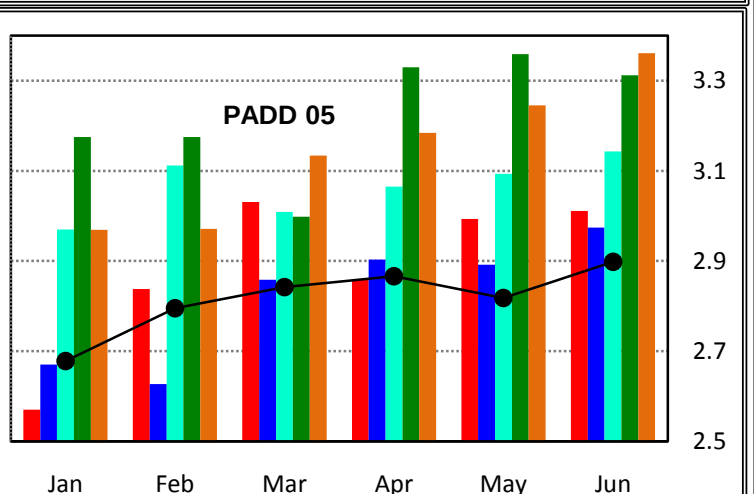
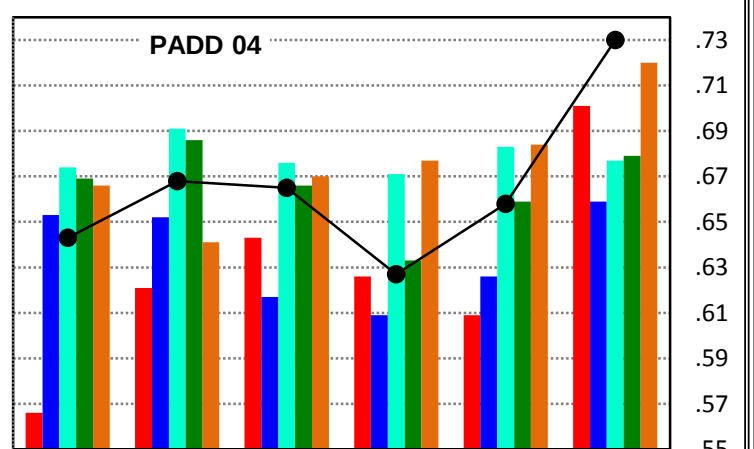
Total Petroleum Demand



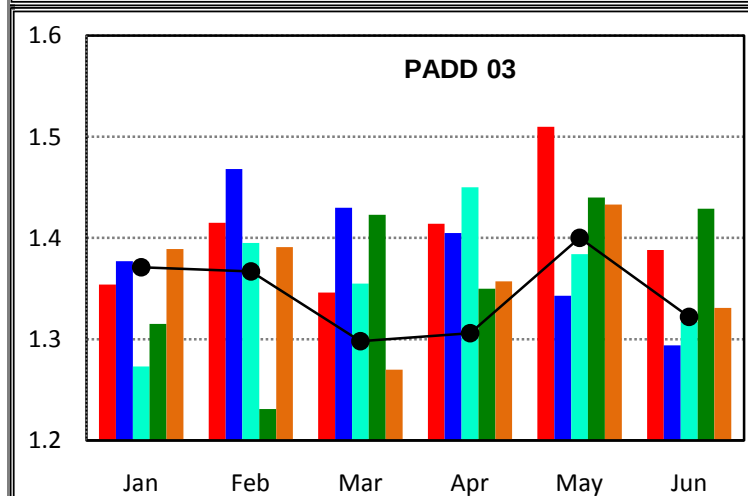
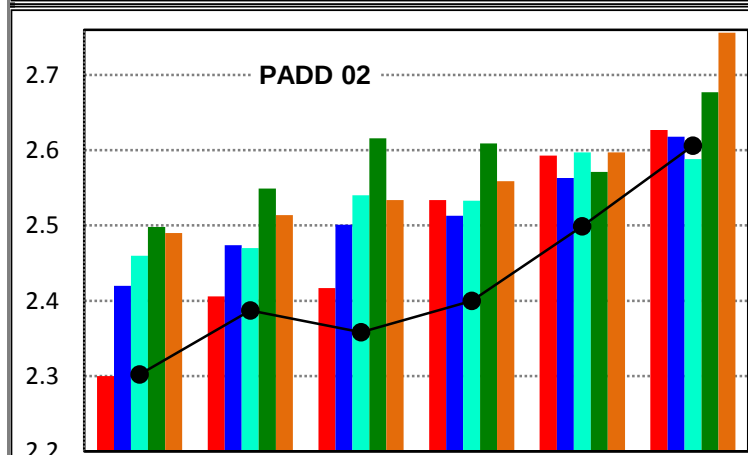
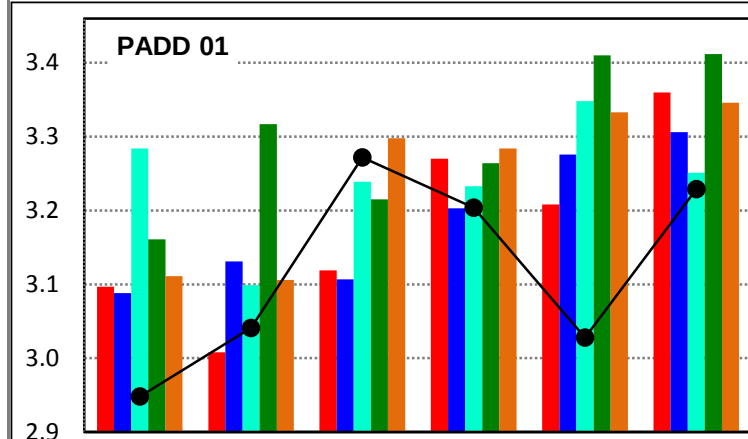
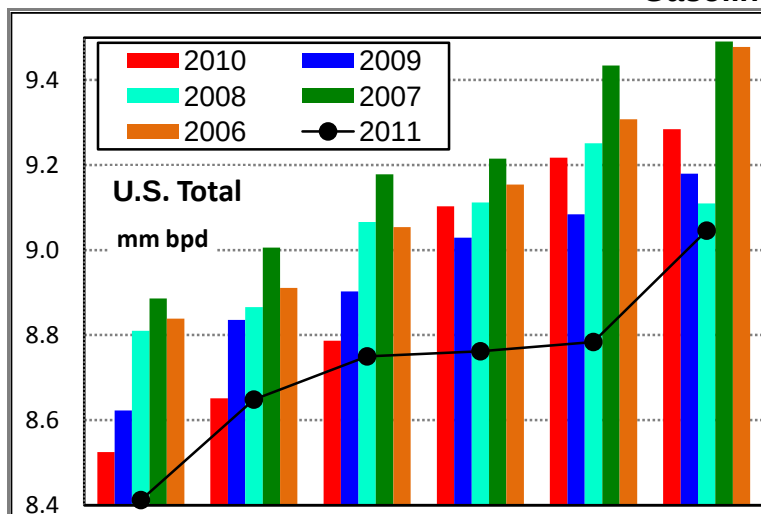
Demand for all Petroleum Products

Source: EIA Monthly Petroleum Supply

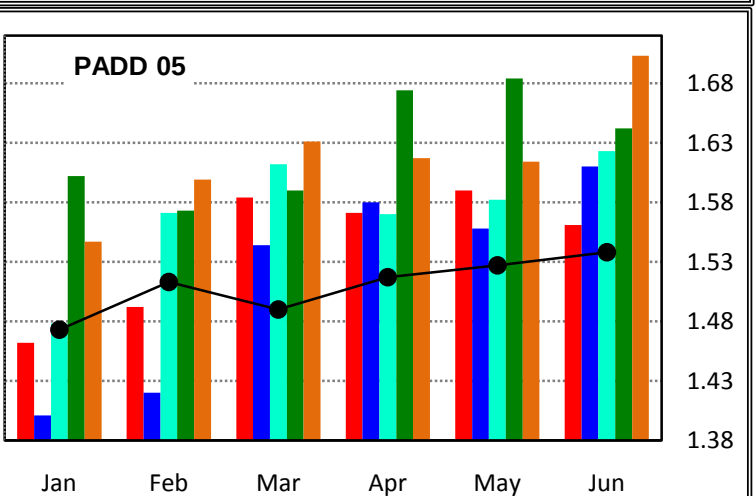
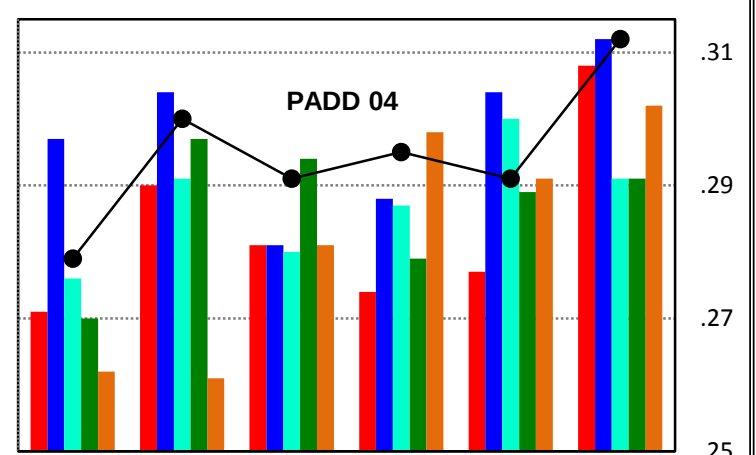
	000 bpd						Latest Qtr Avg
	Jan11	Feb11	Mar11	Apr11	May11	Jun11	
U. S.	19,121	18,869	19,248	18,613	18,363	19,277	18,751
Ch prev Yr	593	9	178	-297	-464	-37	-266
% chg	3.2%	0.0%	0.9%	-1.6%	-2.5%	-0.2%	-1.4%
PADD 01	5,819	5,611	5,791	5,372	5,008	5,352	5,244
Ch prev Yr	98	-230	305	-207	-268	-245	-240
% chg	1.7%	-3.9%	5.6%	-3.7%	-5.1%	-4.4%	-4.4%
PADD 02	4,725	4,772	4,700	4,628	4,605	4,934	4,722
Ch prev Yr	158	-32	-42	-67	-152	-9	-76
% chg	3.5%	-0.7%	-0.9%	-1.4%	-3.2%	-0.2%	-1.6%
PADD 03	5,257	5,023	5,250	5,120	5,274	5,364	5,253
Ch prev Yr	154	266	82	-32	82	302	117
% chg	3.0%	5.6%	1.6%	-0.6%	1.6%	6.0%	2.3%
PADD 04	643	668	665	627	658	730	672
Ch prev Yr	77	47	22	1	49	29	26
% chg	13.6%	7.6%	3.4%	0.2%	8.0%	4.1%	4.1%
PADD 05	2,678	2,795	2,842	2,866	2,818	2,898	2,861
Ch prev Yr	108	-43	-189	8	-175	-113	-93
% chg	4.2%	-1.5%	-6.2%	0.3%	-5.8%	-3.8%	-3.2%



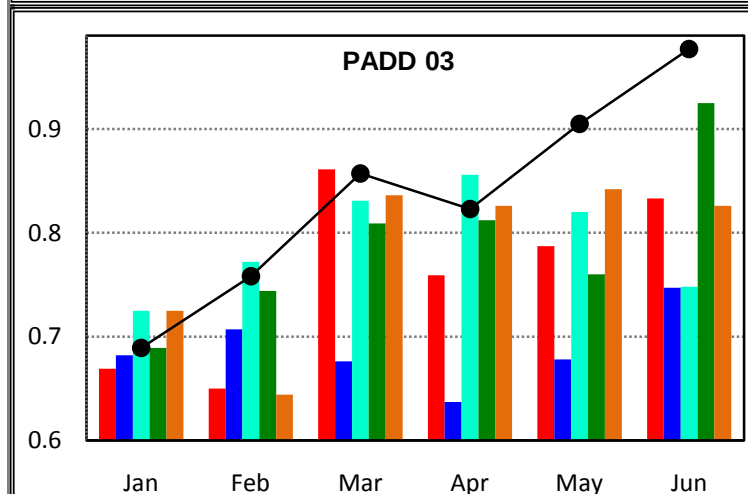
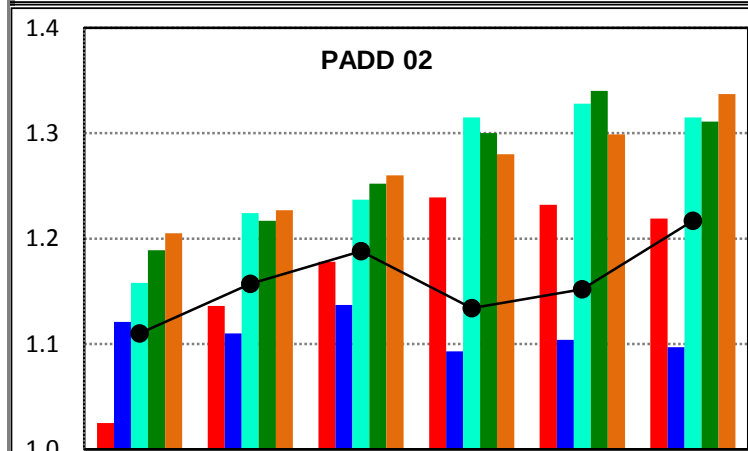
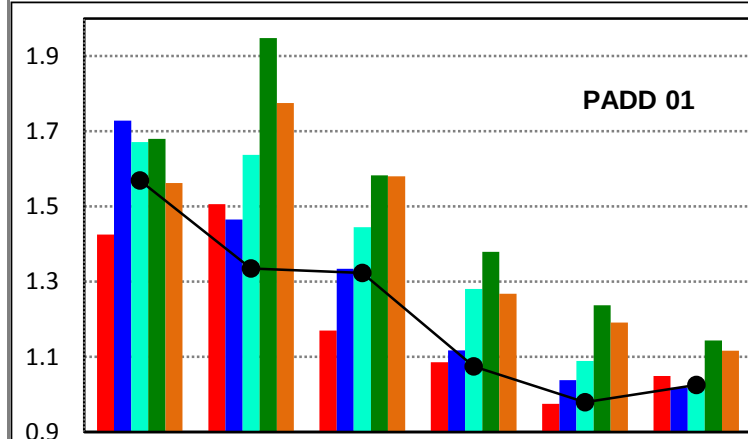
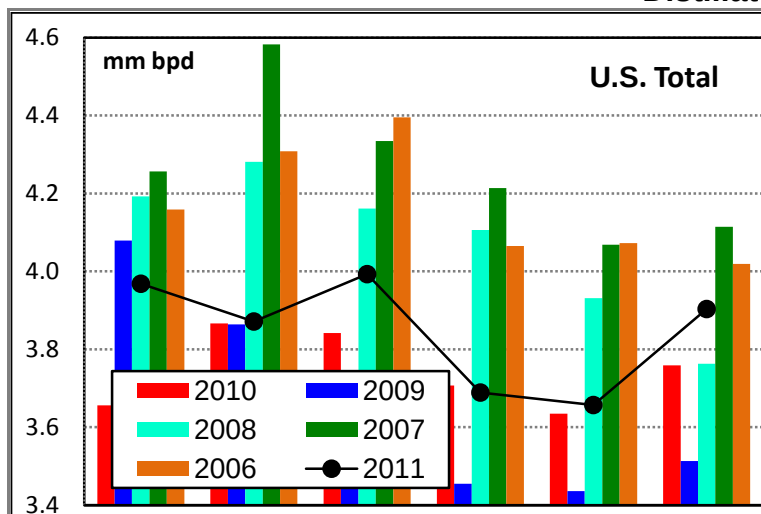
Gasoline Demand



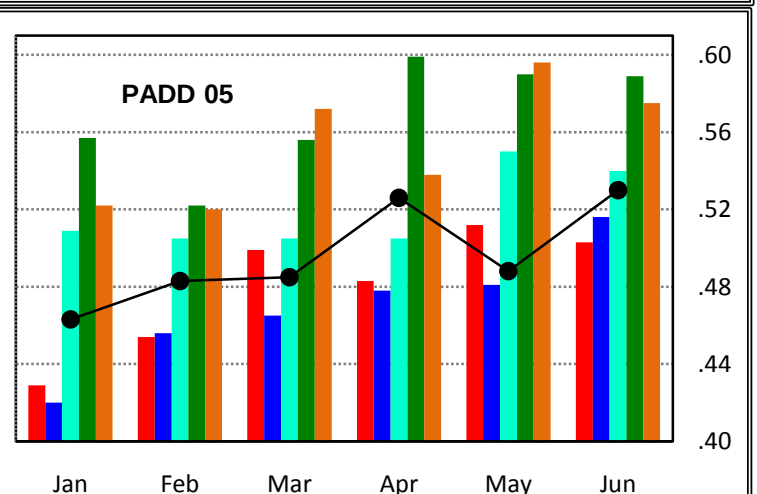
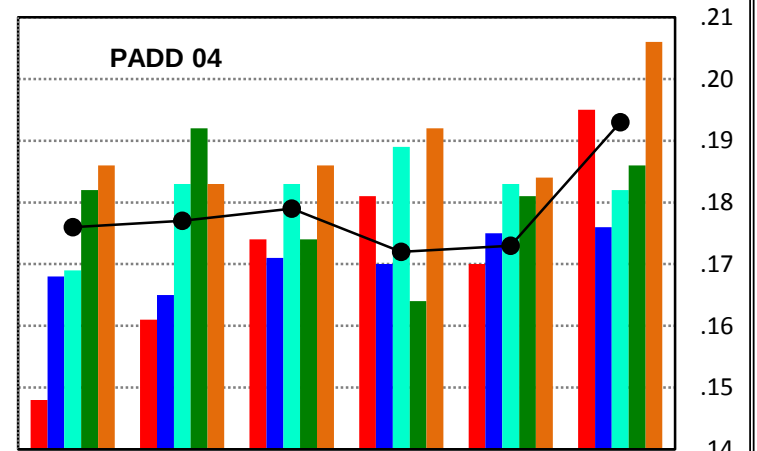
Demand for Gasoline							
Source: EIA Monthly Petroleum Supply							
	000 bpd						Latest
	Jan11	Feb11	Mar11	Apr11	May11	Jun11	Qtr Avg
U. S.	8,412	8,648	8,750	8,762	8,784	9,046	8,864
Ch prev Yr	-113	-3	-37	-341	-433	-238	-337
% chg	-1.3%	0.0%	-0.4%	-3.7%	-4.7%	-2.6%	-3.7%
PADD 01	2,988	3,081	3,312	3,244	3,068	3,269	3,194
Ch prev Yr	-149	33	153	-66	-180	-131	-126
% chg	-4.7%	1.1%	4.8%	-2.0%	-5.5%	-3.9%	-3.8%
PADD 02	2,302	2,387	2,358	2,400	2,499	2,606	2,502
Ch prev Yr	2	-19	-59	-134	-94	-21	-83
% chg	0.1%	-0.8%	-2.4%	-5.3%	-3.6%	-0.8%	-3.2%
PADD 03	1,371	1,367	1,298	1,306	1,400	1,322	1,343
Ch prev Yr	17	-48	-48	-108	-110	-66	-95
% chg	1.3%	-3.4%	-3.6%	-7.6%	-7.3%	-4.8%	-6.6%
PADD 04	279	300	291	295	291	312	299
Ch prev Yr	8	10	10	21	14	4	13
% chg	3.0%	3.4%	3.6%	7.7%	5.1%	1.3%	4.5%
PADD 05	1,473	1,513	1,490	1,517	1,527	1,538	1,527
Ch prev Yr	11	21	-94	-54	-63	-23	-47
% chg	0.8%	1.4%	-5.9%	-3.4%	-4.0%	-1.5%	-3.0%



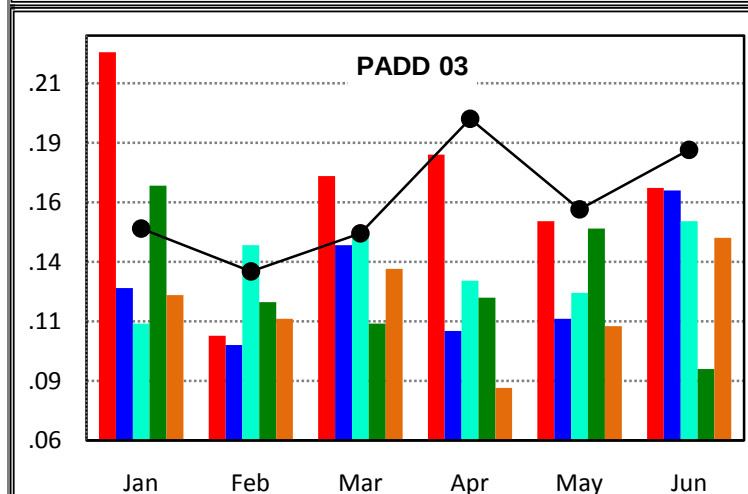
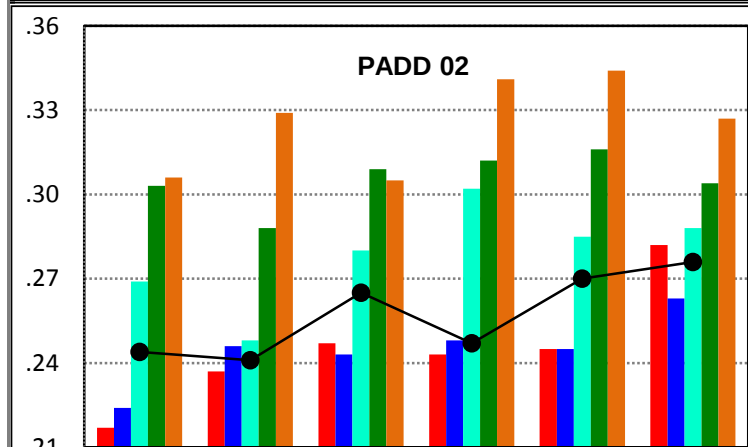
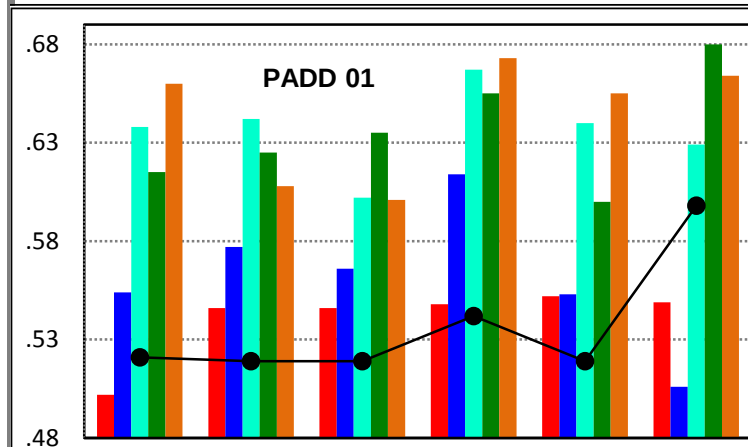
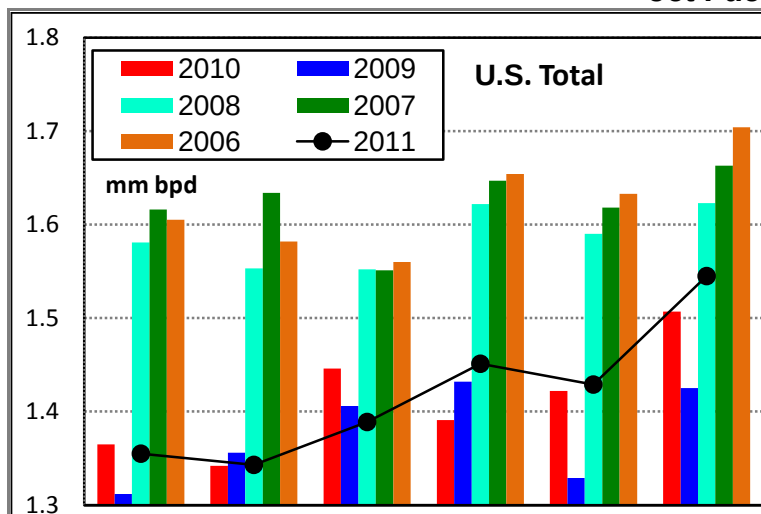
Distillate Demand



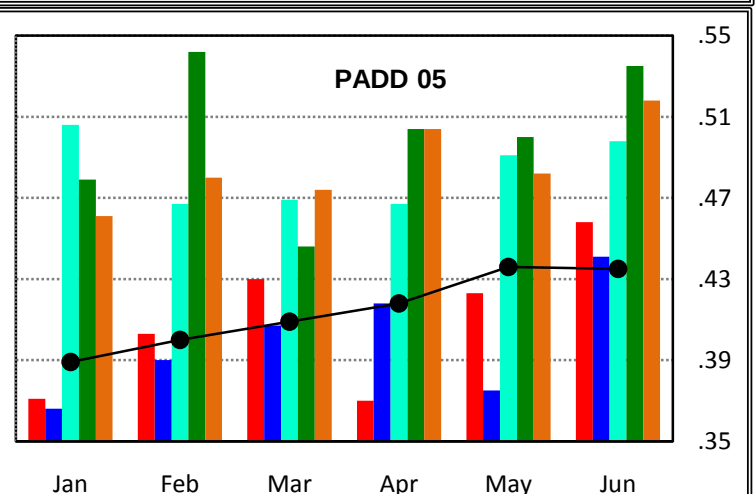
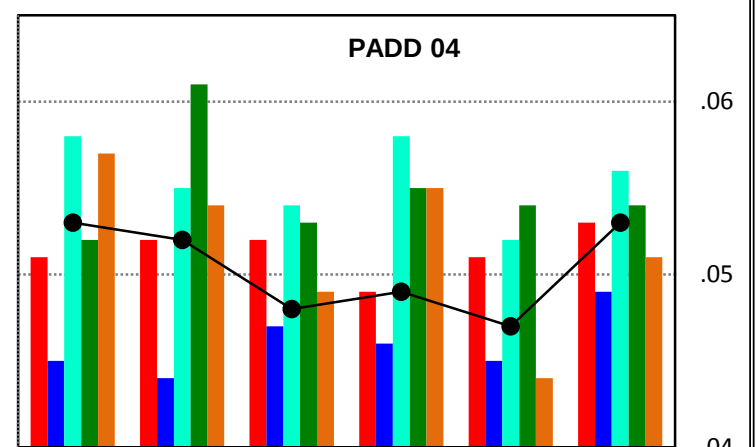
Demand for Distillate							
Source: EIA Monthly Petroleum Supply							
	000 bpd						Latest Qtr Avg
	Jan11	Feb11	Mar11	Apr11	May11	Jun11	
U. S.	3,968	3,871	3,993	3,689	3,657	3,903	3,750
Ch prev Yr	312	5	151	-18	22	144	49
% chg	8.5%	0.1%	3.9%	-0.5%	0.6%	3.8%	1.3%
PADD 01	1,569	1,335	1,323	1,075	979	1,025	1,026
Ch prev Yr	144	-171	153	-11	4	-24	-10
% chg	10.1%	-11.4%	13%	-1.0%	0.4%	-2.3%	-1.0%
PADD 02	1,070	1,117	1,148	1,094	1,112	1,177	1,128
Ch prev Yr	85	21	10	-105	-80	-2	-62
% chg	8.6%	1.9%	0.9%	-8.8%	-6.7%	-0.2%	-5.2%
PADD 03	689	758	857	823	905	977	902
Ch prev Yr	20	108	-4	64	118	144	109
% chg	3.0%	16.6%	0%	8.4%	15.0%	17.3%	13.7%
PADD 04	176	177	179	172	173	193	179
Ch prev Yr	28	16	5	-9	3	-2	-3
% chg	18.9%	9.9%	2.9%	-5.0%	1.8%	-1.0%	-1.5%
PADD 05	463	483	485	526	488	530	515
Ch prev Yr	34	29	-14	43	-24	27	15
% chg	7.9%	6.4%	-2.8%	8.9%	-4.7%	5.4%	3.1%



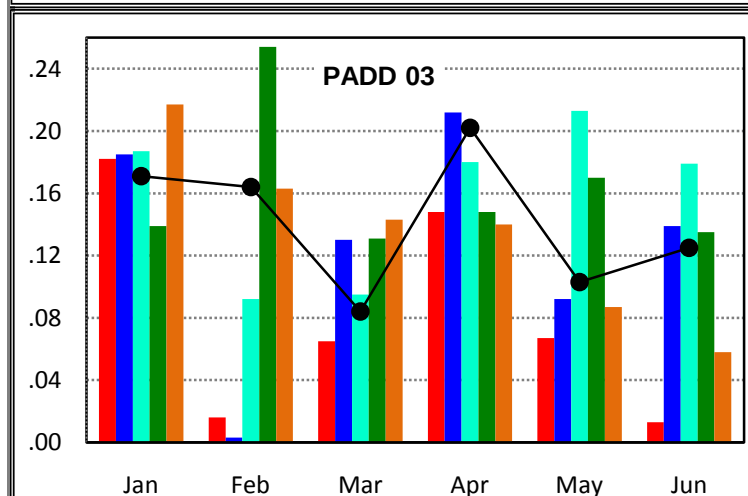
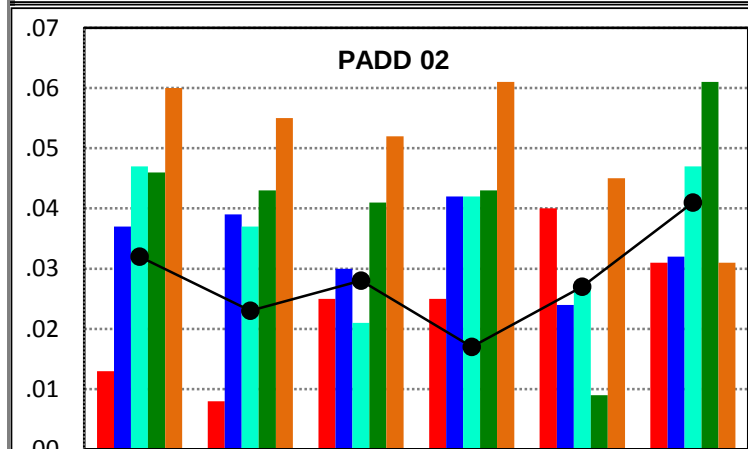
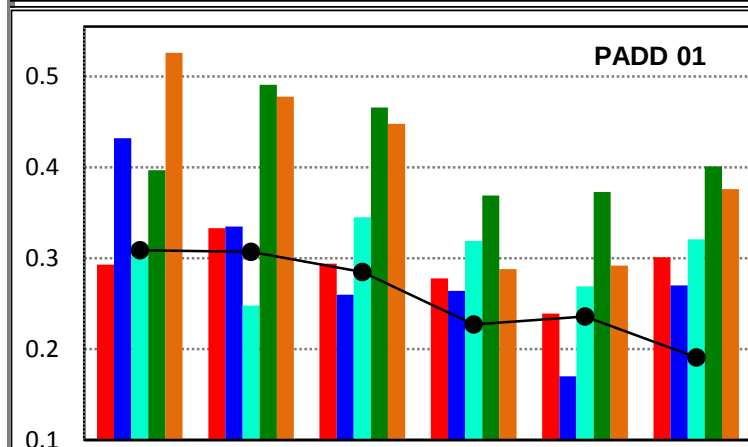
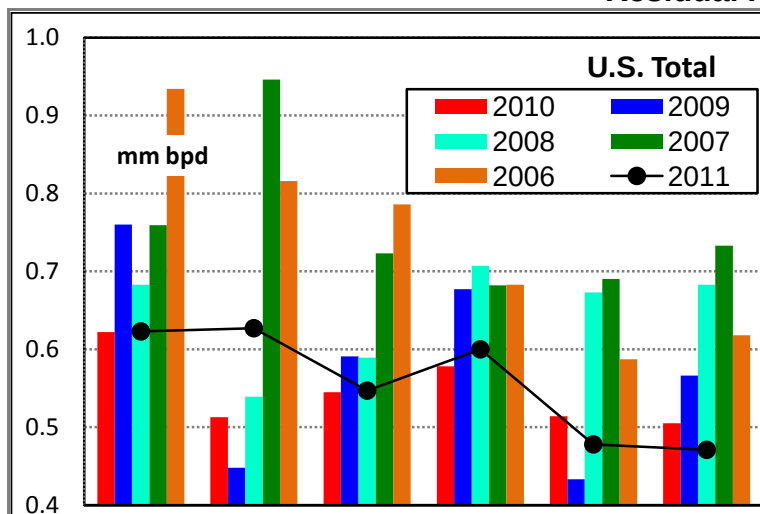
Jet Fuel Demand



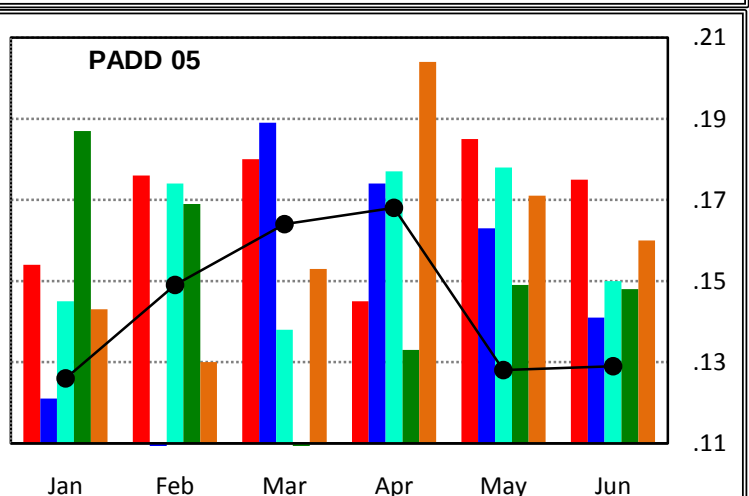
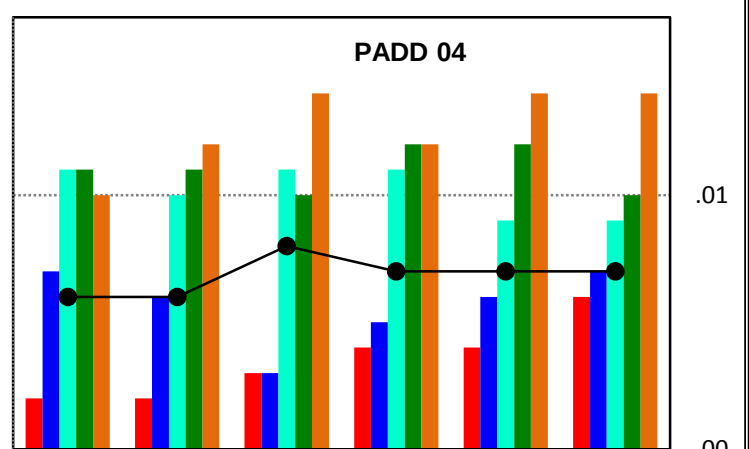
Demand for Jet Fuel							
Source: EIA Monthly Petroleum Supply							
	000 bpd						Latest Qtr Avg
	Jan11	Feb11	Mar11	Apr11	May11	Jun11	
U. S.	1,355	1,343	1,389	1,451	1,429	1,545	1,475
Ch prev Yr	-10	1	-57	60	7	38	35
% chg	-0.7%	0.1%	-3.9%	4.3%	0.5%	2.5%	2.4%
PADD 01	521	519	519	542	519	598	553
Ch prev Yr	19	-27	-27	-6	-33	49	3
% chg	3.8%	-4.9%	-5%	-1.1%	-6.0%	8.9%	0.6%
PADD 02	244	241	265	247	270	276	264
Ch prev Yr	27	4	18	4	25	-6	8
% chg	12.4%	1.7%	7.3%	1.6%	10.2%	-2.1%	3.0%
PADD 03	149	131	147	195	157	182	178
Ch prev Yr	-74	27	-24	15	5	16	12
% chg	-33.2%	26.0%	-14%	8%	3.3%	10%	7.2%
PADD 04	53	52	48	49	47	53	50
Ch prev Yr	2	0	-4	0	-4	0	-1
% chg	3.9%	0.0%	-8%	0.0%	-7.8%	0.0%	-2.6%
PADD 05	389	400	409	418	436	435	430
Ch prev Yr	18	-3	-21	48	13	-23	13
% chg	4.9%	-0.7%	-4.9%	13.0%	3.1%	-5.0%	3.0%



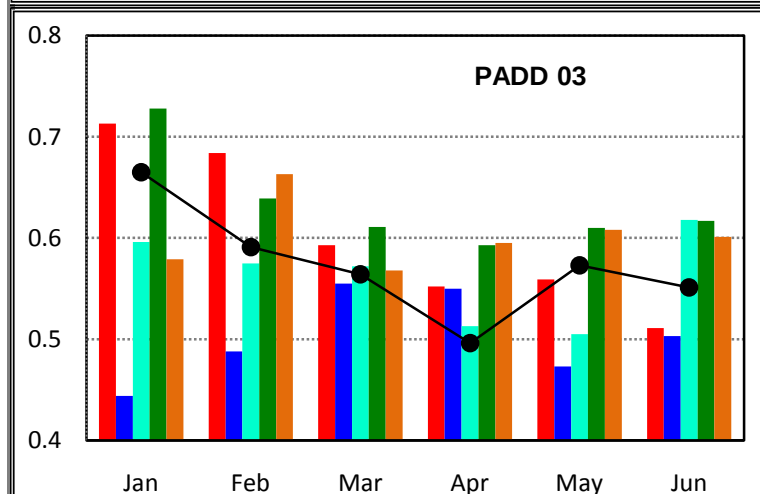
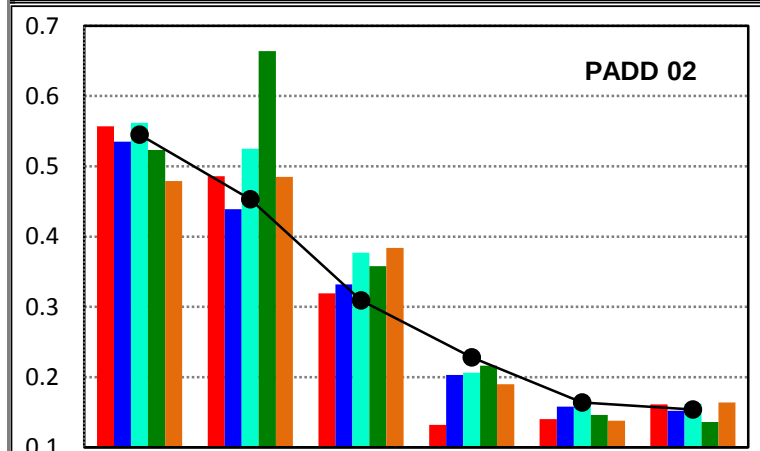
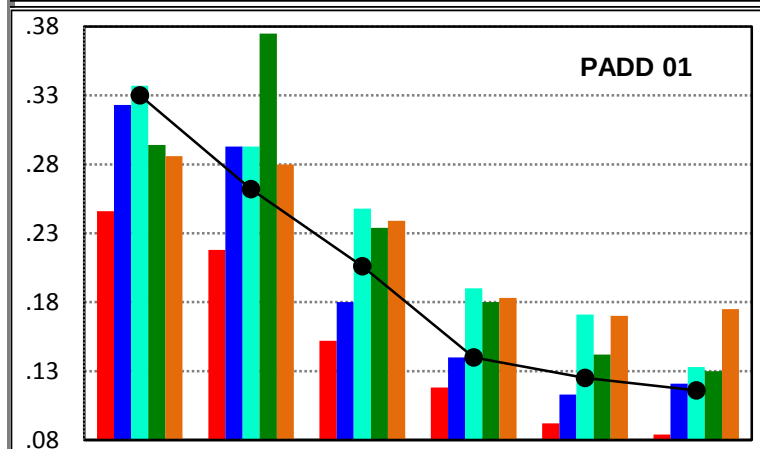
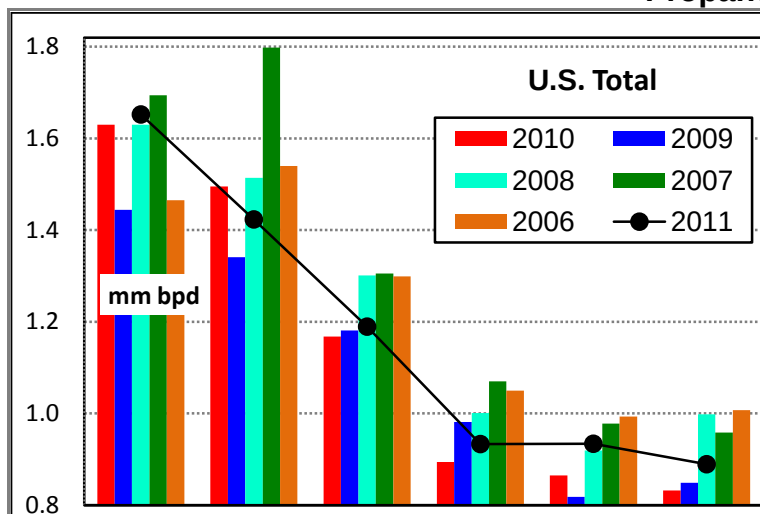
Residual Fuel Demand



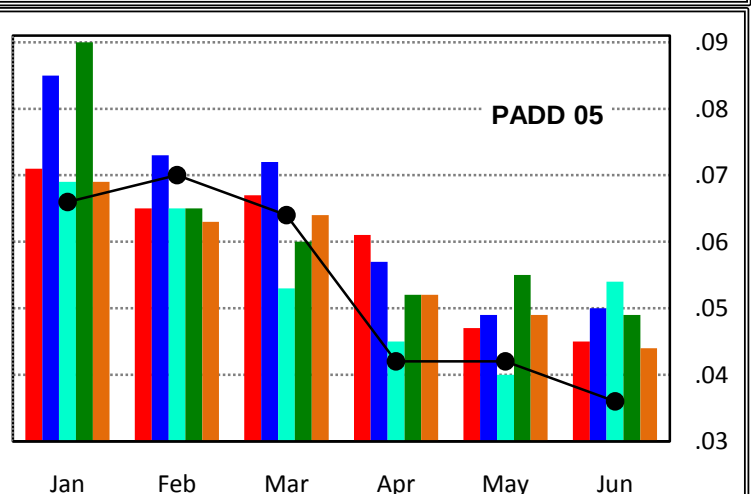
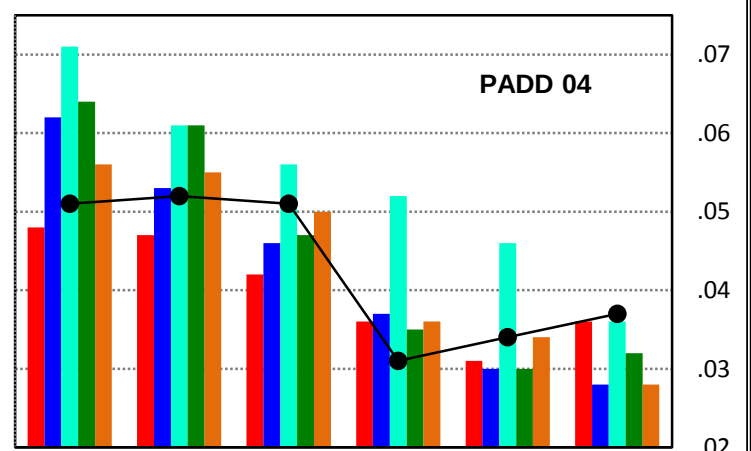
Demand for Residual Fuel Oil							
Source: EIA Monthly Petroleum Supply							
	000 bpd						Latest Qtr Avg
	Jan11	Feb11	Mar11	Apr11	May11	Jun11	
U. S.	623	627	547	600	478	471	516
Ch prev Yr	1	114	2	22	-36	-34	-16
% chg	0.2%	22.2%	0.4%	3.8%	-7.0%	-6.7%	-3.0%
PADD 01	284	282	260	202	211	166	193
Ch prev Yr	16	-26	-9	-51	-3	-110	-55
% chg	6.0%	-8.4%	-3%	-20%	-1.4%	-39.9%	-22.1%
PADD 02	32	23	28	17	27	41	28
Ch prev Yr	19	15	3	-8	-13	10	-4
% chg	146.2%	187.5%	12%	-32.0%	-32.5%	32%	-11.5%
PADD 03	171	164	84	202	103	125	143
Ch prev Yr	-11	148	19	54	36	112	67
% chg	-6%	925%	29%	36%	53.7%	862%	88.6%
PADD 04	9	9	11	10	10	10	10
Ch prev Yr	4	4	5	3	3	1	2
% chg	80.0%	80.0%	83.3%	42.9%	42.9%	11.1%	30.4%
PADD 05	126	149	164	168	128	129	142
Ch prev Yr	-28	-27	-16	23	-57	-46	-27
% chg	-18.2%	-15.3%	-9%	15.9%	-30.8%	-26.3%	-15.8%



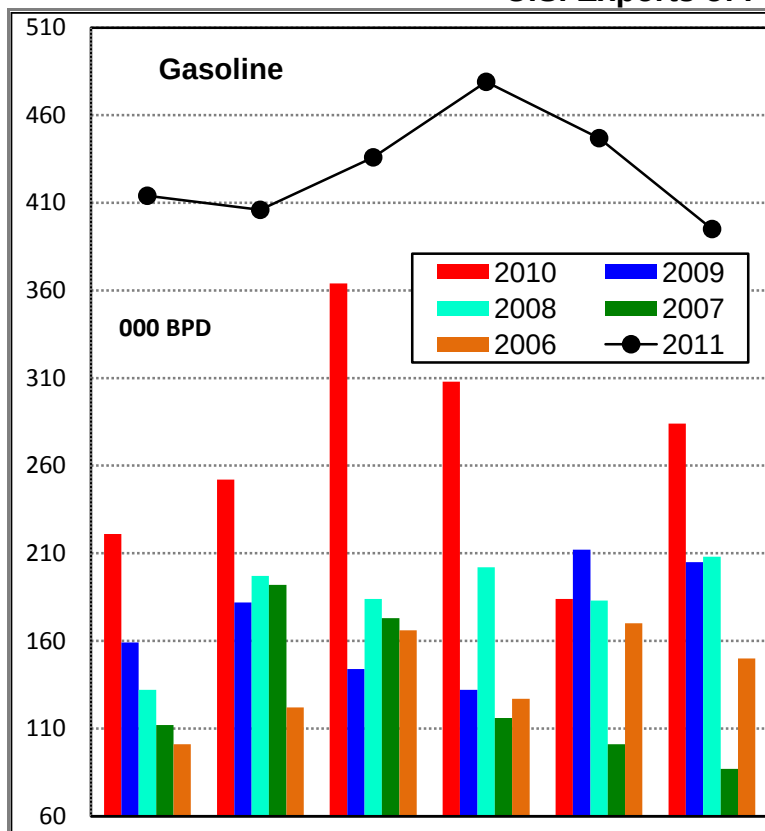
Propane Demand



Demand for Propane							
Source: EIA Monthly Petroleum Supply							
	000 bpd						Latest
	Jan11	Feb11	Mar11	Apr11	May11	Jun11	Qtr Avg
U. S.	1,652	1,423	1,189	933	934	889	919
Ch prev Yr	22	-72	21	39	69	57	55
% chg	1.3%	-4.8%	2%	4.4%	8.0%	6.9%	6.4%
PADD 01	330	262	206	140	125	116	127
Ch prev Yr	84	44	54	22	33	32	29
% chg	34.1%	20.2%	36%	18.6%	35.9%	38.1%	29.6%
PADD 02	545	453	309	228	164	154	182
Ch prev Yr	-12	-33	-10	96	24	-7	38
% chg	-2.2%	-6.8%	-3%	72.7%	17.1%	-4.3%	26.1%
PADD 03	665	591	564	496	573	551	540
Ch prev Yr	-48	-93	-29	-56	14	40	-1
% chg	-6.7%	-13.6%	-5%	-10.1%	2.5%	7.8%	-0.1%
PADD 04	46	47	46	26	29	32	29
Ch prev Yr	3	5	9	-5	3	1	0
% chg	7.0%	11.9%	24.3%	-16.1%	11.5%	3.2%	-1.1%
PADD 05	66	70	64	42	42	36	40
Ch prev Yr	-5	5	-3	-19	-5	-9	-11
% chg	-7.0%	7.7%	-4%	-31.1%	-10.6%	-20.0%	-21.6%



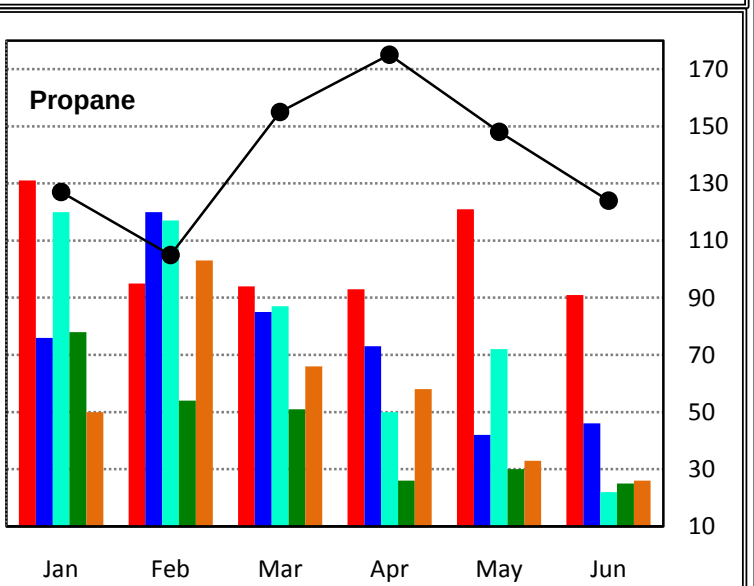
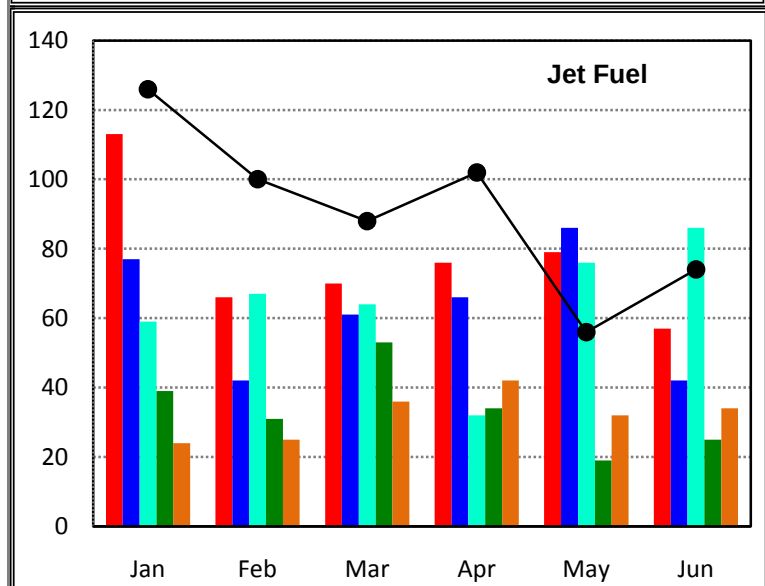
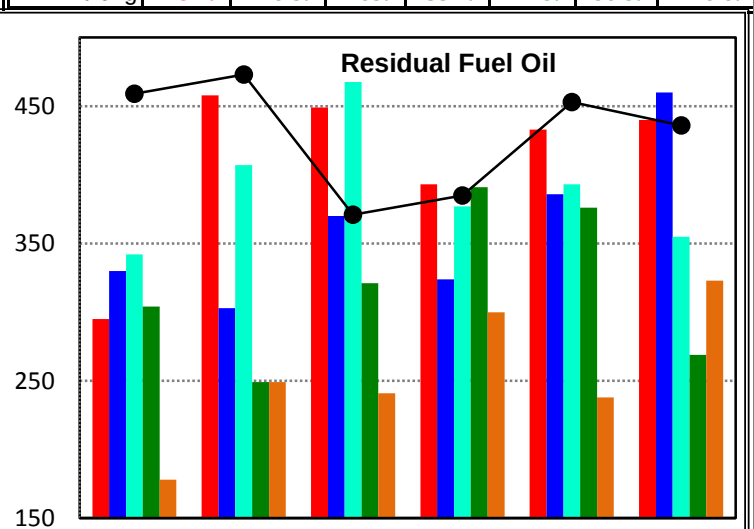
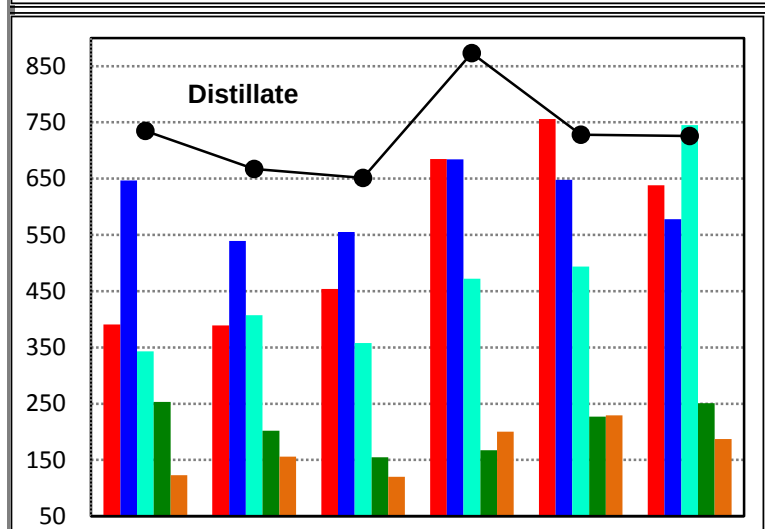
U.S. Exports of Petroleum Products



U. S. Exports of Petroleum Products

Source: EIA Monthly Petroleum Supply

	000 bpd						Latest Qtr Avg
	Jan11	Feb11	Mar11	Apr11	May11	Jun11	
Gasoline	414	406	436	479	447	395	440
Ch prev Yr	193	154	72	171	263	111	182
% chg	87.3%	61.1%	20%	56%	142.9%	39%	70.2%
Distillate	735	667	651	873	728	726	776
Ch prev Yr	344	278	197	188	-28	88	83
% chg	88.0%	71.5%	43%	27.4%	-3.7%	13.8%	11.9%
Jet	126	100	88	102	56	74	77
Ch prev Yr	13	34	18	26	-23	17	7
% chg	11.5%	51.5%	26%	34.2%	-29.1%	29.8%	9.4%
Residual	459	473	371	385	453	436	425
Ch prev Yr	164	15	-78	-8	20	-4	3
% chg	55.6%	3.3%	-17%	-2.0%	4.6%	-0.9%	0.6%
Propane	127	105	155	175	148	124	149
Ch prev Yr	-4	10	61	82	27	33	47
% chg	-3.1%	10.5%	65%	88.2%	22.3%	36.3%	46.6%



U. S. Petroleum Administrative for Defense Districts (PADDs)

