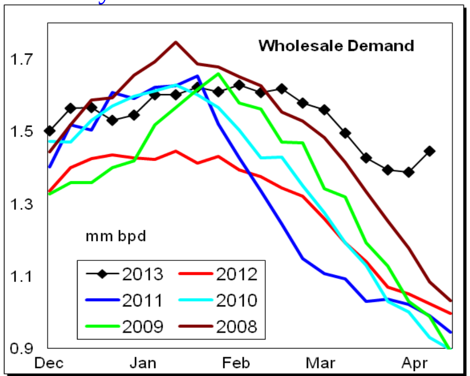
WEEKLY PROPANE SUPPLY-DEMAND-PRICE TRENDS

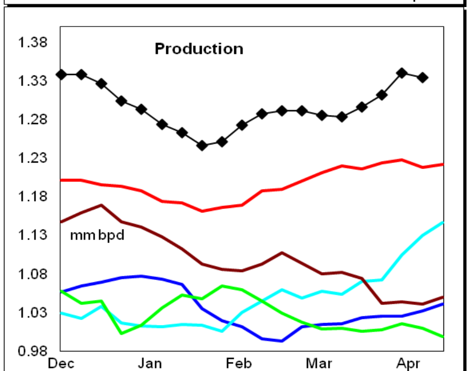
A Fundamental Petroleum Trends Weekly Report

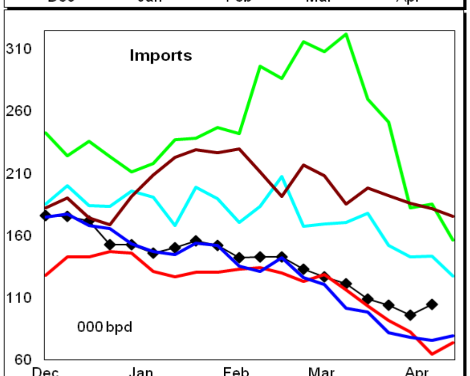
Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com

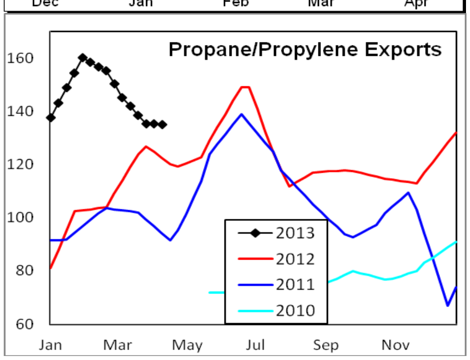
Summary[1]:

Table of Contents



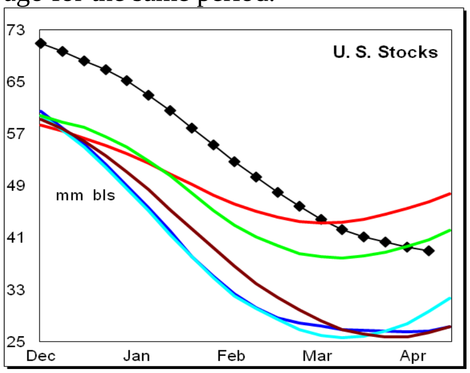






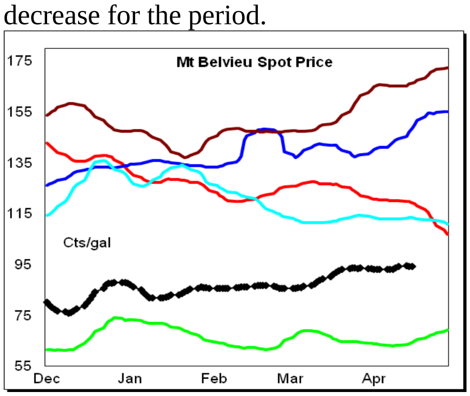
Wholesale demand jumped +163,000 bpd on the week, a counter seasonal increase on continued cold temperatures in key heating markets. Production decreased -40,000 bpd on the week while imports climbed +19,000 bpd.

Combined production and imports during the latest 4-wk period were +116,000 bpd above a year ago. Production was +104,000 bpd above last year (+8.5%), while imports were +12,000 bpd higher. The latest 4-wk average demand was +334,000 bpd above last year, +32%. Exports averaged +9,000 bpd (+7%) above a year ago for the same period.



Stocks fell -1 million barrels last week, ending the week at a level -16% below last years' record high. The 4-wk stock change was a draw of -3.2 million barrels, compared to a build of +4.1 million barrels last year.

Price and Spreads Mt Belvieu prices increased +1 cpg for the week ending 17Apr13 while Conway saw a -1 cpg decrease for the period.



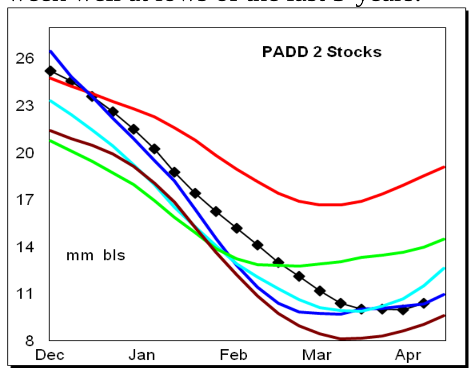
The Conway – Mt Belvieu price spread trended lower last week, ending the week at -7 cpg.

The propane to natural gas price spread trended lower last week, ending at a level well below the last 3-years.

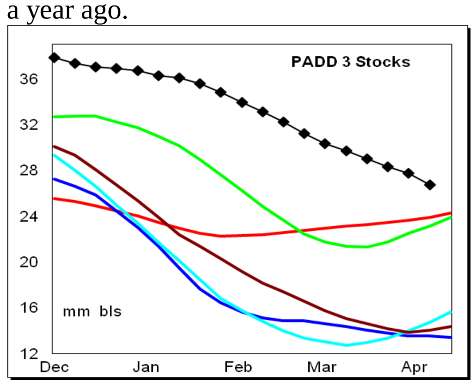
The propane / crude oil price spread extended the recent uptrend last week, ending at fresh highs for the year.

PADD 1 stocks were unchanged last week, with the level -2.2 million barrels below last year. Supply increased +4,000 bpd last week. Supply for the latest 4-wk period was +5,000 bpd above last year.

PADD 2 stocks increased +0.4 million barrels on the week. Supply increased +23,000 bpd on higher imports. The latest 4-wk supply was +27,000 bpd above a year ago. Stock levels ended the week well at lows of the last 3-years.



PAD 3 stocks decreased -1.4 million barrels last week, to a level +14% above a year ago.



PADDs 4 & 5 stocks increased +0.1 million barrels on the week. The stock level ended the week at a level near the 5-year mid range.

Emerging Trends Much above normal heating degree days are forecast for the eastern 1/2 of the country over the next 10-days, which should drive a late season stock through month end. Carry out stock levels in all regions except the Gulf are near 5-year lows. These fundamental trends should continue to support prices.

[1] Source is latest EIA Weekly Statistics

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.

PROPANE: Graph Link and Weekly Summary

April 18, 2013

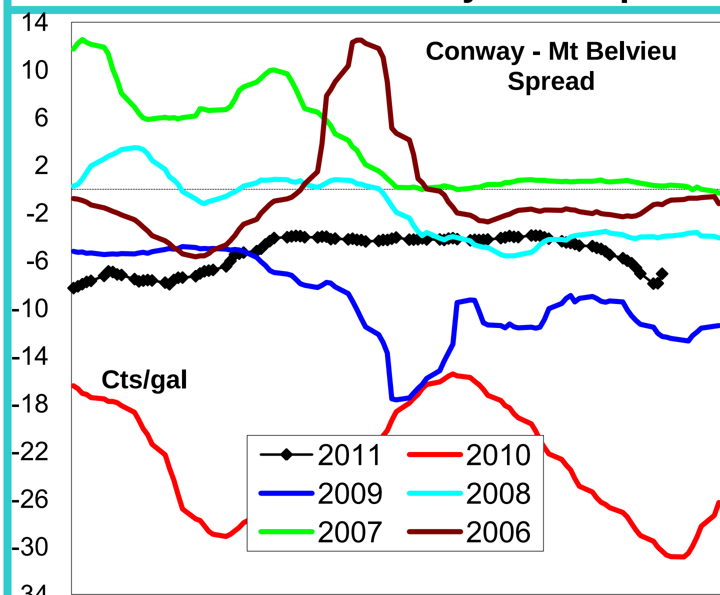
Fundamental Trends for the Week Ending: Friday, April 12, 2013

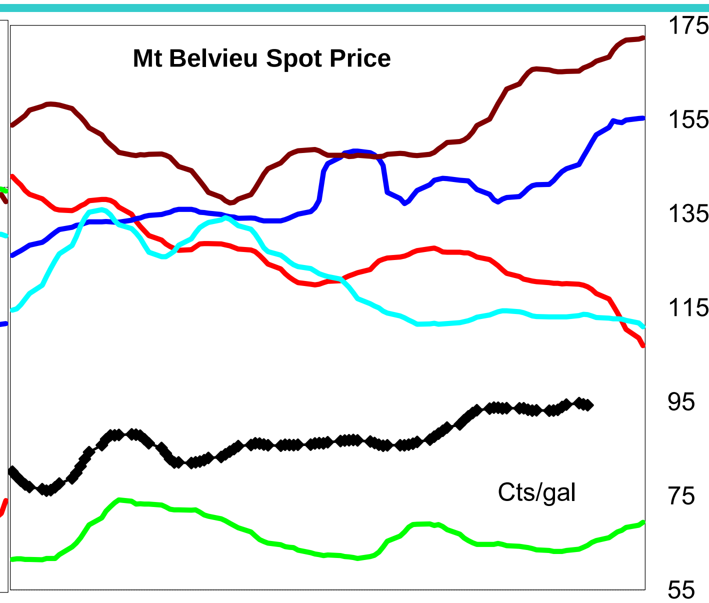
000 bpd Stocks 000 bls	Weekly Supply-Demand					Change from prior week:				
	U.S. Total	PADD 1	PADD 2	PADD 3	PADD 4&5	U.S. Total	PADD 1	PADD 2	PADD 3	PADD 4&5
Stocks	39,026	1,158	10,402	26,722	744	-999	-49	385	-1,393	58
Propylene Stocks	3,604					22				
Production	1,334	78	286	806	164	-40	3	-1	-29	-13
Imports	105	45	54	0	6	19	1	24	0	-5
Whsle Demand	1,447					163				

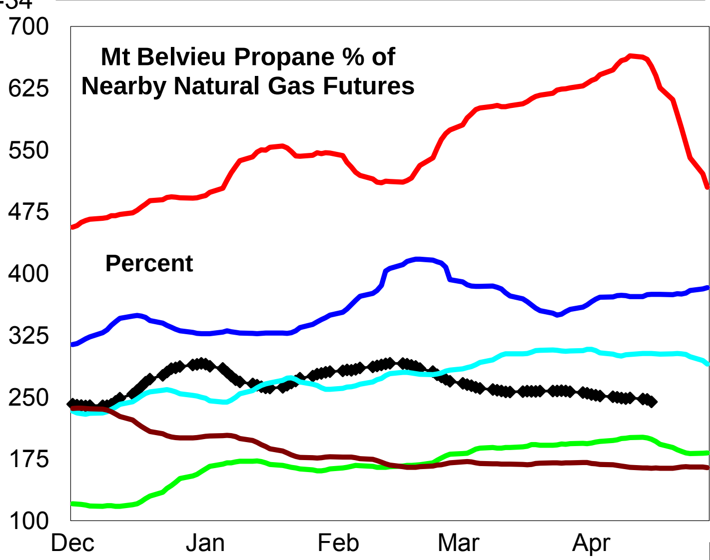
Price Trends for the Week Ending: Wednesday, April 17, 2013

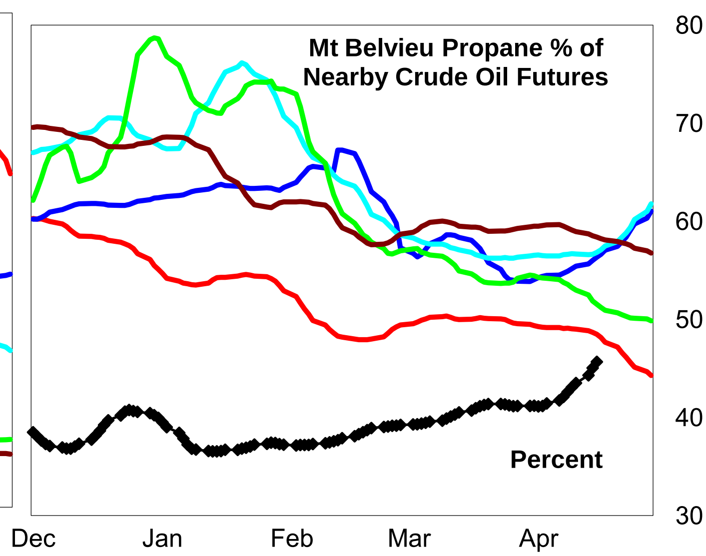
Cents/gal	Average for week ending:				Change from:			% change from:		
	4/17/13	4/10/13	3/20/13	4/13/12	4/10/13	3/20/13	4/13/12	4/10/13	3/20/13	4/13/12
Mont Belvieu Spot	94.7	92.3	90.5	120.4	2.40	1.80	-29.90	2.6	2.0	-24.8
Conway Spot	86.8	87.5	86.7	91.2	-0.69	0.72	-4.47	-0.8	0.8	-4.9

Key Price Spreads and Differentials

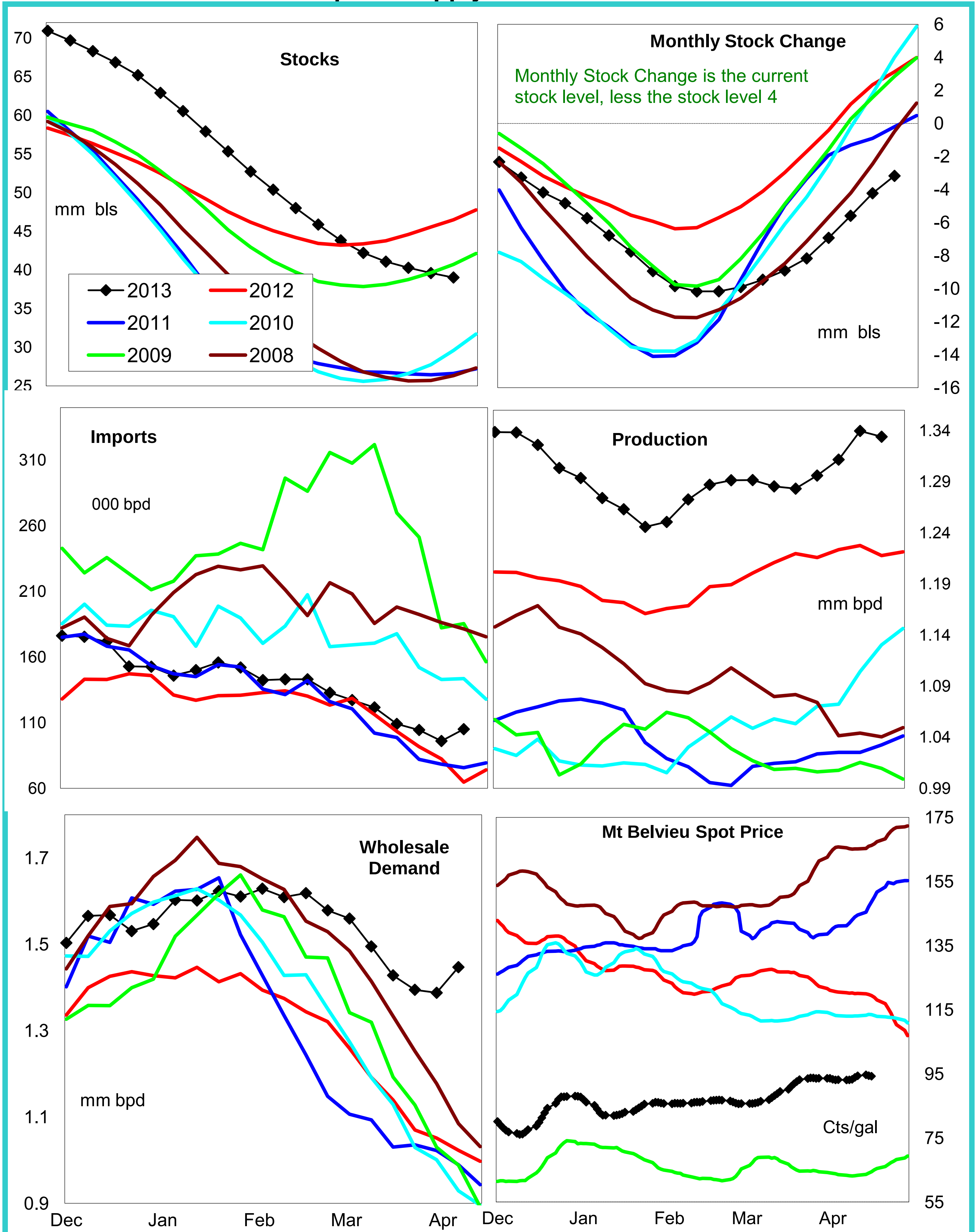






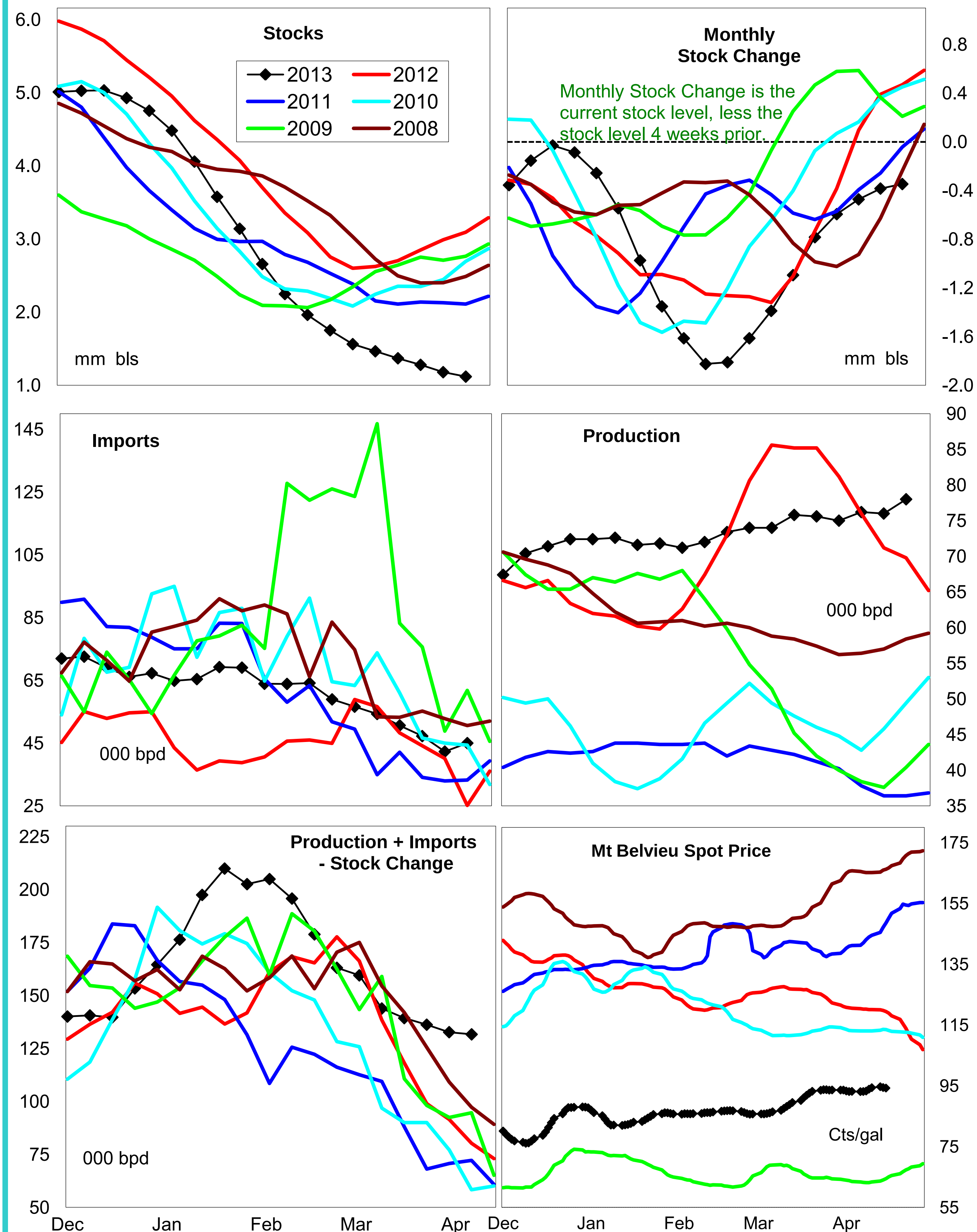


U. S. Propane Supply and Demand Balance



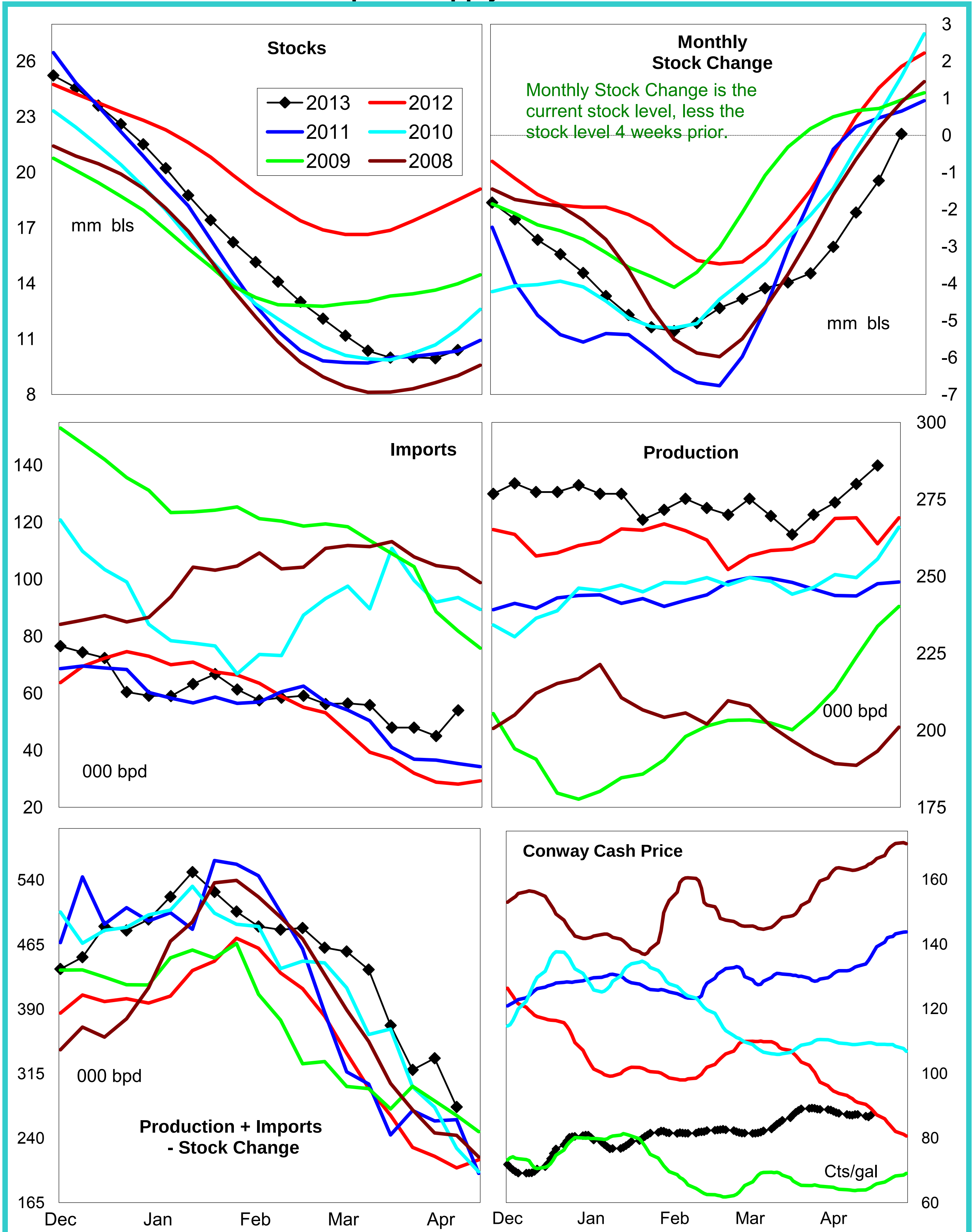
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Demand	4wk avg	Mar	Feb	Jan
000 bpd (000 bls stks)	-7,306	-6,296	104	12		334	330	277	287
% change	-15.8	-202	8.5	13.5		31.6	29.1	20.6	20.4

PADD 1 Propane Supply and Demand Balance



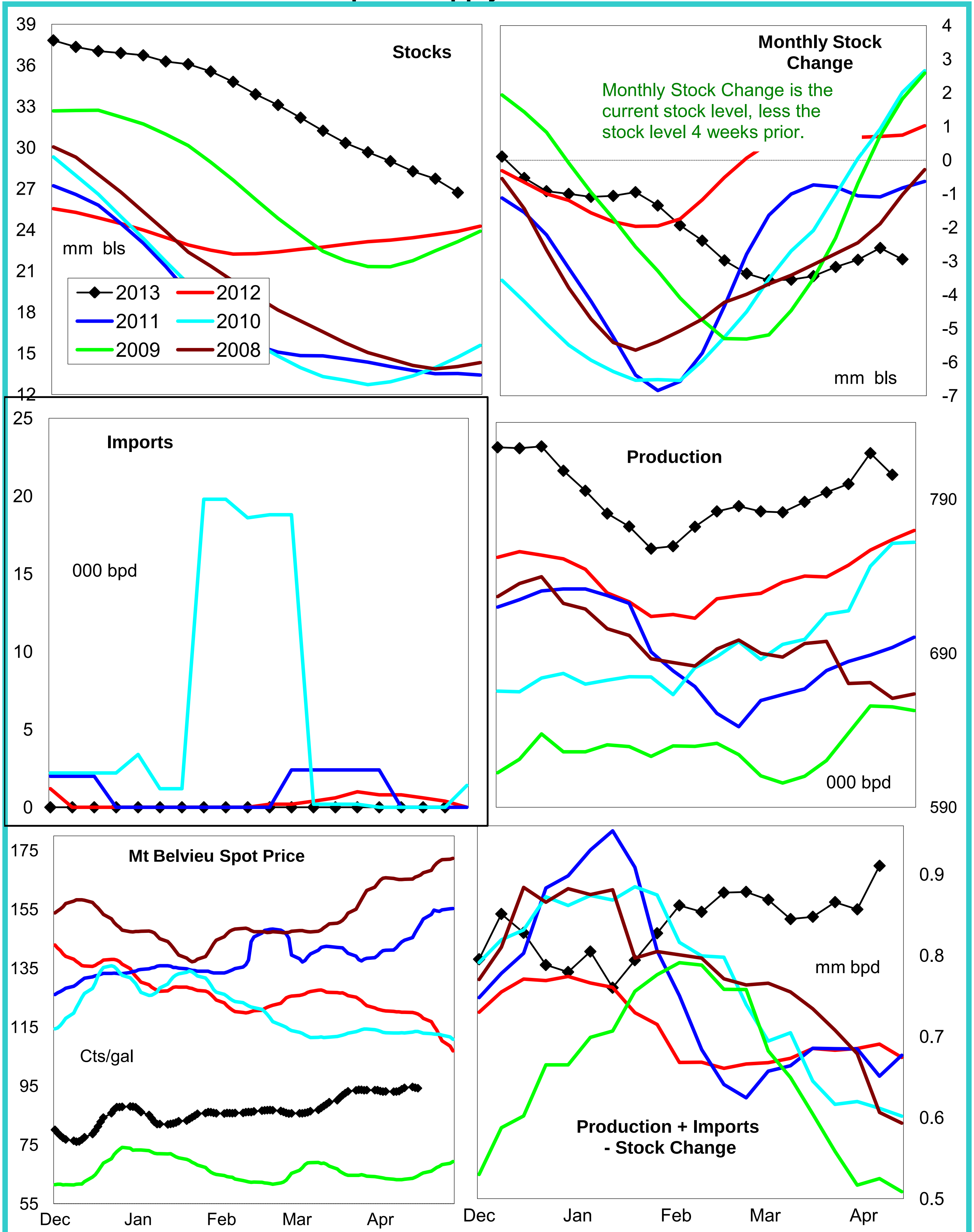
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	-2,199	-816	4	1	38
% change	-65.5	-173.8	4.8	1.8	38.9

PADD 2 Propane Supply and Demand Balance



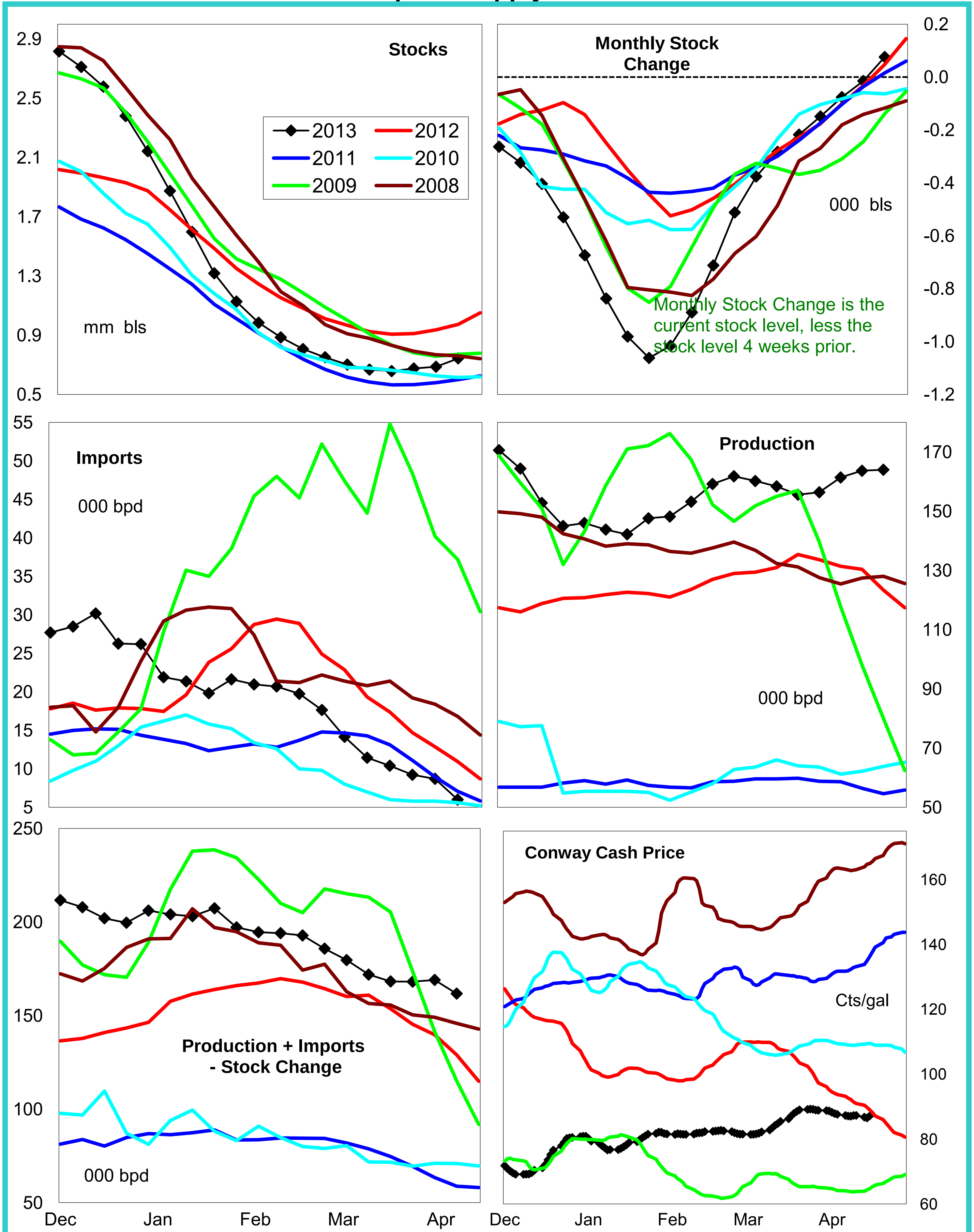
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	-8,043	-1,822	10	17	95
% change	-43.6	-98.0	3.6	60.2	41.3

PADD 3 Propane Supply and Demand Balance



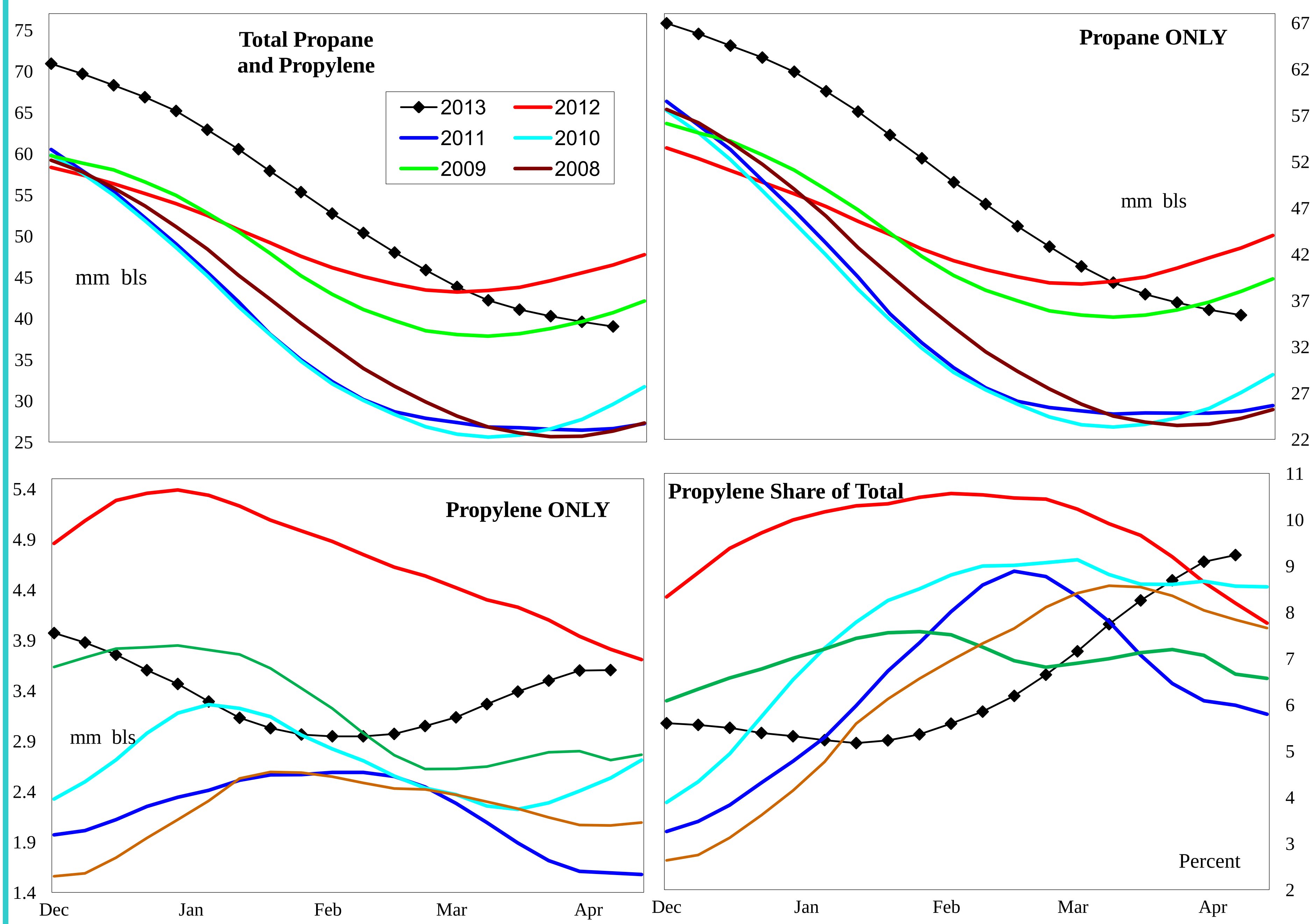
4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	3,185	-3,687	61	-1	184
% change	13.5	-497	8.1	-100.0	25.4

PADDs 4 and 5 Propane Supply and Demand Balance



4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	-249	28	31	-5	25
% change	-25.1	59.0	23.2	-37.8	17.5

U. S. Propane and Propylene Stocks



Variance to prior year	Total	Propane ONLY	Propylene ONLY
000 bls	-7,306	-7,218	-207
% change	-15.8	-16.9	-5.4

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