

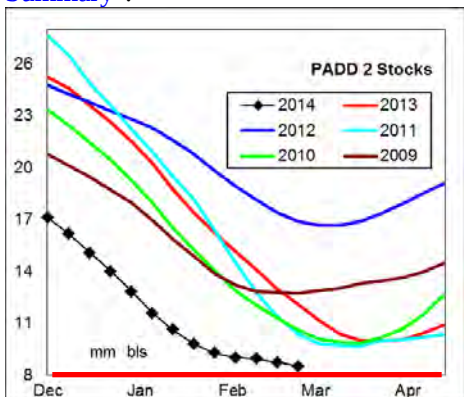


WEEKLY PROPANE SUPPLY-DEMAND-PRICE TRENDS

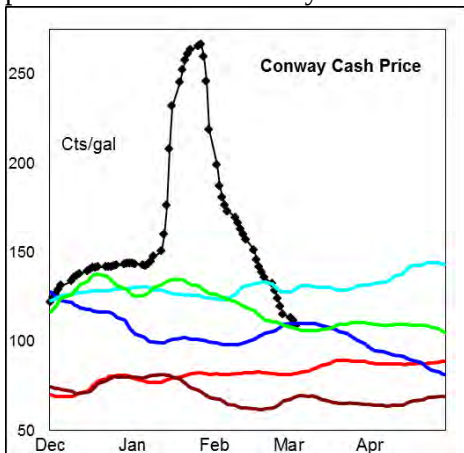
A Fundamental Petroleum Trends Weekly Report

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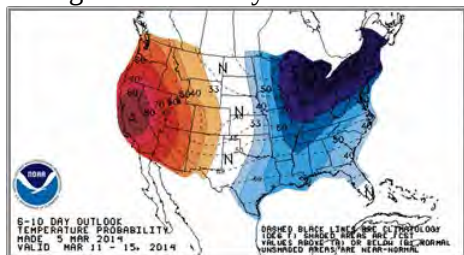
Summary¹ ?



Stocks in the Midwest decreased -0.4 million barrels last week, ending the week -1.1 million barrels below the previous end of season 5-yr low.



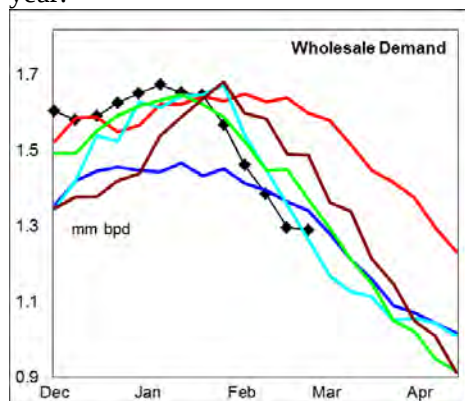
Conway spot prices extended the downtrend, ending the week at the average of the last 3-yrs.



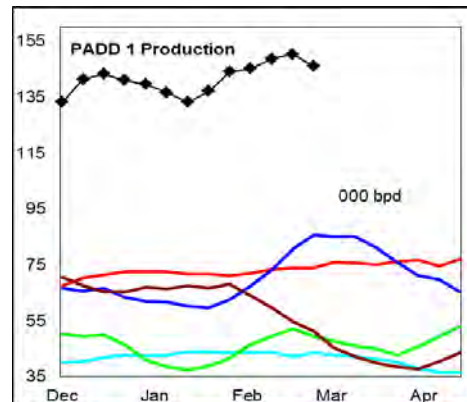
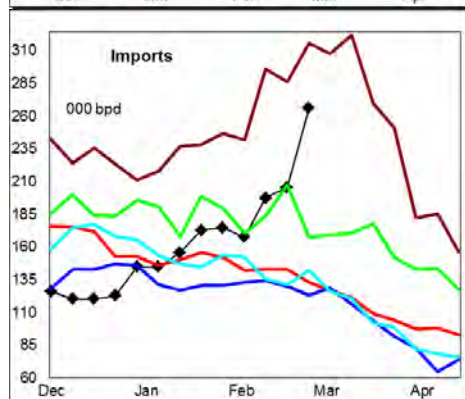
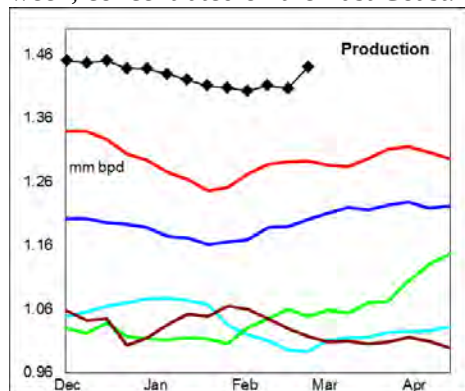
Midwest Outlook The 10-day forecast is for continued below normal temperatures east of the Missouri River. Hand to mouth buying by end users and increase receipts into the Midwest has led to the collapse in spot prices. Look for further price weakness as seasonal

heating degree days decline.

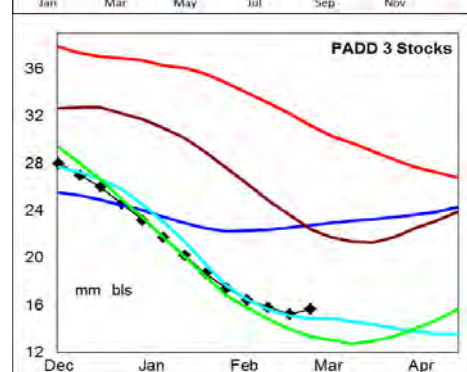
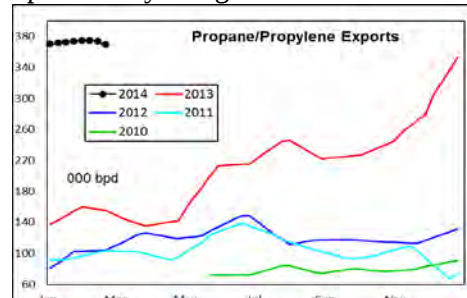
U.S. Summary Wholesale demand increased +58,000 bpd last week, with demand near the average of the last 3-yrs, but sharply below a year ago. The latest 4-wk average wholesale demand was -242,000 bpd below last year.



Production increased +62,000 bpd, concentrated on the Gulf Coast. Imports jumped +70,000 bpd on the week, concentrated on the East Coast.



Exports for the latest week were 369,000 bpd, an increase of +214,000 bpd over a year ago.



Stocks increased +0.5 million barrels last week, with the latest 4-wk average stock change a record low draw of -3.3 million barrels. PADD 3 stocks ended the week +2.5 million barrels above the previous 5-yr low.

Emerging Trends Conservation driven by the earlier spike in retail prices, combined with increased imports and production has curtailed the seasonal stock draw and driven prices to the average of the last 3-yrs. Potential for further price weakness exist on any forecast of warmer temperatures.

¹ Source is latest EIA Weekly Statistics

PROPANE: Graph Link and Weekly Summary



March 5, 2014

Fundamental Trends for the Week Ending:

Friday, February 28, 2014

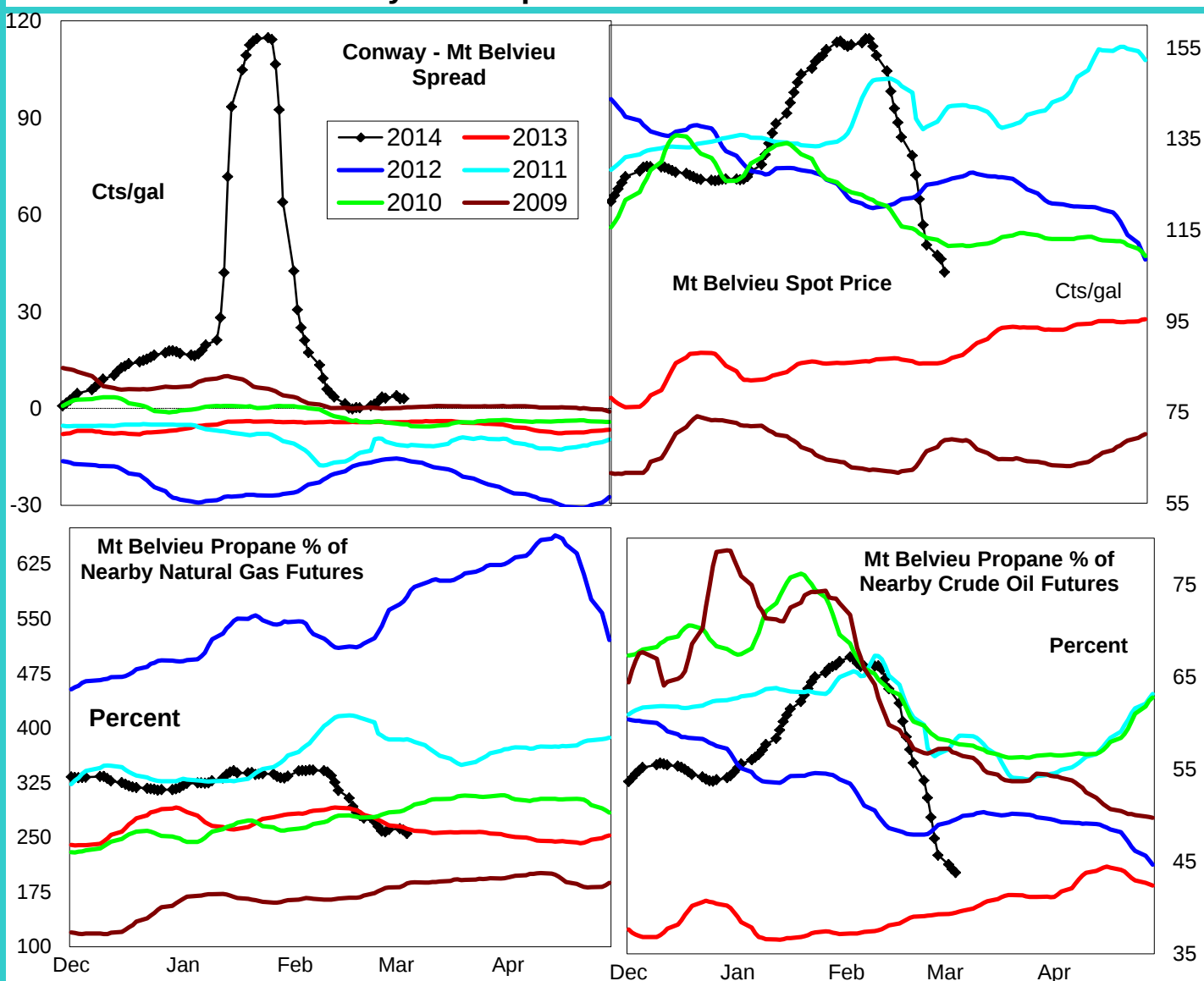
000 bpd Stocks 000 bls	Weekly Supply-Demand					Change from prior week:				
	U.S. Total	PADD				U.S. Total	PADD			
		1	2	3	4&5		1	2	3	4&5
Stocks	27,155	1,965	8,509	15,609	1,072	479	283	-391	631	-44
Propylene Stocks	3,424					113				
Production	1,440	146	260	871	163	62	7	-17	60	12
Imports	266	191	56	1	19	70	65	2	1	2
Whsle Demand	1,269					58				

Price Trends for the Week Ending:

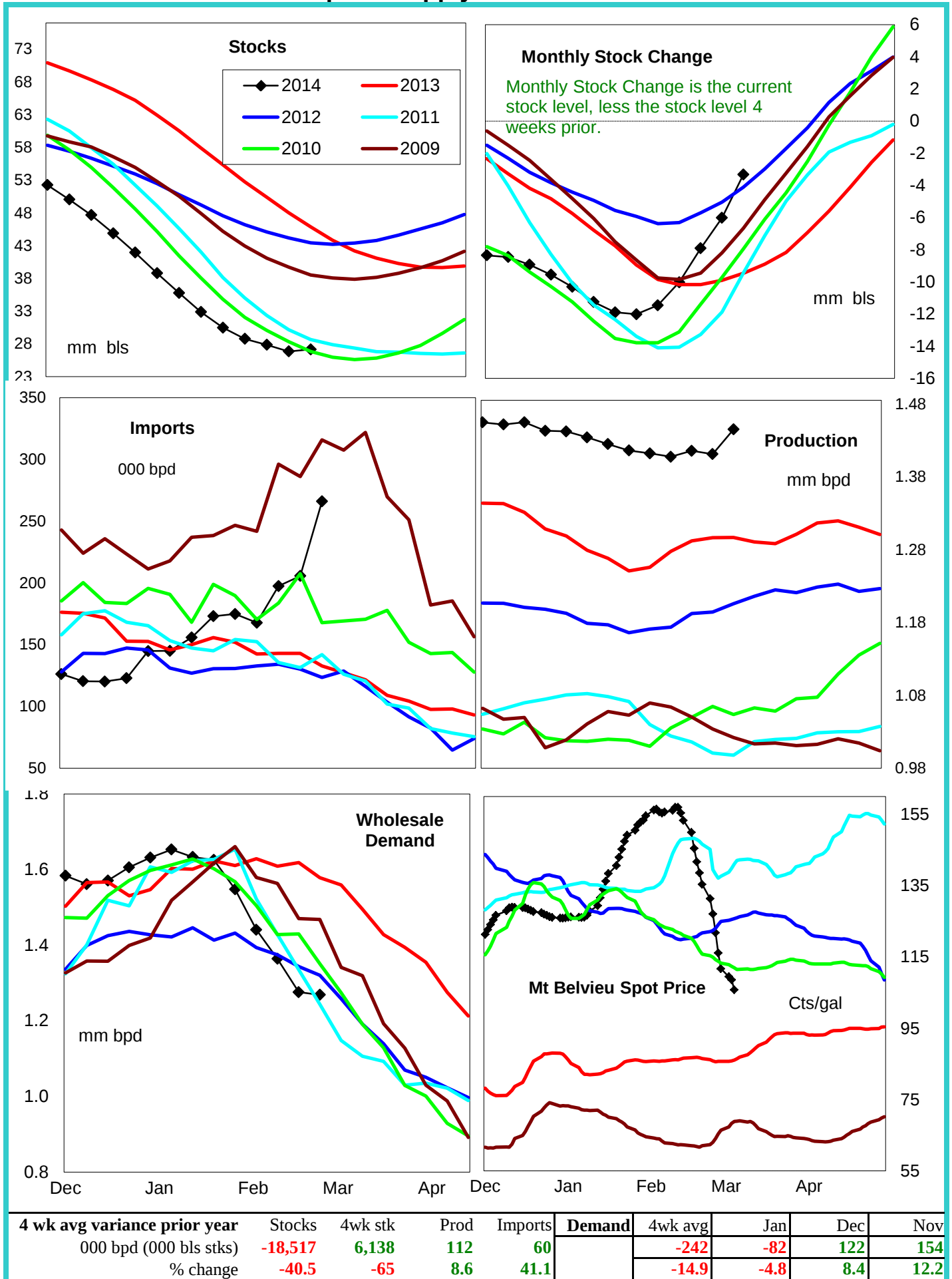
Wednesday, February 26, 2014

Cents/gal	Average for week ending:				Change from:			% change from:		
	2/26/14	2/19/14	1/29/14	3/1/13	2/19/14	1/29/14	3/1/13	2/19/14	1/29/14	3/1/13
Mont Belvieu Spot	109.5	127.4	153.9	84.7	-17.91	-26.49	69.15	-14.1	-17.2	81.6
Conway Spot	113.4	129.6	185.6	80.5	-16.27	-55.98	105.15	-12.6	-30.2	130.7

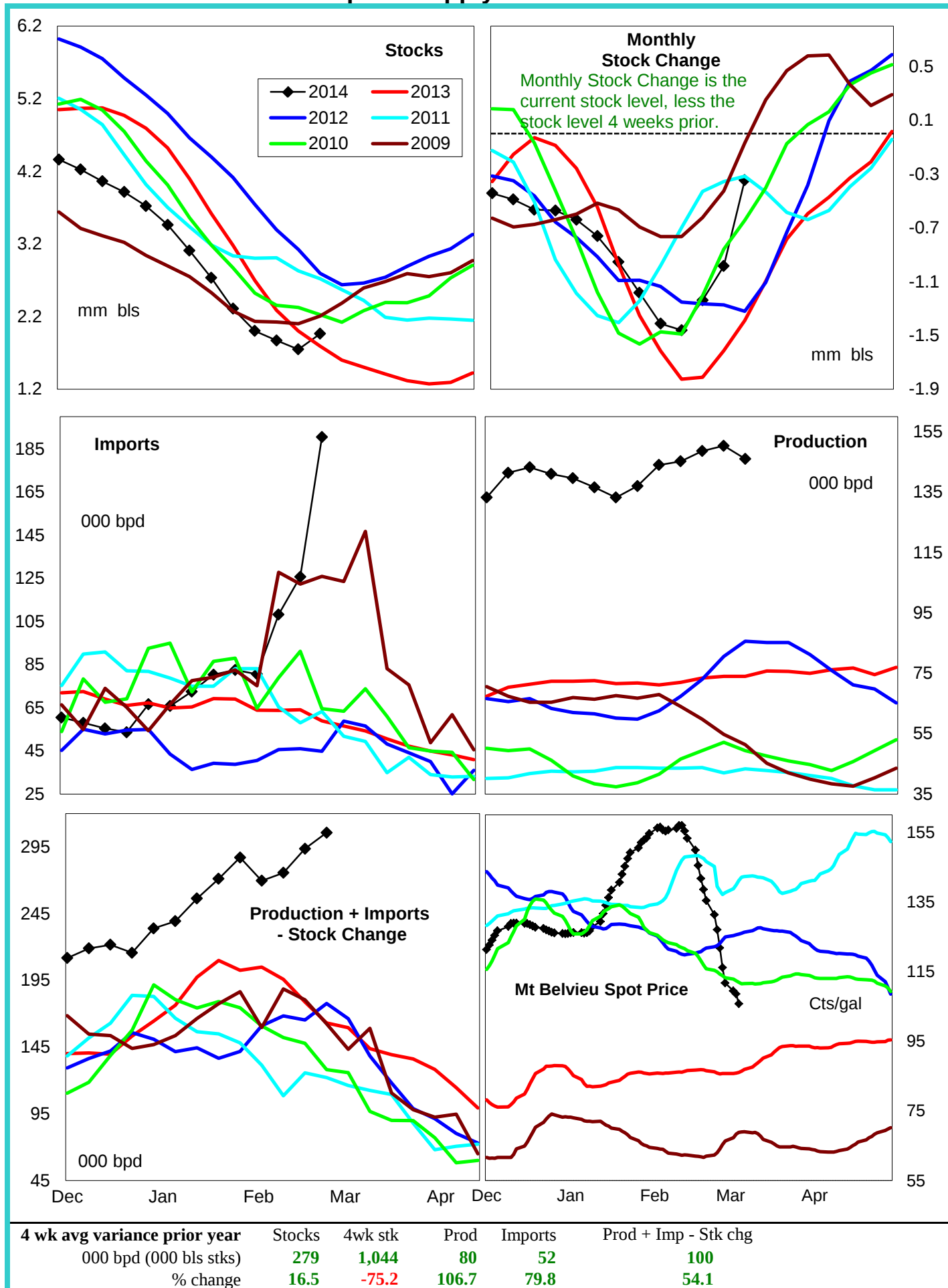
Key Price Spreads and Differentials



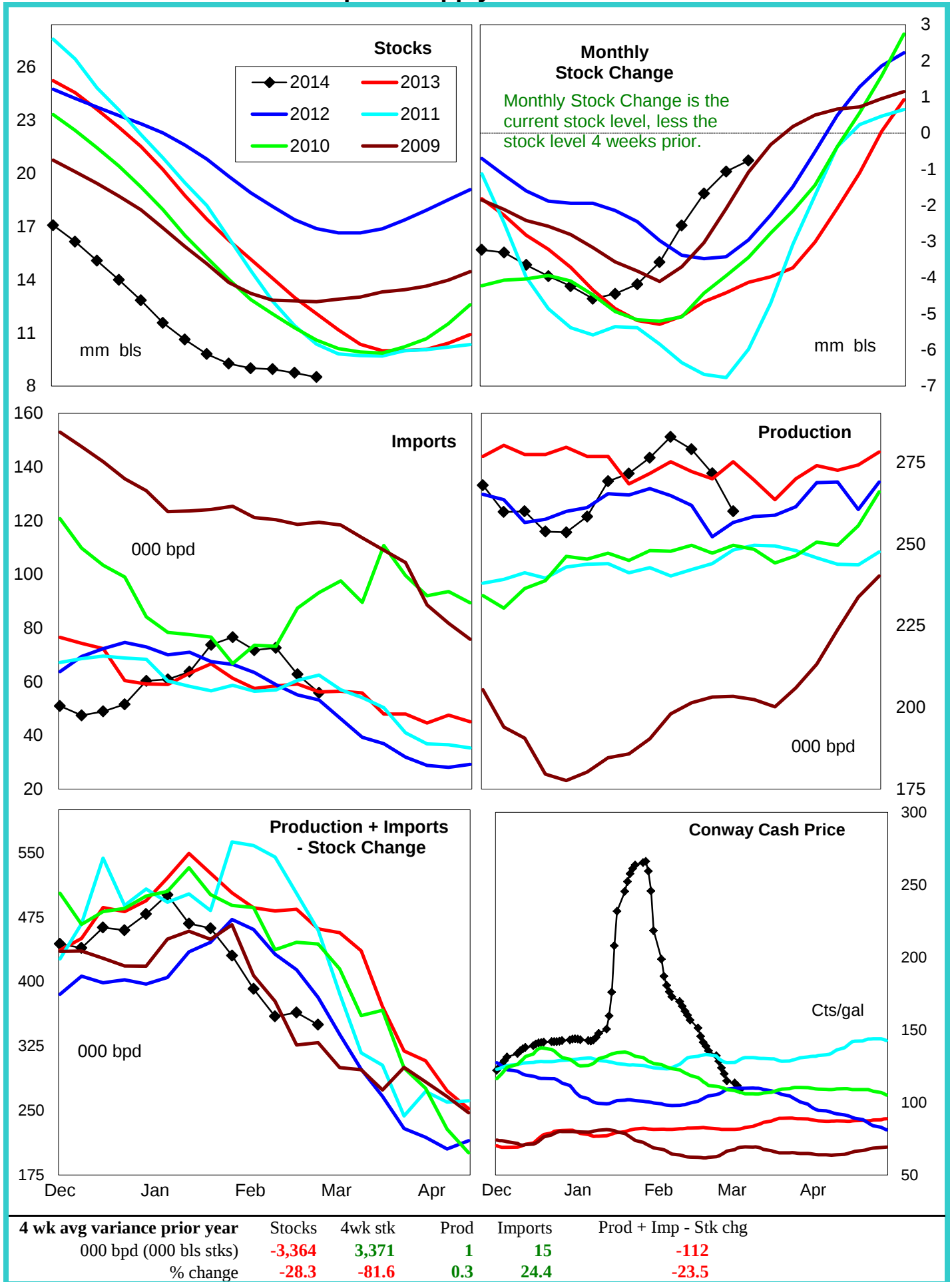
U. S. Propane Supply and Demand Balance



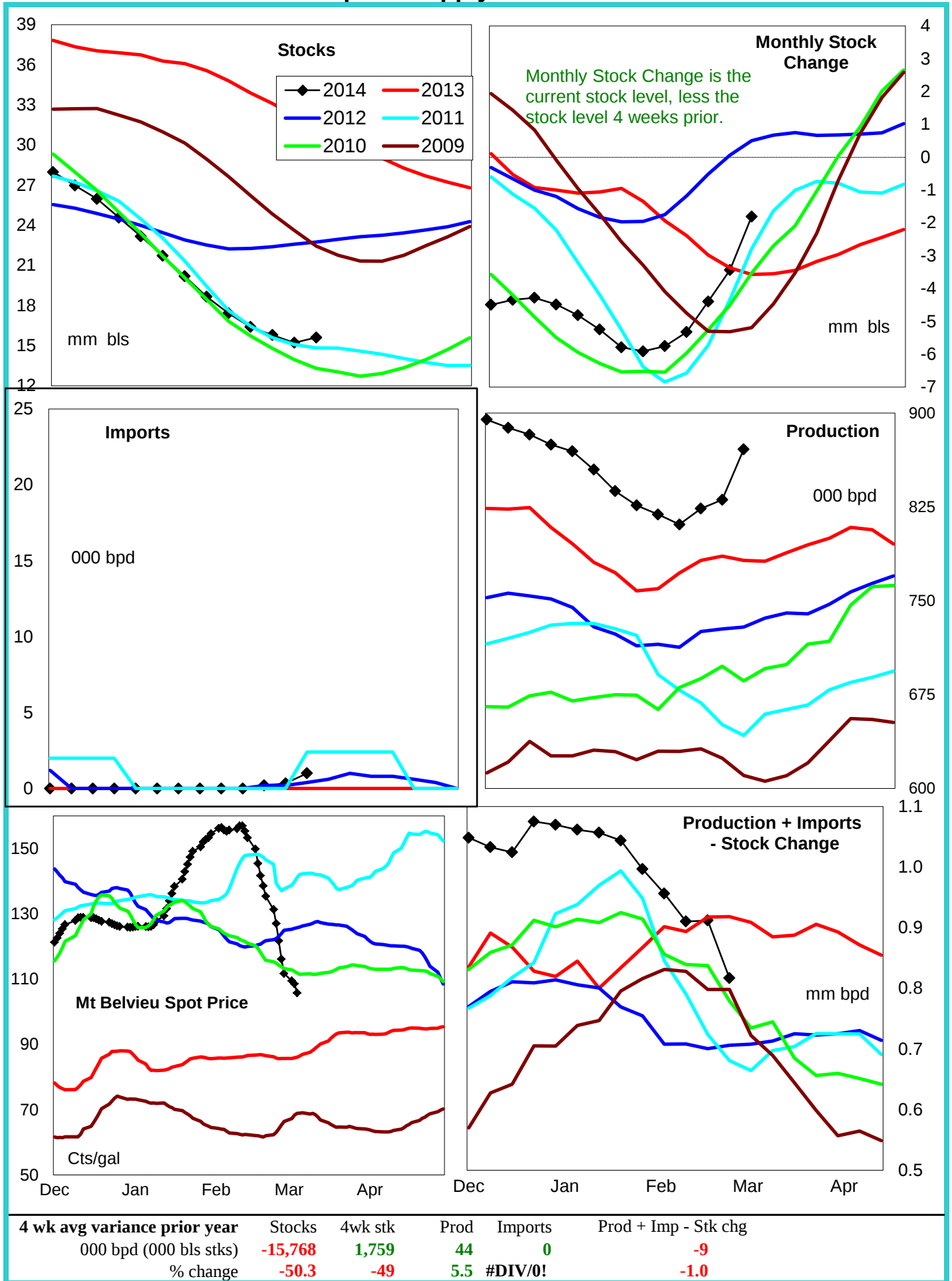
PADD 1 Propane Supply and Demand Balance



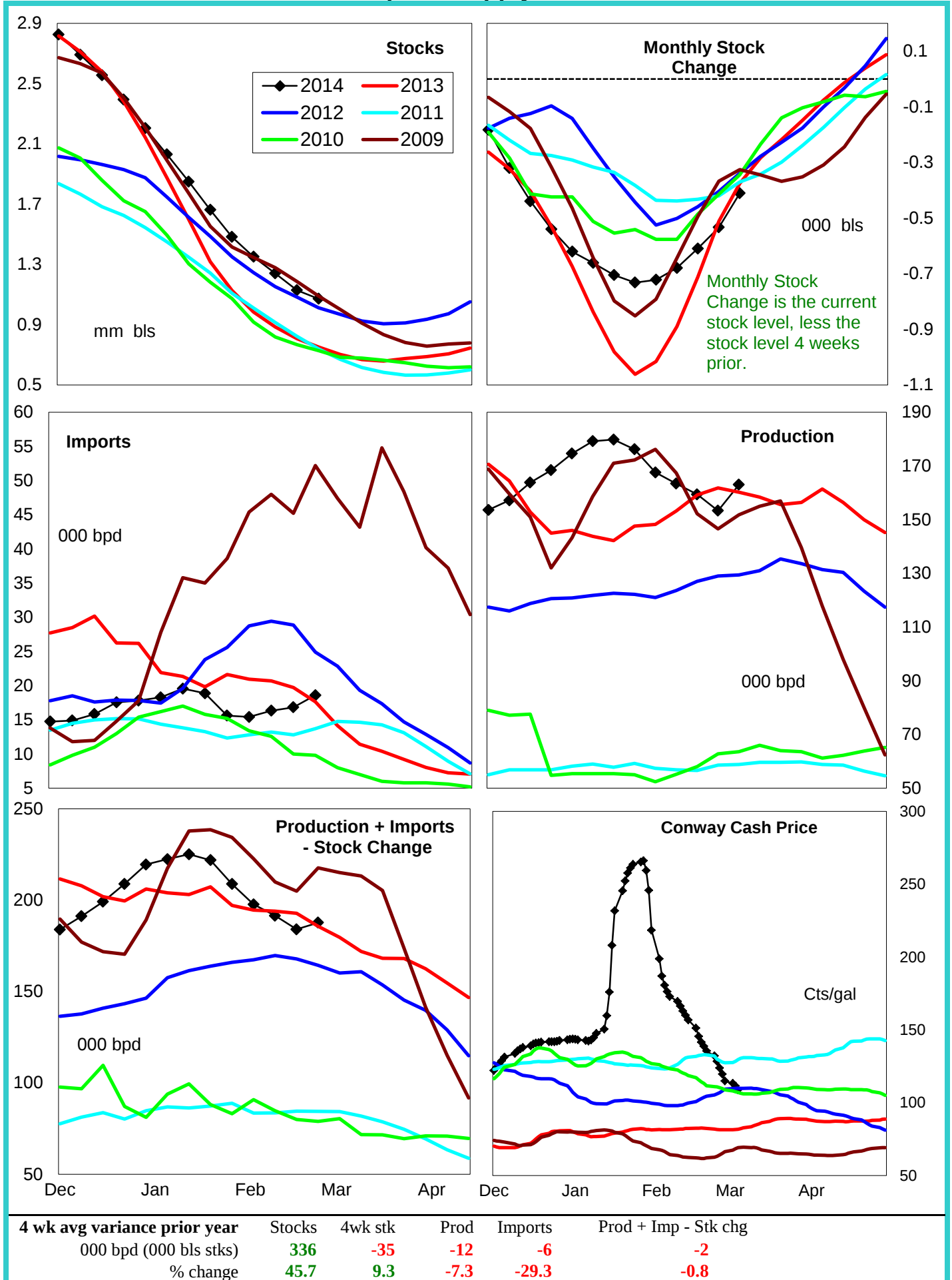
PADD 2 Propane Supply and Demand Balance



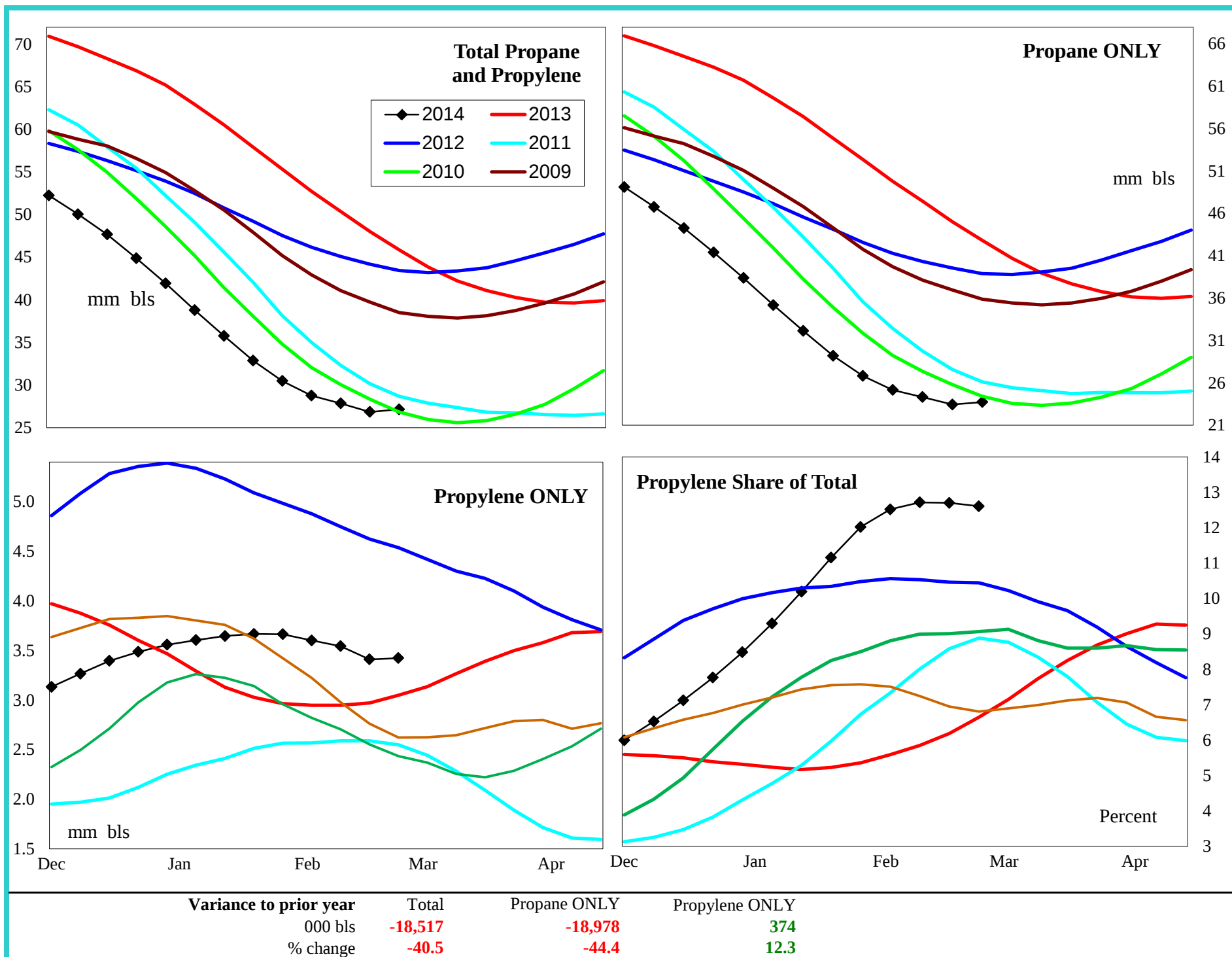
PADD 3 Propane Supply and Demand Balance



PADDs 4 and 5 Propane Supply and Demand Balance



U. S. Propane and Propylene Stocks



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

