WEEKLY PROPANE SUPPLY-DEMAND-PRICE TRENDS

A Fundamental Petroleum Trends Weekly Report

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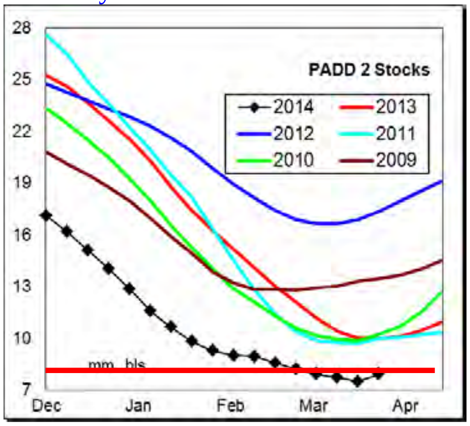
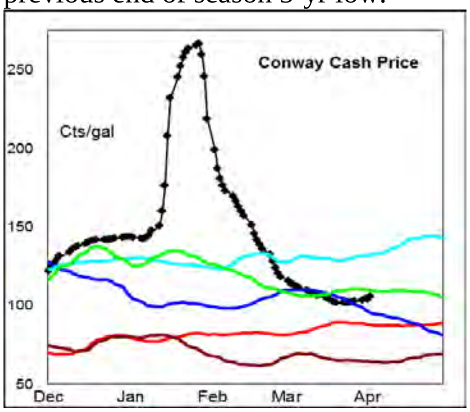


Stocks in the Midwest increased +0.5 million barrels last week, ending the week -1.9 million barrels below the previous end of season 5-yr low.

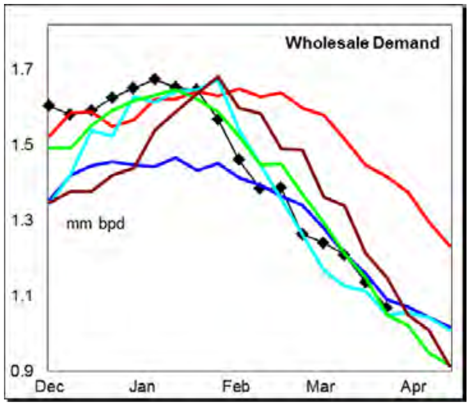


Conway spot prices trended higher last week, ending at a level just above the last 2-yrs.

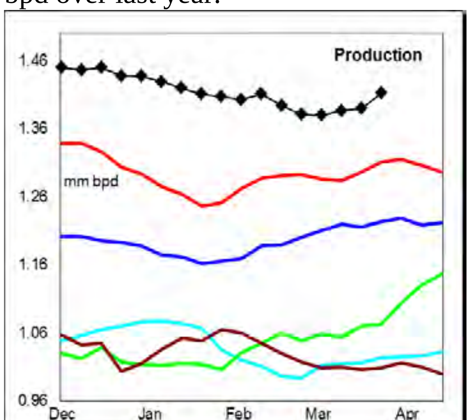
Midwest Outlook *With an end to winter heating demand the focus is now on stock builds for the next 2-quarters. The anticipated startup of new gas liquids processing plants increases the likelihood of an above average stock building season.*

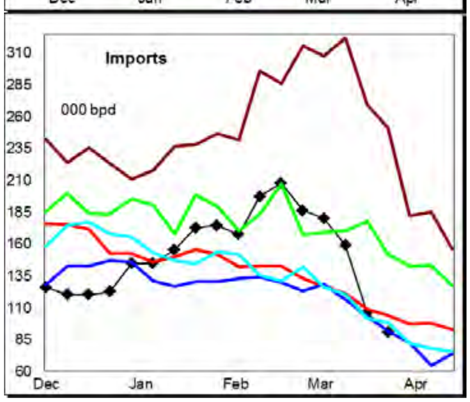
U.S. Summary Wholesale demand fell -184,000 bpd last week, to a level near the 3-yr mid range. The latest 4-wk average wholesale demand was -296,000 bpd below last year.

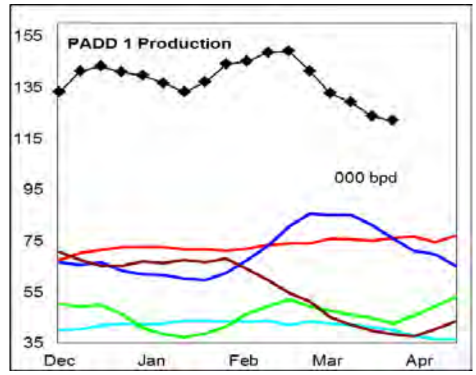
[1] Source is latest EIA Weekly Statistics



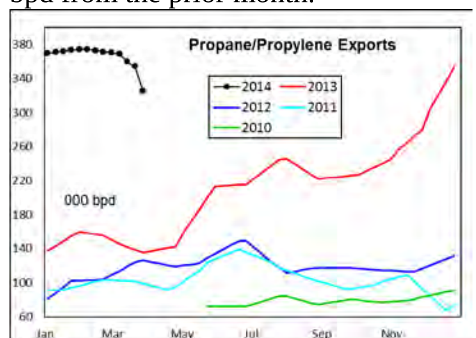
Production increased +17,000 bpd, last week, with the 4-wk average +96,000 bpd above a year ago. Imports delcined -32,000 bpd on the week, for a 4-wk average increase of +18,000 bpd over last year.

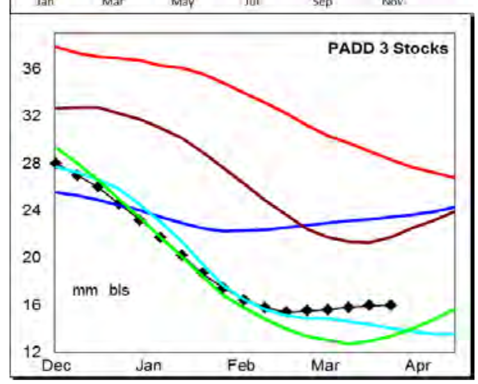






Exports for the latest week were 325,000 bpd, an increase of +190,000 bpd over a year ago, but down -44,000 bpd from the prior month.





Stocks increased +0.9 million barrels last week, concentrated in the Midwest and Gulf regions. The latest 4-wk average stock draw matched the 5-yr mid range for the period. PADD 3 stocks ended the week +3.3 million barrels above the previous 5-yr low.

Emerging Trends Startup of new gas processing plants in major shale gas producing regions during 2014 should offset increased exports, and support above average stock building during the next 6-months, pointing to risk of lower spot prices.

PROPANE: Graph Link and Weekly Summary

April 3, 2014

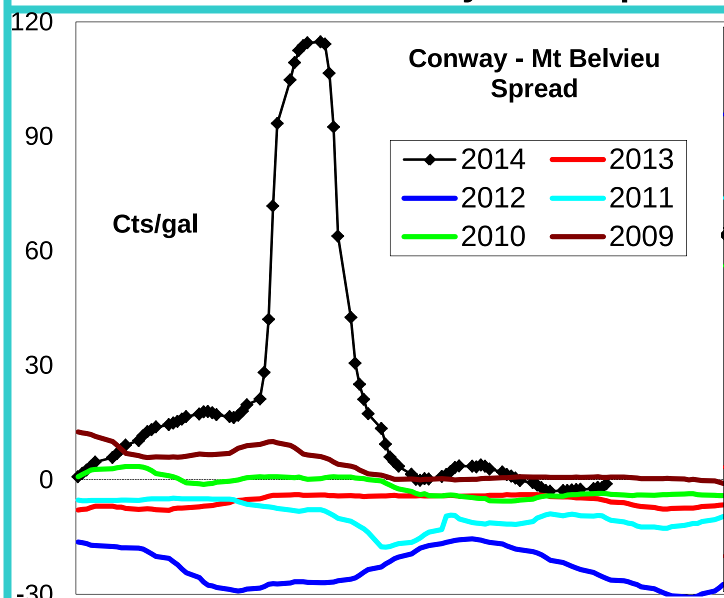
Fundamental Trends for the Week Ending: Friday, March 28, 2014

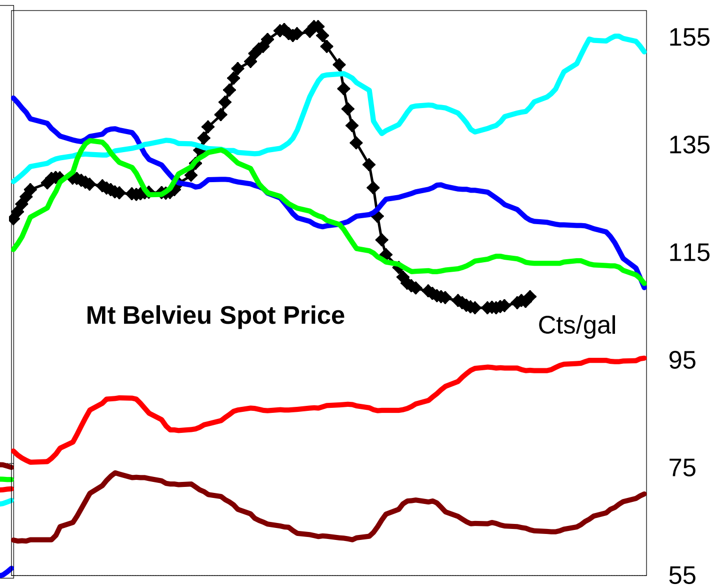
000 bpd Stocks 000 bls	Weekly Supply-Demand					Change from prior week:				
	U.S.	PADD				U.S.	PADD			
	Total	1	2	3	4&5	Total	1	2	3	4&5
Stocks	26,568	1,719	7,913	15,979	957	910	-16	539	397	-10
Propylene Stocks	3,322					-123				
Production	1,412	122	270	867	153	17	0	11	31	-25
Imports	91	41	44	0	6	-32	-6	-16	0	-10
Whsle Demand	1,048					-184				

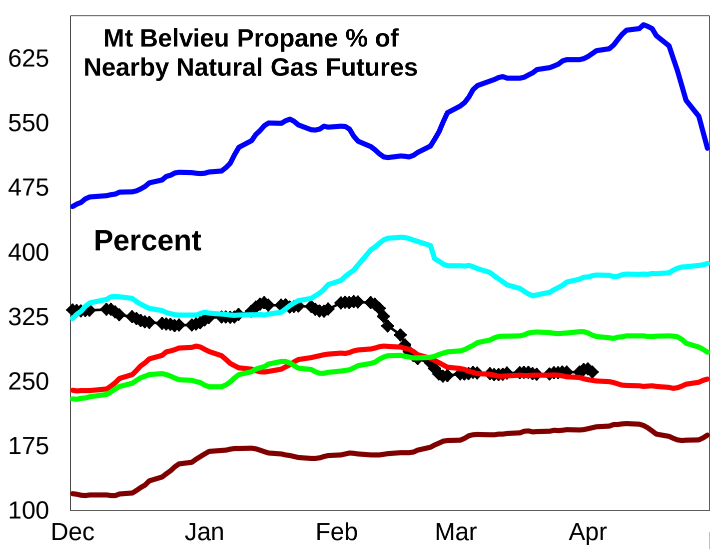
Price Trends for the Week Ending: Thursday, April 03, 2014

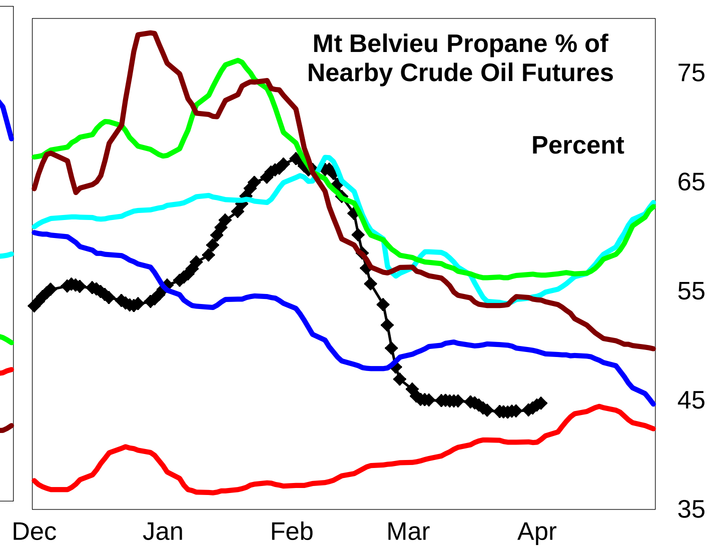
Cents/gal	Average for week ending:				Change from:			% change from:		
	4/3/14	3/27/14	3/6/14	4/8/13	3/27/14	3/6/14	4/8/13	3/27/14	3/6/14	4/8/13
Mont Belvieu Spot	106.1	104.1	108.7	91.9	1.95	-4.52	16.78	1.9	-4.2	18.3
Conway Spot	104.1	100.9	112.5	86.9	3.18	-11.53	25.53	3.2	-10.3	29.4

Key Price Spreads and Differentials

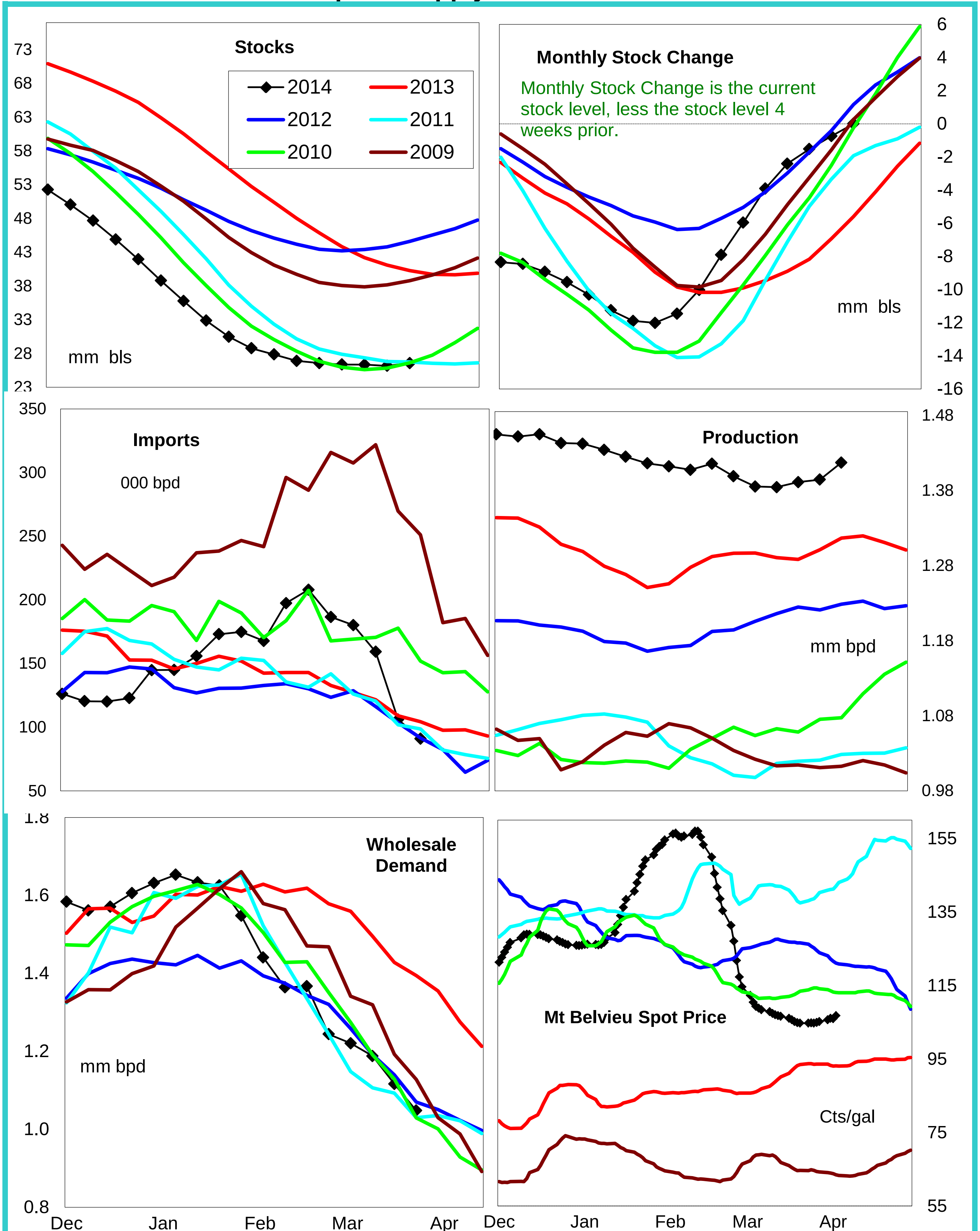








U. S. Propane Supply and Demand Balance



4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Demand	4wk avg	Feb	Jan	Dec
000 bpd (000 bls stks)	-13,169	5,592	96	18		-296	-219	-1,693	83
% change	-33.1	-100	7.5	15.5		-20.2	-13.7	-100.0	5.7

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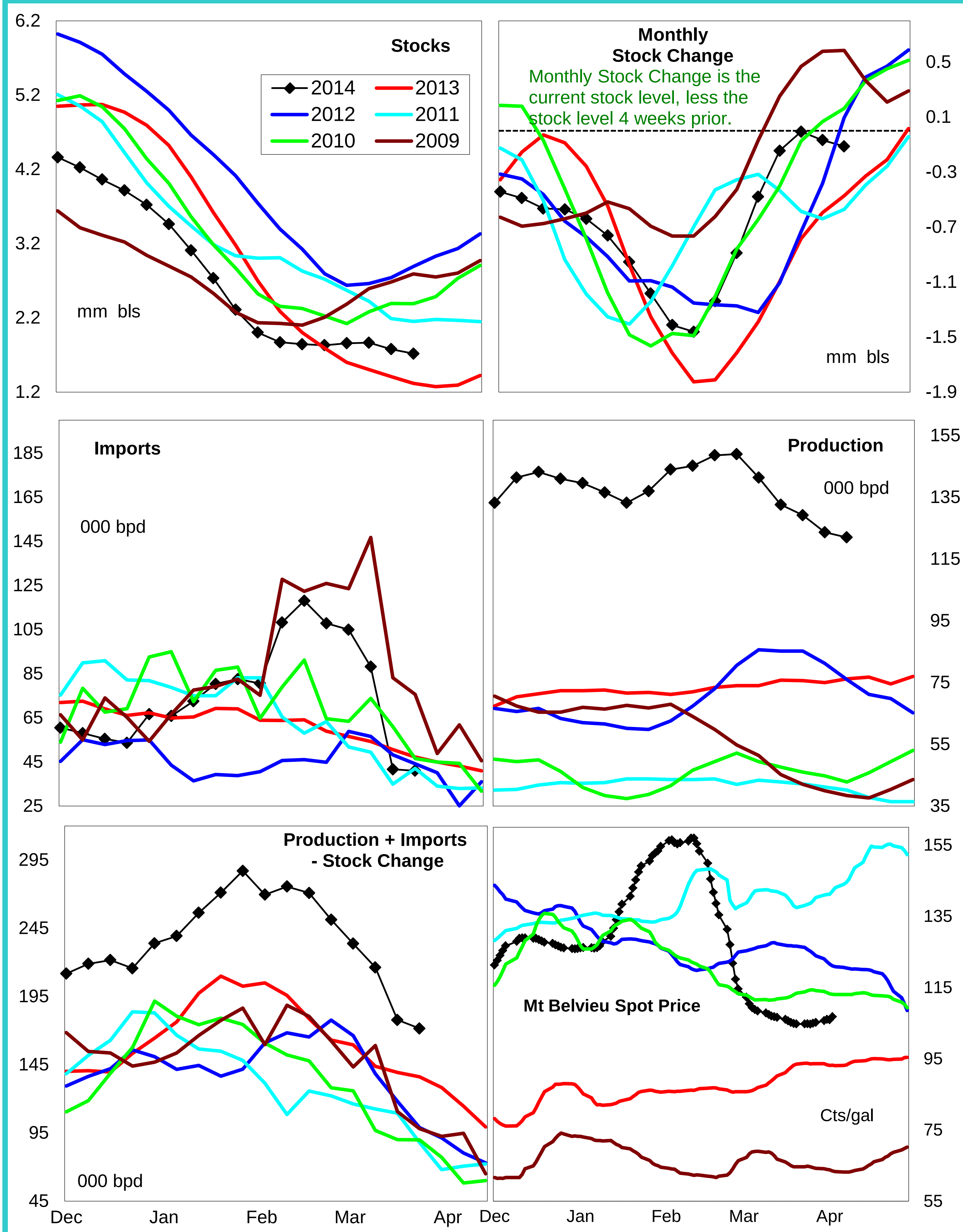
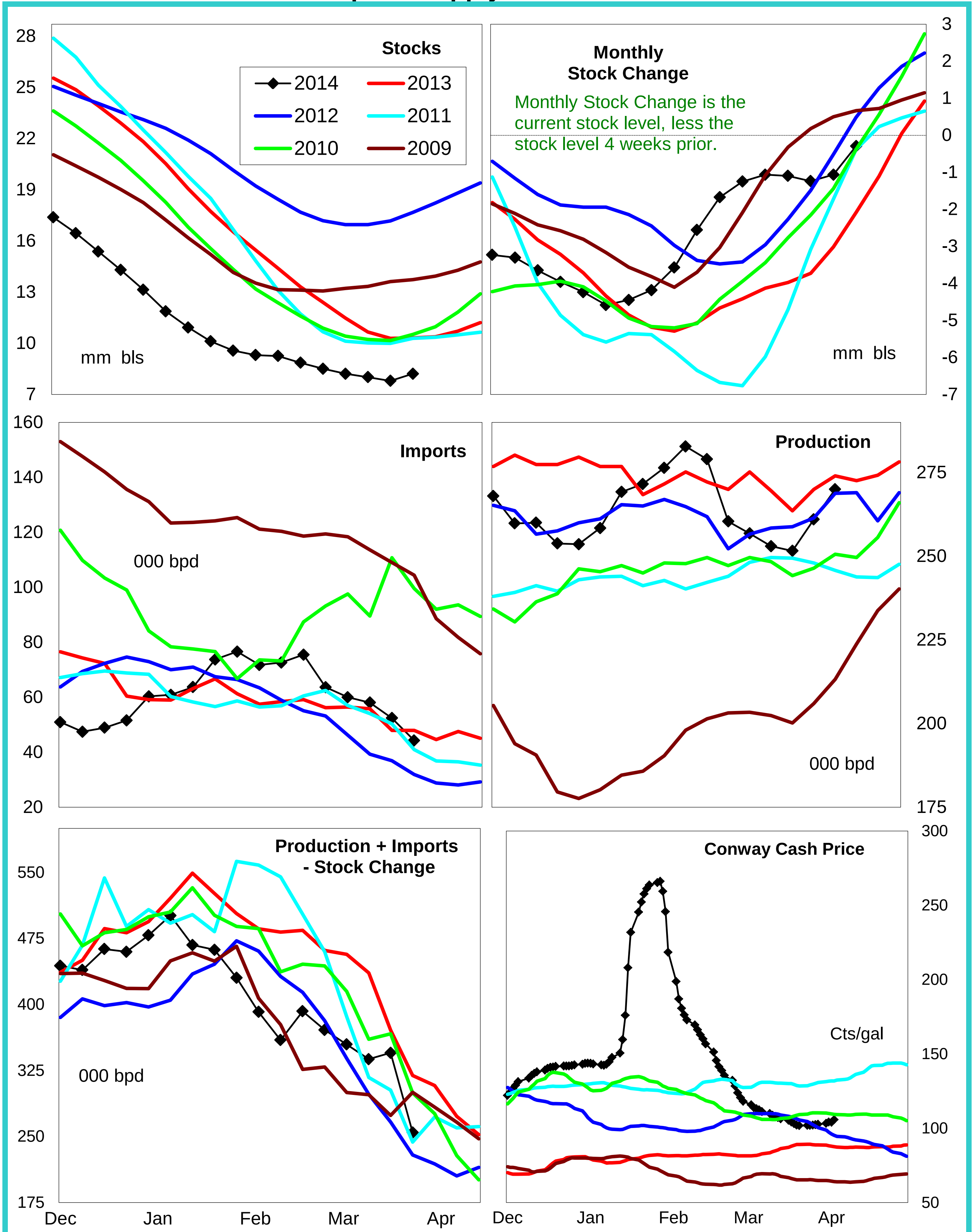
PADD 1 Propane Supply and Demand Balance



4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	428	360	50	10	55
% change	33.2	-76.2	66.7	19.9	38.1

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)	-1,535	1,793	-16	6	-73
% change	-16.2	-86.0	-6.1	11.9	-18.4

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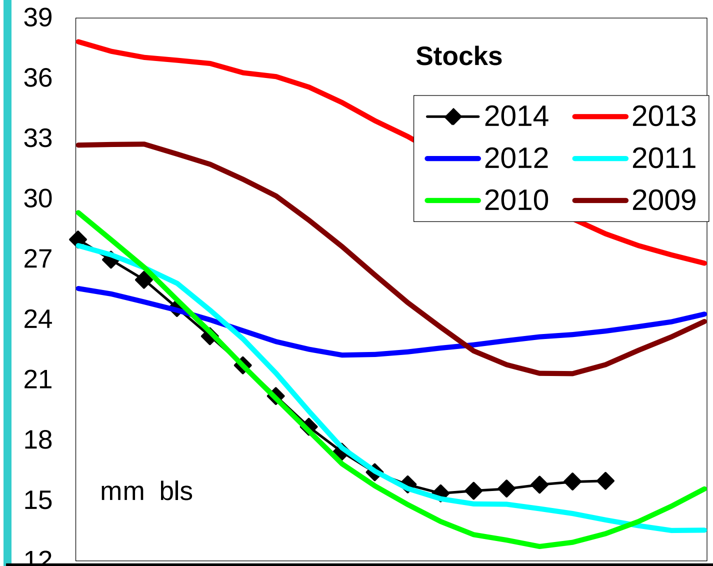
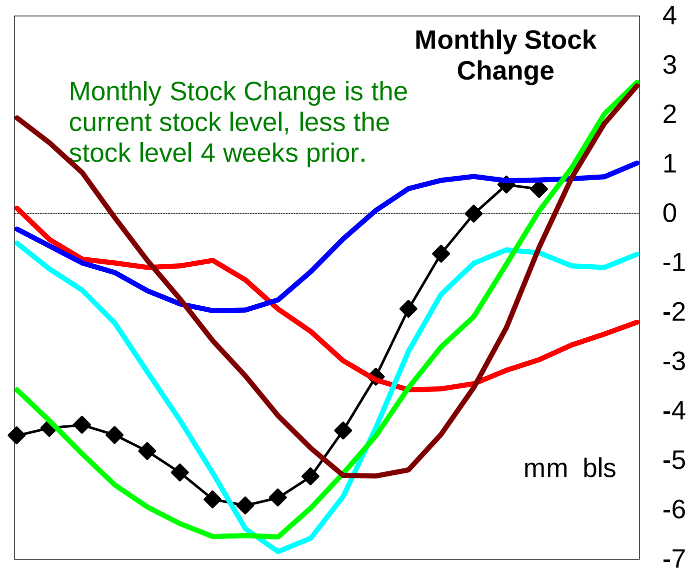
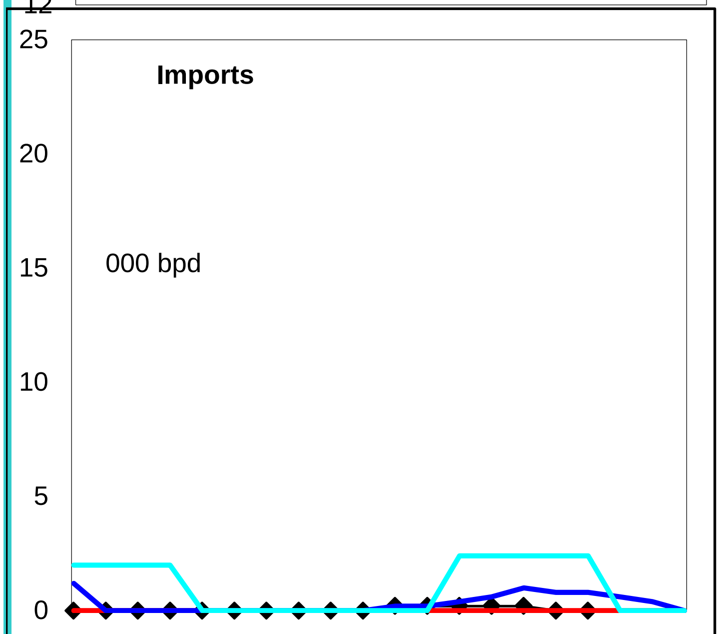
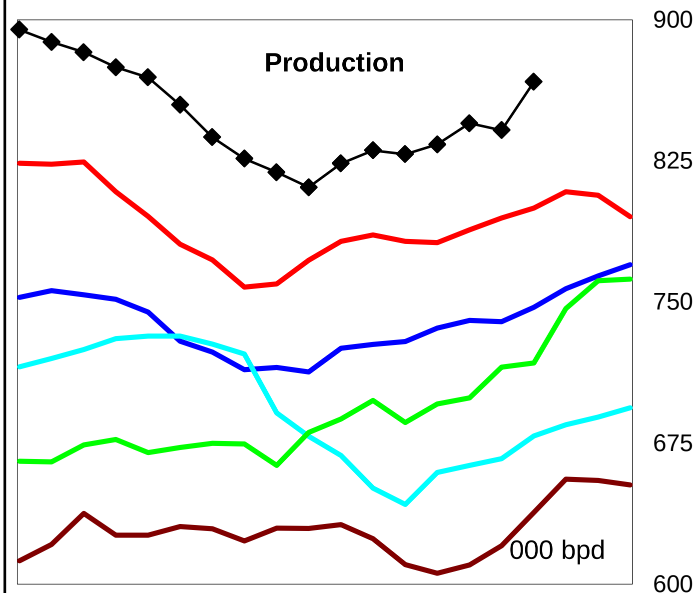
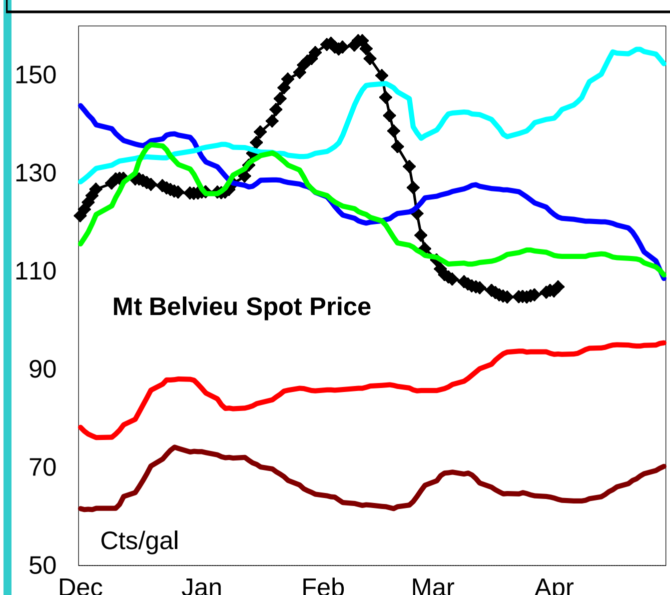
PADD 3 Propane Supply and Demand Balance

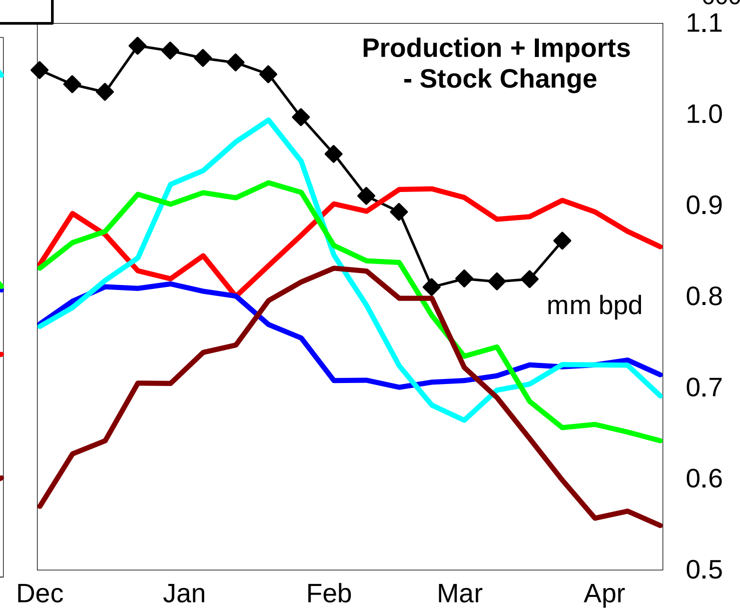












4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	-12,388	3,455	54	0	-68
% change	-43.7	-117	6.9	#DIV/0!	-7.5

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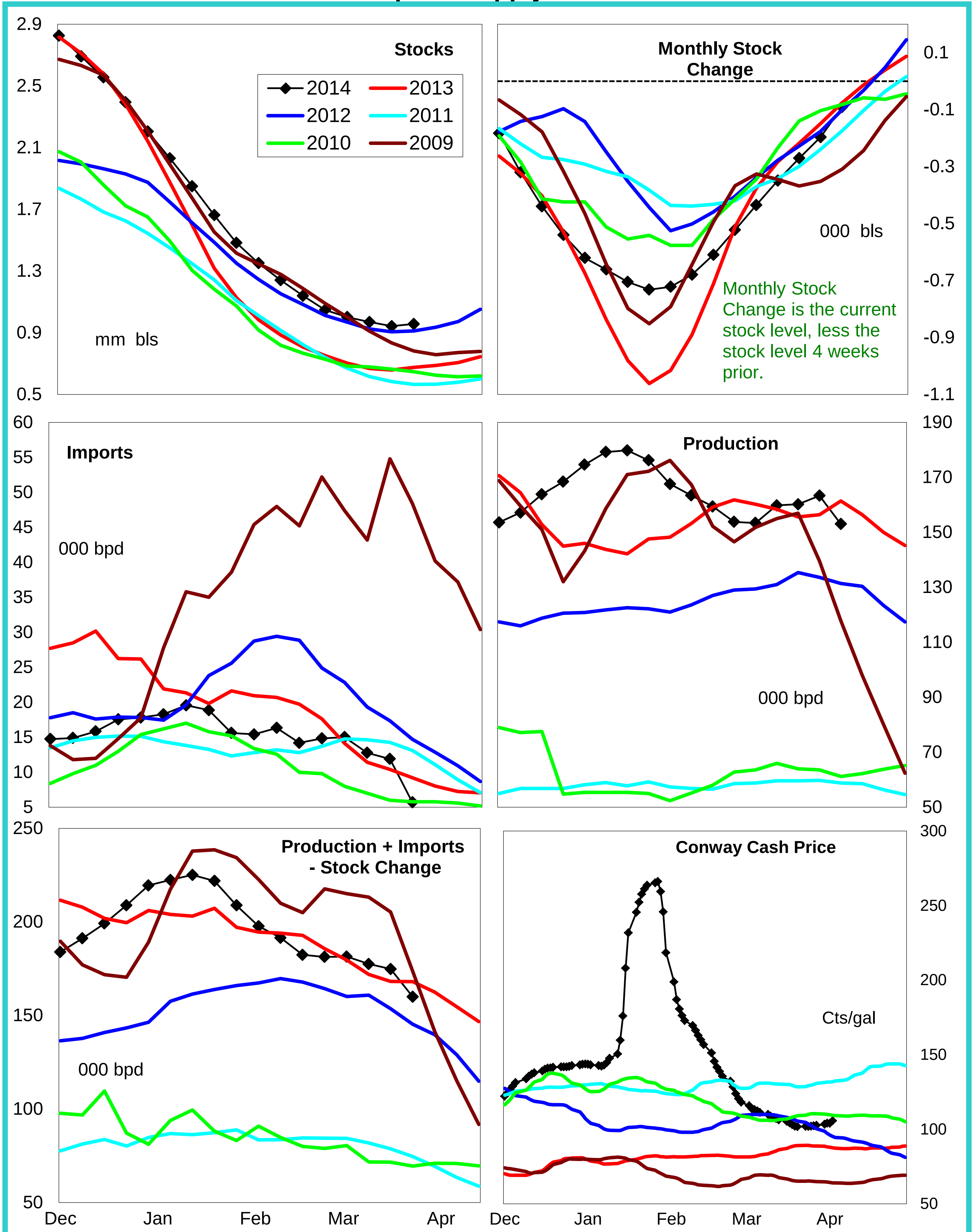
PADDs 4 and 5 Propane Supply and Demand Balance



4 wk avg variance prior year	Stocks	4wk stk	Prod	Imports	Prod + Imp - Stk chg
000 bpd (000 bls stks)	325	-15	8	1	1
% change	51.4	20.1	5.5	11.3	0.9

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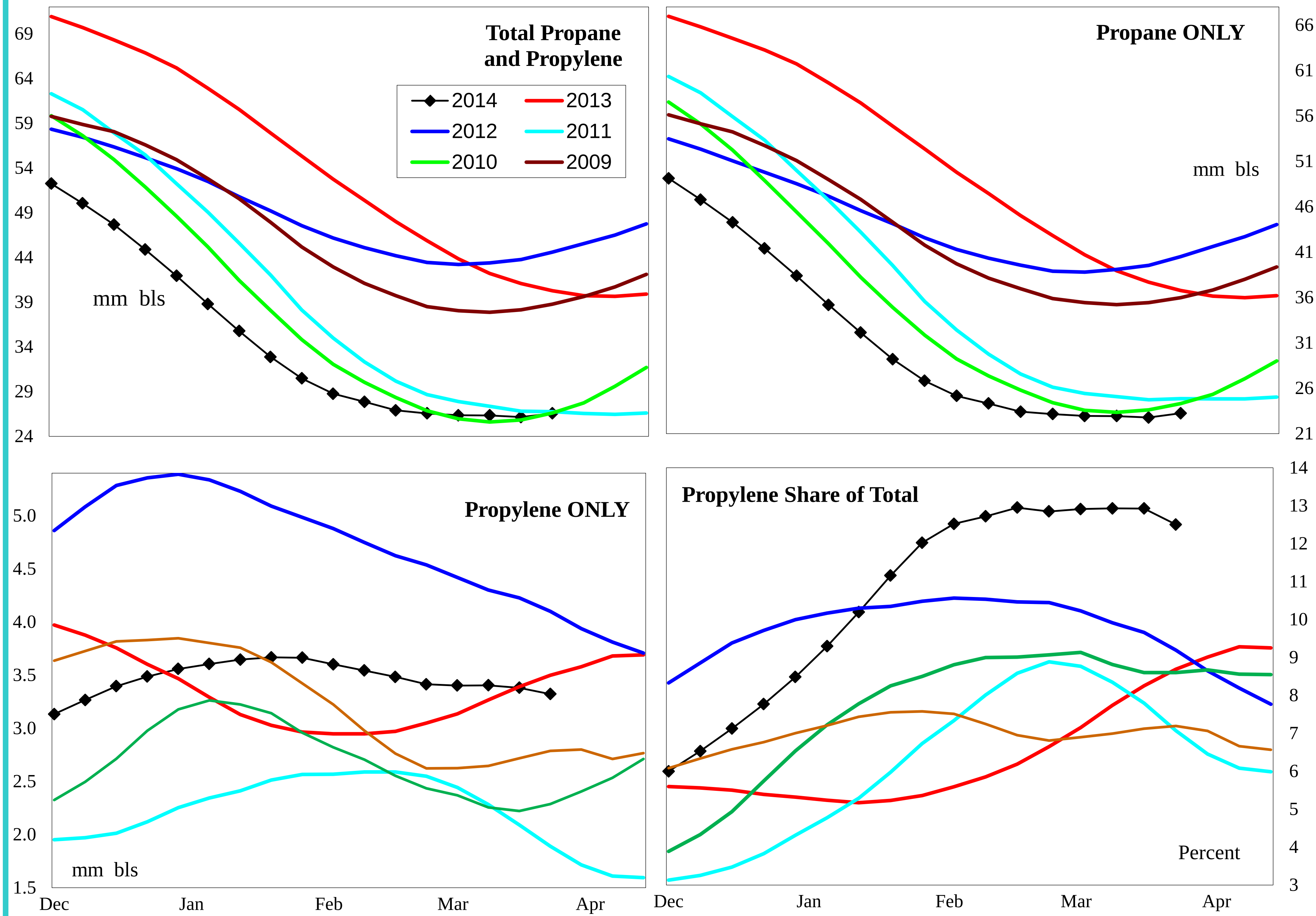
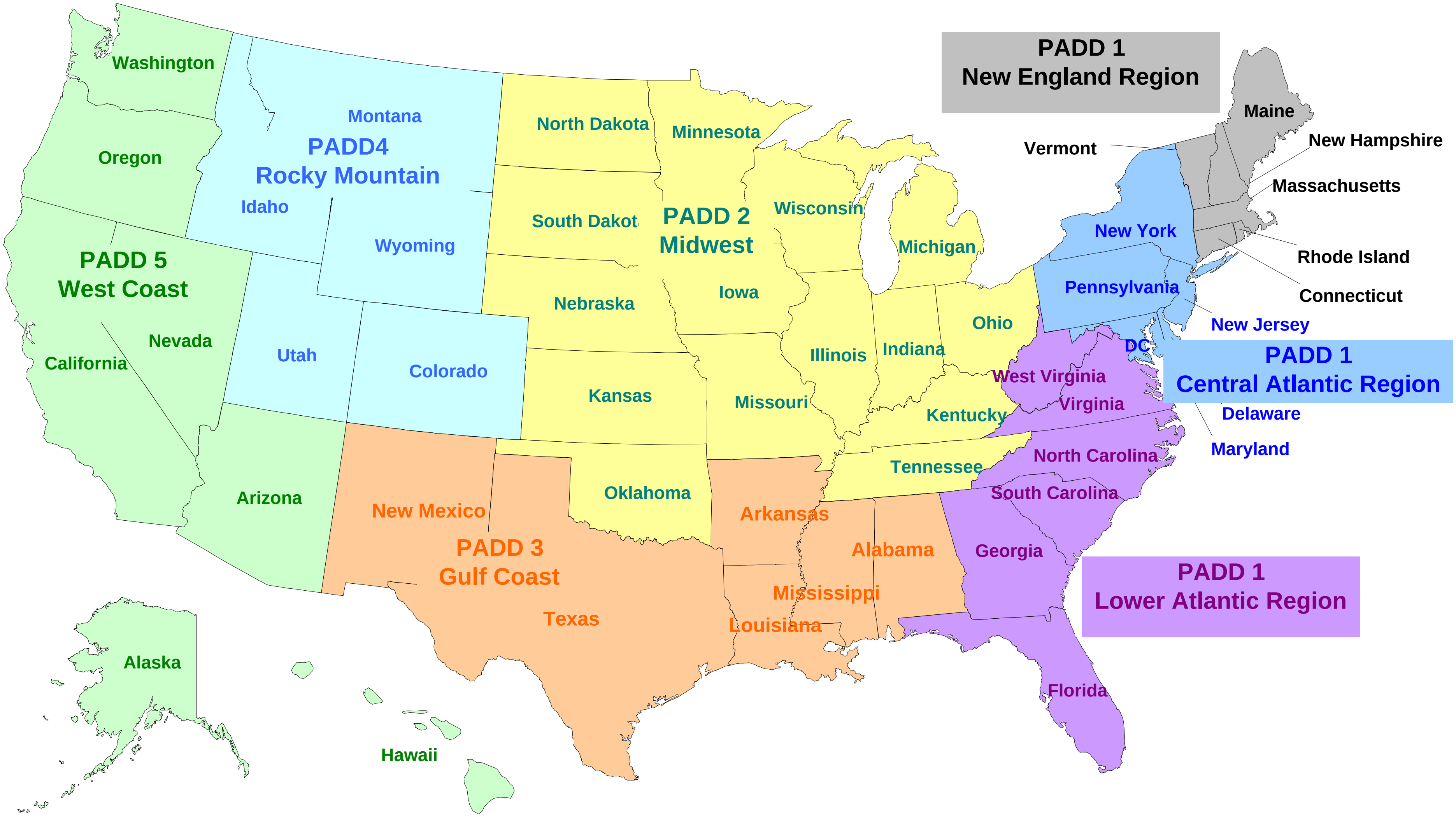
U. S. Propane and Propylene Stocks



Variance to prior year	Total	Propane ONLY	Propylene ONLY
000 bls	-13,169	-12,878	-178
% change	-33.1	-35.6	-5.1

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



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