



WEEKLY PROPANE SUPPLY-DEMAND-PRICE TRENDS

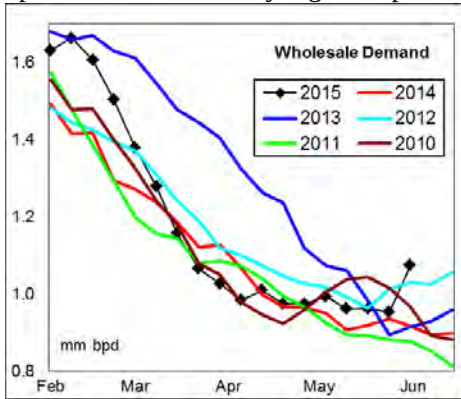
A Fundamental Petroleum Trends Weekly Report

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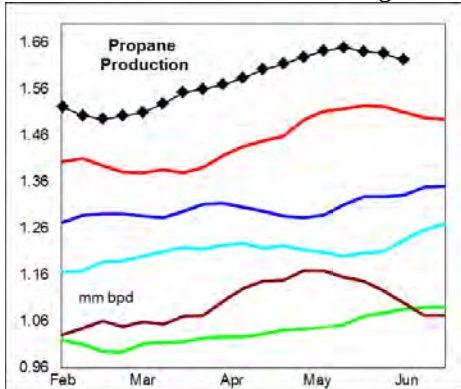


Summary¹:

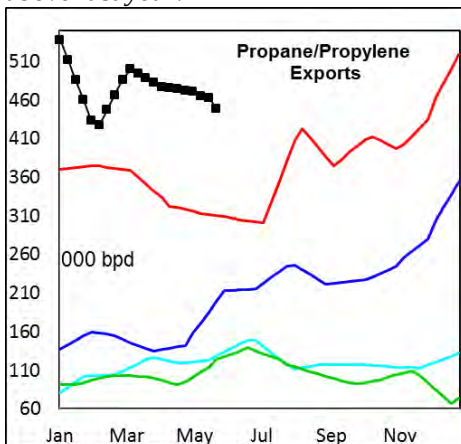
Wholesale demand increased +322,000 bpd last week, driven by higher exports.



Production decreased -13,000 bpd last week, concentrated in the Gulf region.

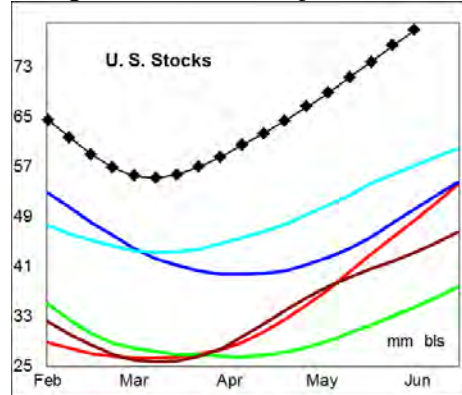


Exports for the week ending 22May15 were +449,000 bpd, +139,000 bpd above last year.

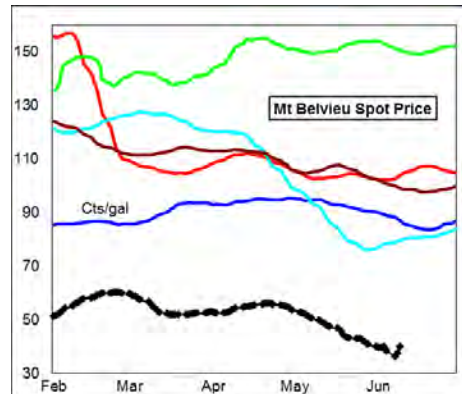


Stocks increased +1.7 million barrels on the week, limited by the rebound in exports which also resulted in unchanged stocks in the Gulf region.

A +1 million barrel build occurred in the Midwest with stocks increasing +0.6 million barrels in the East Region. Stock levels are now at record levels in all regional markets, except the Midwest.



Price and Spreads Mt Belvieu spot price decreased -1 cpg last week ending 10Jun15, while Conway was down a similar amount.



The Conway – Mt Belvieu price spread traded sideways on the week, ending at a level equal to the 3-yr mid range.

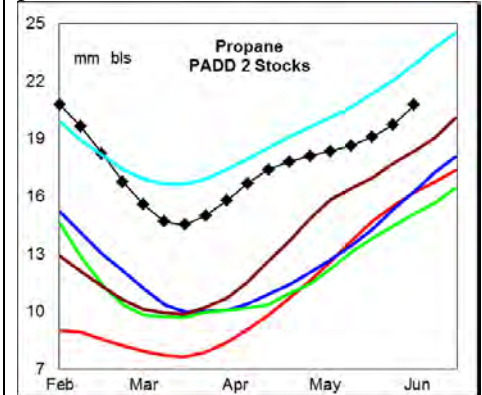
The propane to natural gas price spread trended lower last week, ending at a level well below the historic range.

The propane / crude oil price spread trended higher late in the week, ending at a level near recent record lows.

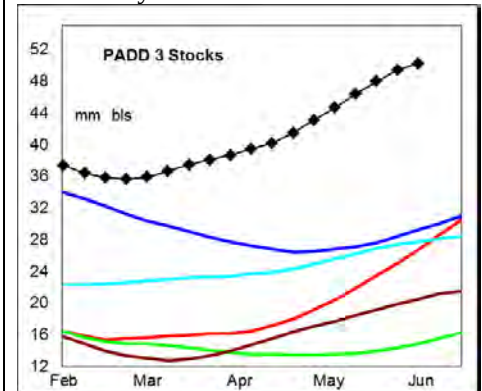
PADD 1 stocks increased +0.6million barrels last week, driven by over supply in the Utica Shale region. Stocks ended the week at a new 5-yr high. Supply for the latest 4-wk period was +89,000 bpd above last year on a +64% increase in production.

PADD 2 supply increased +41,000 bpd last week, on higher production and imports. Production for the latest 4-wk

period was +51,000 bpd above last year (+17%). Stocks increased +1 million barrels on the week. Stock levels ended the week just below 5-yr highs for the period.



PAD 3 stocks were unchanged on the week, due in part to a rebound in exports. Stock levels ended the week +85% above the prior 5-yr high as exporters fill storage. Supplies for the latest 4-wk period were +3,000 bpd above last year.



PADDs 4 & 5 stocks increased +0.1 million barrels on the week, to a level +0.7 million barrels above last year, and a record high.

Emerging Trends A rebound in exports last week resulted in no change in Gulf Region stocks; however builds in all other regions were significant. Production in the Midwest and East regions continues to drive rapid stock builds, lifting stock levels to extremely high levels. Look for an extended period of depressed prices.

¹ Source is latest EIA Weekly Statistics

PROPANE: Graph Link and Weekly Summary



June 11, 2015

Fundamental Trends for the Week Ending:

Friday, June 05, 2015

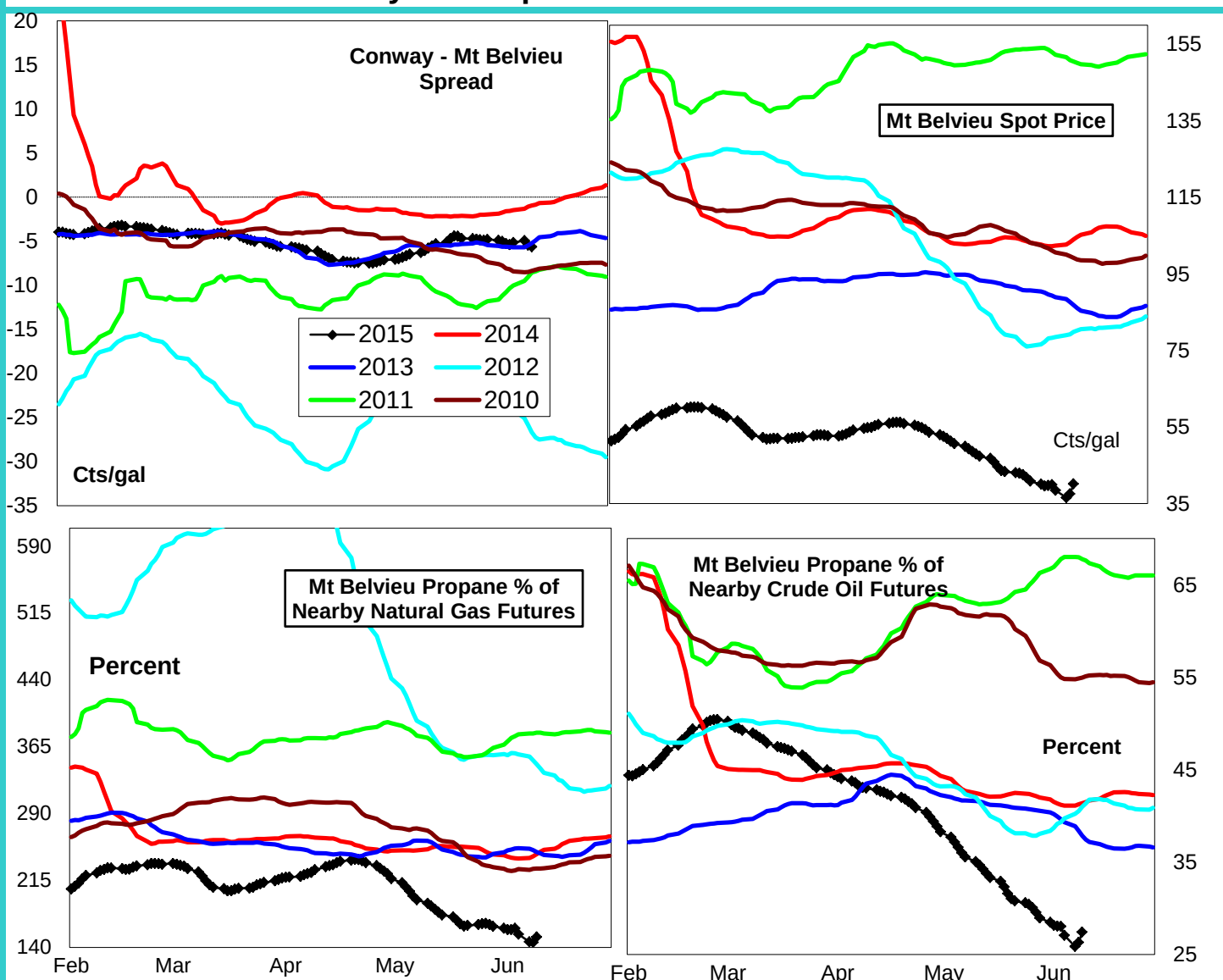
000 bpd Stocks 000 bls	Weekly Supply-Demand					Change from prior week:				
	U.S. Total	PADD				U.S. Total	PADD			
		1	2	3	4&5		1	2	3	4&5
Stocks	78,795	5,091	20,747	50,199	2,758	1,749	615	985	4	145
Propylene Stocks	5,370					127				
Production	1,622	215	347	881	179	-13	5	10	-19	-9
Imports	101	24	63	0	14	38	-1	31	0	8
Whsle Demand	1,024					322				

Price Trends for the Week Ending:

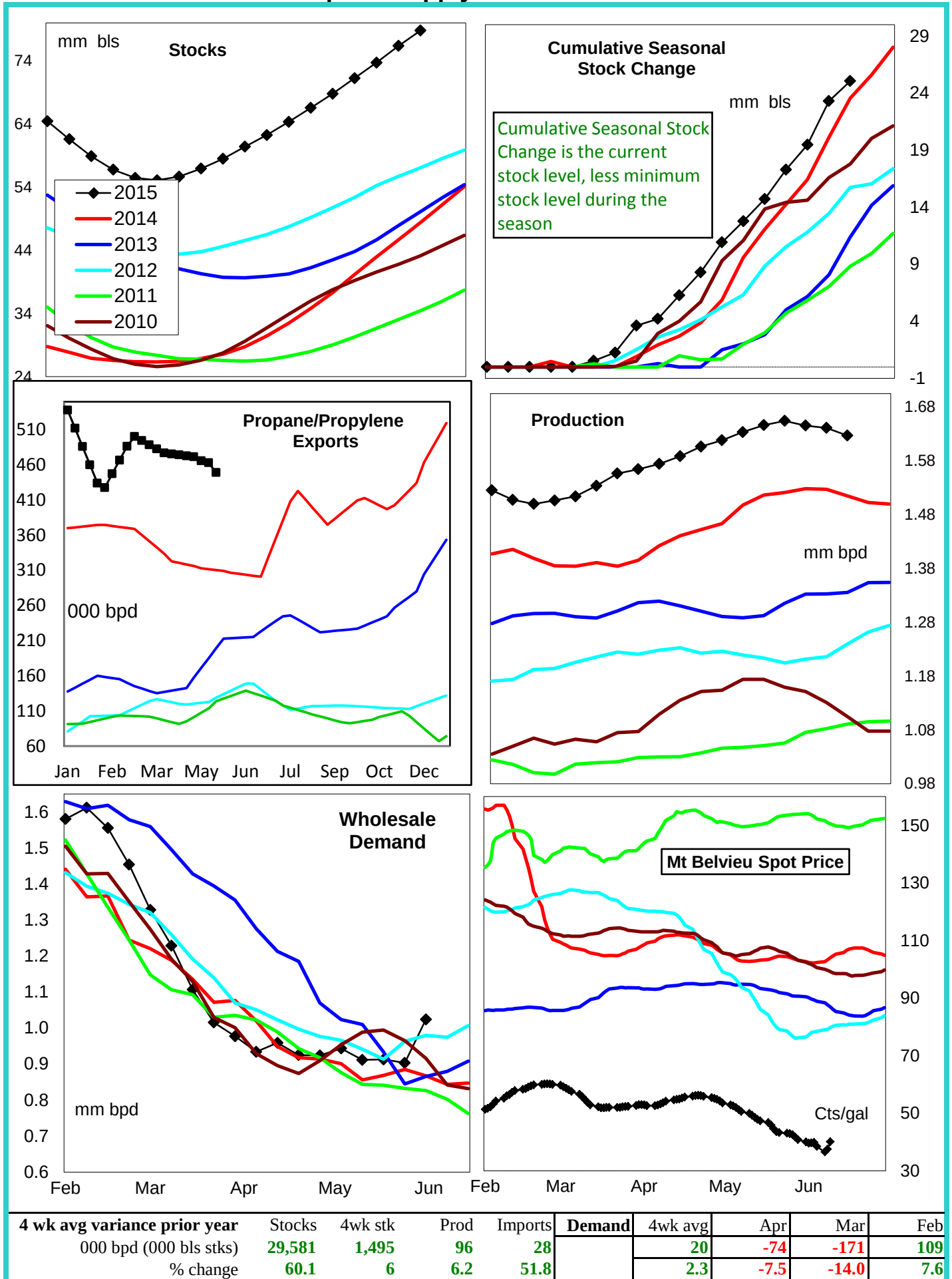
Wednesday, June 10, 2015

Cents/gal	Average for week ending:				Change from:			% change from:		
	6/10/15	6/3/15	5/13/15	6/12/14	6/3/15	5/13/15	6/12/14	6/3/15	5/13/15	6/12/14
Mont Belvieu Spot	36.6	43.2	49.9	102.1	-6.68	-6.70	-52.17	-15.4	-13.4	-51.1
Conway Spot	31.6	37.3	43.4	100.8	-5.68	-6.05	-57.40	-15.2	-14.0	-57.0

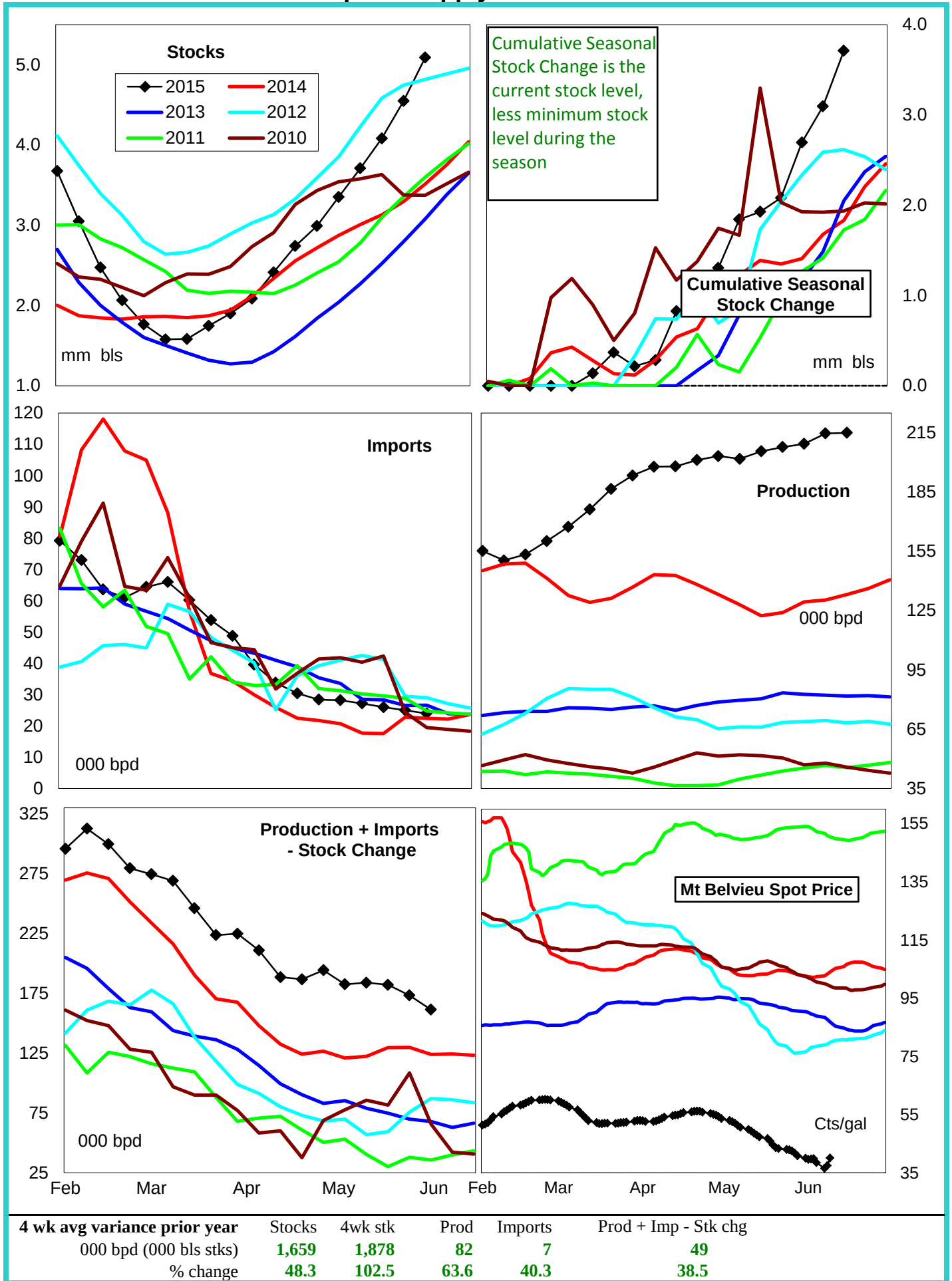
Key Price Spreads and Differentials



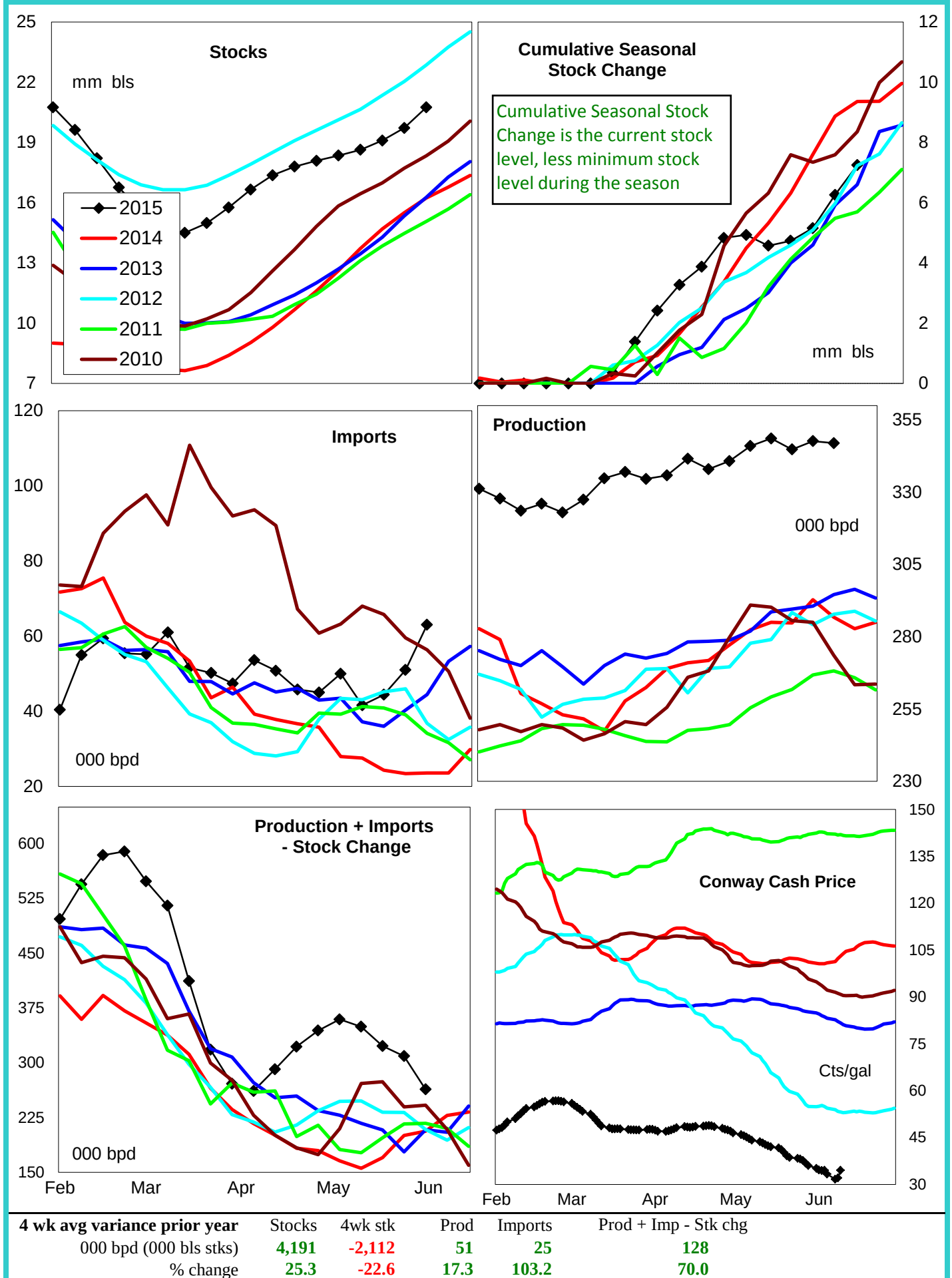
U. S. Propane Supply and Demand Balance



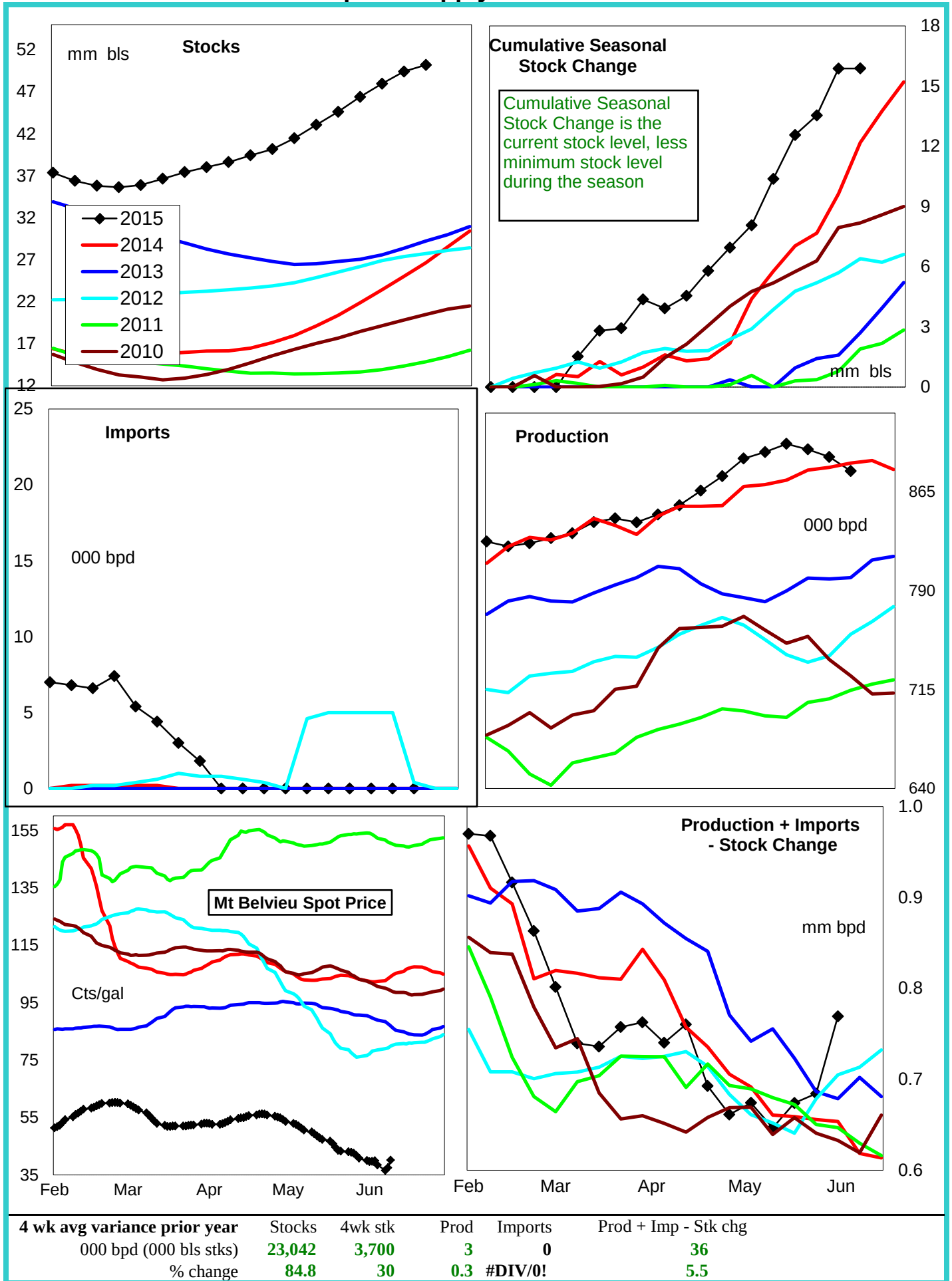
PADD 1 Propane Supply and Demand Balance



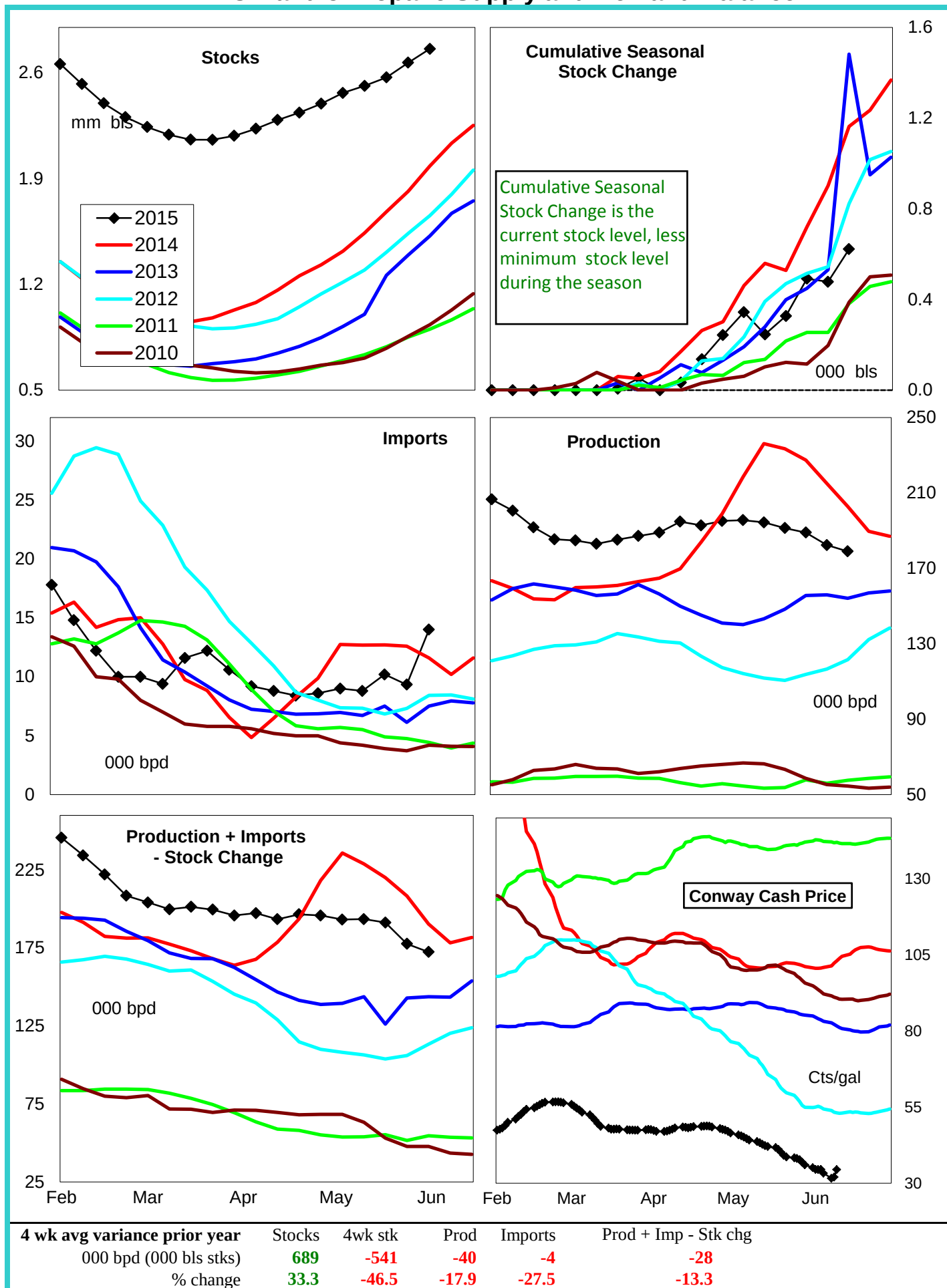
PADD 2 Propane Supply and Demand Balance



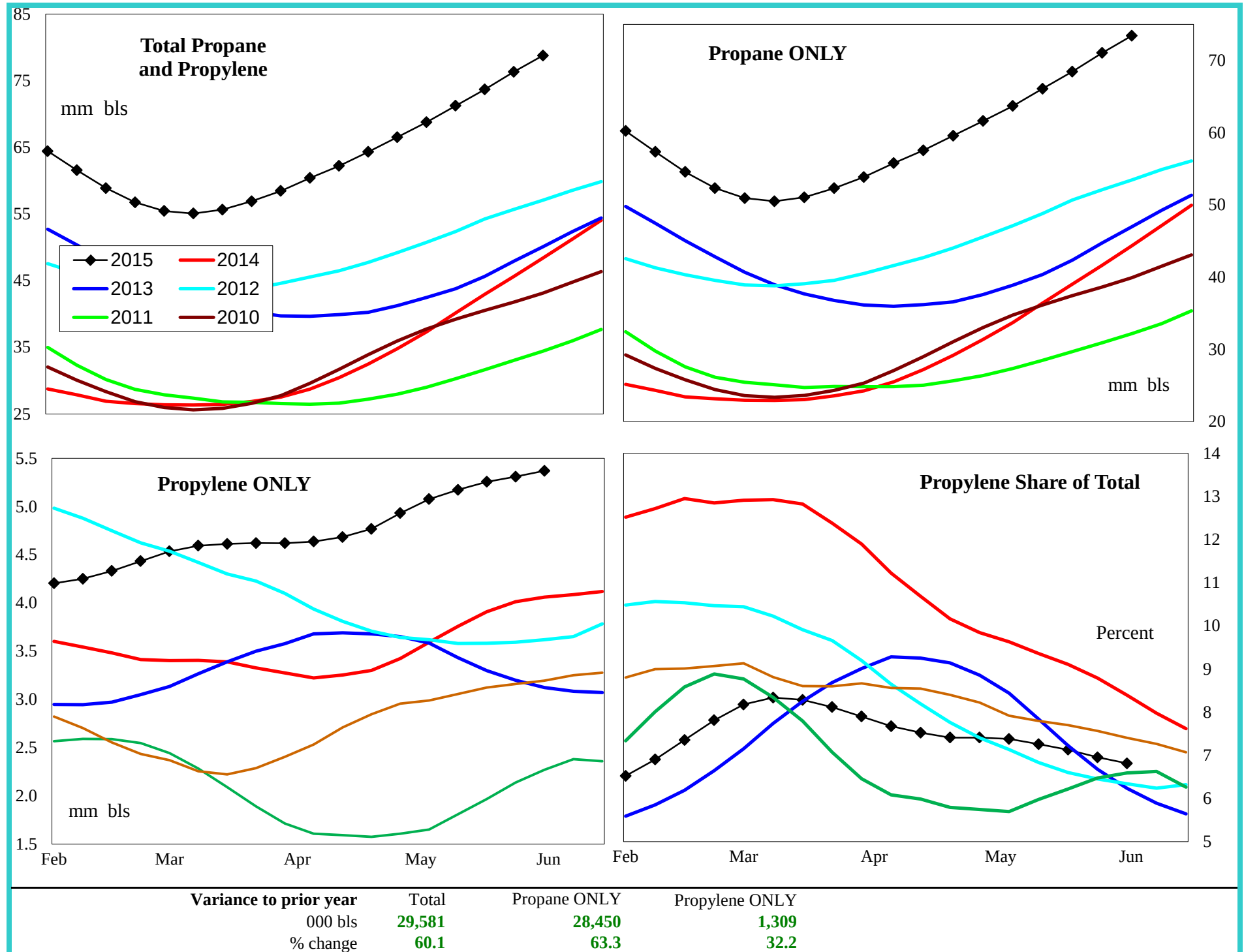
PADD 3 Propane Supply and Demand Balance



PADDs 4 and 5 Propane Supply and Demand Balance



U. S. Propane and Propylene Stocks



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

