



WEEKLY PROPANE SUPPLY-DEMAND-PRICE TRENDS

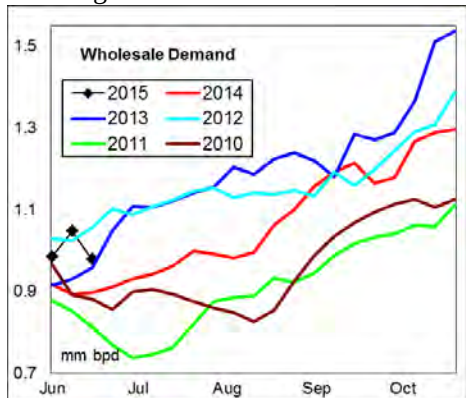
A Fundamental Petroleum Trends Weekly Report

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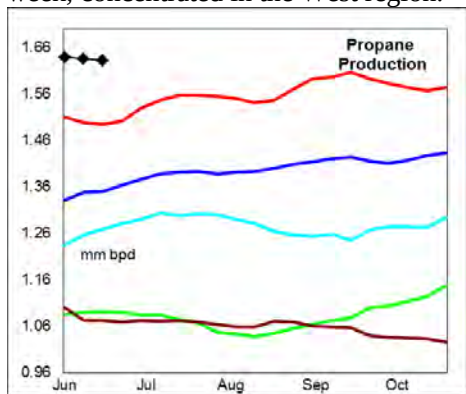


Summary¹:

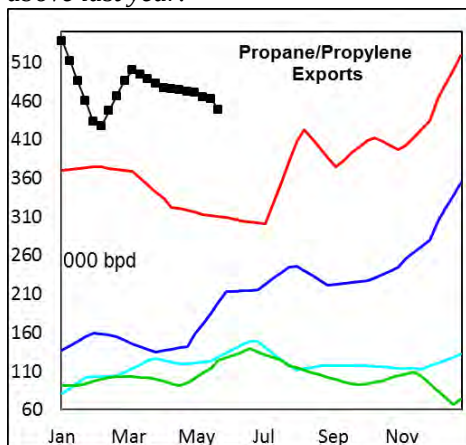
Wholesale demand decreased -110,000 bpd last week, a level equal to the 3-yr mid range.



Production decreased -20,000 bpd last week, concentrated in the West region.

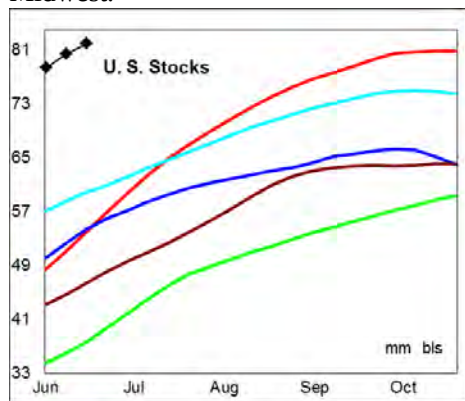


Exports for the week ending 22May15 were +449,000 bpd, +139,000 bpd above last year.

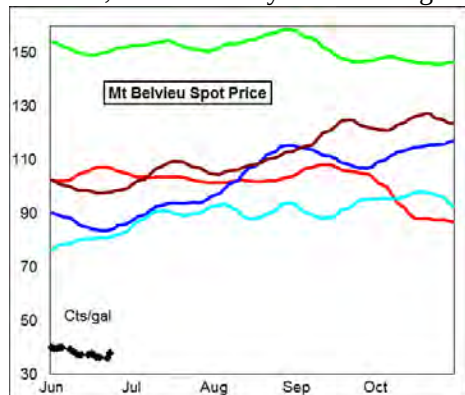


Stocks increased +1.3 million barrels on the week, concentrated in the Gulf and Midwest regions.

Stock levels are now at record levels in all regional markets, except the Midwest.



Price and Spreads Mt Belvieu spot price increased +1 cpg last week ending 23Jun15, while Conway was unchanged.



The Conway – Mt Belvieu price spread trended lower on the week, ending at a level below the last 2-yr.

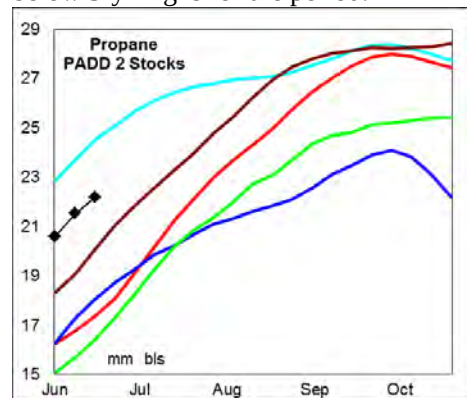
The propane to natural gas price spread trended higher late in the week, ending at a level well below the historic range.

The propane / crude oil price spread traded sideways on the week, ending at a level near recent record lows.

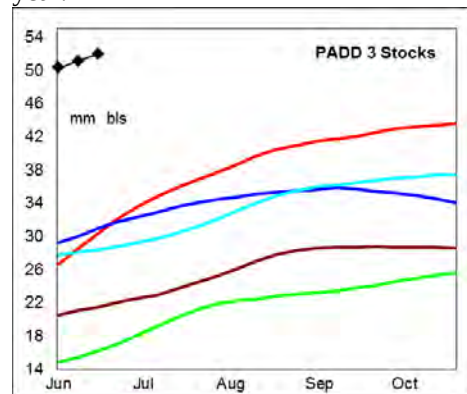
PADD 1 stocks were unchanged last week, with lack of build due to increased deliveries to the Gulf region. Stocks ended the week at a 5-yr high for the period. Supply for the latest 4-wk period was +87,000 bpd above last year on a +64% increase in production.

PADD 2 supply decreased -19,000 bpd last week, on lower imports. Production for the latest 4-wk period was +55,000 bpd above last year (+19%). Stocks increased +0.5 million barrels on the

week. Stock levels ended the week just below 5-yr highs for the period.



PAD 3 stocks increased +0.7 million barrels on the week. Stock levels ended the week +72% above the prior 5-yr high, driven by receipts from the Utica shale area. Supplies for the latest 4-wk period were +10,000 bpd above last year.



PADDs 4 & 5 stocks were unchanged on the week, at a level +0.5 million barrels above last year, and a record high.

Emerging Trends The rate of stock building has slowed recently, likely the result of increased fuel use by refiners and an upturn in exports. Markets remain extremely over supplied.

An increase in exports following completion of projects in the Gulf to expand capacity later this year offers potential to improve the supply balance. Look for an extended period of depressed prices.

¹ Source is latest EIA Weekly Statistics

PROPANE: Graph Link and Weekly Summary



June 24, 2015

Fundamental Trends for the Week Ending:

Friday, June 19, 2015

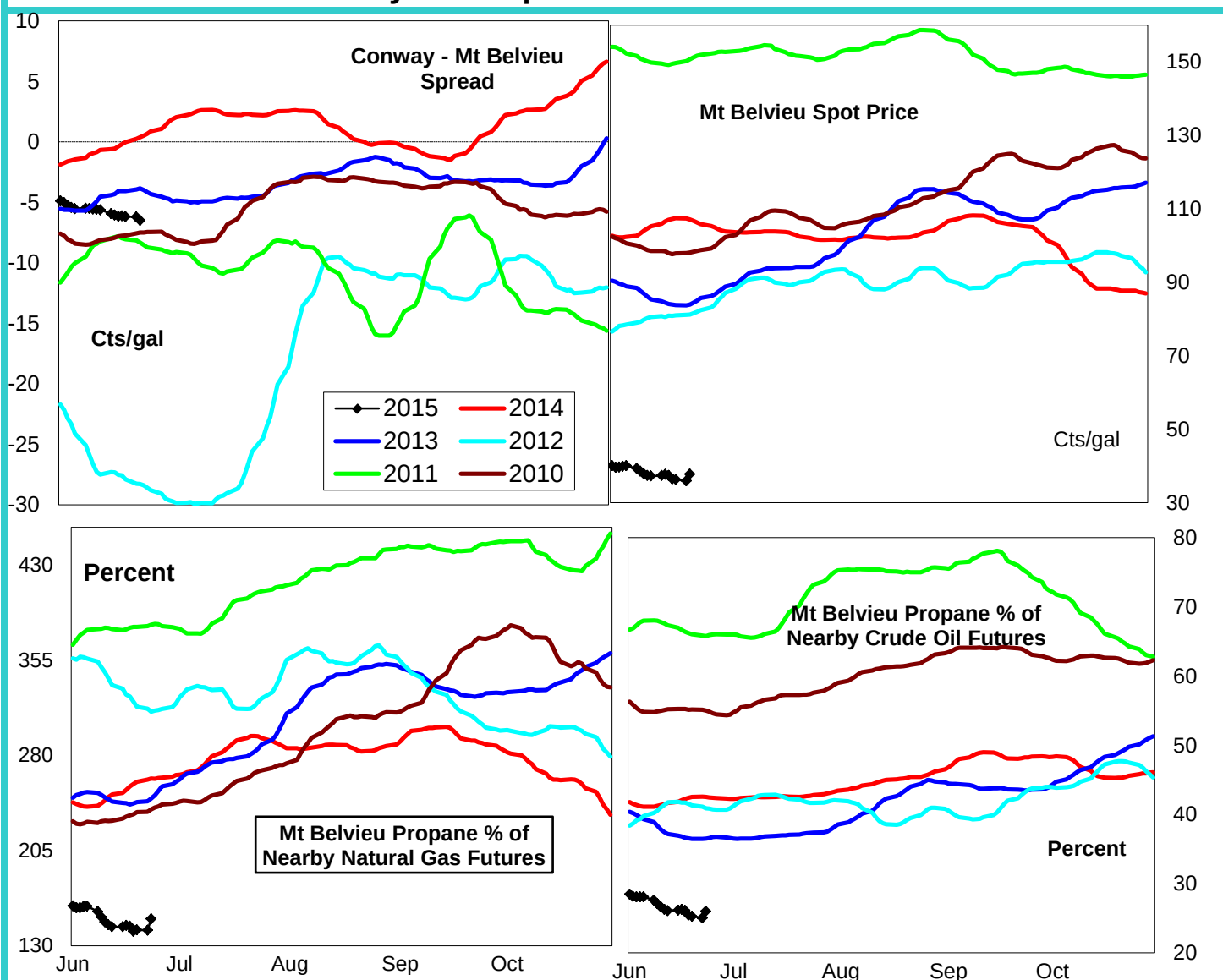
000 bpd Stocks 000 bls	Weekly Supply-Demand					Change from prior week:				
	U.S. Total	PADD				U.S. Total	PADD			
		1	2	3	4&5		1	2	3	4&5
Stocks	81,968	5,048	22,175	51,955	2,790	1,308	19	537	742	10
Propylene Stocks	5,267					-100				
Production	1,632	226	333	894	179	-20	2	1	-9	-14
Imports	83	27	46	0	10	-18	2	-20	0	0
Whsle Demand	928					-110				

Price Trends for the Week Ending:

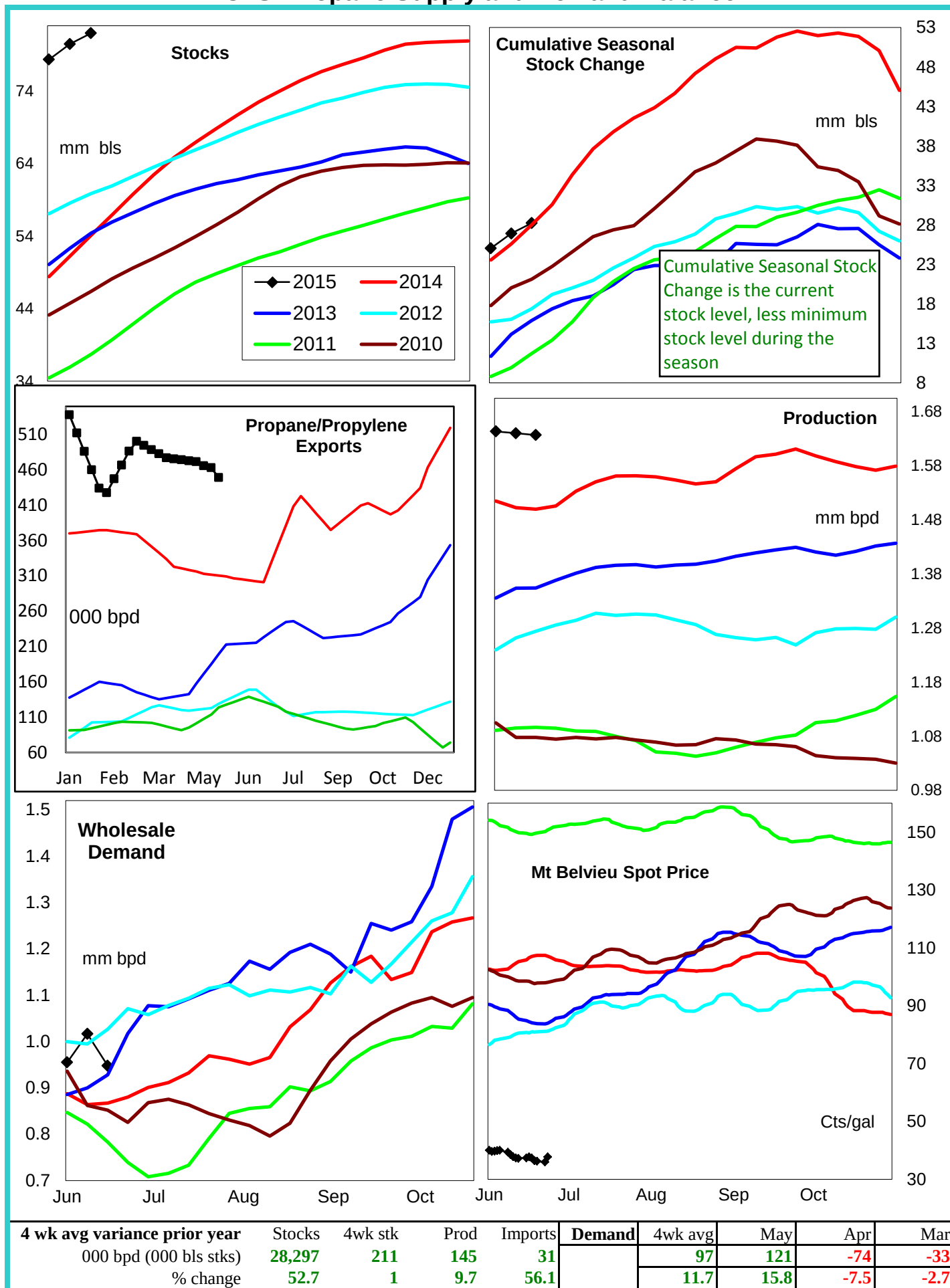
Tuesday, June 23, 2015

Cents/gal	Average for week ending:				Change from:			% change from:		
	6/23/15	6/16/15	5/26/15	6/25/14	6/16/15	5/26/15	6/25/14	6/16/15	5/26/15	6/25/14
Mont Belvieu Spot	36.3	39.1	42.8	108.4	-2.80	-3.68	-65.69	-7.2	-8.6	-60.6
Conway Spot	30.1	33.1	38.8	108.1	-2.95	-5.70	-69.36	-8.9	-14.7	-64.2

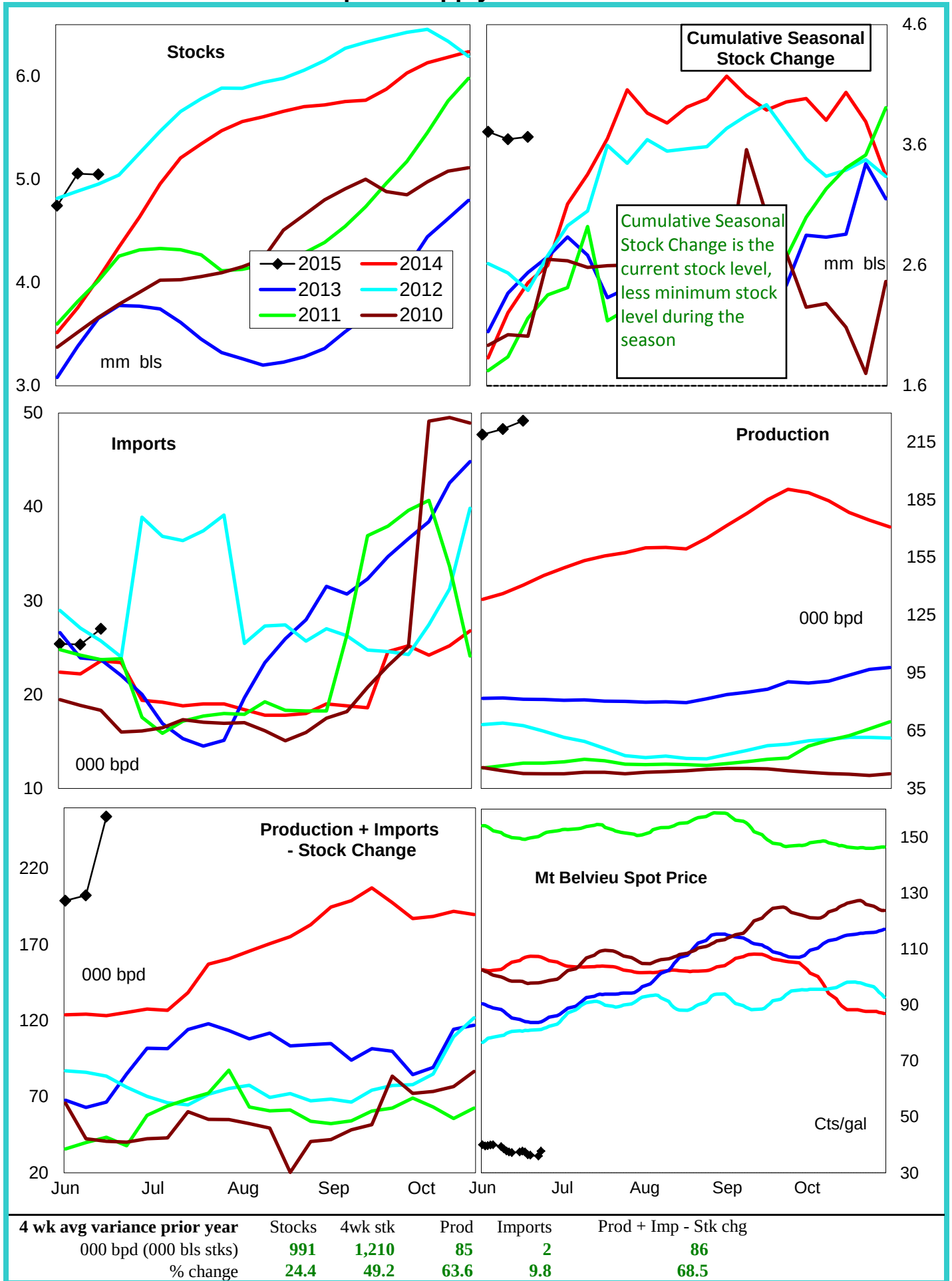
Key Price Spreads and Differentials



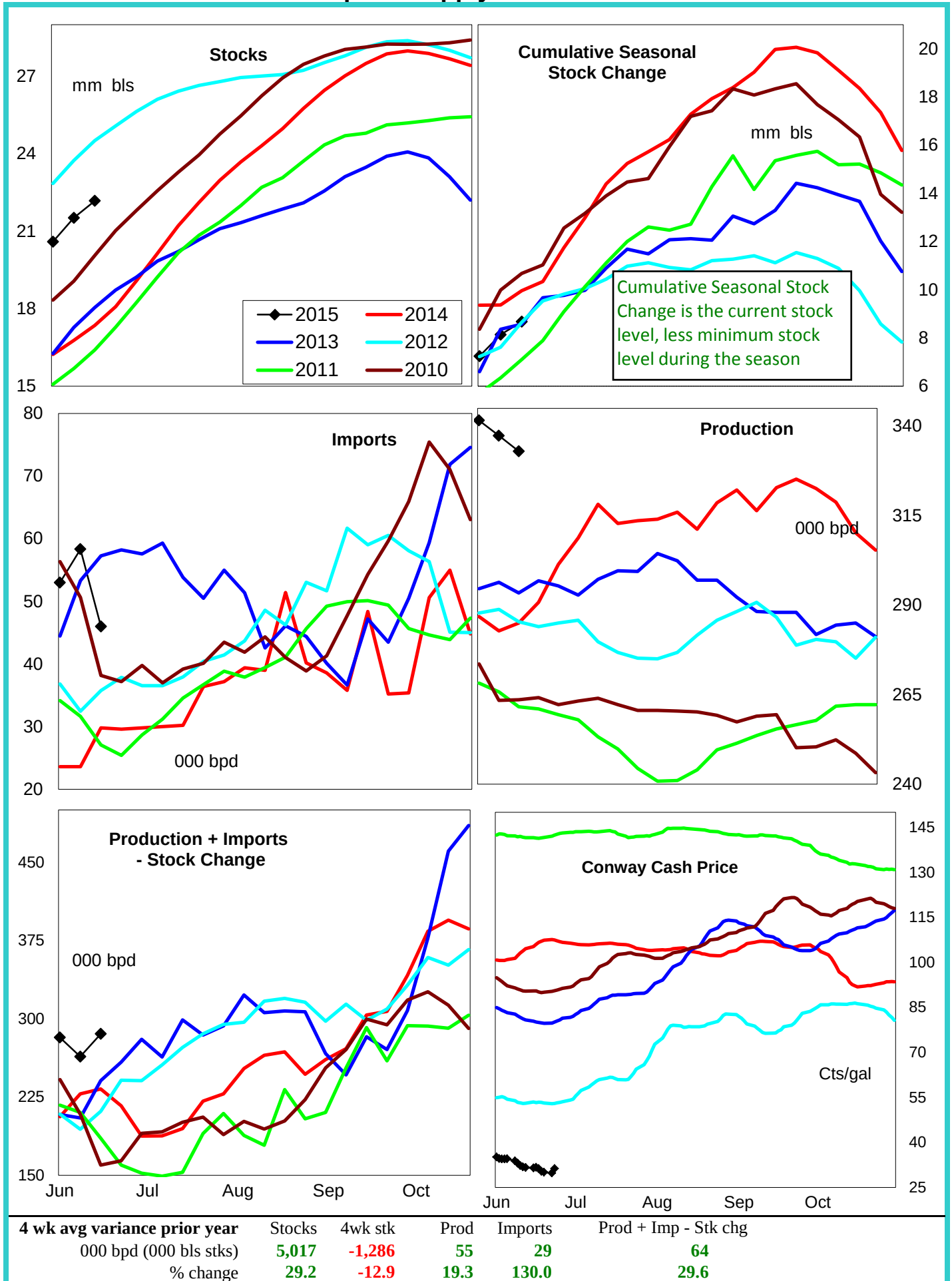
U. S. Propane Supply and Demand Balance



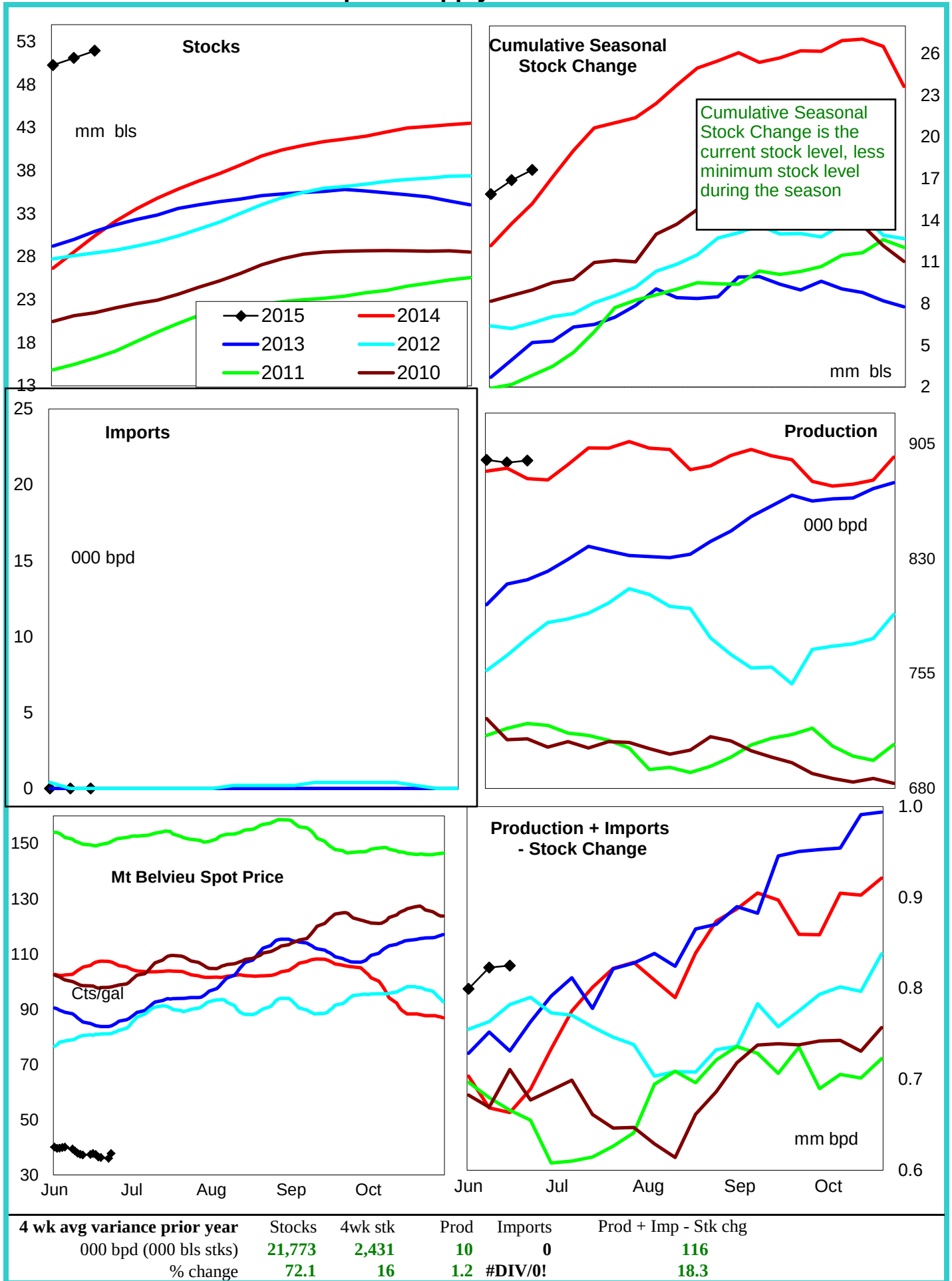
PADD 1 Propane Supply and Demand Balance



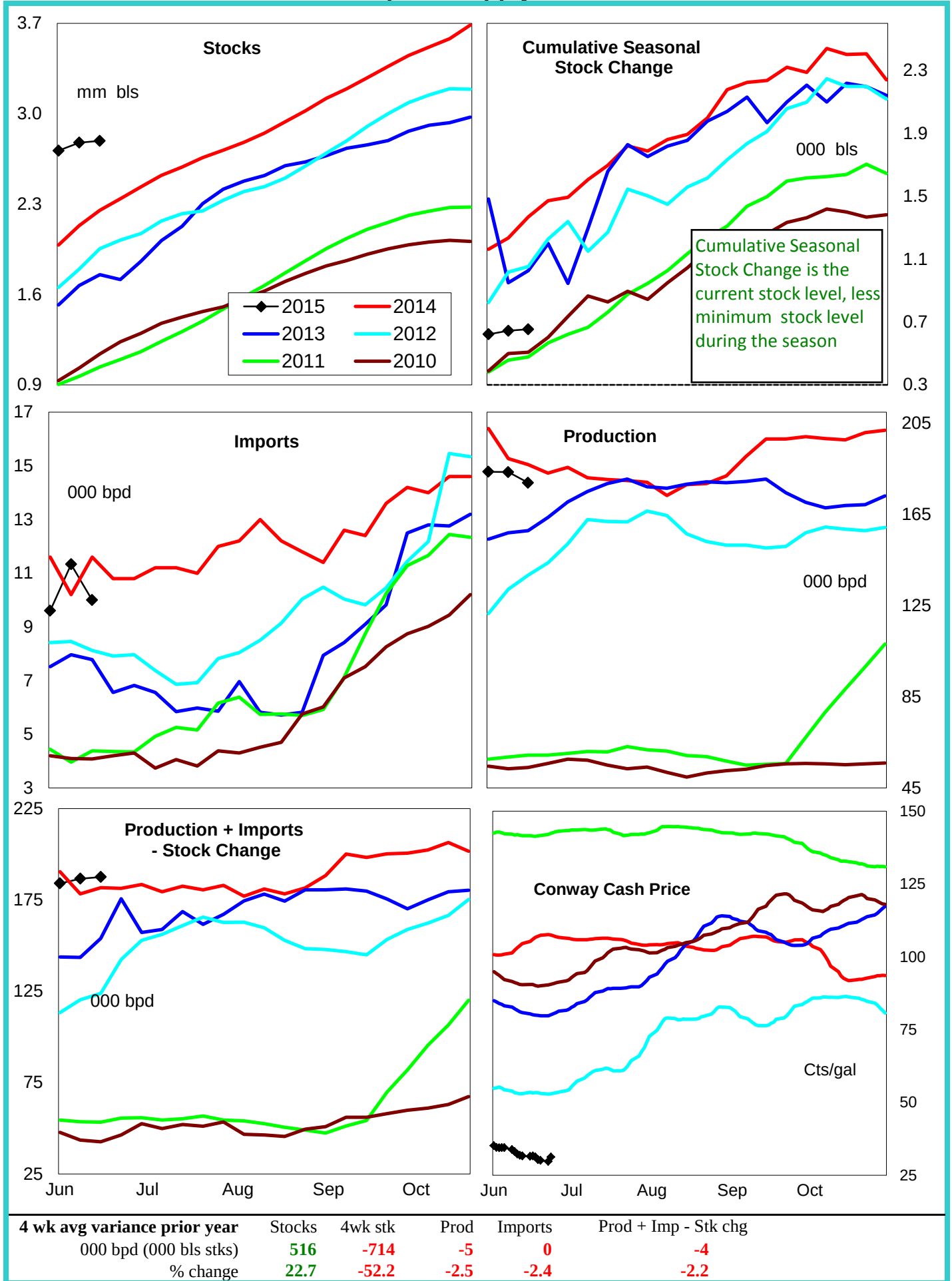
PADD 2 Propane Supply and Demand Balance



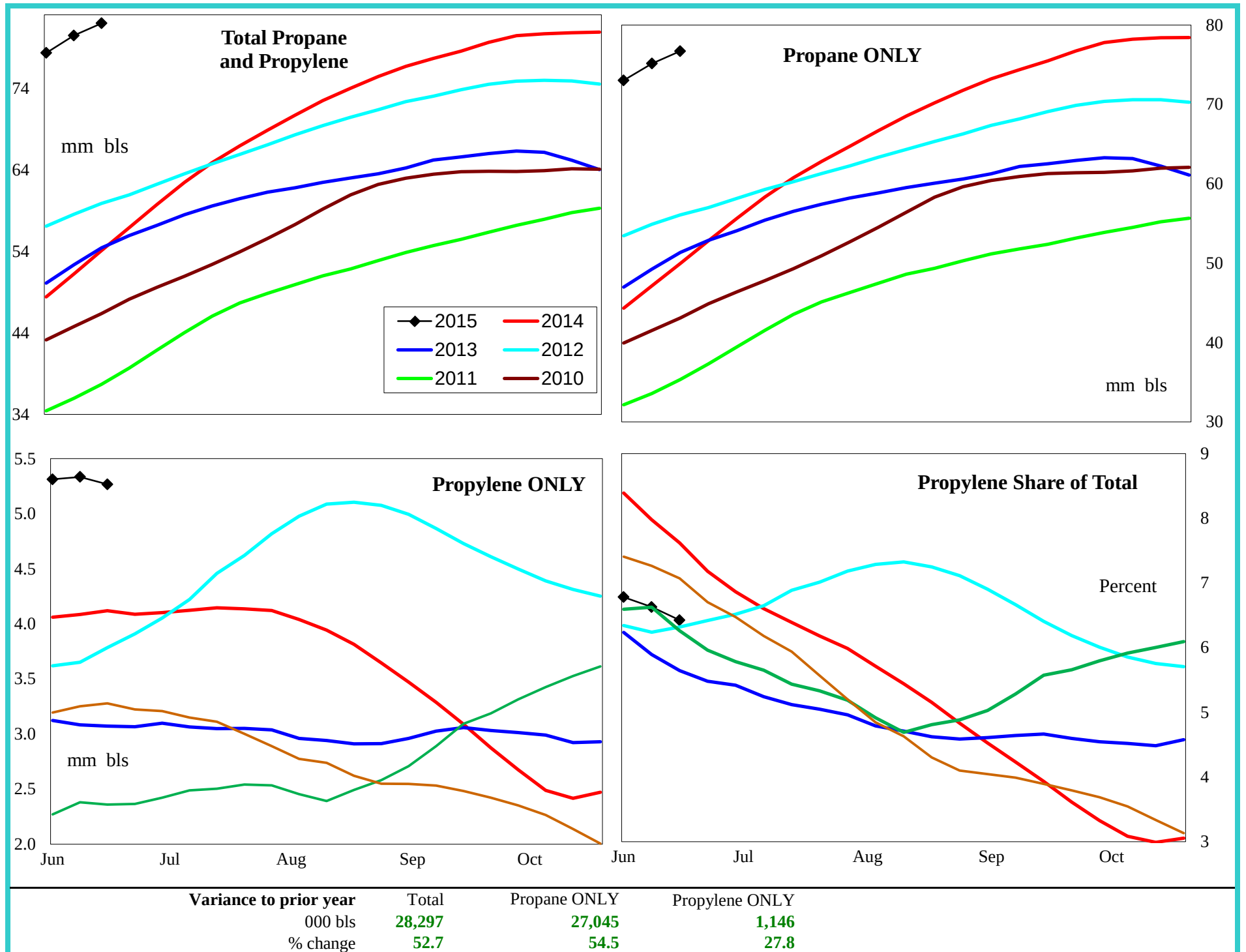
PADD 3 Propane Supply and Demand Balance



PADDs 4 and 5 Propane Supply and Demand Balance



U. S. Propane and Propylene Stocks



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

