

Energy Table

Contract	Sett	Chg	High	Low	ATR(14)	SMA (100)	SMA (200)	
Nymex Crude Oil	SEP 21	70.30	3.07	70.51	66.44	2.81	65.26	56.60
Natural Gas	SEP 21	3.938	0.047	3.943	3.870	0.126	3.072	2.964
RB Gasoline	SEP 21	219.41	8.26	219.59	208.51	7.48	205.94	176.38
Heating Oil	SEP 21	208.86	7.29	209.42	199.42	7.05	198.92	173.77
Brent Fin Last Day	OCT 21	71.58	2.81	71.75	68.06	2.53	67.44	58.97
US Dollar Index		92.80	-0.176	93.191	92.726	0.426	91.47032	91.384365

Source: Bloomberg

Bloomberg Survey on U.S. Total Change in Inventories

Date	Crude Oil		Gasoline		Crude Oil	
	Actual	Survey	Actual	Survey	Production	Inventory
7/16/2021	2107	-4500	-121	-1050	11400	439687
7/9/2021	-7896	-4000	1038	-2000	11400	437580
7/2/2021	-6866	-4000	-6075	-1750	11300	445476
6/25/2021	-6718	-3850	1522	-900	11100	452342
6/18/2021	-7614	-3500	-2930	1050	11100	459060
6/11/2021	-7355	-2500	1954	-1000	11200	466674
6/4/2021	-5241	-3500	7046	1200	11000	474029
5/28/2021	1499	-2533	1499	-1500	10800	479270
5/21/2021	-1662	-1000	-1745	-1100	11000	484349
5/14/2021	1320	2000	-1963	-700	11000	486011
5/7/2021	-426	-2100	378	0	11000	484691
4/30/2021	-7990	-2000	737	-731	10900	485117

Source: Bloomberg

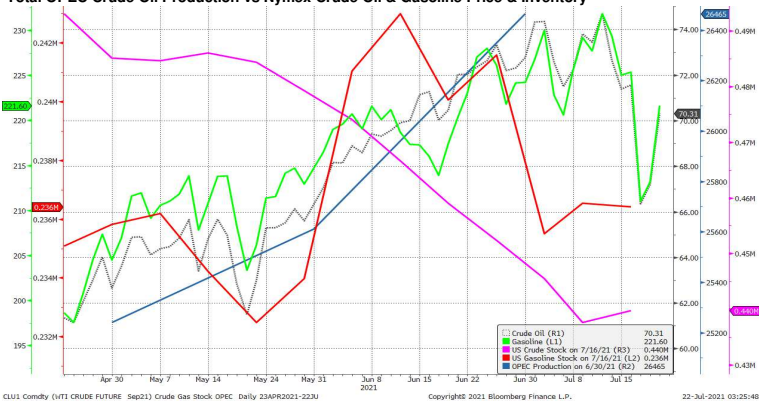
Fundamental Data:

Event	Period	Avg Survey	Actual	Prior	
07/21/2021 22:30	DOE U.S. Crude Oil Inventories	16-Jul	-4500k	2107k	-7896k
07/21/2021 22:30	DOE Cushing OK Crude Inventory	16-Jul	--	-1347k	-1589k
07/21/2021 22:30	DOE U.S. Gasoline Inventories	16-Jul	-1050k	-121k	1038k
07/21/2021 22:30	DOE U.S. Distillate Inventory	16-Jul	650k	-1349k	3657k
07/21/2021 22:30	DOE U.S. Refinery Utilization	16-Jul	0.50%	-0.40%	-0.40%
07/21/2021 22:30	DOE Crude Oil Implied Demand	16-Jul	--	18196	18749
07/21/2021 22:30	DOE Gasoline Implied Demand	16-Jul	--	10160.9	10030.3
07/21/2021 22:30	DOE Distillate Implied Demand	16-Jul	--	5181.7	4480.6
07/22/2021 22:30	EIA Natural Gas Storage Change	16-Jul	43	--	55
07/22/2021 22:30	EIA Working Natural Gas Implied Flow	16-Jul	43	--	55
07/24/2021 01:00	Baker Hughes U.S. Rig Count	23-Jul	--	--	484
07/24/2021 01:00	Baker Hughes U.S. Rotary Oil Rigs	23-Jul	383	--	380
07/24/2021 01:00	Baker Hughes U.S. Rotary Gas Rigs	23-Jul	--	--	104

U.S. Oil Rig Count vs Nymex Crude Oil & Gasoline Price



Total OPEC Crude Oil Production vs Nymex Crude Oil & Gasoline Price & Inventory



Source: Bloomberg

Summary :

Oil prices rose more than 4% Wednesday, extending gains from the previous session as improved risk appetite provided support despite data showing an unexpected rise in U.S. oil inventories.

Brent crude futures rose \$2.88, or 4.2%, to settle at \$72.23 a barrel. U.S. West Texas Intermediate (WTI) crude futures rose \$3.1, or 4.6%, to settle at \$70.30 a barrel.

Futures are rebounding after dropping around 7% on Monday, following a deal by the Organization of Petroleum Exporting Countries and allies, together known as OPEC+, to boost supply by 400,000 barrels per day from August through December.

The sell-off was exacerbated by fears that a rise in cases of the Delta variant of the coronavirus in major markets like the United States, Britain and Japan would affect demand.

The price gains on Wednesday come despite a rise in U.S. crude stockpiles for the first time since May. Crude inventories rose unexpectedly by 2.1 million barrels last week to 439.7 million barrels, U.S. Energy Information Administration data showed. Analysts had expected a 4.5 million-barrel drop.

Still, gasoline and distillate inventories posted draws of 121,000 barrels and 1.3 million barrels, respectively.

U.S. natural gas futures rose over 2% to a 31-month high on Wednesday on forecasts for hotter weather and higher air conditioning demand through early August.

That price increase came despite expectations high gas prices would cause power generators to burn more coal and less gas to produce electricity next week than previously expected.

Front-month gas futures rose 8.3 cents, or 2.1%, to settle at \$3.959 per million British thermal units (mmBtu) their highest close since December 2018 for a third day in a row.

Data provider Refinitiv said U.S. output in the Lower 48 states slipped to 91.4 billion cubic feet per day (bcfd) so far in July, due mostly to pipeline problems in West Virginia earlier in the month. That compares with an average of 92.2 bcfd in June and an all-time high of 95.4 bcfd in November 2019.

Refinitiv projected average gas demand, including exports, would rise from 92.3 bcfd this week to 93.8 bcfd next week as the weather turns seasonally hotter. The forecast for this week was higher than Refinitiv predicted on Tuesday due to the heat, while its outlook for next week was lower on expectations high gas prices will drive power generators to burn more coal to meet air conditioning demand.

The amount of gas flowing to U.S. liquefied natural gas (LNG) export plants has averaged 10.8 bcfd so far in July, up from 10.1 bcfd in June but still below the record 11.5 bcfd in April.

With European and Asian gas trading near \$12 and \$14 per mmBtu, respectively, analysts said buyers around the world would keep purchasing all the LNG the United States can produce.

U.S. pipeline exports to Mexico, meanwhile, have averaged 6.5 bcfd so far in July, down from a record 6.7 bcfd in June.

(Source: Reuters)

Technical Analysis

Crude Oil

Resistance: 69.10 (±2.00 or 2.98% upside)
Support: 66.00 (±1.20 or 1.79% downside)
MACD: Above zero & Downward; Histogram: Decreased
RSI: Neutral

Outlook:

Having breached below the crucial 50-SMA line, prices have now established a down leg towards the downside. A technical rebound towards the resistance would be expected amid the hammer candle formation.

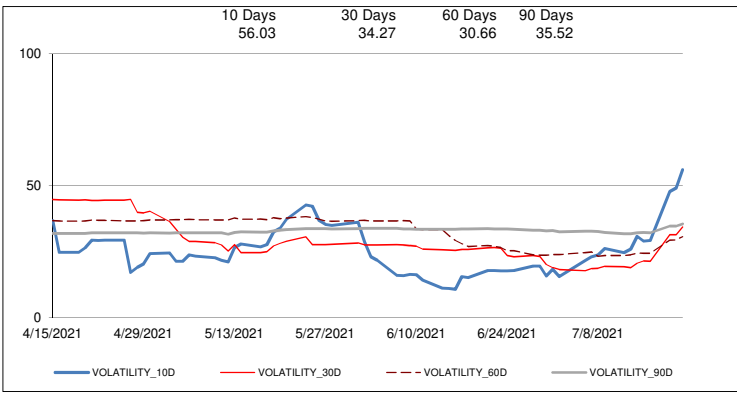
Natural Gas

Resistance: - (No major overhead resistance)
Support: 3.800 (±0.050 or 1.29% downside)
MACD: Above zero & Downward; Histogram: Increased
RSI: Overbought

Outlook:

Having breakout above the 3.800 resistance level, prices might ascend further before reaching a brief halt to neutralize.

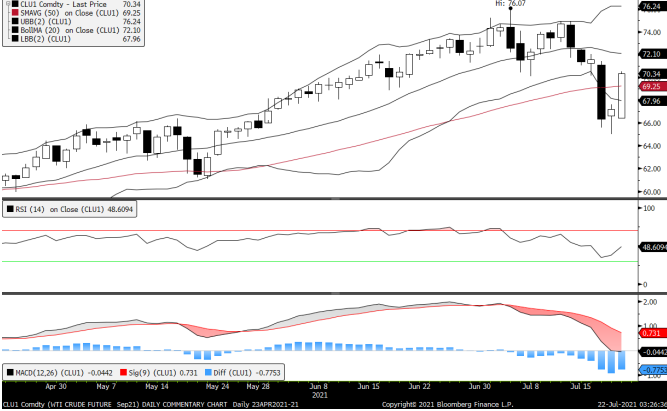
Nymex Crude Oil Historical Volatility



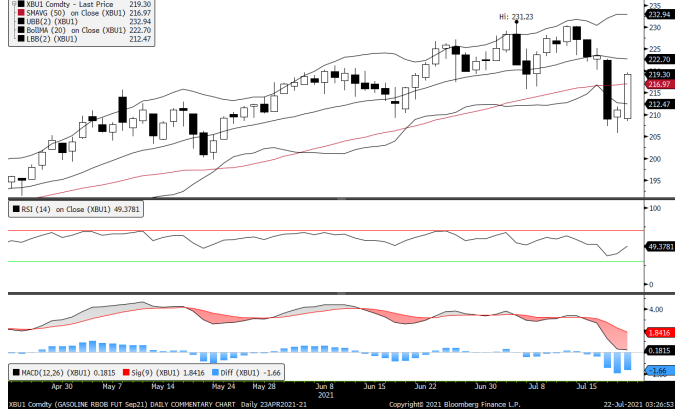
Normalized RBOB Gasoline minus Nymex Crude Oil Price



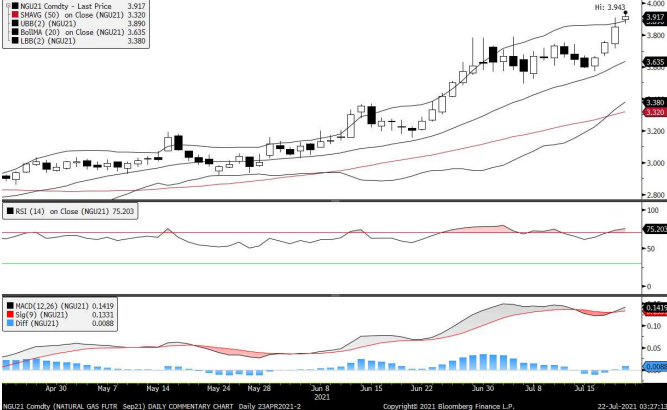
Nymex Crude Daily Chart



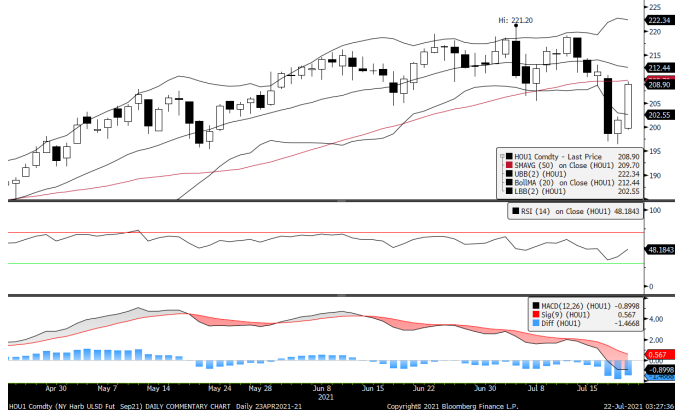
Nymex RBOB Gasoline Daily Chart



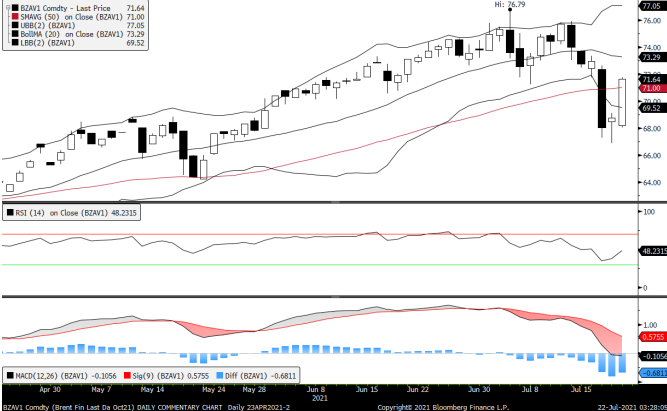
Nymex Natural Gas Daily Chart



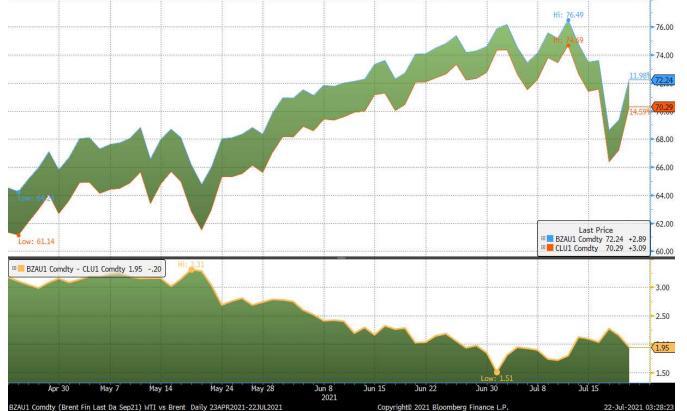
Nymex Heating Oil Daily Chart



Nymex Brent Last Day Daily Chart



WTI-Brent Spread



Source: Bloomberg

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