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CHS AM Energy Update

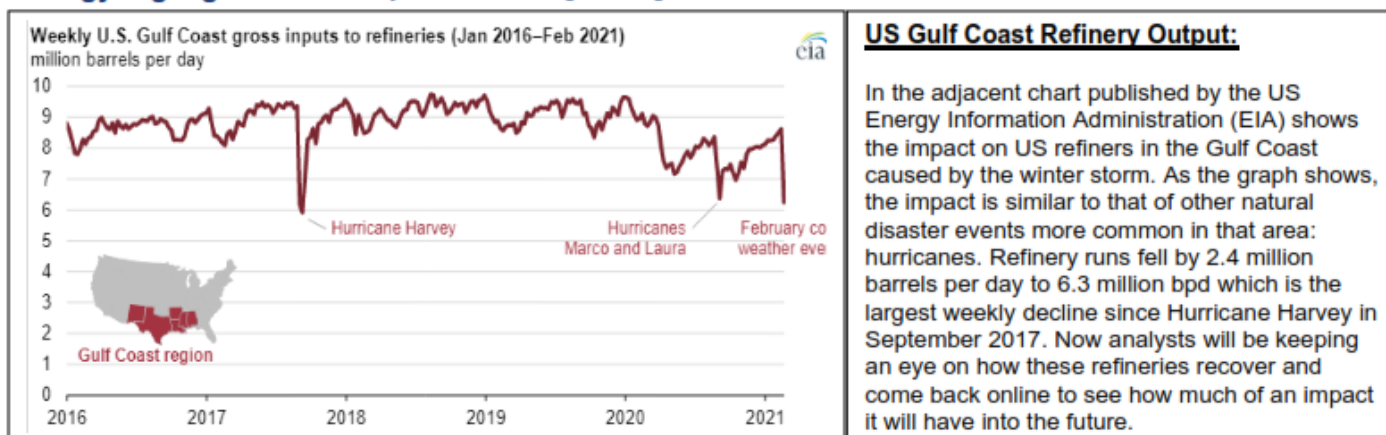
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Today's Market News

- China Demand:** China's manufacturing activity fell to a nine-month low in February which has many analysts worried on the impact of Chinese demand for crude oil and pressure oil prices. There is also an expectation for refinery maintenance in Q2 which has created a bearish sentiment for Chinese demand and ease crude buying in the near future.
- Iraq Oil Exports:** Iraq, the second largest OPEC oil producer, increased their oil exports to 2.96 million barrels per day (bpd) in February from 2.868 million bpd in January. The country relies on its oil exports for nearly all its state revenue which increased to \$5 billion in February as global oil prices have rebounded significantly. This could be a sign of other countries wanting to take advantage of these prices and increase their production.
- India Demand:** India's fuel consumption is expected to rise through March 2022 by 9.8% which would be the highest pace in six years. Analysts estimate India could consume 215.24 million tons of refined fuels in the year 2021/2022 compared to an original estimate of 195.94 million tons. There has been a lot of discussion of global demand growth into the future and India's increase in fuel consumption will support global oil markets as they will be the main driver of rising demand for the next two decades.
- Market Opinion:** The energy complex is starting out the morning essentially flat with small gains in crude oil and distillate but slight loss in gasoline. Markets struggled throughout the day yesterday as the anticipation of increasing production from OPEC+ group will be announced later this week. Analysts will also be keeping a close eye on inventory reports out later today as well as tomorrow morning to see any lingering impacts from the winter storm.

Energy Highlights - Please call your account manager for larger chart.



Contract		NYMEX as of 7:45am	Support	Resistance
APR RBOB	↓	0.0006 @ 1.9423	1.9000	2.000
APR HO	↑	0.0029 @ 1.8221	1.8070	1.9200
APR Crude	↑	0.05 @ 60.69	58.91	63.81

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