



# CHS AM Energy Update

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## Today's Market News

- Iran Nuclear Deal:** President Biden has pledged to resume U.S. participation in the 2015 deal, known formally as the Joint Comprehensive Plan of Action (JCPOA), on the condition that Iran returns to full compliance with its nuclear commitments. Talks in Vienna with the remaining parties to the deal recently met, while the U.S. did not have a representative at the meeting due to the Trump administration pulling out of the deal in 2018, however a U.S. Delegate was communicating indirectly. The Joint Commission will reconvene at the end of the next week.
- U.S. Weekly Energy/Economic Reports:** **Tuesday:** API Weekly Energy Stocks 3:30pm CST; **Wednesday:** EIA Energy stocks 9:30am CST; **Thursday:** Export Sales, Jobless Claims 7:30am CST; **Friday:** April Unemployment Data 7:30am CST
- API Estimates:** The latest analyst poll by Reuters indicates crude will show a draw of 2.191 m/b, distillates will show a draw of 967,000 bbls and gasoline will show a draw of 621,000 bbls. Refinery utilization is expected to increase by 0.5% to 85.9%.
- Market Opinion:** Oil prices are higher this morning, but curtailed as India sees its 12th day of more than 300,000 new coronavirus cases, which will hit fuel demand in one of the world's top oil and refined product consuming countries. The economic outlook for the U.S. and Europe are positive, helping to push oil prices higher.

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



### Daily RBOB Gasoline Chart

Gasoline inventories are currently at a two-month high, but even with total inventories at the highest levels since mid-February, supplies are more than 6 million bbls below the five-year average. In technical trading, if the bulls can push through \$2.1599, there is strong resistance at \$2.17. If the bears take hold, the 50-day moving average (MA) is serving as support, at \$2.0018, it is a price point with few technical stops between there and the 100 day MA of \$1.7641.

Contract		NYMEX as of 7:55 AM		Support	Resistance
JUN RBOB	↑	0.0371 @	2.1386	2.0286	2.17
JUN HO	↑	0.0293 @	1.9812	1.9519	1.9986
JUN Crude	↑	0.86 @	65.35	62.91	66.40