



# CHS AM Energy Update

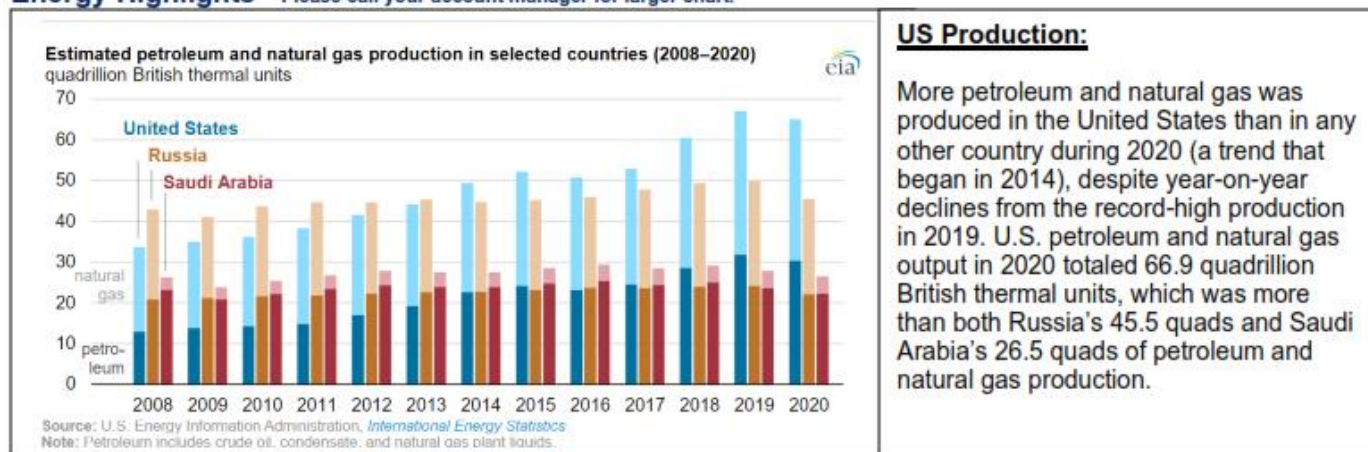
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Petroleum Manager: Larry Puyear – (509) 979-3350 [larryp@aglink.biz](mailto:larryp@aglink.biz)  
<http://www.aglinkinc.com/fuel.php>

## Today's Market News

- **Global Demand:** Global oil demand is still projecting to outpace supply in the second half of the year according to Barclays and Morgan Stanley. Morgan Stanley said, "In the end, the global GDP recovery will likely remain on track, inventory data continues to be encouraging, our balances show tightness and we expect OPEC to remain cohesive." Barclays is also expecting a faster than expected draw on global oil bringing inventories to pre-pandemic levels and they have shifted their 2021 oil price projections higher by \$3 to \$5.
- **US Imports:** U.S. crude oil stockpiles rose last week, breaking a streak of eight weeks of declines, as imports surged to their highest in a year, the Energy Information Administration said on Wednesday. U.S. crude imports last week rose to 7.1 million barrels per day (bpd), their highest since July 2020, boosting net crude imports to their highest since December at 4.6 million bpd.
- **Delta Variant:** The spreading of the Covid-19 Delta variant remains a focus in energy news. Rising Covid-19 cases are raising concerns about oil demand. According to the World Health Organization (WHO), cases rose by 10% week-on-week to almost 3 million, while deaths climbed last week after nine consecutive weeks of decline.
- **Market Opinion:** The energy complex is up slightly as of 7:45 this morning as it looks to continue to push higher. News of crude builds and possible zapped demand due to Covid-19 have been brushed aside as focus on a quicker global recovery has moved to the forefront.

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



Contract	NYMEX as of 7:45 AM	Support	Resistance
AUG RBOB	↑ 0.0062 @ 2.2229	2.2225	2.2397
AUG HO	↑ 0.0020 @ 2.0890	2.0742	2.1093
SEP Crude	↑ .06 @ 70.36	70.00	70.00