

The Morning Email: Oil

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Want something added? Let me know: jgoulding@ghco.com

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ENERGY MATRIX - NYMEX PRODUCTS

NYMEX	Last	NET	High	Low	Open	Volume	Yest. Vol	SYM Name
CLA	74.08	-0.31	76.04	73.43	75.9	18,888	389,611	WTI Crude
HOA	221.2100	0.2200	225.78	219.39	224	1,027	66,376	Heating Oil
RBA	169.72	-2.29	175	169.72	175	822	47,932	Unleaded Gas
NGA	67.65	0.2400	67.95	67.6	67.6	434	147,861	Natural Gas

All contracts quoted are electronic.

All contracts are coded for lead volume month. Meaning, whatever month has the most volume, that's the month quoted in the matrix above, for all contracts.

Economic Release Estimates, from Bloomberg

<HELP> for explanation. P164 n EquityECO
 9<G0> to set as default calendar

1) Custom Calendars 2) Options 3) Economic Calendars

Region **North America** Country **United States** Type **Energy / Commoditie**
 Date **10/21/08** United States: Energy / Commodities

	Date	Time	A M	Event	Period	Survey	Actual	Prior	Revised
23)	10/21	09:00		Freeport Executives Review Results: Teleconference					
24)	10/22	09:35	☒	DOE U.S. Crude Oil Inventories	OCT 17	2500K	- -	5611K	- -
25)	10/22	09:35	☒	DOE U.S. Gasoline Inventories	OCT 17	2550K	- -	6973K	- -
26)	10/22	09:35	☒	DOE U.S. Distillate Inventory	OCT 17	-250K	- -	-453K	- -
27)	10/22	09:35	☒	DOE U.S. Refinery Utilization	OCT 17	0.80%	- -	1.31%	- -
28)	10/22	09:35	☒	DOE Cushing OK Crude Inventory	OCT 17	- -	- -	543K	- -
29)	10/22	09:35	☒	API U.S. Crude Oil Inventories	OCT 17	- -	- -	2031K	- -
30)	10/22	09:35	☒	API U.S. Gasoline Inventories	OCT 17	- -	- -	-518K	- -
31)	10/22	09:35	☒	API U.S. Distillate Inventory	OCT 17	- -	- -	862K	- -
32)	10/23	09:35	☒	EIA Natural Gas Storage Change	OCT 17	- -	- -	79	- -
33)	10/24	12:00	☒	Baker Hughes U.S. Rig Count	OCT 24	- -	- -	1976	- -
34)	10/29	09:35	☒	DOE U.S. Crude Oil Inventories	OCT 24	- -	- -	- -	- -
35)	10/29	09:35	☒	DOE U.S. Gasoline Inventories	OCT 24	- -	- -	- -	- -
36)	10/29	09:35	☒	DOE U.S. Distillate Inventory	OCT 24	- -	- -	- -	- -
37)	10/29	09:35	☒	DOE U.S. Refinery Utilization	OCT 24	- -	- -	- -	- -
38)	10/29	09:35	☒	DOE Cushing OK Crude Inventory	OCT 24	- -	- -	- -	- -
39)	10/29	09:35	☒	API U.S. Crude Oil Inventories	OCT 24	- -	- -	- -	- -
40)	10/29	09:35	☒	API U.S. Gasoline Inventories	OCT 24	- -	- -	- -	- -
41)	10/29	09:35	☒	API U.S. Distillate Inventory	OCT 24	- -	- -	- -	- -

Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2008 Bloomberg Finance L.P.
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NYMEX - WTI

	Last	Yest. Open Int	Yest. Volume	Today's Volume	Contract Month
F.CLAX08	73.90	0.00	137,299	2,419	NOV
F.CLAZ08	74.08	0.00	237,629	13,786	DEC
F.CLAF09	74.33	0.00	33,209	1,885	JAN
F.CLAG09	74.64	0.00	7,934	542	FEB
F.CLAH09	75.30	0.00	5,519	351	MAR
F.CLAJ09	75.50	0.00	7,934	542	FEB

Contango IF: front months lower than back months.

IF Contango, then: It pays more to store crude. Carry cost is positive.

Also, It pays to keep crude stored, pump prices rise, and so do oil company profits

Backwardation: Opposite of Contango

"Never sell a backwardation market". Backwardation tends to coexist with rising prices

ICE - BRENT

	Last	Yest. Open Int	Yest. Volume	Today's Volume	Contract Month
F.QOX08	66.31	0	0	0	NOV
F.QOZ08	71.55	117,212	123,280	20,890	DEC
F.QOF09	72.93	97,310	46,332	9,217	JAN
F.QOG09	73.93	40,051	20,282	2,264	FEB
F.QOH09	75.17	27,277	12,771	1,310	MAR
F.QOJ09	76.06	40,051	20,282	2,264	FEB

IF Contango and price is rallying, then 'long only' funds are buying.

That's because it's the only thing that makes sense due to the fact, funds do not incur carrying charges.

Contango is bearish for price.

