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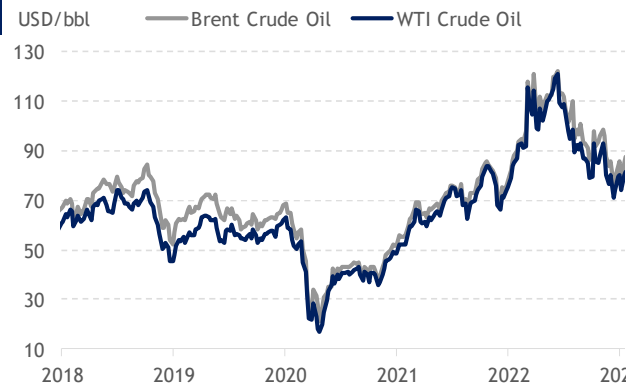
January 23th, 2023

With Friday's strong finish, WTI crude oil ended the week at 81.31 USD/barrel to record a 1.82% weekly gain. Headlines that the Chinese economy is growing faster than expected proved to be a major tailwind for WTI this week.

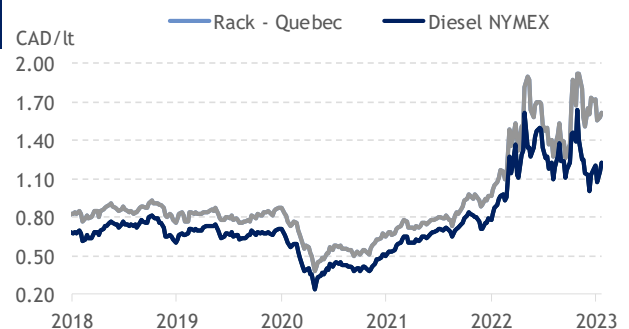
- Last week, global elites assembled in Davos for the first winter World Economic Forum in three years. The only nugget of news we got from that summit was from one of OPEC's top officials, saying the cartel is cautiously optimistic about the future of the market.
- Both monthly oil market reports of OPEC and IEA were published last week. OPEC+ called for global oil supply and demand to be in balance for Q1-23. On the other hand, IEA said that with demand still constrained despite China's bid to reopen, world supplies will exceed consumption by roughly 1 million barrels per day (bpd) in Q1-23.
 - Some said OPEC+ calling for a balanced market in Q1-23 could be validation for another production curb at their Feb. 1st meeting, since cartel would need to be producing an average of 28.9M bpd in Q1 or 120,000 bpd less than it was producing last month for the market to be balanced.
- Something to look out for in the coming weeks... Sanctions on Russian refined fuels are set to hit as of Feb. 5th – two months after the same sanctions landed on the crude market. U.S Treasury Janet Yellen expressed confidence over the weekend that restrictions can be extended to refined products, but acknowledged the task will be more complicated.
- EIA inventories printed a build of 8.4M barrels of crude oil to U.S. commercial inventories, last week. This is the second consecutive large build following the previous week's 9M massive build. Importantly, the SPR was unchanged for the first week since September 2021.
- According to Baker Hughes, there were 613 active drilling platforms in the United States for the week ended January 20, an increase of 10 from the previous week.

Have a great week!

Products	Today	Week ago	Variation	Year to date
	January 23 2023	January 17 2023		
WTI (USD/Barrel)	82.14	80.18	2.44%	2.43%
Brent (USD/Barrel)	88.48	85.92	2.98%	3.05%
NY Harbor ULSD (CAD/lt)	1.2421	1.1491	8.09%	3.00%
Rack Diesel, Qc (CAD/lt)	1.6147	1.5610	3.44%	-6.84%
Rack Diesel, Tor (CAD/lt)	1.4020	1.3380	4.78%	-12.80%
Rack Diesel, Van (CAD/lt)	1.4490	1.3300	8.95%	-6.20%
RBOB Gasoline (CAD/lt)	0.9452	0.9002	4.99%	7.32%
HH Natural Gas (USD/MMBtu)	3.4240	3.5860	-4.52%	-23.49%



Swap Price	NY Harbor ULSD (CAD/lt)	RBOB Gasoline (CAD/lt)	WTI Crude Oil (CAD/lt)	Brent Crude Oil (CAD/lt)
Spot	1.2421	0.9452	0.6924	0.7453
3 Months	1.2068	0.9774	0.6968	0.7468
6 Months	1.1514	0.9868	0.6977	0.7444
9 Months	1.1211	0.9649	0.6923	0.7372
12 Months	1.1030	0.9348	0.6856	0.7295
24 Months	1.0489	0.8860	0.6536	0.7001



Source: Bloomberg as of January 23, 2023

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