

## Energy

	Last Price	CMP	% Change
NYMEX WTI	25.78	25.39	-1.51
NYMEX NG	1.699	1.688	-0.65
MCX Crude Oil	1948	1920	-1.44
MCX Natural Gas	133.2	127.6	-4.20
Brent Oil	29.98	29.3	-2.27
Brent-WTI Spread	4.2	3.91	-6.90

## Energy Related News

US crude oil fell on concerns about a possible second wave of coronavirus cases in countries easing lockdowns, which could prompt renewed movement restrictions, while industry data showed U.S. crude inventories are still rising.

American Petroleum Institute overnight reported an increase of 7.58 million barrels of crude oil in the US crude oil inventories for the week ending May 8.

Oil prices are being undercut by fears that a resurgence of the coronavirus may prompt countries to keep lockdowns in place for longer, hurting global economic activity and energy demand

Kuwait Petroleum Corp (KPC) will export less crude oil in June by requiring customers to cut 5% from the volume of their cargoes in line with the so-called operational tolerance clause in their contracts

In the United States, inventories of crude oil rose by 7.6mb last week to 526.2 million barrels, against analysts' expectations for an increase of 4.1 mb.

## Crude Oil Inventories

	Actual	Expected	Previous Week	Total
Crude oil		4.100	4.600	527.6
Distillate		2.900	-3.200	142
Gasoline		-2.300	9.500	259.6
Natural Gas			109	2319
Oil Rigs data			-60	378

## Energy Outlook

Crude oil prices are trading higher for the day. We expect oil prices to trade negative after the American Petroleum Institute (API) predicted another week of increases in crude oil supply and weakness in China industrial demand and worries over second wave of coronavirus are raising doubts about the rebalancing of the market as demand is unlikely to pick up soon near pre crisis levels. During the evening session, we have US crudeoil inventory to be released.

## Events For Today

Time	Cur	Events	Forecast	Previous
6:00pm	USD	Core PPI m/m	-0.10%	0.20%
	USD	PPI m/m	-0.40%	-0.20%
6:30pm	USD	Fed Chair Powell Speaks		
8:00pm	USD	Crude Oil Inventories	4.1M	4.6M

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Narnolia Financial Advisors Ltd | Market Strategy Desk

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Correspondence Office Address: Arch Waterfront, 5<sup>th</sup> Floor, Block GP, Saltlake, Sector 5, Kolkata 700 091; Tel No.: 033-40541700; [www.narnolia.com](http://www.narnolia.com).

Registered Office Address: Marble Arch, Office 201, 2<sup>nd</sup> Floor, 236B, AIC Bose Road, Kolkata 700 020; Tel No.: 033-4050 1500; [www.narnolia.com](http://www.narnolia.com)

Compliance Officer: Manish Kr Agarwal, Email Id: [mkagarwal@narnolia.com](mailto:mkagarwal@narnolia.com), Contact No. 033-40541700.

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