

## Energy

	Last Price	CMP	% Change
NYMEX WTI	36.81	37.52	1.93
NYMEX NG	1.777	1.793	0.90
MCX Crude Oil	2746	2828	2.99
MCX Natural Gas	134.7	135.9	0.89
Brent Oil	39.57	40.06	1.24
Brent-WTI Spread	2.76	2.54	-7.97

## Energy Related News

Oil prices rose on Wednesday to a near three-month high amid optimism that major producers will extend production cuts as the world recovers from the coronavirus pandemic.

The OPEC and others including Russia may extend production cuts of 9.7 mbpd, or about 10% of global output, into July or August.

Under the original OPEC+ plan, the cuts were due to run through May and June, scaling back to a reduction of 7.7 million bpd from July to December but Saudi Arabia has been pushing to keep the deeper cuts in place for longer.

Global oil consumption will fall to just under 92 mbpd on average in 2020, this compared with 100.2 mbpd in 2019, Capital Economics said.

China's oil demand has recovered to more than 90% of the levels seen before the coronavirus pandemic struck early this year, a surprisingly robust rebound that could be mirrored elsewhere in the third quarter.

## Crude Oil Inventories

	Actual	Expected	Previous Week	Total
Crude oil		3.000	7.900	534.4
Distillate		2.500	5.500	164.3
Gasoline		0.300	-0.700	255
Natural Gas		110	109	2613
Oil Rigs data			-15	222

## Energy Outlook

Crude oil prices are trading higher for the day. We expect oil prices are expected to trade positive on expectations that there are talks to extend the production cuts for the next three months as the OPEC+ nations meet tomorrow. Saudi Arabia is pushing the members to keep the deeper cuts in place for longer.

## Events For Today

Time	Cur	Events	Forecast	Previous
5:45pm	USD	ADP Non-Farm Employment Change	-9500K	-20236K
7:15pm	USD	Final Services PMI	36.9	36.9
7:30pm	USD	ISM Non-Manufacturing PMI	44	41.8
	USD	Factory Orders m/m	-15.00%	-10.30%
8:00pm	USD	Crude Oil Inventories		7.9M

3rd June 2020

Narnolia Financial Advisors Ltd | Market Strategy Desk

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