



MarketWatch | Refined Products

Monday, June 22, 2026

Market Commentary

Recap: The oil market traded lower on Thursday falling back to levels seen before the start of the Iran war following the signing of the U.S.-Iran interim deal to end the conflict on Wednesday. The 14 point memorandum of understanding beginning a 60-day negotiation period during which Iran will allow passage through the Strait of Hormuz. The deal calls for traffic through the waterway to be restored to its full capacity. The crude market sold off to a low of \$73.58 by mid-morning as the market priced in a return of crude supplies from the Gulf. The market, however, bounced off its low and rallied to a high of \$76.99 ahead of the close after U.S. Vice President JD Vance warned Israel against further attacks on Hezbollah in Lebanon, raising doubts over the U.S.-Iran ceasefire agreement. The July WTI contract settled down 19 cents at \$76.60, while the August Brent contract settled up 30 cents at \$79.85. The product markets ended the session in mixed territory, with the heating oil market settling down 6.73 cents at \$3.1273 and the RB market settling up 8.53 cents at \$2.9949.

Technical Analysis: The crude market will remain headline driven over the long Juneteenth holiday weekend. The market will likely focus on whether there is full compliance with the deal and on what happens in the Strait of Hormuz. It will likely continue to trend lower barring any problems with a full resumption of oil flows through the Strait of Hormuz. The oil market is seen finding support at \$73.58, \$71.64, \$71.50, \$70.56, \$69.14, \$68.28, \$67.76 to \$66.84. Meanwhile, resistance is seen at \$76.99, \$80.03, \$81.15, \$81.58, \$82.42 to \$83.20, \$83.81, \$86.33, \$87.23, \$88.85, \$90.55 and \$93.64.

Fundamental News: On Wednesday, U.S. and Iranian officials said U.S. President Donald Trump and Iranian President Masoud Pezeshkian on Wednesday digitally signed the memorandum of understanding aimed at ending the war with Iran. The memo had been signed digitally on Sunday by Vice President JD Vance and Iran's chief negotiator Mohammad Baqer Qalibaf and witnessed by President Trump. Iran's Foreign Ministry said the agreement was already in effect as of Wednesday. On Thursday, U.S. President Donald Trump said the U.S. expects "a complete ceasefire on all fronts," including Lebanon, Hezbollah and Israel.

Iran's Supreme Leader, Mojtaba Khamenei, said he had authorized a memorandum of understanding signed by the Iranian and U.S. Presidents, despite holding a different view, after receiving assurances from President Masoud Pezeshkian and other senior officials that Iran's rights and the interests of the "Resistance Front" would be safeguarded.

OPEC maintained its forecast for strong global oil demand growth in the next four years and increased its longer-term view, citing a worldwide shift towards more supportive policies for oil use and saying there was no sign demand would peak. OPEC said in its 2026 World Oil Outlook that world demand will increase to 113.3 million bpd in 2030 from 105.1 million bpd in 2025. The 2025 figure is little changed, and the 2030 forecast unchanged, from last year's report. For the longer term, OPEC expects world oil demand to reach 124 million bpd by 2050, up from 122.9 million bpd expected in last year's report, and reiterated its view that there is no peak demand on the horizon. OPEC, however, said in the report U.S. output of tight crude, another term for shale, likely peaked in 2025 at just over 9 million bpd, and sees modest total U.S. liquids supply growth of 400,000 bpd until 2030 and a production plateau thereafter. The report expects production from countries outside OPEC+ to peak from the early 2030s. OPEC has been calling for more oil industry investment, and said the sector needs \$17.7 trillion to be spent to 2050, compared with \$18.2 trillion estimated last year.

Early Market Call - as of 8:40 AM EDT
 WTI - July \$75.75, down 81 cents
 RBOB - July \$2.9831, up 79 points
 HO - July \$3.1301, up 26 points

All NYMEX | Prior Settlements

	ULSD (HO) Close	Prior Settle Change	Change In One Week
Jul-26	3.1273	-0.0673	-0.3858
Aug-26	3.0854	-0.0584	-0.3977
Sep-26	3.0591	-0.0541	-0.3953
Oct-26	3.0303	-0.0513	-0.3856
Nov-26	2.9929	-0.0480	-0.3690
Dec-26	2.9483	-0.0446	-0.3485
Jan-27	2.9194	-0.0443	-0.3320
Feb-27	2.8924	-0.0432	-0.3128
Mar-27	2.8564	-0.0412	-0.2895
Apr-27	2.8143	-0.0389	-0.2655
May-27	2.7853	-0.0365	-0.2444
Jun-27	2.7634	-0.0337	-0.2255
Jul-27	2.7549	-0.0315	-0.2088
Aug-27	2.7488	-0.0288	-0.1935
Sep-27	2.7437	-0.0274	-0.1802
Oct-27	2.7392	-0.0253	-0.1672
Nov-27	2.7295	-0.0233	-0.1563

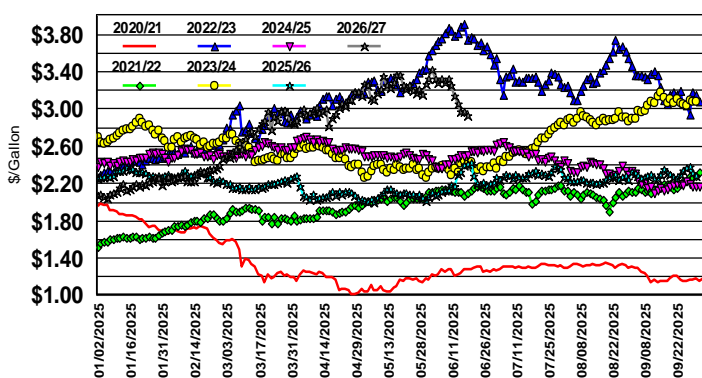
Sprague HeatCurve October 2026-April 2027		Close	Change
Crude - WTI	Aug Brent-WTI Spread \$4.00	\$75.8500	-\$0.1600
Crude - Brent		\$79.8500	\$0.3000
Natural Gas		\$3.2330	\$0.0880
Gasoline		\$2.9949	\$0.0853

EIA Working Gas Storage Report

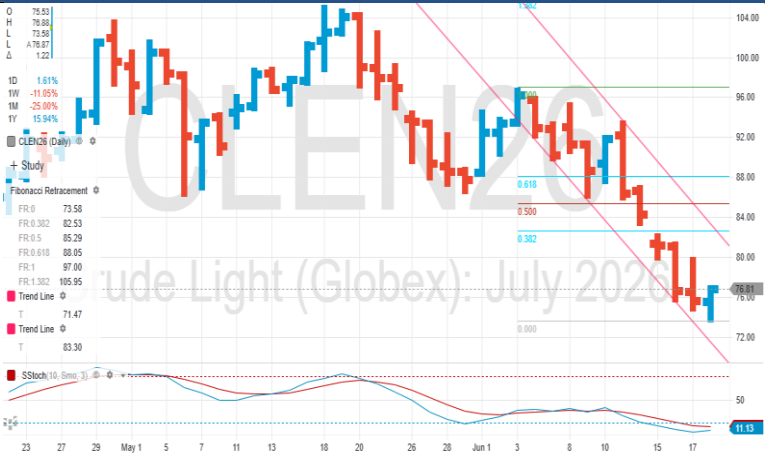
	12-Jun-26	05-Jun-26	Change	12-Jun-25
East	532	514	18	558
Midwest	638	610	28	634
Mountain	226	222	4	215
Pacific	309	304	5	273
South Central	1053	1037	16	1,108
Salt	325	322	3	350
Nonsalt	728	715	13	758
Total	2759	2686	73	2,788

Sprague HeatCurve

Sprague HeatCurve October-April



July WTI



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