

Market Commentary

Recap: The oil market posted an inside trading day on Monday as the market weighed the hopes of easing hostilities between the U.S. and Iran against the continuing attacks on Saudi Arabia. On Sunday, Qatari mediators traveled to Iran as part of an effort to de-escalate regional tensions in coordination with the United States. Also, top officials from Mecca Pact countries Saudi Arabia, Turkey and Pakistan met with Iran's leaders in Tehran on Monday. Despite the mediation talks, attacks continued on Monday, with Yemen's Houthis launching new attacks on Saudi Arabia on Monday and Egypt's parliament approving defense support for Saudi Arabia. The crude market traded lower in overnight trading following the news that Qatari mediators held talks with Iranian officials on Sunday. The oil market remained under pressure amid the efforts to de-escalate tensions in the Middle East and sold off to a low of \$100.33 by mid-morning. However, the market bounced off its low and rallied to a high of \$103.13 amid the news of further Houthi attacks on Saudi Arabia. The market later settled in a sideways trading range ahead of the close. The December WTI contract ended the session down \$1.51 at \$101.76 and the December Brent contract ended the session down 91 cents at \$115.81. The product markets ended the session in mixed territory, with the heating oil market settling down 7.22 cents at \$4.9120 and the RB market settling up 69 points at \$3.2185.

Technical Analysis: The crude market on Tuesday will likely remain in a sideways trading range as the market continues to weigh the potential for a de-escalation in tensions against the continuing Houthi attacks on Saudi Arabia and concerns over the impact of the attacks on oil supplies. The market is seen finding resistance at \$103.13, \$103.92, \$110.48, \$110.93 and \$117.63. Meanwhile, support is seen at \$100.33, \$100, \$98.84, \$97.72, \$96.26 and \$95.25.

Fundamental News: According to the AAA, Americans have paid more for their gasoline and diesel at the pump on average during President Donald Trump's second term than they did under his Democratic predecessor, Joe Biden. Data from the AAA showed that the price of a gallon of regular gasoline has averaged \$3.472/gallon since President Trump took office almost two years ago, surpassing \$3.471/gallon average for Biden's term. Prices for diesel, have also surpassed former President Biden's national average under President Trump, at \$4.343/gallon compared with \$4.078/gallon.

Russian Deputy Prime Minister, Alexander Novak, said Russia was ready to supply the U.S. with any volume of diesel. On Friday, he said that three tankers carrying Russian diesel were on their way to North America.

The head of the International Energy Agency, Fatih Birol, said that he does not expect energy markets in 2027 to return to where they were before the Iran war, which began in late February.

Saudi Arabia plans to store crude oil at Singapore's Jurong Rock Caverns from the second half of 2027 to strengthen supply security in the region. Tan See Leng, Singapore's Minister for Energy, Trade and Industry, said Saudi Aramco will sign a memorandum of understanding with the Energy Market Authority and JTC Corp on Monday and aimed to conclude negotiations in a few months' time. The rock caverns at Jurong Island can store up to 1.47 million cubic meters or roughly 9 million barrels of liquid hydrocarbons such as crude oil and condensate.

IIR Energy said U.S. oil refiners are expected to shut in about 228,000 bpd of capacity in the week ending October 30th, increasing available refining capacity by 263,000 bpd. Offline capacity is expected to decrease to 81,000 bpd in the week ending November 6th.

Early Market Call - as of 8:55 AM EDT

WTI - Nov \$101.09, down 66 points

RBOB - Nov \$3.1768, down 4.17 cents

HO - Nov \$4.8570, down 5.5 cents

All NYMEX | Prior Settlements

	ULSD (HO)	Prior Settle	Change In
	Close	Change	One Week
Nov-26	4.9120	-0.0722	-0.0081
Dec-26	4.7351	-0.0519	0.0091
Jan-27	4.6337	-0.0428	0.0066
Feb-27	4.5298	-0.0344	0.0080
Mar-27	4.4049	-0.0267	0.0117
Apr-27	4.2668	-0.0197	0.0220
May-27	4.1412	-0.0120	0.0348
Jun-27	4.0249	-0.0046	0.0452
Jul-27	3.9474	0.0002	0.0512
Aug-27	3.8811	0.0029	0.0521
Sep-27	3.8250	0.0045	0.0508
Oct-27	3.7691	0.0057	0.0486
Nov-27	3.6996	0.0073	0.0474
Dec-27	3.6158	0.0090	0.0490
Jan-27	3.5290	0.0095	0.0489
Feb-27	3.4477	0.0107	0.0454
Mar-27	3.3715	0.0095	0.0416

Sprague HeatCurve October 2027-April 2028

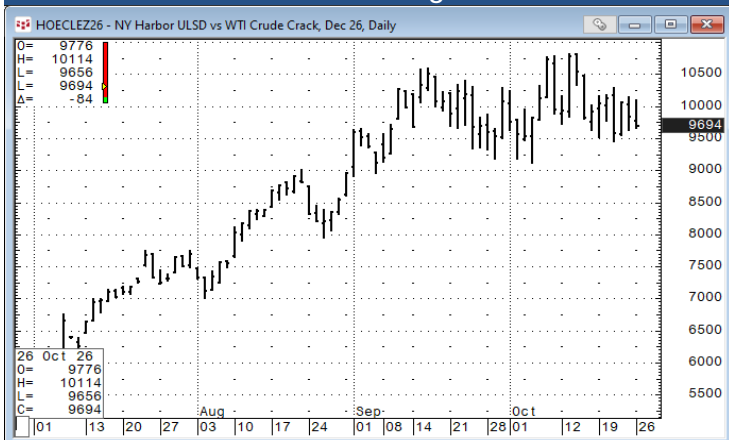
\$3.5199

		Close	Change
Crude - WTI	Dec Brent-	\$101.7600	-\$1.5100
Crude - Brent	WTI Spread	\$115.8100	-\$0.9100
Natural Gas	\$14.05	\$2.6020	-\$0.0380
Gasoline		\$3.2185	\$0.0069

ICE December Brent-WTI Spread



November Heating Oil



November RBOB

