



OVERNIGHT & SINGAPORE WINDOW

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FLAT PRICE

The Apr'25 Brent futures flat price came off below \$76/bbl Wednesday morning, falling to lows of \$75.40/bbl by 10:25 GMT (time of writing). Following the price spike after Trump reinstating his 'maximum pressure' campaign against Iran, market participants have been selling into the high and fading the rally. In the news, TotalEnergies raised its dividend and maintained \$2 billion quarterly buybacks despite a 16% drop in Q4 earnings, attributing resilience to strong LNG and power business performance amid weaker oil prices and refining margins. Trans Mountain anticipates increased interest in its 890kb/d pipeline system if the U.S. imposes tariffs on Canadian oil, potentially boosting shipments to Asia as an alternative export route. Tanker stocks surged as Trump's pledge to tighten restrictions on Iran's oil trade raised concerns over reduced vessel supply, further boosting a market already impacted by Russian sanctions. Beneficiaries included US-listed Teekay Tankers Ltd, Scorpio Tankers Inc, Frontline Plc, and Tokyo-listed Mitsui OSK Lines Ltd. Equinor scaled back its renewable energy targets and investment just months after acquiring a \$2.3 billion stake in Orsted, shifting focus back to oil and gas amid industry-wide pullbacks in offshore wind. Finally, the front (Apr/May) and 6-month (Apr/Oct) Brent futures spreads are at \$0.57/bbl and \$3.12/bbl respectively.

CRUDE

This morning in dated, we saw spreads come off and the Balmo DFL traded up to \$0.54/bbl after being hit \$0.50/bbl in decent size yesterday evening, and the March DFL traded down to \$0.58/bbl. We also saw the March/May Dated roll offered down to lows of \$1.19/bbl. In structures, we saw the Cal March vs 24-28 Feb roll lifted high by a European major and Geneva trade at \$0.28/bbl and the bal Feb vs 3-7 March Dated roll traded up to \$0.19/bbl, implying back-end Feb rolls higher and putting pressure on March.

This morning we saw Brent/Dubai open and trade lower, with the Mar Brent/Dubai trading down from -\$0.35/bbl to lows of -\$0.46/bbl before stabilising and closing towards the bottom of this range. We saw increased tradehouse buying of Dubai spreads, with the Mar/Apr, Apr/May and Apr/June trading \$0.85/bbl to \$0.89/bbl, \$0.73/bbl to \$0.77/bbl and \$1.42/bbl respectively. In the boxes the Mar/Apr and May/Jun traded at -\$0.26/bbl and -\$0.16/bbl respectively. There was also some activity in the quarterlies, with Q2 and Q3 trading at \$0.01/bbl to \$0.03/bbl and \$0.35/bbl respectively.

FUEL

Front 380 crack opened stronger at \$-0.50/bbl. However, we saw some sellside interests in structure down the curve heading into the window with Mar/Apr trading from \$13/mt to \$12.25/mt. Barge crack saw bids in the front in the window around \$-4.60/bbl handles, and as a result, the front EW came off trading from \$26/mt to \$24.25/mt due to the weakness in 380. As the morning progressed, we saw mixed interests in Q2 380 EW trading between \$14.50/mt and \$15/mt, this stabilised the front EW at \$24.75/mt. We also saw sellside interests in Q2 380 crack at \$-2.70/bbl, and this put some pressure on the front crack, trading down to \$-0.70/bbl. Front barge structure saw mixed interests in Mar/Apr, trading at \$4/mt for the majority of the morning.

This morning, front Sing crack opened at \$11.50/bbl and was sold into the window down to \$11.30/bbl. As a result, front structure was a touch better offered, with Mar/Apr trading from \$6/mt to \$5.75/mt. Sing Hi-5 saw mixed interests, as we saw some buying in the front in Mar at \$76.75/mt but offers in Q3 at \$95.25/mt. As the morning progressed, front Sing crack saw buyside interests, trading up to \$11.45/bbl and stabilising at \$11.40/bbl. In Euro, front euro crack initially followed the weakness in Sing crack trading down to \$5.20/bbl. We then saw buyside interests up to \$5.30/bbl, and bids in Mar/Apr Euro at \$7/mt.



DISTILLATES

This morning in distillates the Sing gasoil spreads were better offered with the Mar/Jun seeing selling at \$1.80/bbl. The prompt EW was sold down to lows of -\$19.75/mt post-window as the Jun was offered down to -\$14.75/mt. Regrade was similarly offered with the best selling in 2Q down to -\$1.22/bbl.

ICE gasoil spreads came off for the morning, the Mar/Jun to \$20.50/mt as did the cracks, the Feb to \$19.10/bbl. Heating oil spreads similarly came off as the HOGOs were rangebound, the 2Q trading at 11c/gal.

GASOLINE

This morning in gasoline we saw Mar 92 flat price valued at \$84.20/bbl at the end of the window equivalent to \$8.85/bbl on a crack basis. 92 cracks saw buying at \$8.70/bbl levels trading between \$8.70/bbl and \$8.80/bbl with April cracks valued at \$9/bbl as Mar/Apr weakened to \$0.40/bbl from \$0.45/bbl and Apr/May was offered from \$0.58/bbl to \$0.55/bbl where buying came in. EW was bid with Mar trading to -\$2/bbl from -\$2.20/bbl with Q2 seeing buying at -\$6.45/bbl as Mar EBOB cracks were offered down to \$10.70/bbl and Q2 trading between \$15.20/bbl and \$15.25/bbl. Mar/Apr EBOB traded from -\$29.50/mt to -\$31.50/mt on weaker front cracks where buying then came in as Apr/May was offered at \$2.50/mt. Arbs saw little trading activity as Apr RBBRs came off from \$21.60/bbl to \$21.35/bbl levels.

NAPHTHA

This morning in naphtha we saw MOPJ MOC valued at \$657.75/mt with MOC generally better bid. The front crack was stronger this morning with Mar crack implied at -\$1.4/bbl end window and trading up to -\$1.2/bbl post window. Spreads were strong; the front MarApr spread trading at \$8/mt and buy-side interest in deferred spreads from majors with Q1/Q2'26 trading at \$10.75/mt. EW softened this morning on NWE strength, with Mar e/w trading at \$17.5/mt during the window while deferred E/W was better bid with Cal26 trading up to \$16/mt. NWE cracks were bid this morning, the front crack was initially trading at -\$3.6/bbl pre window and firmed to trade up to -\$3.35/bbl end window where it continued strengthening up to -\$3.1/bbl. Structure was also stronger with Mar/Apr trading at \$9/mt this morning and the backend of the curve also saw strong buying with Jun/Dec trading up to \$27/mt.

NGLS

This morning in NGL's, FEI was better offered with structure weakening in both the front and back of the curve. In prompt, we saw Mar/Apr and Apr/May trade down to \$15.5/mt and \$13/mt respectively; whilst in deferred, we saw Jun/Sep and Mar/Apr26 trade down to \$1.5/mt and \$19/mt respectively. Physical window was still better bid with some offers coming through. Bids were made for 1H Mar at Balmo Feb FEI plus \$1/mt and 2H Mar at Mar FEI plus \$14/mt, whilst an offer was improved for 2H Mar at Balmo Feb FEI plus \$1/mt. Arbs were slightly weaker in general with only Mar trading up to -\$166/mt, rest was implied lower. FEI/CP was better bid with Mar and Apr both trading up to -\$13/mt, whilst in deferred we saw 2H FEI/CP also trade up to \$25/mt. EW was weaker in prompt with Mar implied lower at \$65/mt, but stronger in deferred with Q4 trading at \$68.5/mt.



GLOBAL MACRO

In Japan Inflation-adjusted real wages posted their second consecutive monthly increase in December, up 0.6% from 0.5% in November. Nominal labour cash earnings rose 4.8% y/y, accelerating from November's 3.9% increase and far ahead of 3.7% expected. Real wage growth is supportive of BoJ tightening. JPY strengthened around 1%, while OIS little changed.

Japan's Jibun Bank Services PMI was revised higher in Jan at 53 up from 52.7 in the preliminary estimate, the strongest expansion since September. The manufacturing counterpart continues to lag.

In the US JOLTS disappointed as US job vacancies fell to 7.6M in December. Well below the consensus estimate of 8M, and far softer than November's revised level of 8.156M and the lowest level since September. Job quits were also up marginally to 3.197M from 3.13M. OIS now pricing 44bps of cuts. Factory orders sank 0.9% m/m in December, below expectations of -0.7% and the sharpest contraction since June, but largely driven by Non-defense aircraft, and primary metals.

Gold reached new ATH. Gold opened in Asia this morning at US\$2842.71 and traded up for most of the day reaching a high of \$2,858.17. Gold borrowing costs are jumping too as London bullion tightens – Bank of England vault withdrawals taking several weeks.

Chinese stocks fell after the LNY holiday as fears escalate over trade war, weighing on sentiment. CSI 300 down 1.3% from the open, Hang Seng fell as much as 2%, before paring some losses. Tech shares still outperforming. China's Caixin Services PMI printed 51.0 in January remaining expansionary for the 25th consecutive month, slowing from 52.2 in December and missing expectations of 52.3.



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