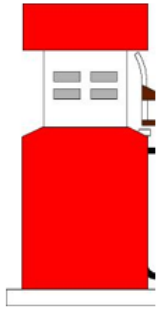


Energy Market Update, August 27, 2025

NYMEX Prices



Product	Month	Close	Wk. Change
Crude Oil	Oct 25	64.15	+0.940
RBOB Gas	Sep 25	2.1489	+0.021
NYH ULSD	Sep 25	2.2953	+0.016
Nat. Gas	Sep 25	2.867	+0.115

Market News: Petroleum futures settled higher on Wednesday

*****BP is reporting the 440,000 b/d Whiting, IN Refinery is back online after going down last week due to localized flooding*****

Energy markets have maintained gains throughout the day as weekly DOE data showed draws to all three energy segments of interest, tightening US supplies, and driving prices to the upside.

Anticipated constraint from higher tariffs on India from the US is being cast into energies as well. President Trump recently announced a 50% increase of 50% on US imports from India. The jump in tariffs reflects the country's unwillingness to substantially reduce or cut ties with Russia as a point of crude supply.

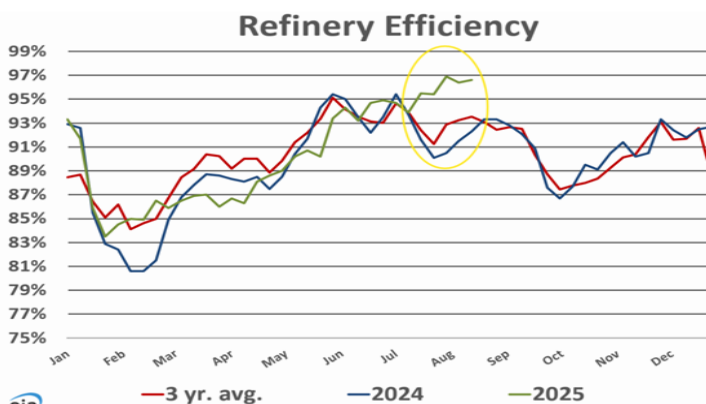
Oversupplied oil markets have put a ceiling on energy prices, even with draws to all energy sectors.

Looking ahead: Q2 GDP will be revealed tomorrow, forecasts call for a 3% increase over Q1, which saw a drop of 0.5% from the prior quarter. Initial jobless claims for the week will also aid in market direction tomorrow as this provides the next economic indicator for the market.

Weekly Petroleum Status Report

	Crude				Gasoline				Distillate Fuel			
	Change	Total	3-Yr. Avg.	5-Yr. Avg.	Change	Total	3-Yr. Avg.	5-Yr. Avg.	Change	Total	3-Yr. Avg.	5-Yr. Avg.
EIA	-2.4	452.0	432	450	-1.2	222.3	218	226	-1.8	114.2	118	136
Est.	-0.8				-1.0				-1.0			
Propane	Total 93.0 1.7				Midwest 24.7 0.7				Gulf Coast 55.5 1.3			
API	Crude -0.97 Cushing -0.50				Gasoline -2.1				Distillates -1.49			

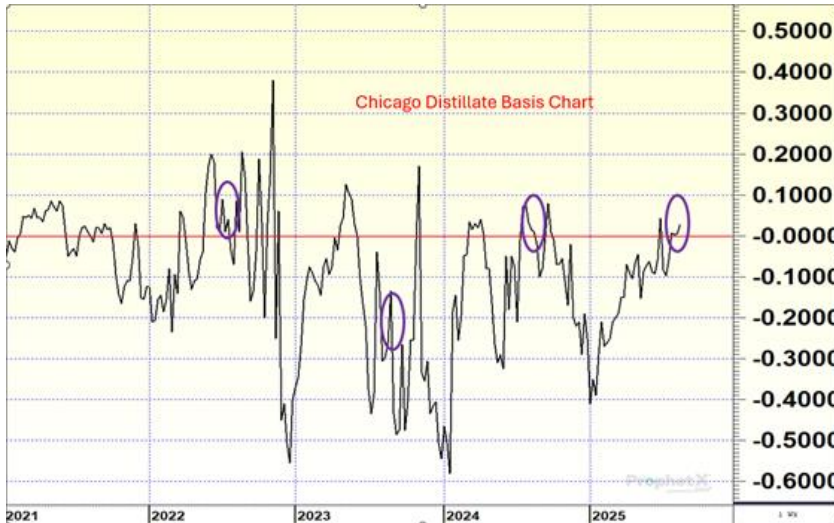
US refinery activity remains elevated



- Refinery efficiency in the US has remained above the three-year average for the past five weeks.
- The DOE reported refinery efficiency at 96.6% in the most recent week's data.
- While we could potentially see a dip this week, the percentage of utilization will still be well above the three-year average.

Why it matters: High refinery utilizations is a supportive factor for WTI crude prices, as the throughput of oil draws down inventories, while US oil stocks are below the five-year average

Chicago Distillate Basis Chart



- As harvest season is quickly approaching, the industry's attention tends to shift towards the cash market.
- Current Chicago distillate basis values align with the 2022 and 2024 values.
- However, 2023 was an outlier year with basis values rather depressed.
- In a typical year, we see the basis held together through the agriculture demand season and then soften towards the end of the year.

July Durable Goods Orders came in higher than expected

U.S. DURABLE GOODS ORDERS



- US durable goods orders were -2.8% from June to July
- Forecasts were calling for -3.8% month-over-month
- June durable goods orders were much lower at -9.4%
- Durable goods data measures the total value of new manufacturing orders
- Hotter-than-expected durable goods reading provides upside to the US dollar
- The higher-than-expected number is bullish for the US economic standards

Why it matters: Traders and investors are watching economic indicators closely. Despite durable goods still being down in July, the move higher from June to July shows recovery and could be indicator consumers are gaining more confidence.