

, Inc.

Energy Market Update June 5, 2019 NYMEX Prices

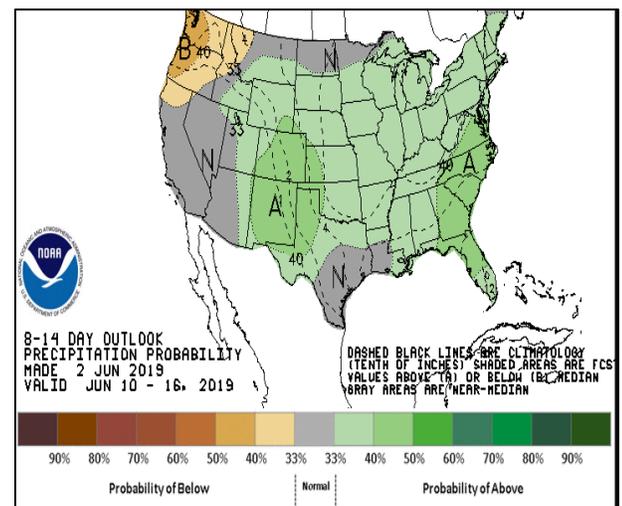
	Close	Wk. Change
July Crude Oil	\$51.68	-7.10
June Gasoline	\$1.6928	-0.2543
June Heating Oil	\$1.7800	-0.1884
June Natural Gas	\$2.378	-0.255

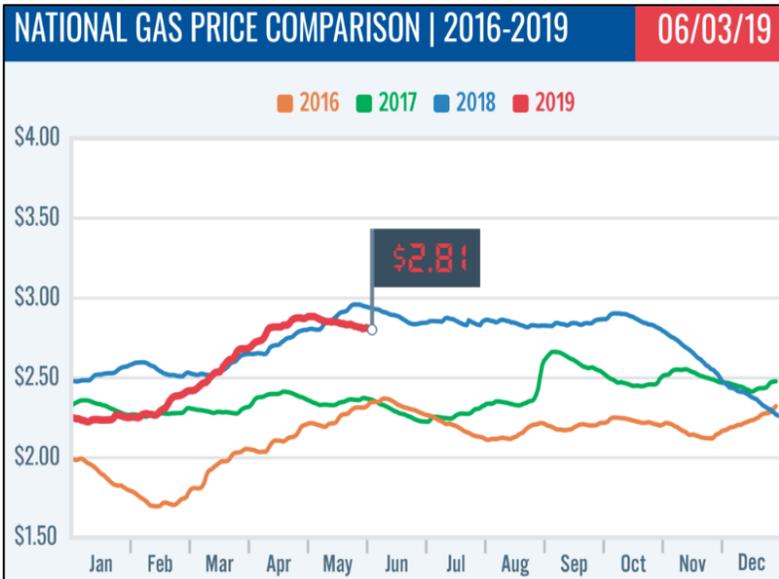
Market Comments: Oil prices dropped 3.5 percent today, with futures falling to their lowest since January, after the inventory report showed an unexpected surge in U.S. crude supplies. U.S. commercial crude inventories rose by 6.8 million last week, according to the EIA. Stockpiles jumped despite refineries increasing activity and as U.S. crude imports increased by more than 1 million bpd. Crude stocks at Cushing, Oklahoma rose 1.8 million barrels to 50.8 million barrels, their highest level since December 2017.

	Crude				Gasoline				Distillate Fuel			
	Change	Total	3Yr Avg.	5 Yr. Avg.	Change	Total	3Yr Avg.	5 Yr. Avg.	Change	Total	3Yr Avg.	5 Yr. Avg.
DOE	+6.8	483.3	495	471	+3.2	234.1	239	230	+4.6	125.6	129.4	134
EST.	+2.000/-3.000				+2.000/-3.000				+2.300/-2.051			
Propane	Total 68.3 +2.5				Midwest 14.9 +0.7				Gulf 47.8 +1.1			
API's	Crude +3.545 Cushing +1.408				Gasoline +2.696				Distillates +6.314			

The EPA approved the year-round sale of E15 in time for summer driving season. The change is believed to offer a demand boost for corn farmers who sell part of their crop for ethanol production. Oil refiners plan to challenge the rule in court, believing that the EPA lacks the authority to extend E10 to E15. Refiners are already watching the stagnation of national gasoline sales due to increased efficiency standards in cars and trucks.

Several communities along the Mississippi, Missouri and Arkansas rivers had to evacuate over the weekend due to levee failures. The Department of Emergency Management said that the flooding has put unprecedented pressure on the levees. The levees have never held back this much water for this long. The Mississippi River near Quincy, MO crested less than a foot away from the record on Saturday, and likely will not drop to below major flood stage until next weekend. More rain is expected through much of the country this week.





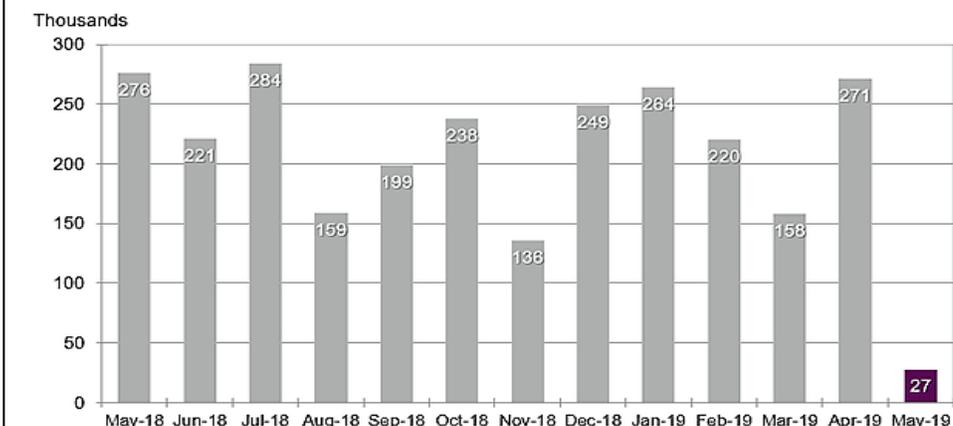
On Monday the national average price for gasoline was \$2.81, which is 2 cents cheaper than last week's average, 8 cents lower than last month, and 13 cents less than last year. Except for a few states, motorists across the country are saving up to 23 cents per gallon to fill up as compared to last month. The Great Lakes and Central States region saw some volatility at the pumps with eight states seeing gas prices increase since last Monday, which is partly due to regional refinery maintenance. Ohio saw

the largest increase in the country and the region with pump prices going up 11 cents, followed by Illinois which saw pump prices rise by 3 cents.

With the recent sell off in energy products, prices are starting to look much more appealing. Continuous heating oil futures are hovering around \$1.80 this morning. This price point is 65 cents below the October high and only 16 cents off the December low.



Change in Nonfarm Private Employment



U.S. companies added 27,000 new positions during the month of May, according to a report from ADP and Moody's Analytics. This is one of the lowest readings since around the time the economic expansion began, and the jobs market bottomed in March 2010 with a loss of 113,000 jobs.

Since then, the private payroll count has increased by 21.3 million.