

**Fundamentals:**

Oil prices rose on Monday after flirting with \$95 a barrel earlier in the session, as expectations of a supply deficit stemming from extended output cuts by Saudi Arabia and Russia as well as weak shale production outweighed concerns about demand.

Global oil benchmark Brent crude futures settled 50 cents higher at \$94.43 a barrel after rising as high as \$94.45. U.S. West Texas Intermediate crude futures rose 71 cents to \$91.48.

Saudi Arabia and Russia this month extended a combined 1.3 million barrels per day (bpd) of supply cuts to the end of the year.

Meanwhile, U.S. oil output from top shale-producing regions is also expected to fall for a third month in a row in October to its lowest level since May 2023, the U.S. Energy Information Administration said in a monthly report.

Saudi Arabia's Energy Minister Prince Abdulaziz bin Salman on Monday defended OPEC+ cuts to oil market supply, saying international energy markets need light-handed regulation to limit volatility, while also warning of uncertainty about Chinese demand, European growth and central bank action to tackle inflation.

Brent and WTI have climbed for three consecutive weeks to touch their highest since November and are on track for their biggest quarterly increases since Russia's invasion of Ukraine in the first quarter of 2022.

The Brent benchmark traded in overbought territory for a seventh straight session, while WTI traded in overbought territory for a fifth straight session.

Citi on Monday became the latest bank to predict that Brent prices could exceed \$100 a barrel this year. Chevron Chief Executive Mike Wirth also said in a Bloomberg News interview he thinks oil will cross \$100 per barrel.

China is a key risk because of its sluggish post-pandemic economic recovery, though its oil imports have remained robust.

A series of stimulus measures and a summer travel boom helped industrial output and consumer spending to rebound last month and Chinese refineries ramped up output, driven by strong export margins.

Eyes will also be on central banks this week, including an interest rate decision from the U.S. Federal Reserve.

The Bank of England is likely to hike interest rates once again this week, possibly the last hurrah for one of the most aggressive tightening cycles of the past 100 years as a cooling economy begins to worry policymakers.

U.S. natural gas futures climbed about 3% on Monday as the amount of gas flowing to the country's liquefied natural gas (LNG) export plants increases after Freeport LNG's facility in Texas returned to near full service over the past few days.

Front-month gas futures for October delivery on the New York Mercantile Exchange rose 8.4 cents, or 3.2%, to settle at \$2.728 per million British thermal units (mmBtu).

(Source: Reuters)

**Energy Table**

Contract	Sett	Chg	High	Low
Nymex Crude Oil	OCT 23 91.48	1.56	92.38	90.75
Natural Gas	OCT 23 2.728	0.082	2.741	2.600
RB Gasoline	OCT 23 269.79	-0.68	273.40	268.16
Heating Oil	OCT 23 328.83	-7.89	341.16	326.99
Brent, Fin Last Day	NOV 23 94.66	0.73	94.95	93.78
US Dollar Index		-0.241	105.361	105.022

**Bloomberg Survey on U.S. Total Change in Inventories**

Date	Crude Oil		Gasoline		Crude Oil	
	Actual	Survey	Actual	Survey	Production	Inventory
8/9/2023	3955	-2481	5561	-850	12900	420592
1/9/2023	-6307	-2000	-2666	-1000	12800	416637
25/8/2023	-10584	-2191	-214	-1250	12800	422944
18/8/2023	-6134	-3000	1468	-481	12800	433528
11/8/2023	-5960	-2500	-262	-1100	12700	439662
4/8/2023	5851	2300	-2661	-200	12600	445622
28/7/2023	-17049	-1050	1481	-1550	12200	439771
21/7/2023	-786	-2250	-786	-1373	12200	456820
14/7/2023	-708	-2500	-1066	-1500	12300	457420
7/7/2023	5946	-50	-4	-1350	12300	458128
30/6/2023	-1508	-2000	-2549	0	12400	452182
23/6/2023	-9603	-1500	603	1000	12200	453690

**Fundamental Data:**

Event	Period	Avg Survey	Actual	Prior
09/20/2023 22:30	DOE U.S. Crude Oil Inventories	Sep-15	--	--
09/20/2023 22:30	DOE Cushing OK Crude Inventory	Sep-15	--	-2450k
09/20/2023 22:30	DOE U.S. Gasoline Inventories	Sep-15	--	5561k
09/20/2023 22:30	DOE U.S. Distillate Inventory	Sep-15	--	3931k
09/20/2023 22:30	DOE U.S. Refinery Utilization	Sep-15	--	0.60%
09/20/2023 22:30	DOE Crude Oil Implied Demand	Sep-15	--	19917
09/20/2023 22:30	DOE Gasoline Implied Demand	Sep-15	--	9216.9
09/20/2023 22:30	DOE Distillate Implied Demand	Sep-15	--	4634.4
09/21/2023 22:30	EIA Natural Gas Storage Change	Sep-15	--	57
09/21/2023 22:30	EIA Working Natural Gas Implied Flow	Sep-15	--	57
09/23/2023 01:00	Baker Hughes U.S. Rotary Oil Rigs	Sep-22	--	515
09/23/2023 01:00	Baker Hughes U.S. Rotary Gas Rigs	Sep-22	--	121
09/23/2023 01:00	Baker Hughes U.S. Rig Count	Sep-22	--	641

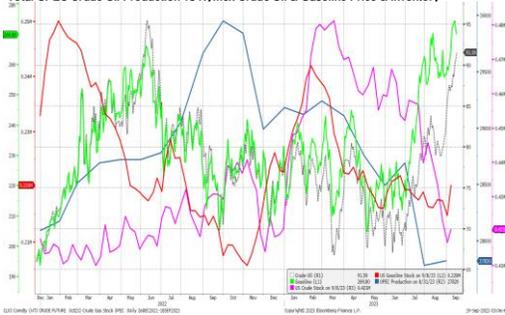
U.S. Oil Rig Count vs Nymex Crude Oil & Gasoline Price



Normalized RBOB Gasoline minus Nymex Crude Oil Price



Total OPEC Crude Oil Production vs Nymex Crude Oil & Gasoline Price & Inventory



WTI-Brent Spread



Source: Bloomberg

**Nymex Crude Daily Chart**



**Nymex RBOB Gasoline Daily Chart**



**Nymex Natural Gas Daily Chart**



**Nymex Heating Oil Daily Chart**



**Nymex Brent Last Day Daily Chart**



**Technical Analysis**

Crude Oil			Natural Gas			Gasoline					
1st Resistance:	92.85	2nd Resistance:	94.22	1st Resistance:	2.769	2nd Resistance:	2.810	1st Resistance:	273.84	2nd Resistance:	277.88
1st Support:	90.11	2nd Support:	88.74	1st Support:	2.687	2nd Support:	2.646	1st Support:	265.74	2nd Support:	261.70
MACD:	2.966			MACD:	-0.014			MACD:	4.629		
MACD DIFF:	0.593			MACD DIFF:	0.009			MACD DIFF:	0.665		
RSI:	79.539			RSI:	52.216			RSI:	61.551		
Heating Oil			Brent Fin Last Day								
1st Resistance:	333.76	2nd Resistance:	338.69	1st Resistance:	96.08	2nd Resistance:	97.50				
1st Support:	323.90	2nd Support:	318.97	1st Support:	93.24	2nd Support:	91.82				
MACD:	10.835			MACD:	2.752						
MACD DIFF:	0.400			MACD DIFF:	0.534						
RSI:	57.640			RSI:	79.737						

**Strategy**

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Crude Oil	90.11	91.01	89.66	88.74	89.62	88.29	92.85	91.92	93.32	94.22	93.28	94.70
Natural Gas	2.687	2.714	2.674	2.646	2.673	2.633	2.769	2.741	2.783	2.810	2.782	2.824
Gasoline	265.74	268.40	264.41	261.70	264.31	260.39	273.84	271.10	275.21	277.88	275.10	279.27
Heating Oil	323.90	327.14	322.28	318.97	322.15	317.37	333.76	330.42	335.43	338.69	335.31	340.39
Brent Fin Last Day	93.24	94.17	92.77	91.82	92.74	91.36	96.08	95.12	96.56	97.50	96.52	97.99

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