

ENERGY PROCUREMENT REPORT

What's driving your energy prices?

Bullish Factors

- Tensions between the US and Iran remain elevated, with ongoing military exchanges in the Strait of Hormuz
- Iran struck UAE oil infrastructure in Fujairah on Monday, targeting a key export hub outside the Strait
- US crude oil exports surged to record highs in late April as global buyers seek alternatives to Middle East supply
- Iranian crude storage is rapidly filling as the US naval blockade restricts exports, raising the risk of production shut-ins
- The UAE left OPEC on May 1

Bearish Factors

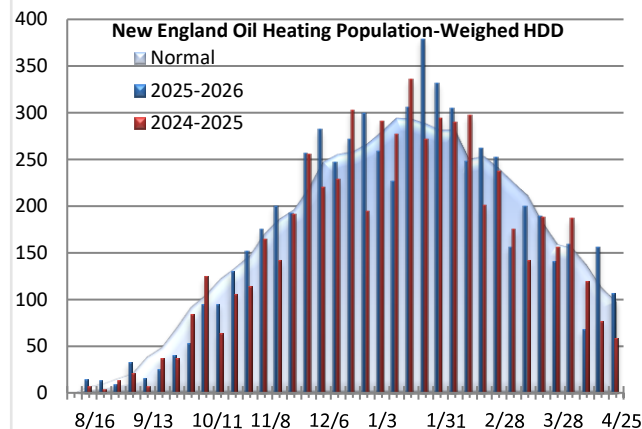
- Periodic ceasefire extensions and ongoing negotiations since April have raised hopes for de-escalation in the Middle East
- The US has launched naval escort operations to guide commercial vessels through the Strait of Hormuz, supporting a partial recovery in flows

Did you know?

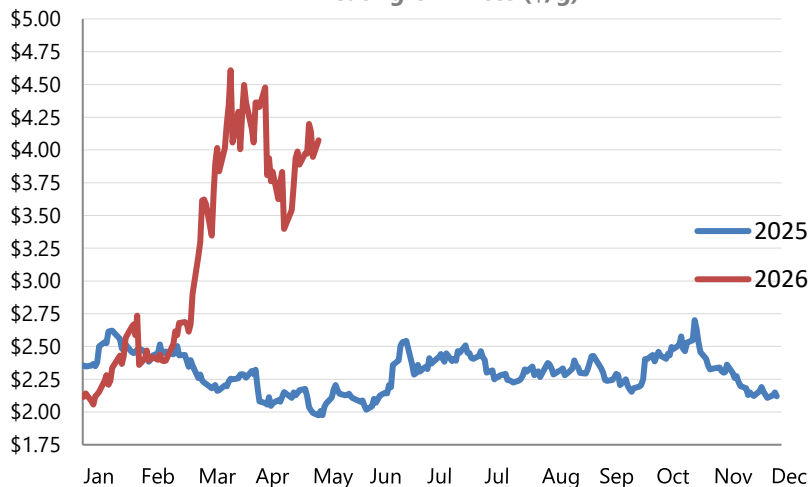
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Higher Year-to-Year Heating Degree Days

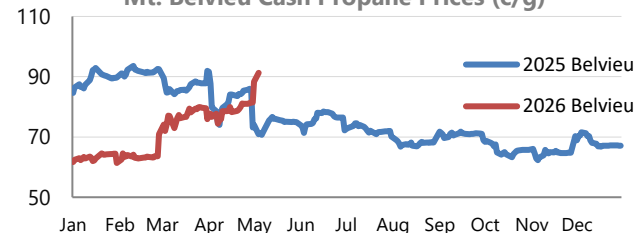
The data for oil home heating customer-weighted heating degree days (HDDs) for the 2025-2026 season have been released and are higher than last year. The New England region (PADD 1A) saw 6,433 HDDs from July 1 through May 2, which is 7% higher than last year and about flat compared to the 30-year average. The Middle Atlantic region (PADD 1B) saw 5,585 HDDs, which is 2% below normal but 8% above last year's numbers.



NYMEX Heating Oil Prices (\$/g)



Mt. Belvieu Cash Propane Prices (c/g)



WTI Crude Oil Prices (\$/bbl)

