

# Oil

## Daily Update

### Wednesday 21st June 2023

## Oil Fundamentals:

**Oil prices have fluctuated** between 72.24 (Monday high) and 69.75 (Tuesday low) at the start of this week as traders weigh news of various oil refinery outages and expectations for tightening supply in the second half of 2023, against disappointment over not hearing more on China's plans to stimulate the economy of the world's biggest crude importer. Prices currently sit in the middle of that range as traders await today's fresh news inputs.



**There are two important events** in focus later today. First up, **Fed Chairman Powell testifies to Congress at 1500 BST**. Traders will be looking to see if he feels the need to correct the market's generally positive interpretation of the Fed's pause last week, which boosted sentiment and helped oil rally over 2% on the week. Then at **1530 BST the EIA release their weekly crude inventory report**. Oil prices are still very sensitive to changes in the supply/demand dynamic, and while forecasts from the EIA and OPEC are for a tightening of supply into the second half of 2023, some short term analysis indicates stockpiles are currently at 2 year highs. With this in mind, any deviation from expectations in this release, could be enough to see oil fall back below 70 or push on towards 73, or even higher.

## Oil Technicals:



### Daily Technicals:

Continued closes above the bollinger mid average (70.77) at the start of this week, reflect a more constructive backdrop for prices. **While this continues, the upside focus** now is 73.26 (8th June high), where closing breaks of this level open up further potential to the top of the bollinger band (73.91) and the high from 5th June at 75.02.

**To the downside**, fresh weakness below 69.75 (Tuesday's low), and closes back below the bollinger mid average, suggest risks for a retest of 67.86 (62% fibo May/June up move), even 66.78 (12th June low).



**Disclaimer:**

Corellian Global Investments (Corellian or The Firm) is an appointed representative of Laven Advisors LLP, which is authorised and regulated by the Financial Conduct Authority. Information contained in this document is intended for the use of the addressee only and is confidential. Any dissemination, distribution, copying or use of this document without prior permission of the addressee is strictly prohibited.

All opinions and judgements expressed in this presentation/document and all projections, forecasts and statements concerning future events or possible results achieved by Corellian are personal opinions, judgements, projections, forecasts and statements of Corellian and result from the interpretation by Corellian of the information that was in its possession at the date of preparation of this introductory presentation.

Prior performance is not indicative of future results, and there can be no guarantee with respect to whether the financial objectives of the investments by Corellian may be achieved in the future. As a result, investors must form their own independent view as to such opinions, judgements, projections, forecasts or statements.

The information herein is based on factual information obtained from sources believed to be reliable, but Corellian does not represent or warrant that it is accurate and complete or that the services herein are appropriate for any person. This presentation is for informational purposes only and is not, and may not be relied on in any manner as legal, tax, investment, accounting or other advice or as an offer to sell or a solicitation of an offer of any security or service.

Certain information contained herein constitutes "forward-looking statements," which can be identified by the use of terms such as "may", "will", "should", "expect", "anticipate", "project", "estimate", "intend", "continue," "target" or "believe" (or the negatives thereof) or other variations thereon or comparable terminology. Due to various risks and uncertainties, actual events or results or actual performance of the services offered herein may differ materially from those reflected or contemplated in such forward-looking statements.

As a result, the recipient should not rely on such forward-looking statements in making its decisions to pursue the services or products offered herein. No representation or warranty is made as to future performance or such forward-looking statements. All opinions and judgements expressed in this presentation and all projections, forecasts and statements concerning future events or possible results achieved by Corellian are personal opinions, judgements, projections, forecasts and statements of Corellian and result from the interpretation by Corellian of the information that was in its possession at the date of preparation of this introductory presentation.