



Daily Oil Market Comment

07/09/04

Oil prices were weaker overnight in relative quiet market due to the absence of the US markets. However, the London futures market was down on technical selling with a lack of any bullish news supporting the market. After hours ACCESS trading has seen WTI fall 70 cents per barrel as Japanese start to liquidate some length. Price direction will now have to wait until Thursday night when the US inventory data is released. Technically the market remains in medium term downtrend.

Singapore prices were marginally lower as more aggressive physical sellers met with more aggressive swaps buyers. The physical markets are still well offered which is not surprising with refining margins at historic highs. Expect Singapore prices to be down 25 cents this morning.

Closing Prices Monday September 6, 2004:

WTI	Closed	
Brent	\$40.62/bbl	-\$0.61/bbl
IPE Gasoil	\$374.00/t	-\$1.00/t = -\$0.13/bbl

Asian Day Oil Market Comment

Oil markets a bit softer in quiet market with New York closed for a public holiday. Traders still waiting for more news to assist in price direction. Technically the market could be weaker tonight due to Friday night's softer closing.

Singapore prices mixed with gasoil swaps more aggressively bid but kero weaker whilst physical cargoes were better offered which should see premiums reduced. Hin Leong has turned from a seller of gasoil to buyer whilst BP remains the only buyer for kero. Expect Singapore kero prices to be down 20 cents today.

Prices as at 5:30pm Monday September 6, 2004:

WTI	Closed	
Brent	\$41.10/bbl	-\$0.13/bbl
IPE gasoil	\$374.25/t	-\$0.75/t = -\$0.10/bbl
Singapore Kero	\$52.75/bbl	-\$0.20/bbl