

Market Commentary

Recap: The oil market on Friday traded lower and remained within its recent trading range ahead of the long Presidents' Day holiday. The market traded lower on the possibility of an end to the Russia-Ukraine war following talks earlier in the week between President Donald Trump and Russia's President Vladimir Putin on starting negotiations, while the market's losses were limited by a delay in the U.S. imposing reciprocal trade tariffs globally. The market traded higher in overnight trading on expectations that U.S. plans for global reciprocal tariffs would not come into effect before April. On Thursday, President Trump ordered commerce and economic officials to study reciprocal tariffs against countries that place tariffs on U.S. goods and to return their recommendations by April 1st. The crude market traded to a high of \$72.02 early in the morning. However, the market gave up its gains and sold off to a low of \$70.53 on prospects for a peace deal between Russia and Ukraine that could ease global supply disruptions by ending sanctions against Russia. The March WTI contract, which held support at its previous low, settled down 55 cents at \$70.74 and the April Brent contract settled down 28 cents at \$74.74. The product markets ended in mixed territory, with the heating oil market settling up 1.31 cents at \$2.4618 and the RB market settling down 2.08 cents at \$2.0899.

Technical Analysis: The crude oil market next week will remain driven by the latest headlines regarding the possibility of a Russia-Ukraine peace deal as well further policy announcements by the Trump administration. The market is seen finding support at its low of \$70.66, \$70.22, \$70.00 \$69.75, \$69.06 and \$68.94. Meanwhile, resistance is seen at \$72.02, \$73.22, \$73.68, \$73.73, \$74.81, \$75.18-\$75.21 and \$75.89.

Fundamental News: On Thursday, The Wall Street Journal reported that U.S. Vice President JD Vance said the U.S. could hit Moscow with sanctions and potential military action if Russian President Vladimir Putin does not agree to a peace deal with Ukraine that guarantees Kyiv's long-term independence. He said "There are economic tools of leverage, there are of course military tools of leverage" the U.S. could use against Putin. Earlier on Thursday, President Donald Trump said that Ukraine would be involved in peace talks with Russia. He said that Ukraine would have a seat at the table during any peace negotiations with Russia over ending the war. Meanwhile, Ukraine said it would be premature to speak with Moscow at a security conference on Friday.

On Friday, U.S. Vice President JD Vance said he plans to discuss the Ukraine-Russia conflict at the Munich Security Conference and how to bring it to a negotiated settlement. He added that the United States wanted to make sure that NATO was built for the future. Meanwhile, Ukrainian President Volodymyr Zelenskyy is expected to meet U.S. Vice President JD Vance in Munich on Friday.

Baker Hughes said U.S. energy firms this week added oil and natural gas rigs for a third consecutive for the first time since December 2023. The oil and gas rig count increased by two to 588 in the week ending February 14th. Baker Hughes said oil rigs increased by one to 481 this week, while gas rigs increased by one to 101.

IIR Energy said U.S. oil refiners are expected to shut in about 1.5 million bpd of capacity in the week ending February 14th, increasing available refining capacity by 84,000 bpd. Offline capacity is expected to fall to 1.3 million bpd in the week ending February 21st and fall further to 908,000 bpd in the week ending February 28th.

Early Market Call - as of 8:40 AM EDT

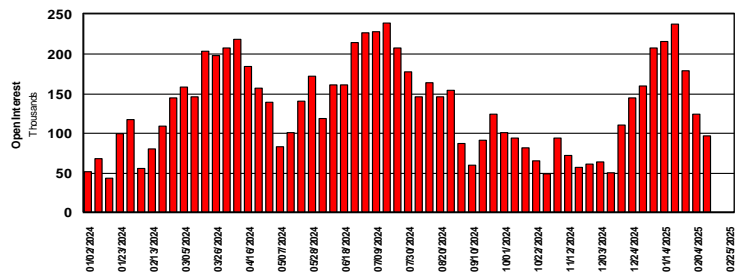
WTI - Mar \$71.26, up 52 cents
 RBOB - Mar \$2.0953, up 54 points
 HO - Mar \$2.4590, down 28 points

All NYMEX | Prior Settlements

	ULSD (HO) Close	Prior Settle Change	Change In One Week
Mar-25	2.4618	0.0131	0.0310
Apr-25	2.3983	0.0078	0.0307
May-25	2.3453	0.0055	0.0235
Jun-25	2.3127	0.0042	0.0186
Jul-25	2.2999	0.0025	0.0136
Aug-25	2.2940	0.0025	0.0117
Sep-25	2.2960	0.0040	0.0130
Oct-25	2.2992	0.0054	0.0151
Nov-25	2.2975	0.0055	0.0157
Dec-25	2.2922	0.0051	0.0153
Jan-26	2.2903	0.0043	0.0139
Feb-26	2.2819	0.0036	0.0122
Mar-26	2.2668	0.0031	0.0106
Apr-26	2.2455	0.0030	0.0097
May-26	2.2322	0.0032	0.0088
Jun-26	2.2225	0.0032	0.0076
Jul-26	2.2209	0.0032	0.0069

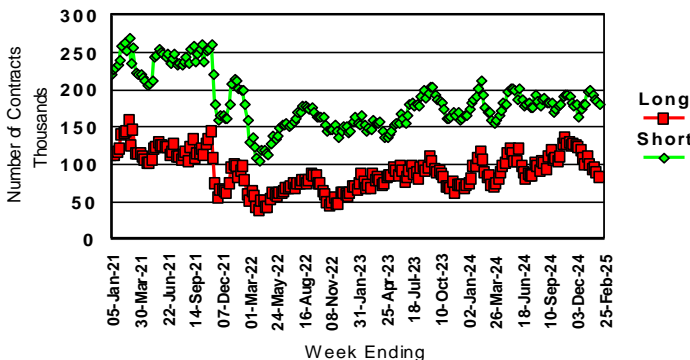
Sprague HeatCurve October 2025-April 2026		\$2.2830
	Close	Change
Crude - WTI	\$70.7100	-\$0.4300
Crude - Brent	\$74.7400	-\$0.2800
Natural Gas	\$3.7250	\$0.0970
Gasoline	\$2.0899	-\$0.0208

WTI Futures & Options: NYMEX & ICE Combined
 Managed Money Reportable Positions

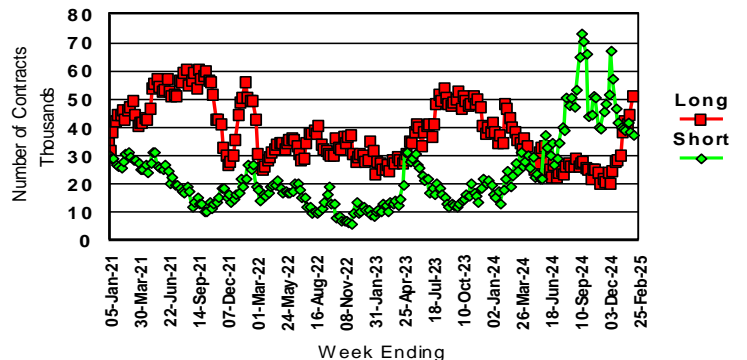


Commitment of Traders Report for the Week Ending February 11, 2025

Producer/Merchant Heat Positons
 CFTC Commitment of Traders Report



Managed Money Heat Positons
 CFTC Commitment of Traders Report



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