

# Oil Market Report

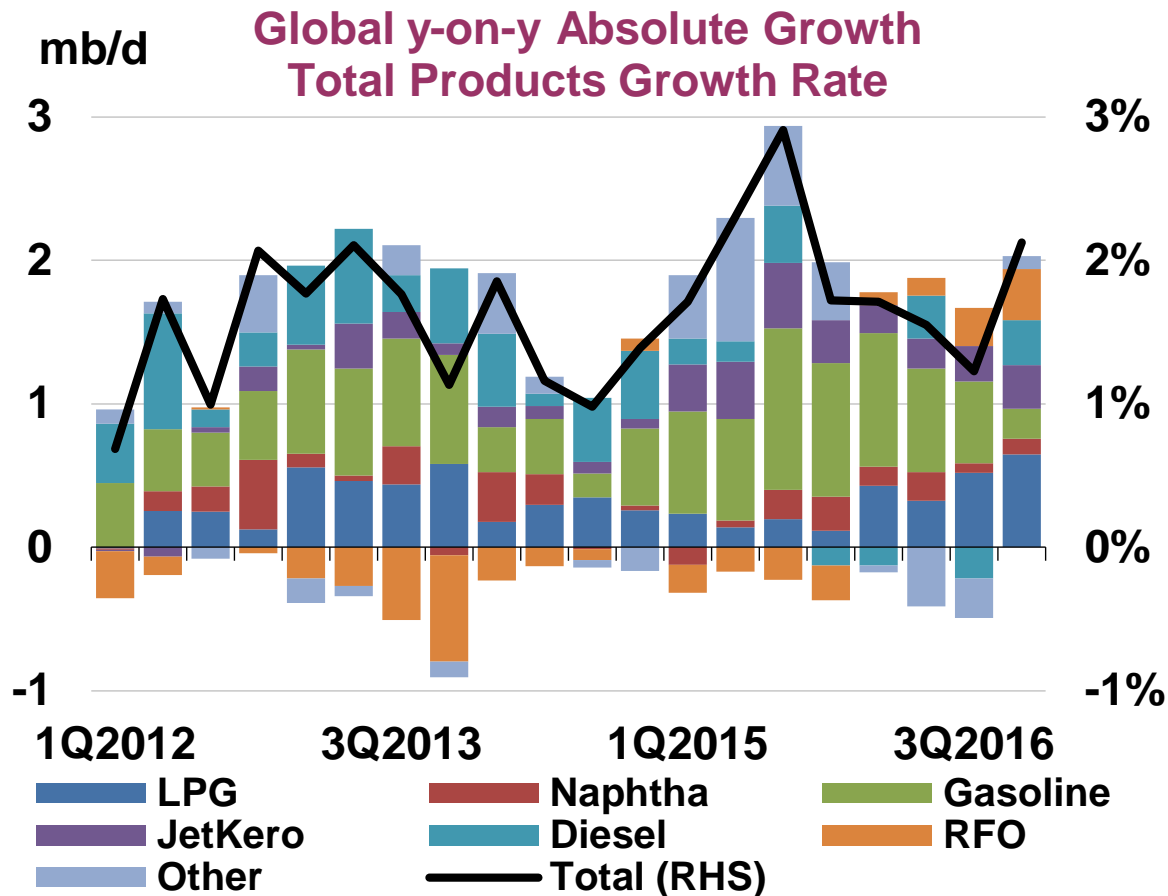
Oil Market Update

February 2017

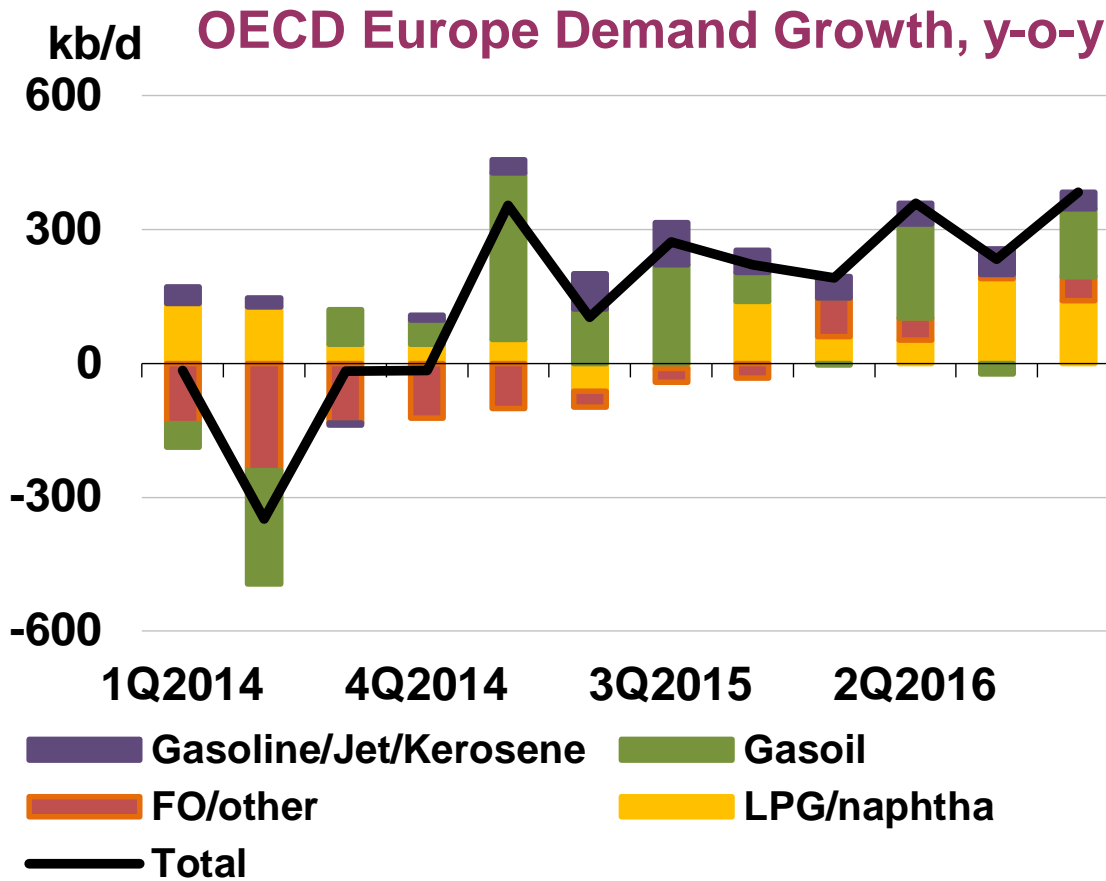


International Energy Agency

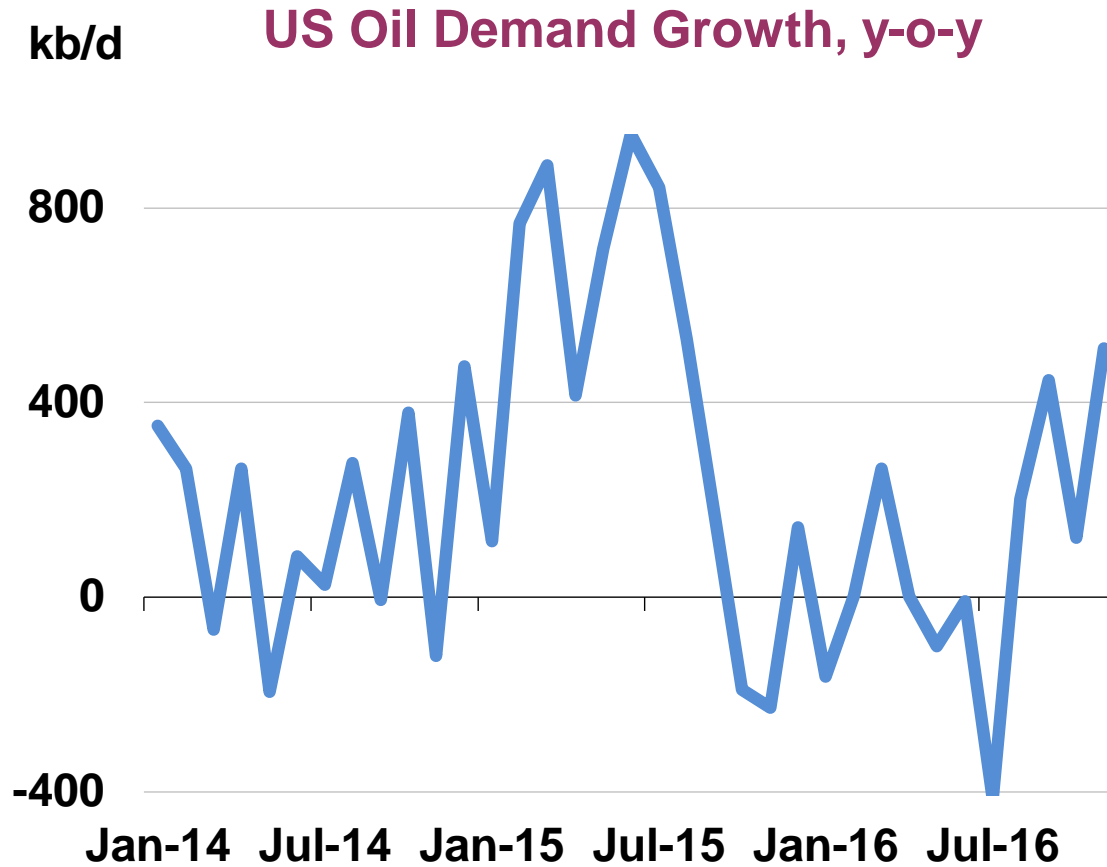
# Demand growth surprises to the upside



# Europe providing the greatest surprise

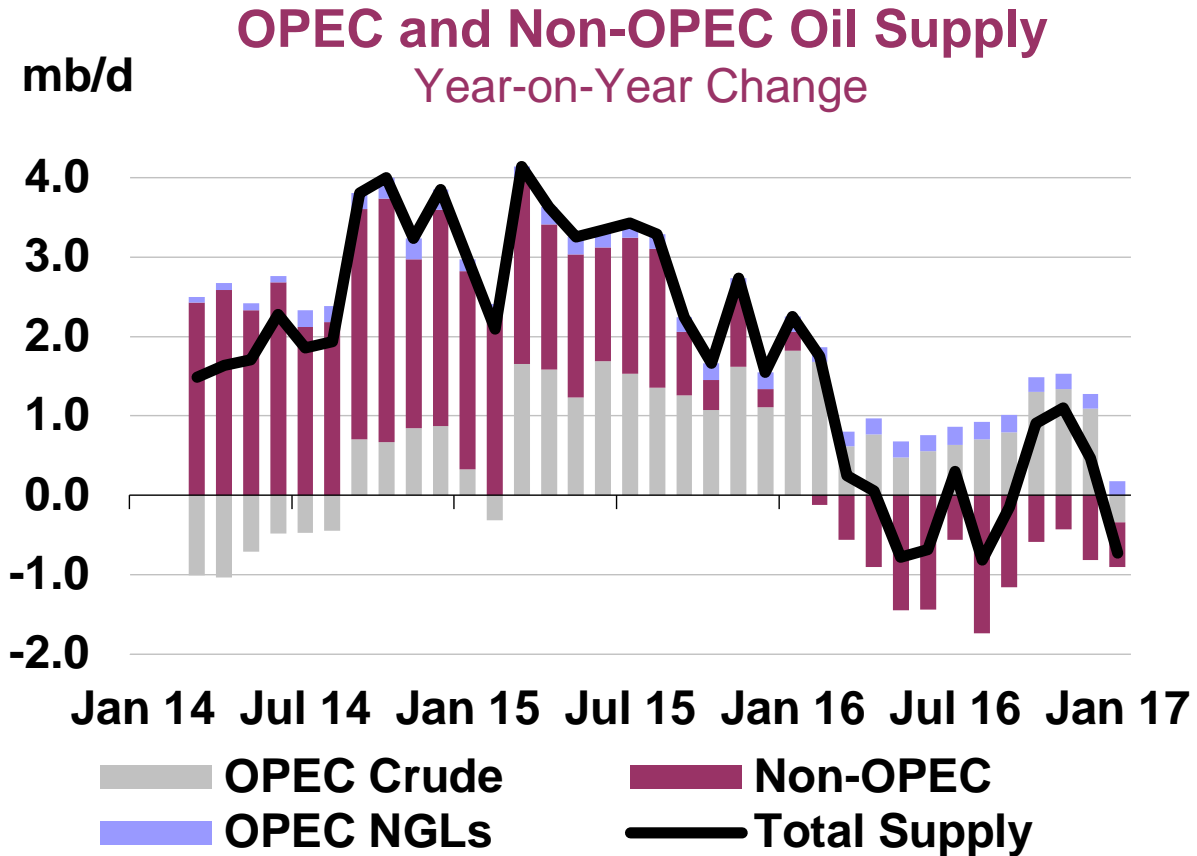


# US has seen recent strong demand strength





# Global oil supplies plunged in January



# OPEC shows record initial compliance

## OPEC Crude Production

(million barrels per day)

	Dec 2016 Supply	Jan 2017 Supply	Supply Baseline <sup>1</sup>	Agreed Cut	Actual Cut <sup>2</sup>	January Compliance
Algeria	1.12	1.05	1.09	-0.05	-0.04	78%
Angola	1.64	1.64	1.75	-0.08	-0.11	142%
Ecuador	0.54	0.525	0.55	-0.03	-0.02	88%
Gabon	0.21	0.20	0.20	-0.01	0.00	22%
Iran <sup>3</sup>	3.75	3.75	3.71	0.09	0.04	NA
Iraq	4.66	4.45	4.56	-0.21	-0.11	53%
Kuwait	2.81	2.71	2.84	-0.13	-0.13	98%
Qatar	0.63	0.61	0.65	-0.03	-0.04	127%
Saudi Arabia	10.45	9.98	10.54	-0.49	-0.56	116%
UAE	3.14	2.96	3.01	-0.14	-0.05	38%
Venezuela	2.10	2.05	2.07	-0.10	-0.02	18%
<b>Total OPEC 11</b>	<b>31.05</b>	<b>29.93</b>	<b>30.97</b>	<b>-1.16</b>	<b>-1.04</b>	<b>90%</b>
Libya <sup>4</sup>	0.62	0.69				
Nigeria <sup>4</sup>	1.39	1.44				
<b>Total OPEC</b>	<b>33.06</b>	<b>32.06</b>				

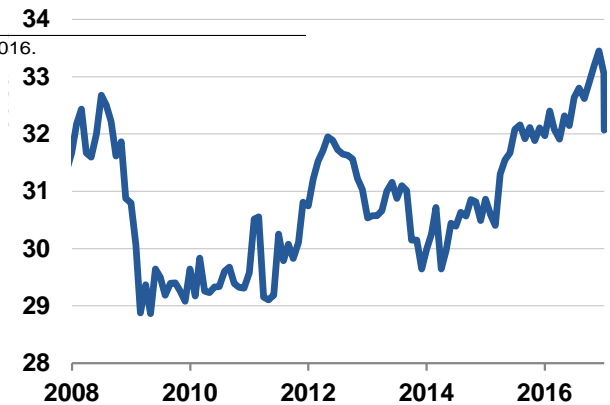
1 Based on October 2016 OPEC secondary source figures, except Angola which is based on September 2016.

2 From OPEC supply baseline.

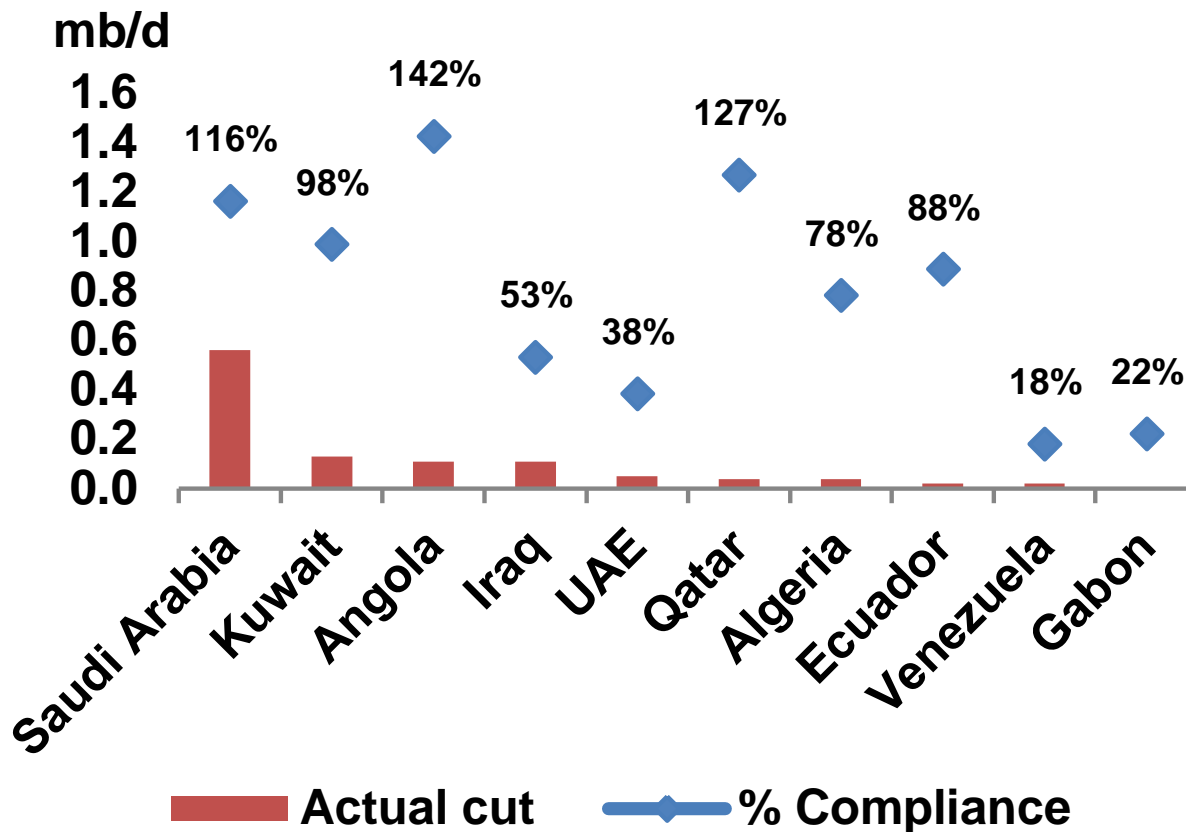
3 Iran was given a slight increase.

4 Libya and Nigeria are exempt from cuts.

mb/d OPEC Crude Supply

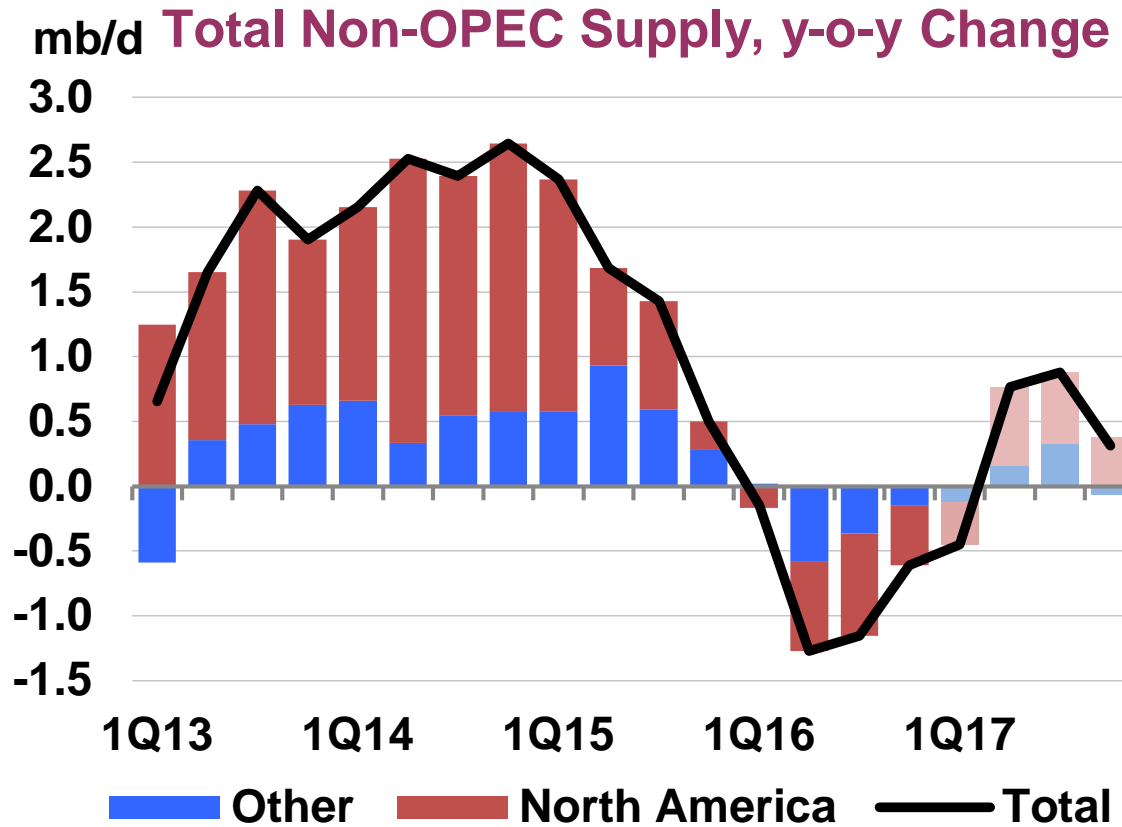


# Saudi, Angola, Qatar cut more than needed



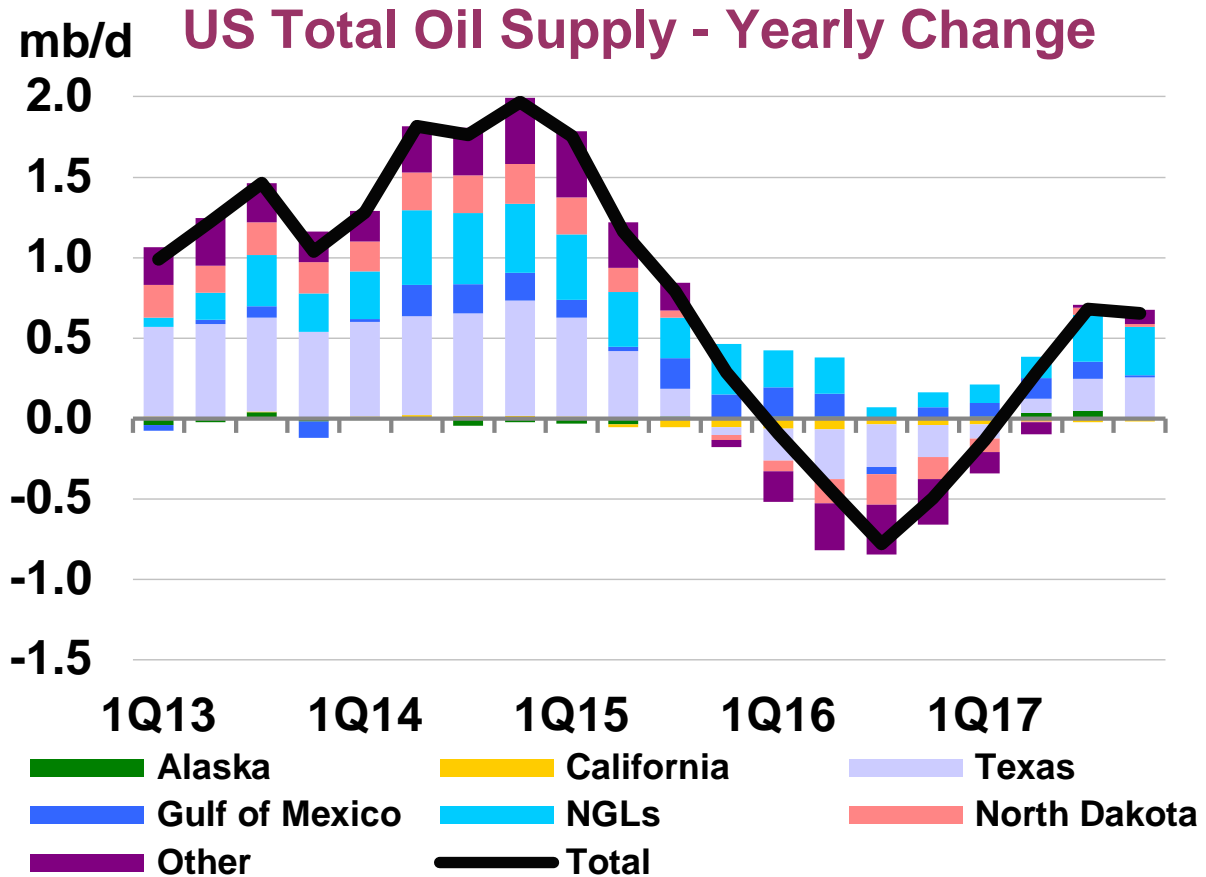
*Compliance based on Oct baseline versus Jan IEA supply*

# Non-OPEC supplies to turn the corner

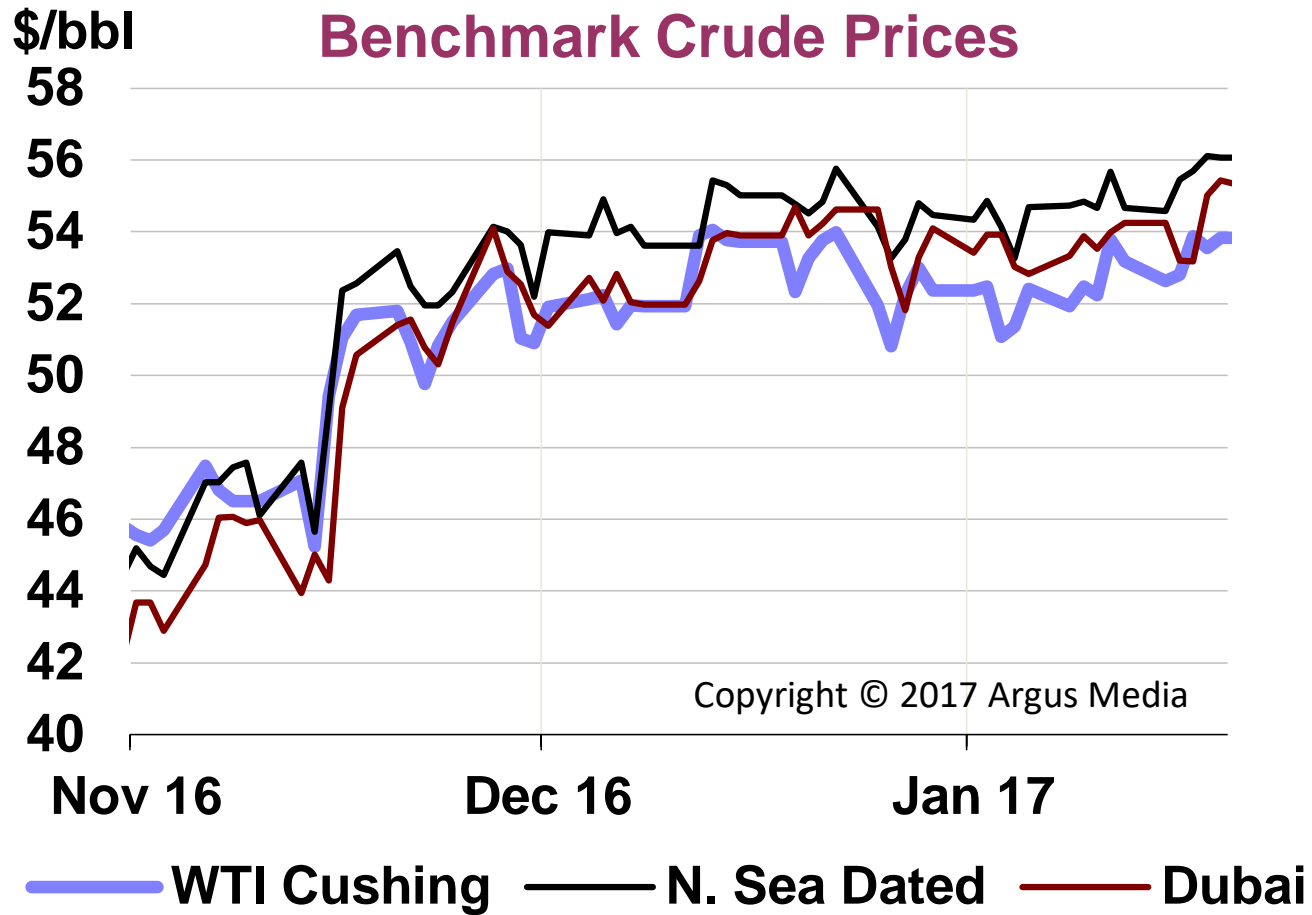




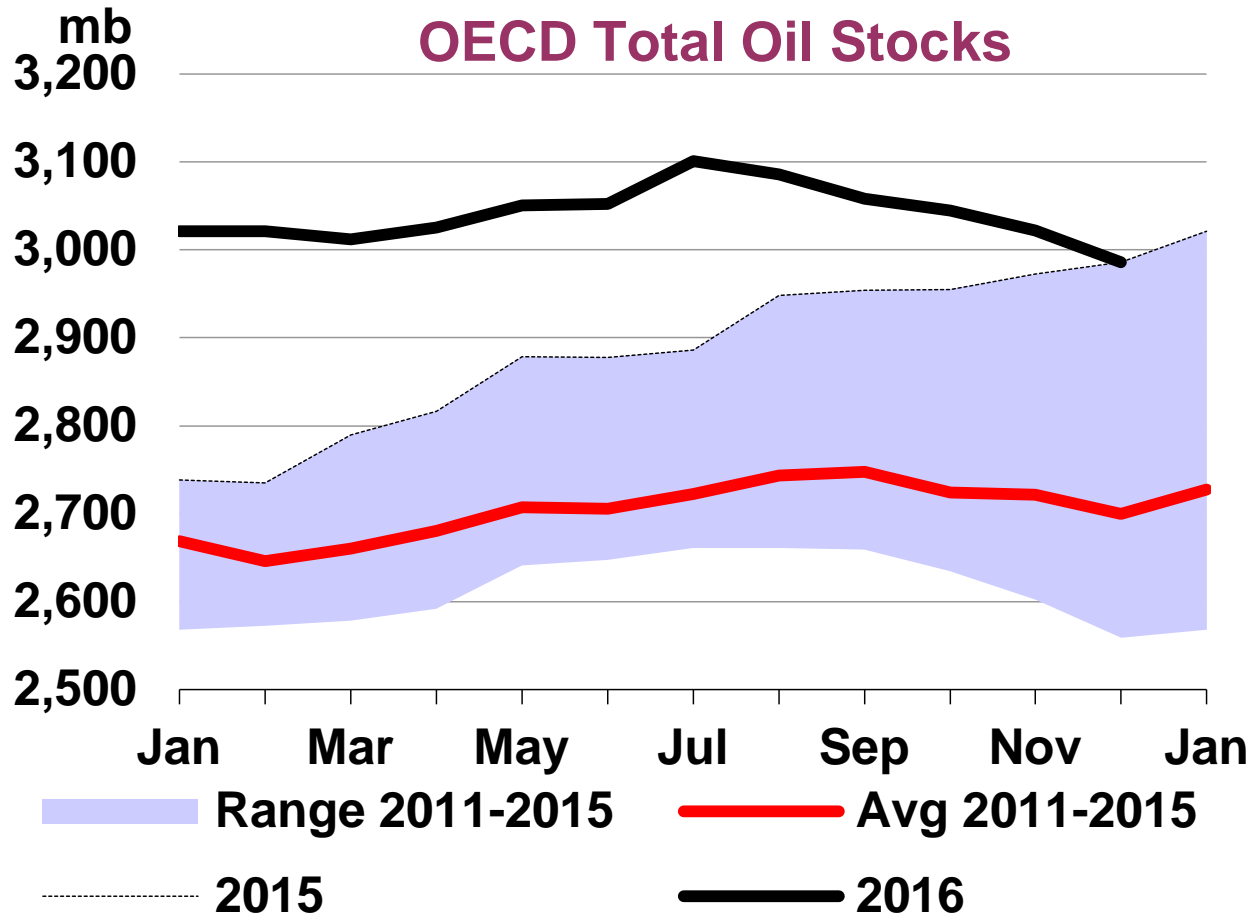
# US returns to growth during 2017



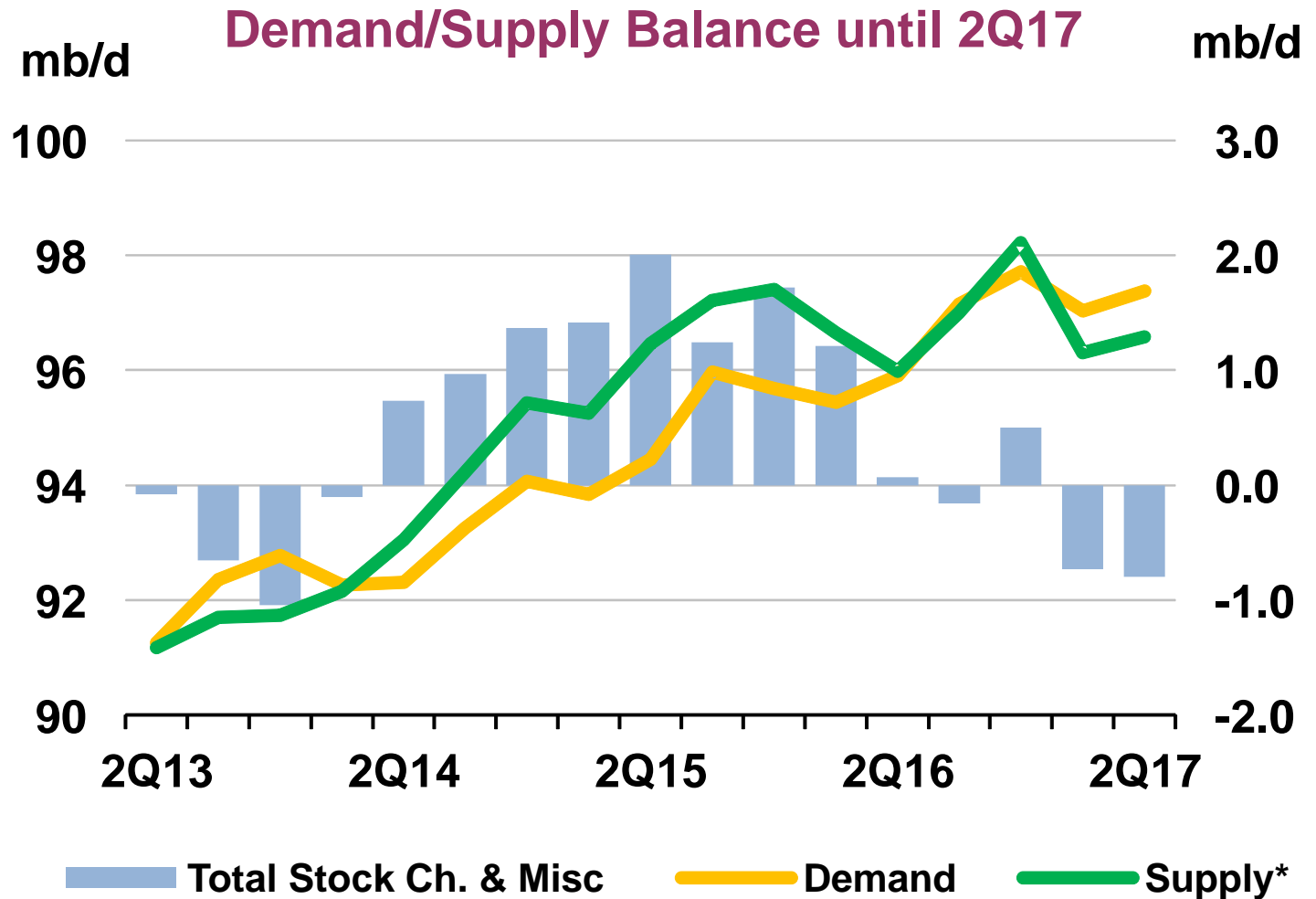
# Oil price still within \$54-58/bbl range



# OECD stocks fell below 3 billions in Dec



# Oil market returning to balance?



Note: For scenario purposes only, IEA assumes OPEC/non-OPEC output cuts implemented as announced.