



Saudi Production 9/5/23

We had forecasted that if Brent were to stay around \$85, the Saudis would extend their cuts through October. There was a chance that they could extend through year end since price would be the trigger. At around \$85 it might in fact be the most likely scenario.

We take the Saudis at their word. They have now said the cuts would in fact extend through year end. But nothing is locked in stone. They will do what they perceive is in their interest.

Brent has already jumped to \$90/bbl. If they were to approach \$100 or more, there is a possibility that we might see a smaller cut (500,000 barrels) before year-end.