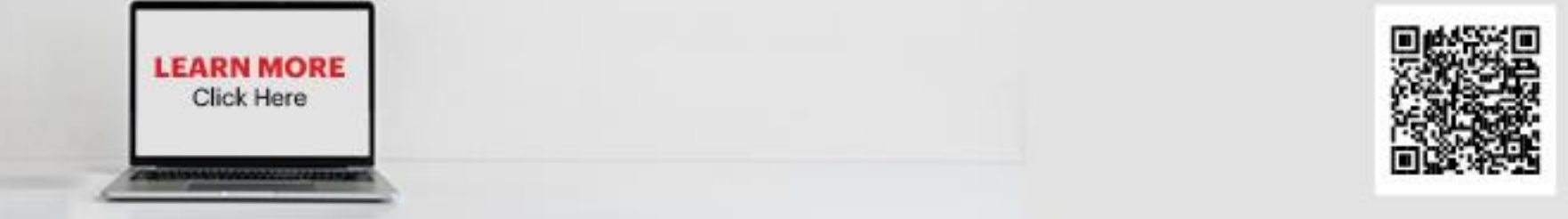


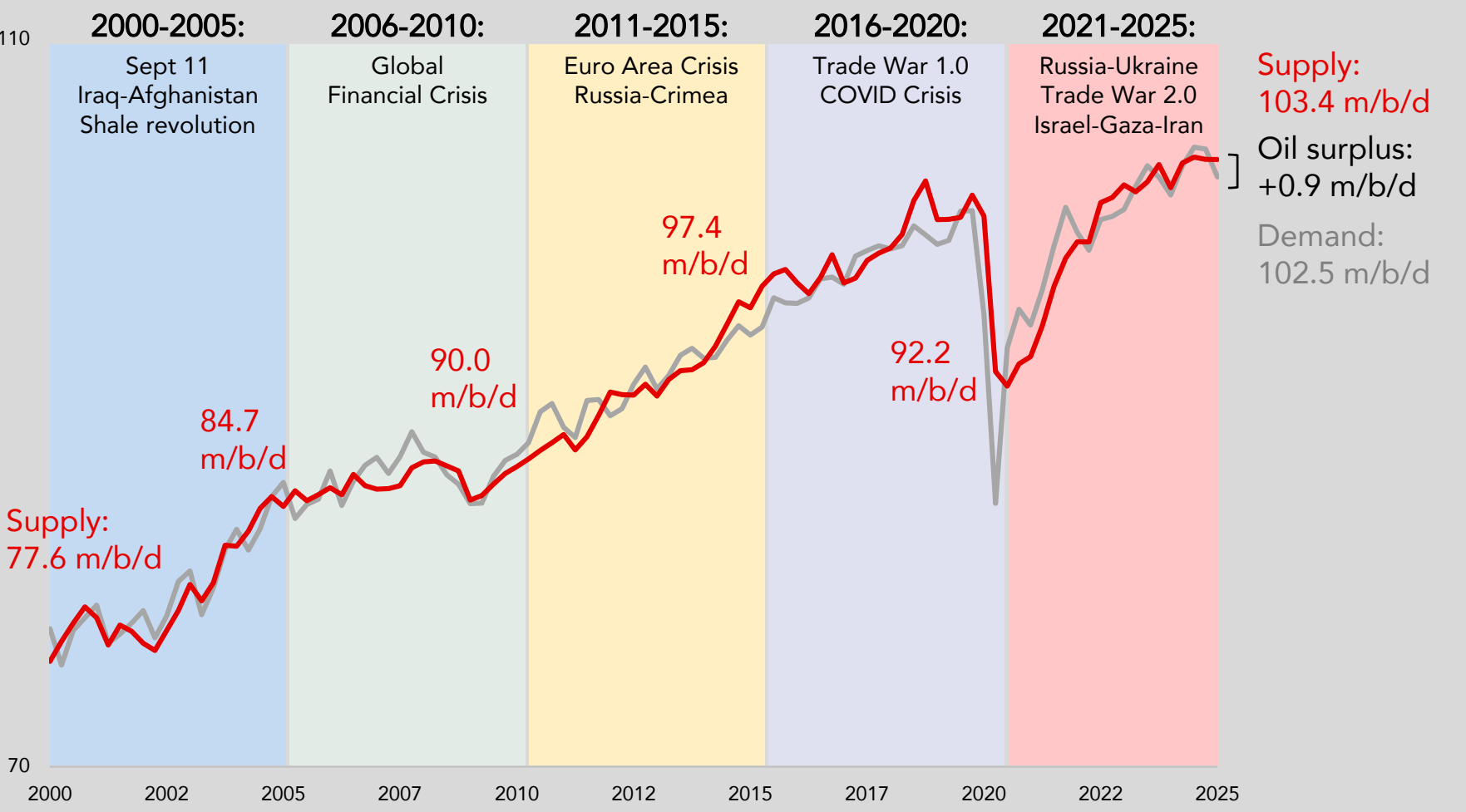
Chart of the Day



Extraordinary Growth in Global Oil Supply

With significant spare production capacity and a surplus vis-a-vis demand, the world is producing over 103 m/b/d, a 33% increase in just 25 years.

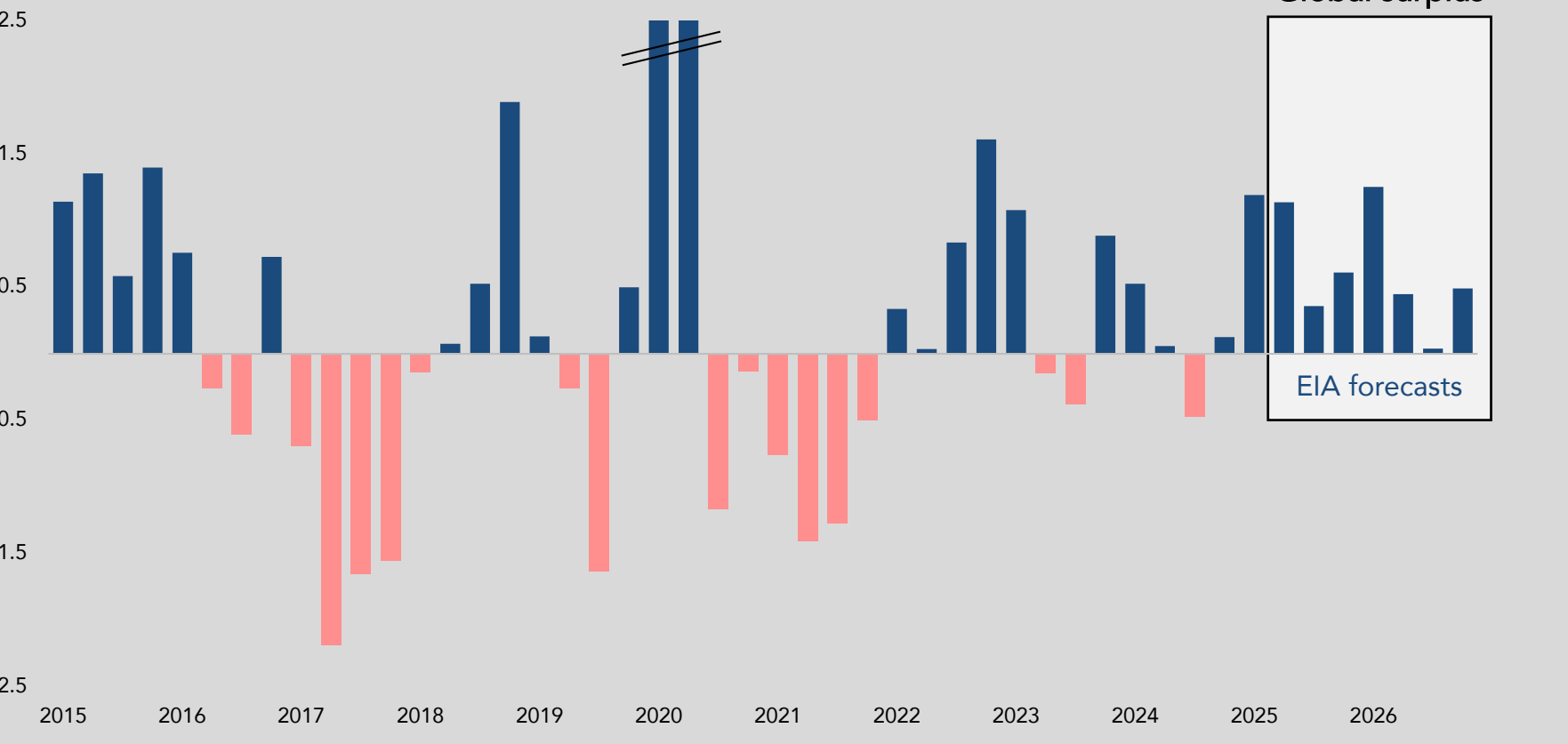
Global oil demand and supply, million barrels per day



Global Oil Inventories Rising

Despite elevated geopolitical risk, the EIA is forecasting continued global oil surpluses through 2026 on the combination of increased supply (OPEC & US production increases) and tepid global demand.

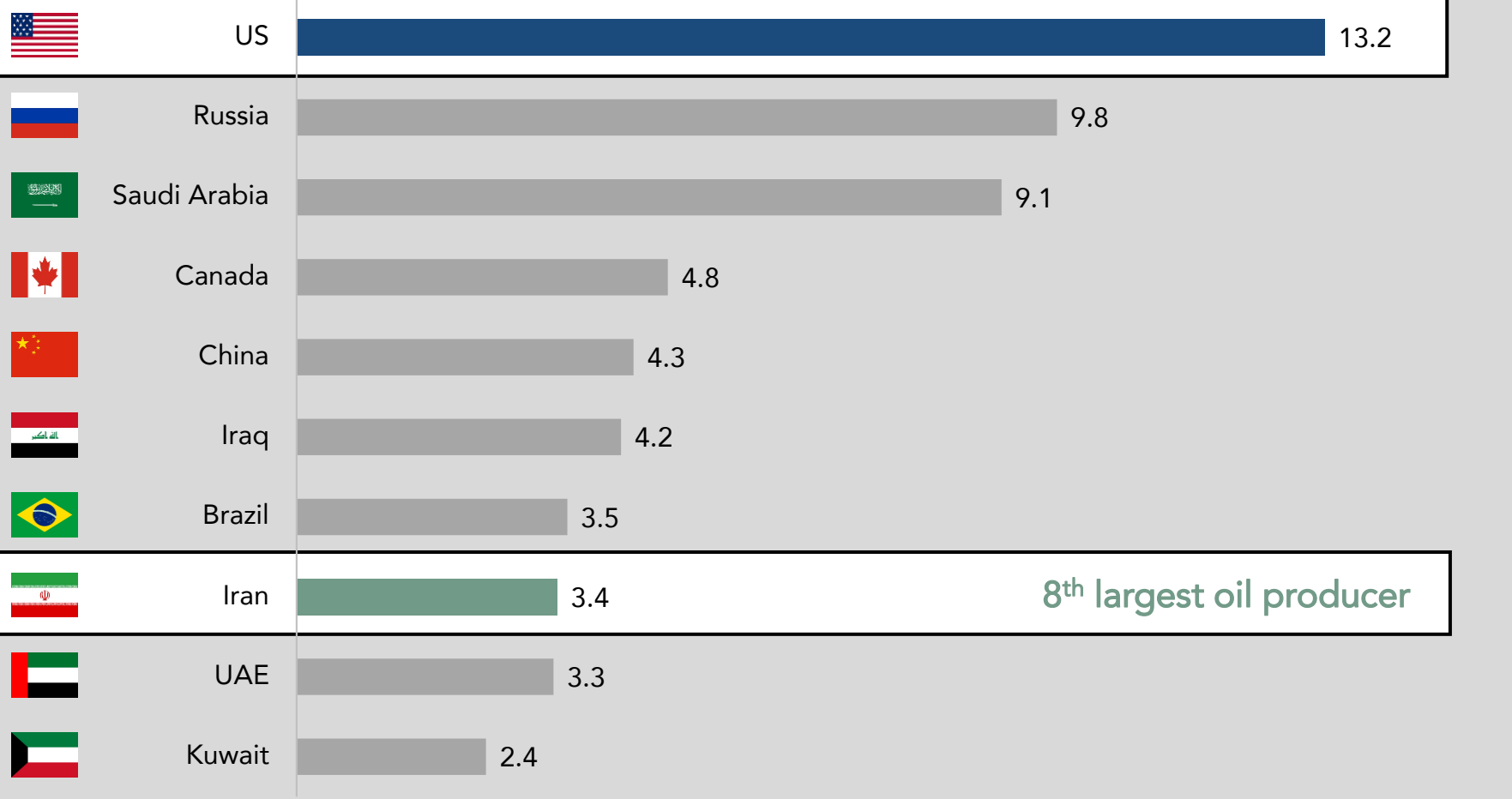
Global oil inventory change, million barrels per day



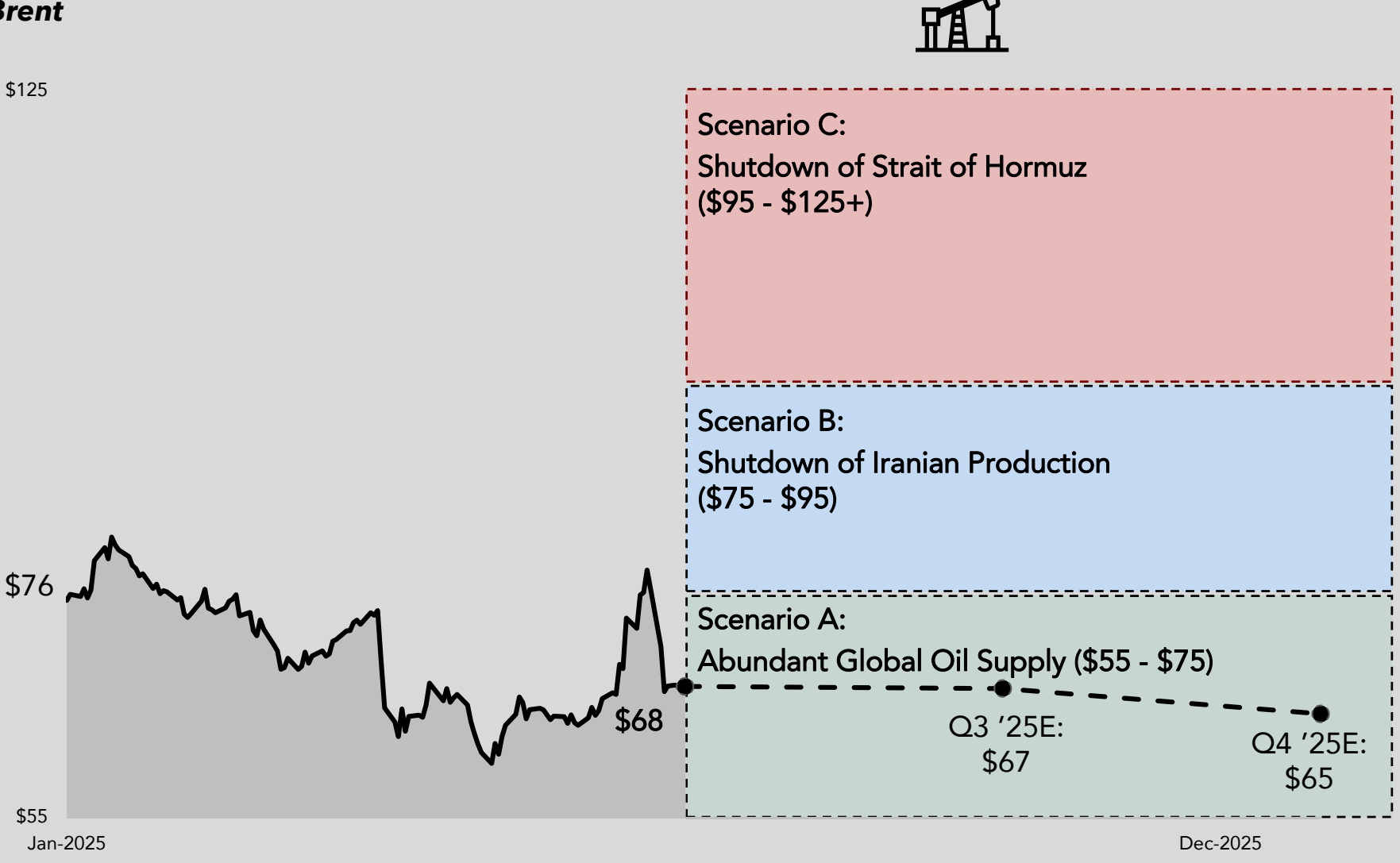
Iran: 8th Largest Global Oil Producer

Although OPEC’s spare production capacity exceeds Iranian daily production, any escalation that adversely impacted Iranian oil output could drive global oil prices above \$95.

World’s largest oil producers, millions barrels per day



Oil Price Scenarios Related to Iran Risk



Source: (1) Bloomberg. Data as of June 30, 2025. IEA. (2) EIA, “Short Term Energy Outlook (June 2025).” Q1 & Q2 2020 bars are 7.4 and 5.6, respectively due to COVID. 2025-2026 data are EIA forecasts. (3) Bloomberg. EIA (US, Russia, Canada, China, Brazil). Data as of February 2025. OPEC (Saudi Arabia, Iraq, Iran, UAE, Kuwait). Data as of May 2025. (4) Bloomberg. Data as of June 30, 2025. Q3 and Q4 are consensus forecasts.

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“Macro stability isn’t everything, but without it, you have nothing.”