

Chart of the Day

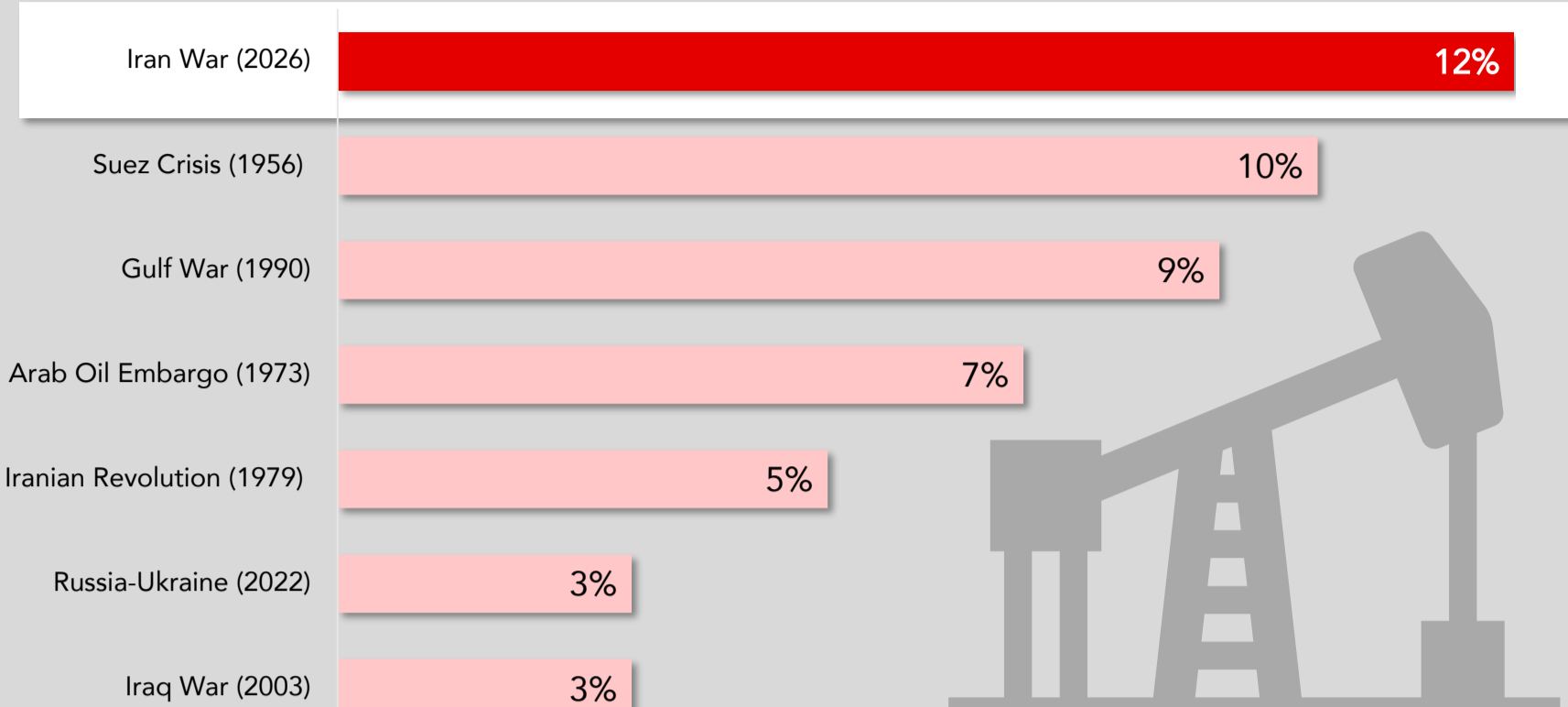
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Largest Historic Global Oil Supply Disruption

Nearly 20% of global oil supply flows through the Strait of Hormuz daily. While Saudi Arabia has rerouted some supplies through existing pipelines to export terminals in the Red Sea, at least 10 million barrels of oil remain impacted, resulting in the **largest historic supply shock to oil markets**.

Size of shock to the global oil market, % of total global oil

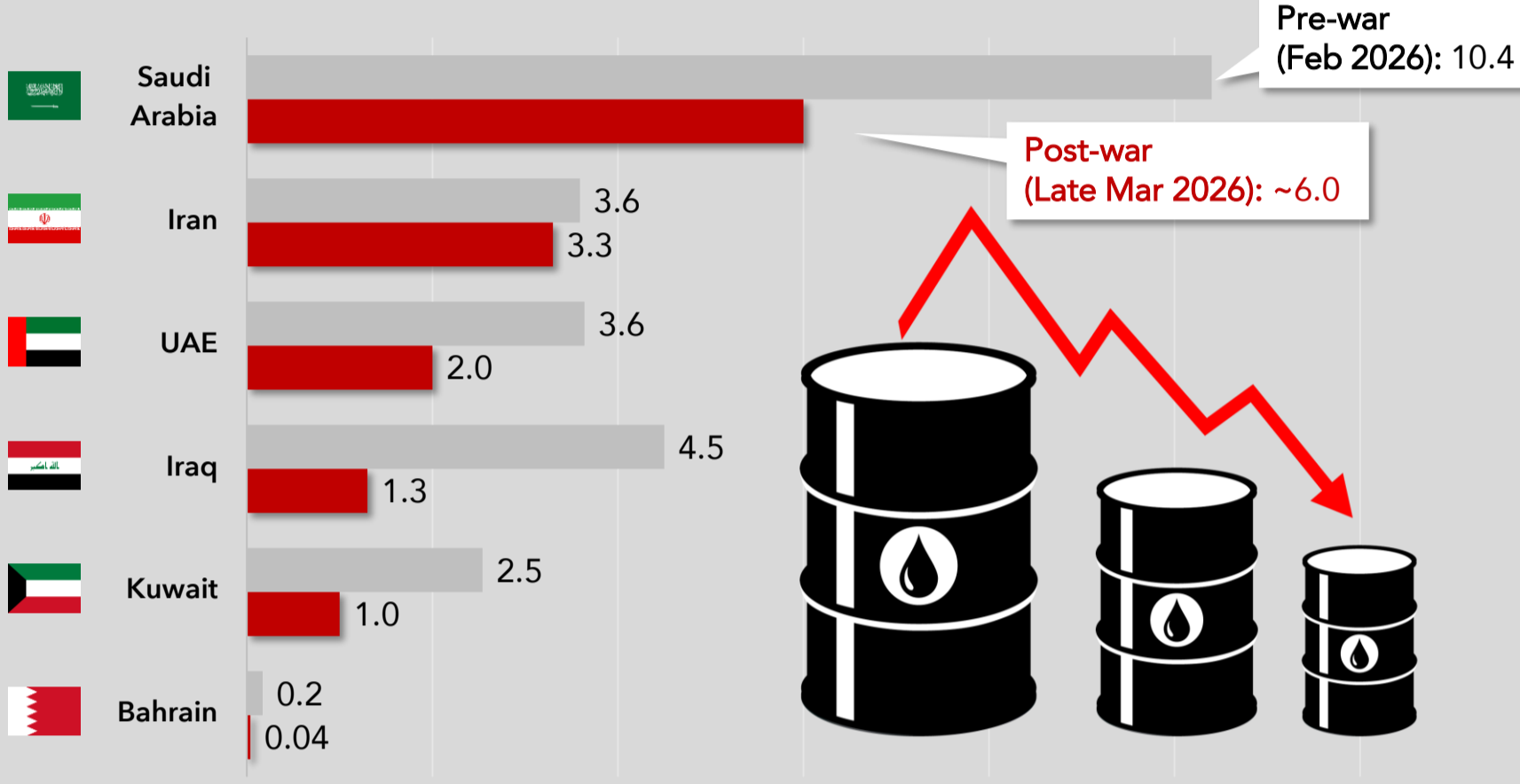


Source: (1) Rapidan Energy Group. WSJ, "How the Iran War Compares With Past Market Shocks" (David Uberti & Jared Mitovich).

Curtailed Persian Gulf Production

While Saudi Arabia, the UAE, and Iraq can bypass the Strait of Hormuz via pipelines to get some portion of their crude oil out, **Kuwait is a landlocked producer** and is effectively offline as a global exporter. **Bahrain's production is also down over 75% from pre-war levels** with their remaining oil output being used almost exclusively for domestic power generation.

Selected OPEC+ crude oil production, mb/d

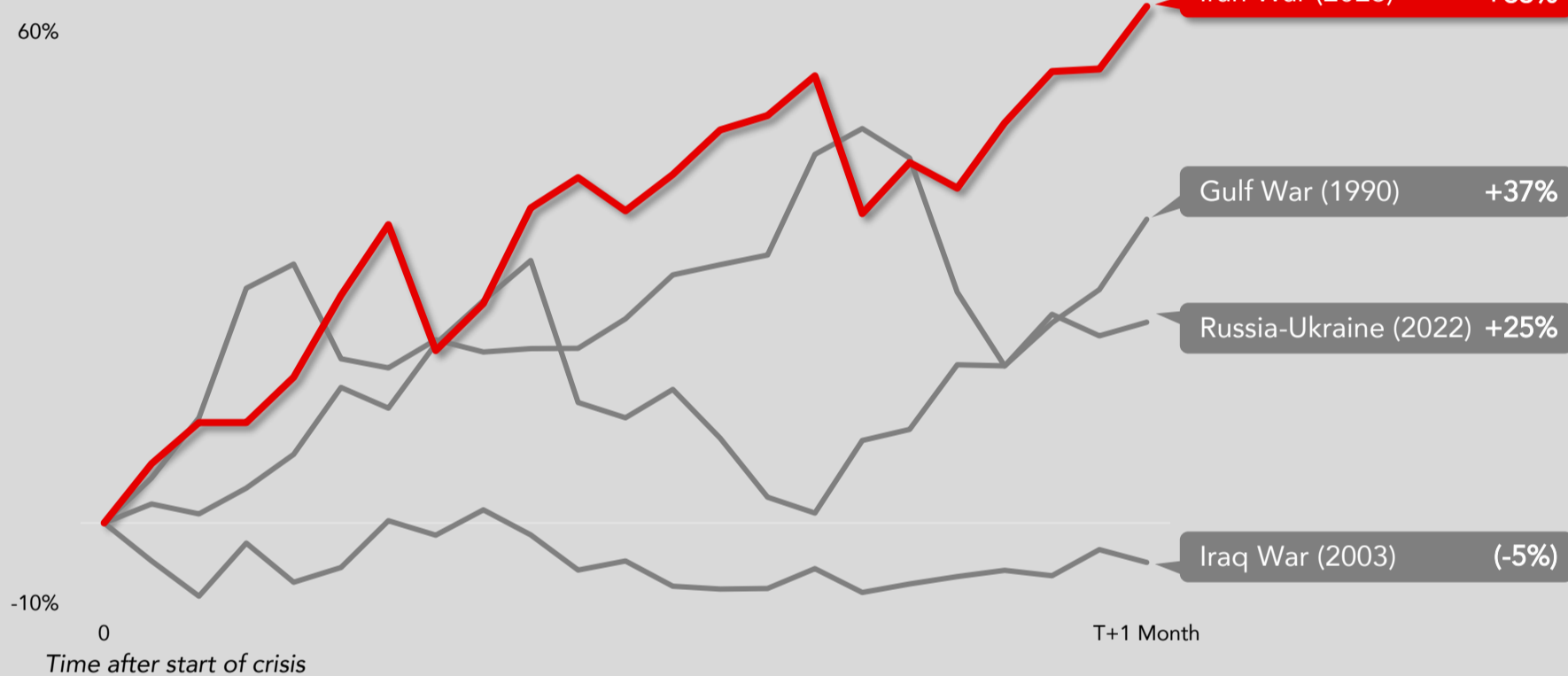


Source: (1) IEA, "Oil Market Report (March 2026)". Various News Reports based on top-down calculation of country's remaining export capacity and reported operational shut-ins. Data as of March 31, 2026.

Largest One Month Oil Price Shock on Record

Due to the unprecedented closure of the Strait of Hormuz, the current Iran War has triggered the **largest monthly increase in Brent prices**, surpassing the previous record set during the Gulf War in 1990.

Brent oil performance after energy market shocks

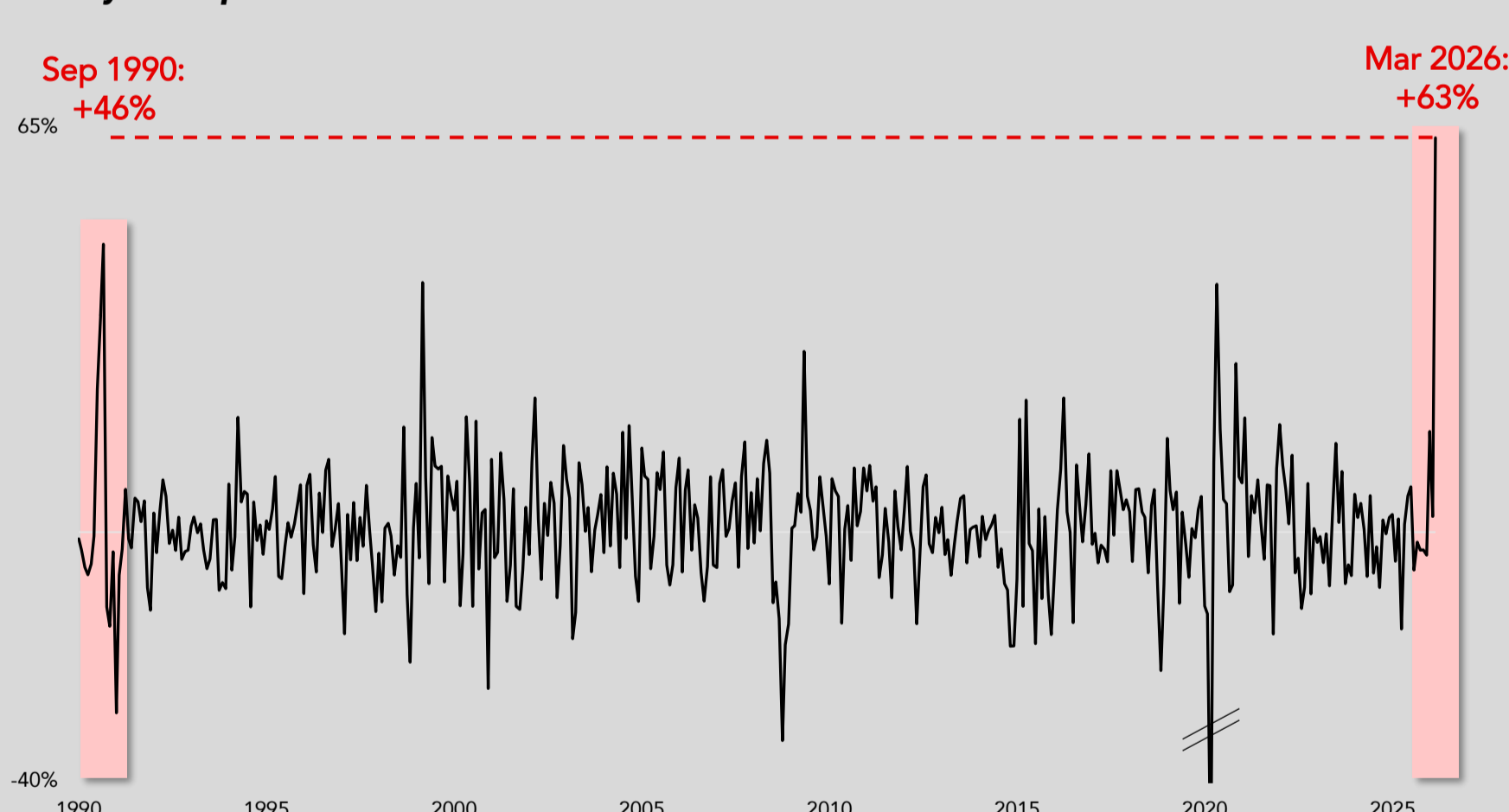


Source: (1) Bloomberg. Data as of March 31, 2026. T+0 is market close day before the crisis started.

Brent Posts Largest Monthly Gain in History

Brent posted its largest monthly gain in history, up 63% in the first month of the conflict and well eclipsing the prior record of 46% set during the 1990 Gulf War.

Monthly Brent performance

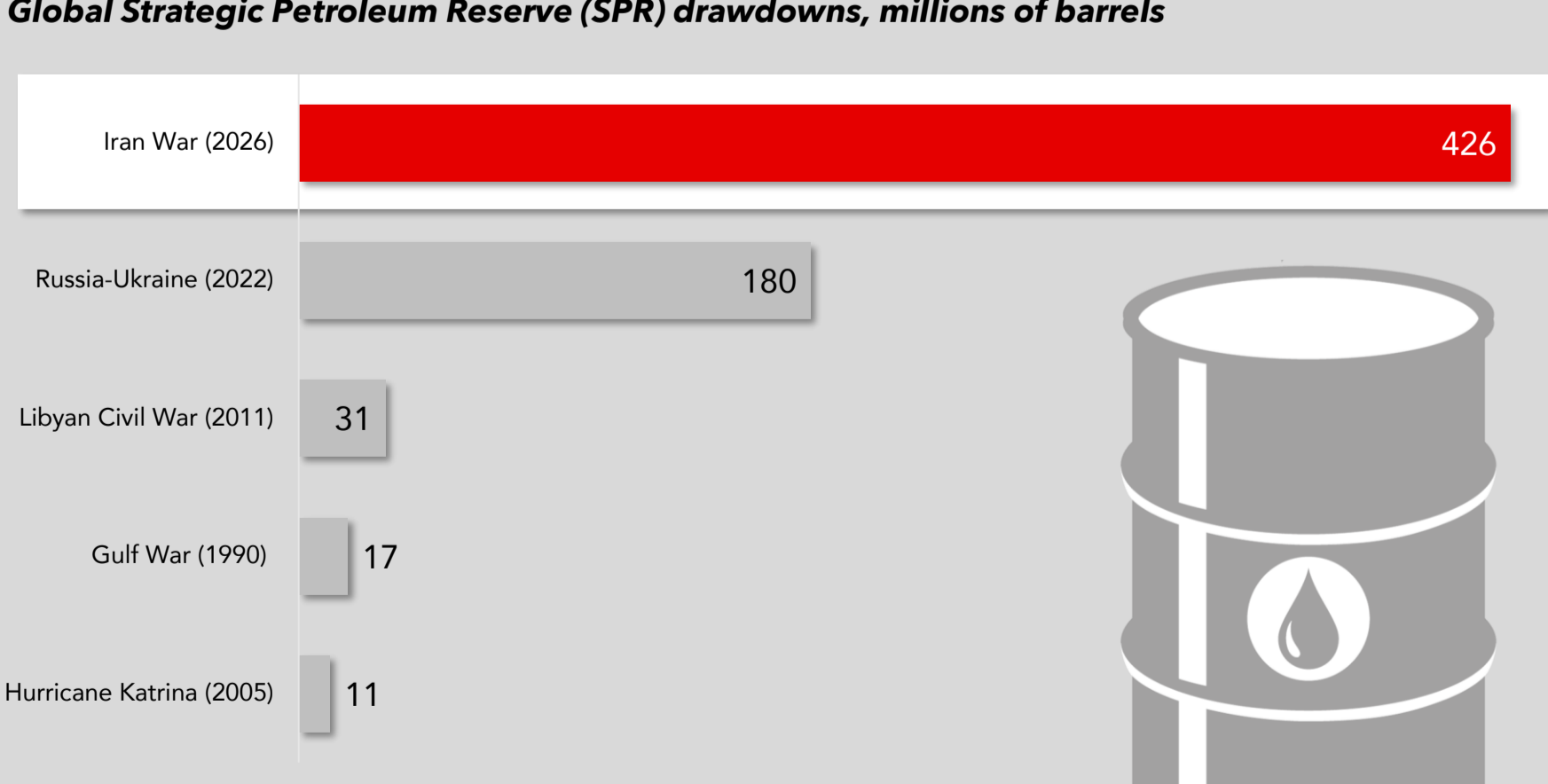


Source: (1) Bloomberg. Data as of March 31, 2026. March 2020 is (-55%).

Historic Drawdown of Oil Reserves

The current 2026 Iran War has led to the **largest drawdown of strategic petroleum reserves in history**. The IEA authorized over 400 million barrels, with the US contributing 40% of the total commitment (172 barrels). In contrast to prior drawdowns, this release includes a significant portion of refined products (gasoline and diesel) to help prevent immediate fuel shortages.

Global Strategic Petroleum Reserve (SPR) drawdowns, millions of barrels



Source: (1) IEA. Energy. Gov. Iran War in 2026 is total authorized, not yet released.

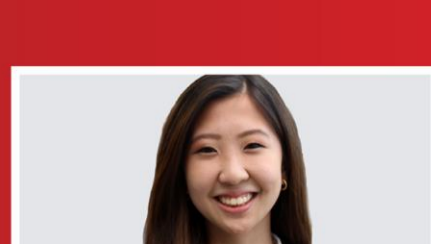
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"Macro stability isn't everything, but without it, you have nothing."