



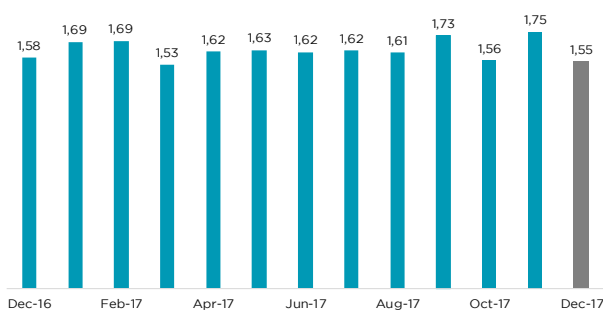
MARKET SUMMARY

- Changes in the international price of crude in the first month of 2018 were endorsed by continued efforts of OPEC member countries and their allies to ensure market equilibrium throughout the cut-off agreement which may last until the end of 2018. According to analysts at the investment bank Goldman Sachs, oil prices could rise to \$80/barrel in six months.
- The recent OPEC report estimates that global demand for crude oil for 2018 will increase by 1.59 million barrels/day, from the 1.53 million barrels/day previously forecast. Oil supply stood at 97.67 million barrels/day in January, corresponding to an increase of 350 thousand barrels/day compared to the previous month.
- Angolan oil production fell by 10.9 thousand barrels/day in January 2018, to 1.615 million barrels/day. January production levels underwent the second largest decline within the cartel, eclipsed by Venezuela with a decline of 47.3 thousand barrels/day.

ANGOLA

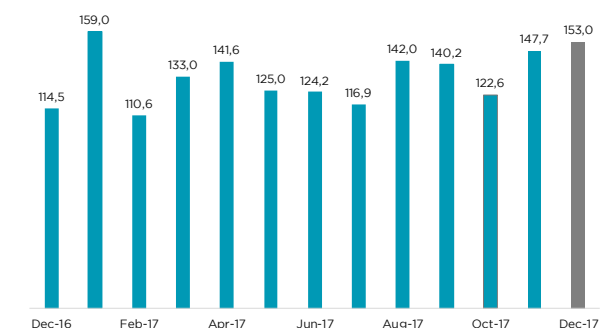
- According to secondary sources consulted by OPEC, Angolan oil production stood at 1.615 million barrels/day in January 2018, representing a reduction of 10.9 thousand barrels/day compared to December 2017. The change was the second largest decline in the organization over the period under review, eclipsed by Venezuela where a decline of 47.3 thousand barrels/day was seen, with production reaching 1.6 million barrels/day.
- Up until April 2017 Angola produced the most oil in Africa, subsequently losing its place to Nigeria which, despite reducing output by 8.1 thousand barrels/day in January of 2018, achieved a daily production of 1.819 million barrels. Angolan crude oil exports to China in December last year registered a decline of 178 thousand barrels/day, contributing 9% to total Chinese imports, with Angola ranking third in the list of leading suppliers behind Russia and Saudi Arabia.

Export of Oil (mn of barrels/day)



Source: Minfin

Average Total Revenue (mn AOA)

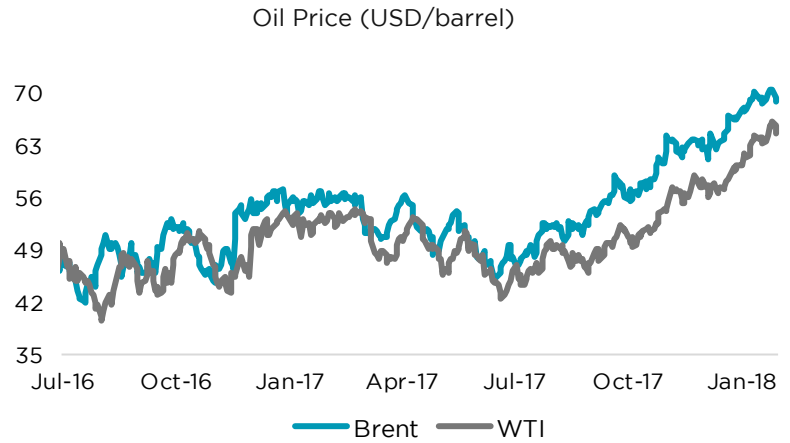


Source: Minfin

PRICE

•The price of crude oil rose by more than 7% in January 2018, when compared to the previous month. The variation was supported by continued efforts on the part of OPEC and its allies to reduce oil surplus in the market and through consecutive reductions in US crude inventories impacted by rising demand.

•Brent increased by .8% between December 2017 and January 2018, standing at 69.08 USD/barrel, while the WTI increased by 9.9% to 63.66 USD/barrel in the same period. It should be noted that, according to Goldman Sachs, Brent could reach 82.50 USD/barrel within 6 months.



Source: Bloomberg

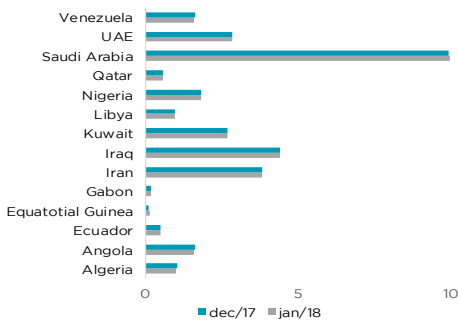
SUPPLY

•The January 2018 global crude oil supply increased by 350 thousand barrels/day compared to the previous month and 1.75 million barrels/day compared to the same period of the previous year, standing at 97.67 million barrels/day.

•Estimates for the supply from non-OPEC countries point to an increase of 1.40 million barrels/day in 2018 compared to the same period last year, higher than the growth of 860 thousand barrels/day in the previous year. It should be highlighted that the production of non-OPEC countries could reach 59.26 million barrels/day in the current year.

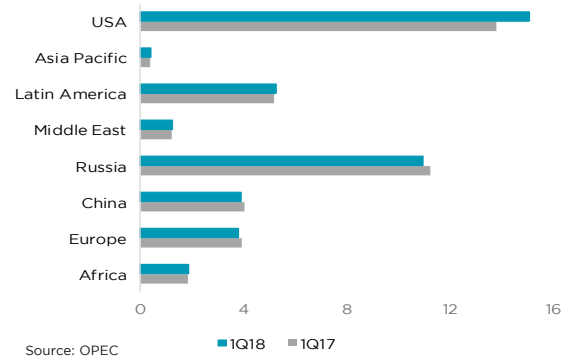
•January production in OPEC member countries stood at 32.30 million barrels/day, corresponding to a reduction of 8.1 thousand barrels/day in relation to December 2017, influenced mainly by the contraction in Angolan and Venezuelan production. OPEC share of crude oil supply reached 33.1% in January 2018.

OPEC (mn barrel / day)



Source: OPEC

Non-OPEC (mn barrel / day)



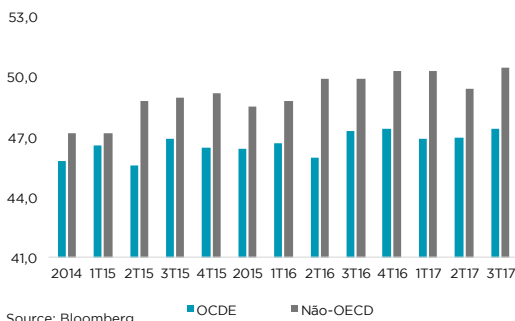
Source: OPEC

DEMAND

•The 2017 world demand for oil stood at 97.01 million barrels/day, representing a growth of 1.60 million barrels/day compared to 2016 and an increase of 30 thousand barrels/day in relation to the estimates disclosed in the previous report. This readjustment reflects improved consumption expectations of the countries of the Organization for Economic Cooperation and Development (OECD) of America and Europe for the third and fourth quarters respectively supported by the strengthening of the transport sector.

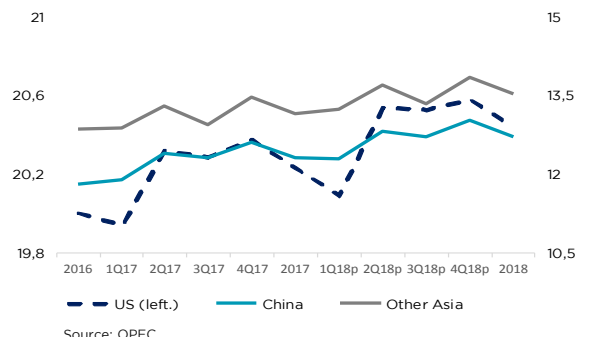
•By 2018, consumption growth is estimated at 1.59 million barrels/day, up by 60 thousand barrels/day from the previous month, reaching 98.60 million barrels/day. The improvement in projections reflects the positive economic outlook for OECD America, Europe and Asia.

Oil Demand (mn barrels / day)



Source: Bloomberg

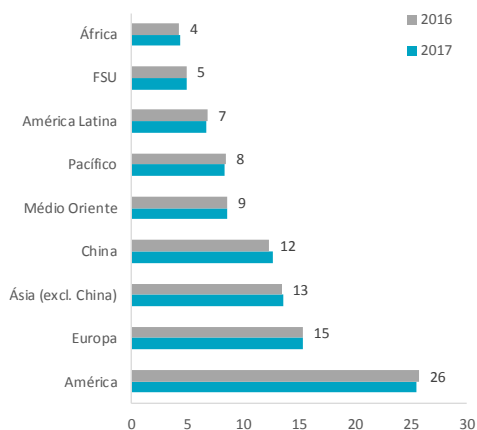
Demand for some countries (mn barrels / day)



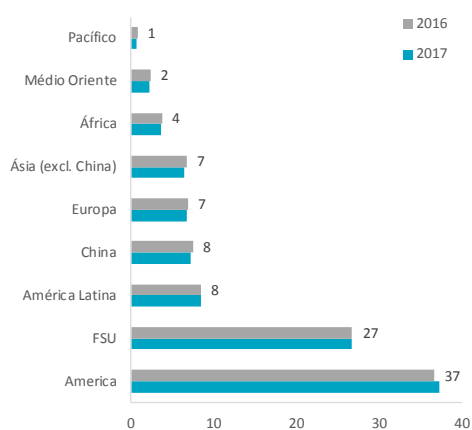
Source: OPEC

INTERNATIONAL MARKET STRUCTURE

Oil – Demand by Region (%)



Oil – Supply by Region (%)



UM BANCO QUE NASCE COM 20 ANOS DE EXPERIÊNCIA.

UMA DÉCADA DE HISTÓRIA DO MILLENNIUM. OUTRA DÉCADA DE HISTÓRIA DO ATLANTICO. EXPERIÊNCIAS QUE SE COMPLEMENTAM PARA LHE TRAZER UM BANCO AINDA MAIS FORTE.

Research ATLANTICO

www.atlantico.ao/pt/institucional/Pages/research.aspx

Bloomberg page: ATLO <GO>

DISCLAIMER: This document was created with information from sources considered to be reliable, but its accuracy may not be completely guaranteed. The content of this document does not represent a recommendation to invest, divest or hold investment in any stock herewith described or any other stock, and it may not be considered an offer, invitation or solicitation to purchase or sell the above mentioned stock. This document should not be used to evaluate the stocks herewith described and ATLANTICO cannot be held responsible for any loss, direct or potential, resulting from its use or contents. ATLANTICO, or its employees, may hold positions in any stock mentioned in this publication. The reproduction, total or partial, of this publication is allowed, as long as the source is clearly identified.

RESEARCH ATLANTICO

E-mail | research@atlantico.ao | Tel 226 432 445 | 923 169 045

 ATLANTICO

BANCO MILLENNIUM ATLANTICO