

Contents

Section	Page
1 Executive Summary	1
1.1 INTRODUCTION	1
1.2 REFINED PRODUCT MARKET OUTLOOK.....	2
1.2.1 Economic Outlook	2
1.2.2 Energy Use Trends.....	2
1.2.3 Refined Product Demand Forecast	2
1.2.4 Refinery Production Projections	5
1.2.5 Product Balances.....	8
1.2.6 Inter-Regional Product Balances	9
2 Introduction and Methodology	10
2.1 INTRODUCTION	10
2.2 ECONOMIC OUTLOOK	11
2.3 METHODOLOGY	13
2.3.1 Macroeconomic Development	13
2.3.2 Regulatory Developments.....	14
2.3.3 Total Energy Use	14
2.3.4 Petroleum Demand Outlook	14
2.3.5 Product Quality Issues	15
2.3.6 Refining Industry Capabilities and Product Trade	15
2.4 DEFINITIONS.....	16
2.4.1 Energy	16
2.4.2 Petroleum Supply and Demand	16
2.4.3 Refinery Capacity	16
2.4.4 Refinery Capabilities	16
2.4.5 Refinery Utilization	16
2.4.6 Petroleum Products	16
3 Energy Use Trends	18
3.1 TOTAL ENERGY CONSUMPTION	18
3.1.1 Overview.....	18

3.1.2	Primary Energy Consumption by Source	19
3.2	POWER GENERATION SECTOR.....	20
3.3	NATIONAL VARIATIONS.....	22
3.4	ENERGY INTENSITY	24
3.5	ELECTRICITY CONSUMPTION TRENDS	27
4	Crude Oil and LPG Supply	29
4.1	CRUDE OIL SUPPLY	29
4.1.1	East Asian Crude Oil Production.....	29
4.1.2	East Asian Crude Oil Balances	31
4.2	NATURAL GAS SUPPLY.....	35
4.2.1	Reserve Base.....	35
4.2.2	East Asian Natural Gas Production	35
4.2.3	East Asian Natural Gas Balances.....	36
4.3	LPG SUPPLY	38
4.3.1	East Asian Production.....	38
4.3.2	East Asian Supply/Demand Balance	38
5	Refined Product Consumption	40
5.1	PETROLEUM DEMAND	40
5.1.1	Overview.....	40
5.1.2	Gasoline	43
5.1.3	Jet/Kero	43
5.1.4	Diesel/Gas Oil.....	44
5.1.5	Residual Fuel Oil	45
5.1.6	Naphtha	47
5.1.7	LPG	48
5.1.8	Other	49
5.2	PRODUCT QUALITY TRENDS.....	50
5.2.1	Gasoline	50
5.2.2	Kerosene/Jet Fuel.....	51
5.2.3	Diesel/Gas Oil.....	52
5.2.4	Fuel Oil	53

6	Oil Refining Industry Structure	54
6.1	ASIAN REFINING INDUSTRY PROFILE	54
6.2	ASIAN REFINING INDUSTRY PROSPECTS.....	59
6.3	PLANNED CAPACITY ADDITIONS	60
6.4	REFINERY PRODUCTION PROJECTIONS	62
7	Refined Product Trade	65
7.1	EAST ASIAN REFINED PRODUCT BALANCES.....	65
7.2	INTRA-REGIONAL TRADE	68
7.2.1	Naphtha	68
7.2.2	Gasoline	69
7.2.3	Middle Distillates.....	70
7.2.4	Residual Fuel Oil	71
7.3	INTER-REGIONAL TRADE.....	72
7.3.1	Middle East Supplies	72
7.3.2	Other Supplies.....	73
A	Appendix	A-1