

Headline: Domestic diesel prices will continue to edge lower this week by approximately 0.4cpl.

Domestic Market: The local market is trending lower, following global benchmark prices, however the weakening Australian Dollar is offsetting some of the global oil weakness. National diesel prices fell 0.4cpl week-on-week and we expect to see a similar move this week at the terminal gate, prices still remain ~16% above the lows in January.

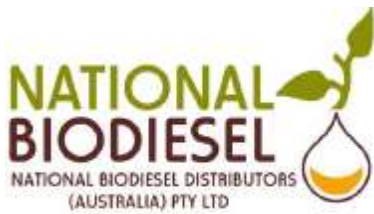
Chart 1: Daily Singapore Gasoil in Australian Dollars



Global Market: The oil market has been under pressure into the close of last week due to uncertainty about Greece and the potential default on payments due tomorrow, 30 June. Market dislike uncertainty and the prospect of a Greek default and potential exit from the Eurozone will weigh on global markets including oil. The Iranian nuclear talk with P5+1 are continuing also and with a deadline of 30 June also, could see the easing of sanctions on Iran. This would include allowing Iran to resume exporting crude oil, which will add further barrels into an already oversupplied market, weighing on prices.

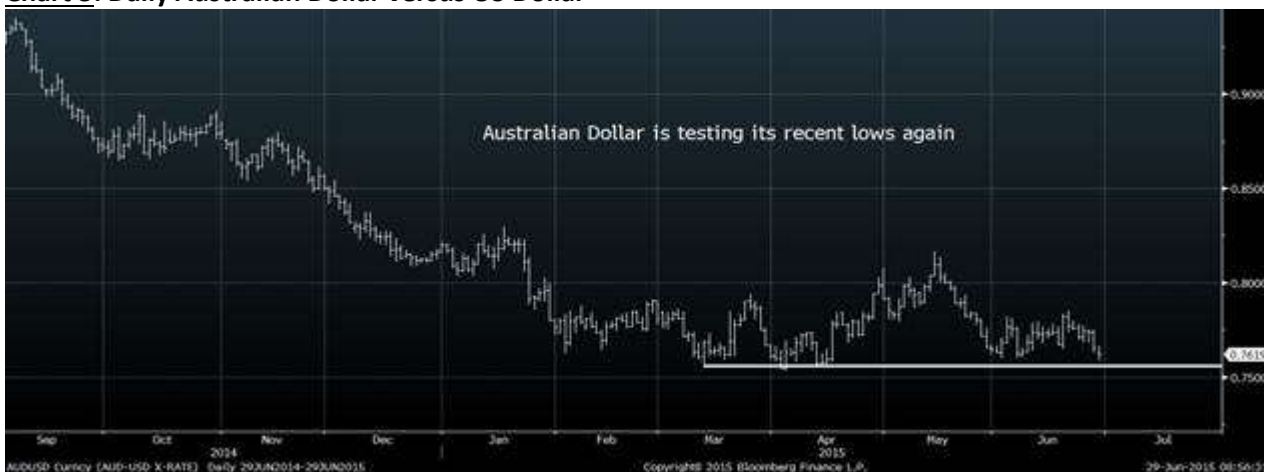
Chart 2: Daily Brent





Currency: The Australian Dollar is retesting the recent lows as flight-to-quality cash flows move out of risky currencies to the safety of the US Dollar. The potential threat of a Greek default and exit from the Eurozone is driving investors out of the Euro and into the US Dollar, which is weighing on the AUD also. The impact of a Greek default and Eurozone exit and the potential impact on other European countries and global growth will keep the AUD under pressure until certainty returns to the marketplace.

Chart 3: Daily Australian Dollar versus US Dollar



Indicative Forward Prices

| FORWARD PRICING TABLE | | | | | |
|---|--------|--------|--------|--------|--------|
| | Jul-15 | Aug-15 | Sep-15 | Q315 | Q415 |
| Ultra Low Sulphur Diesel (ACPL Incl. Excise & GST) | 1.2565 | 1.2624 | 1.2691 | 1.2689 | 1.2860 |