

Oil Outlook Update

Markets Compass, marketscompass.com

Our projected fourth quarter high in crude oil is currently underway.



Figure 1

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Crude Oil High Unfolding

Crude oil has certainly made quite a comeback from its February 11, 2016 low around \$26 a barrel (WTI),

Since then, it has accurately followed our price and time projections through the June 8th high, August 2nd low, and is currently well underway to hit its projected high in the price range of \$49.00 - \$51.75 within its projected reversal time window from September 29th - October 11th.

The most recent impetus for crude oil's continued rally has been the news out of Algiers that OPEC member countries had agreed to cap output at 32.5-33.0 million barrels of oil per day.

The positive sentiment these news have spurred, has managed to push crude oil right into our time and price projection target area as can be seen in figure 1.

For our new readers, the blue boxes on the chart are

plotted on the chart weeks (and sometimes even months) in advance and represent our projected reversal zones for crude oil.

The top and bottom sides of the box indicate the projected price range, while the left and right sides indicate time range. As you can see, our projection boxes have successfully managed to nail down the February low, June high, August low, and we are now looking at our projected October high.



Hundreds of billions of dollars have simply vanished

Impact of Falling Oil Prices

Oil producing economies have suffered significantly as a result of falling oil prices and the impact has been more widely felt in economies that primarily depend on the production and export of oil and refined petroleum products such as Saudi Arabia, Kuwait, UAE, Qatar, Venezuela, Nigeria, Angola and others.

Hundreds of billions of dollars have simply

vanished as a result of that decline.

Since the fall of oil prices from their summer 2014 highs, some oil exporting economies have had record budget deficits and many called for different austerity measures in an attempt to curb government spending. Those measures included reducing government spending on infrastructure projects, canceling or

postponing some government-backed projects, reducing or even lifting local subsidies on gasoline water and power, and even reducing the salaries and benefits of their top public servants.

On top of that, GDP growth for those economies continues to slow down and some have even had their credit ratings downgraded.

Is the Decline Over?

Unfortunately, not. The drop in oil prices is not over yet.

The chart in figure 1 clearly shows that we are now within both the time-band and price-band for a high. We all know that the October high will be followed by a low.

The "billion dollar questions" that are on everyone's mind are:

1. How low will oil

prices move next?

2. Will the next low be lower than the August 2nd low?
3. When will oil prices turn back up?
4. And most importantly, when will oil come out of the hole? (no pun intended)

Our clients who have access to our price and time projections and those who use our world-leading crude oil hedging service know very well the answer to those questions and stand ready to benefit from the upcoming drop, at a time when entire economies will be losing hundreds of billions of dollars.

Can Markets be Really Predicted?

Absolutely!

Our proprietary models allow us to predict price and time reversal dates with over 90% accuracy, which is unheard of in the industry.

Those models have been over 12 years in the making and it was not an easy journey by any means simply because there are no working models that are available anywhere in the public domain, which

meant that we had to do it the hard way, through hard work and research.

You can see some of our market calls on our website at marketscompass.com

Why Us?

As the world-leading service provider to crude oil and refined petroleum products investors, traders, producers and consumers, Markets Compass can help you not only hedge against the upcoming decline in oil prices but also profit from it too.

In addition to our strong experience in the oil & gas industry, our proprietary models allow our clients to profit from falling prices as well as from rising prices regardless of what type of market participant they are.

Whereas crude oil investors and traders may be more inclined to speculation, producers and consumers are typically more interested in hedging their production or consumption needs.

Of special interest is the need of oil producers who have suffered the ramifications of the sharp decline in oil prices over the past two years. Some of them have been in a dilemma, where they want to maintain

market share and therefore do not wish to reduce their oil output, but at the same time, a glut in the oil market only pushes prices down.

Using our expertise and competitive advantage, we at Markets Compass have devised a very unique strategy for oil producers that would allow them to maintain market share without the need to reduce production, fully hedge against declining prices, and secure additional profits through the financial markets.

We can confidently assert that no one else in the industry can offer such a value proposition.



Knowledge-Based Resource Economies

Oil prices are going down and hundreds of billions of dollars will be lost.

With every strong rise or decline in any asset price, there is always a massive transfer of wealth from those who do not know to those who know.

The term "Knowledge Economy" has become quite pervasive these days and refers to the ability to generate both tangible and intangible value from

knowledge.

Interestingly enough, resource-based economies, such as those that are dependent on the production and export of oil, can no longer sustain themselves purely based on the production of their natural resources as they have done for decades past.

We believe that even such economies can combine "knowledge" with their "resources" to create a much more powerful competitive advantage, and this is where we come in.

We have developed and mastered the formula to

benefit from both "resources" and "knowledge" at the same time, and generate considerable profits from that very special marriage.

Our solid expertise in the oil & gas industry, coupled with our solid expertise in the financial markets and our very unique value proposition makes us the ideal company for crude oil and refined petroleum products investors, traders, producers, and consumers to partner with.

Markets Compass
P. O. Box 76076
Ottawa, Ontario K2W 0E1
Canada

Phone
(613) 801-8450

E-mail
support@marketscompass.com

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The Next Step

Visit our website at marketscompass.com to read more about our services and check out some of our previous market calls, or contact us at the phone

number or email address shown on this page, and we would be glad to answer your questions, discuss your specific needs, and show you how we can help you

achieve your objectives.

About Our Company

Markets Compass is the world leading authority on forecasting where markets are heading next with the highest degree of accuracy that is available anywhere in the industry.

Our strength comes for

years of diligent research into why markets move the way they do, and what we had discovered over those years was nothing short of a break-through...a breakthrough that continues to prove itself right, time and time again.

Team up with the market leader and contact us today.

MARKETS COMPASS
P. O. BOX 76076
OTTAWA, ONTARIO K2W 0E1
CANADA



Visit us at:
marketscompass.com
