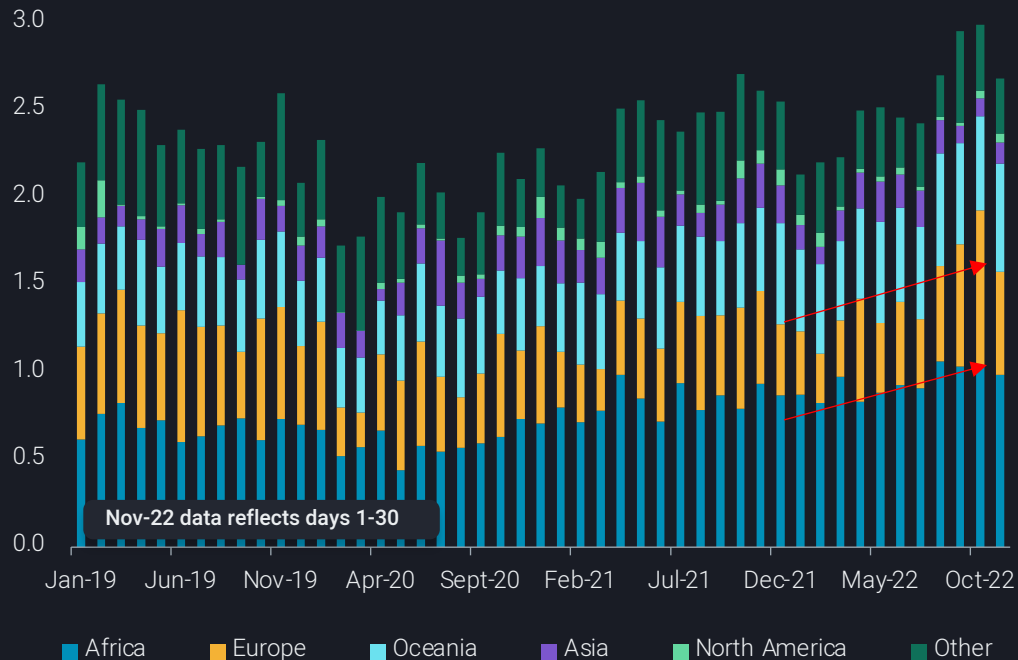
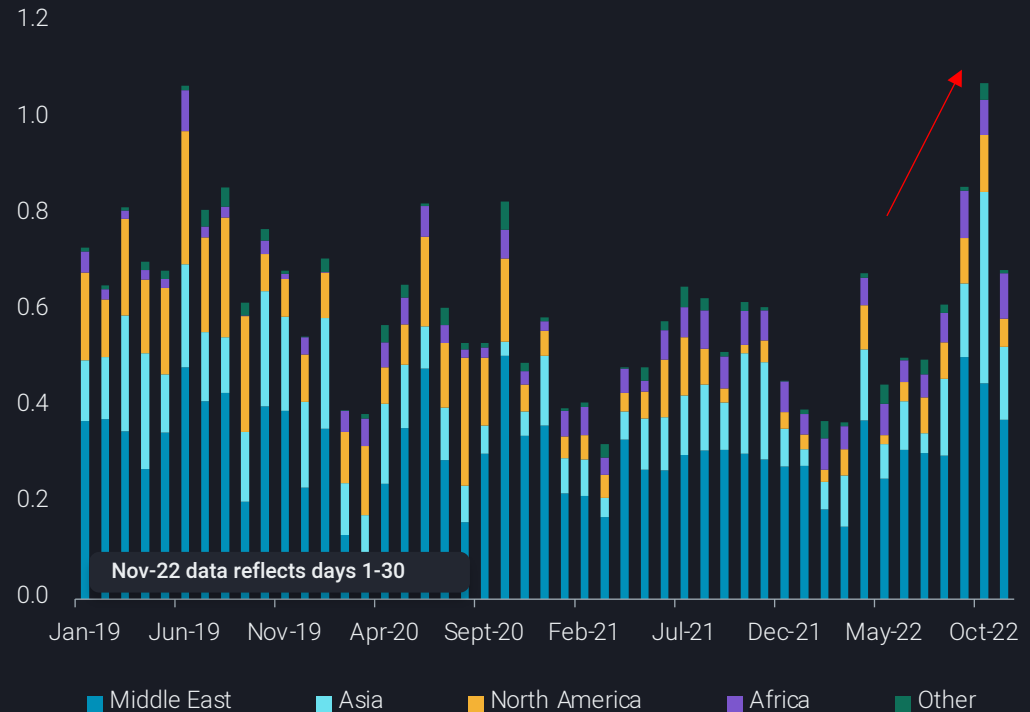


# Oceania, Europe and East and South Africa compete for diesel supplies from Asia and The Middle East

Diesel imports from Asia and The Middle East by destination region (mbd)



Diesel imports to Europe (excl Turkey) by origin region from anywhere (excl Russia) (mbd)



# How will Europe wean itself from Russian diesel?

It looks like Europe will be weaning itself off Russian diesel by turning toward the Middle East and Asia for resupply (mainly the Middle East).

- The Jizan refinery (400kbd), Saudi Arabia looks to be running at close to 70% now since they have hiked up their diesel exports considerably in the last few months
- Al-Zour, Kuwait (615kbd) is expected to produce around 186 kbd of diesel when it starts running at full capacity in Q1 2023
- In China, the 320kbd Shenghong refinery and 400kbd PetroChina Jieyang refineries are expected to start trials in Nov/Dec 2022

The new refining capacity and clean product exports will be a welcome relief as the EU ban comes into play on February 05, banning clean product imports loaded in Russia. However, competition for diesel barrels will be strong especially from from Oceania, East and South Africa.

