



Oil Industry Segment Update

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Hess Corporation

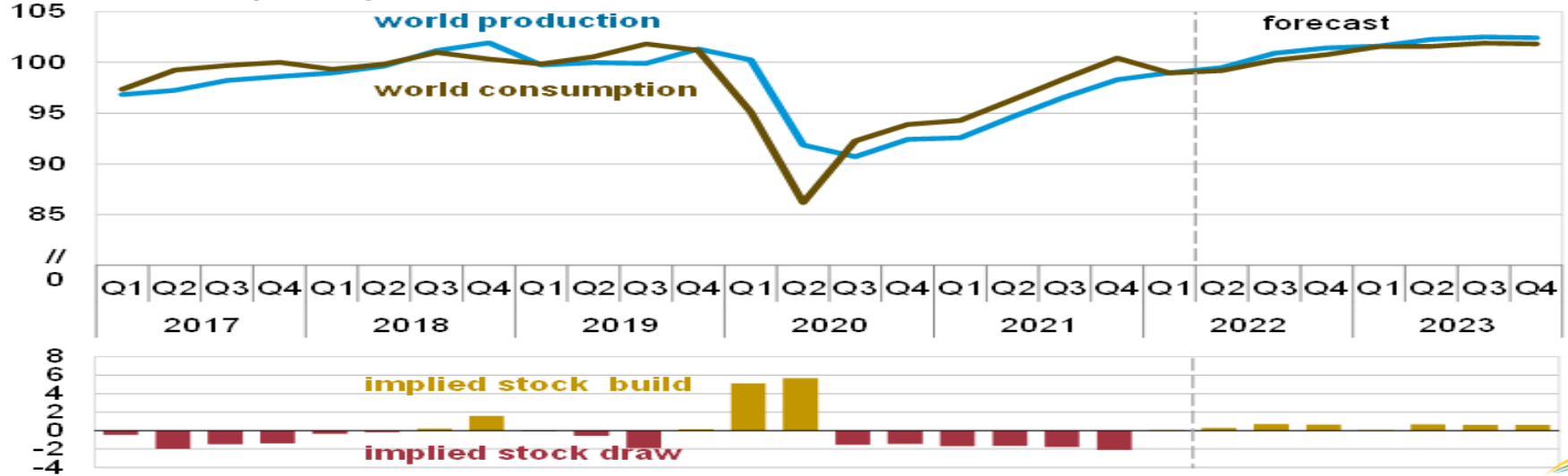
**Rail Energy Transportation Advisory Committee
Surface Transportation Board**

April 20, 2022

Global Production and Consumption

Top Five Producers and WTI Pricing

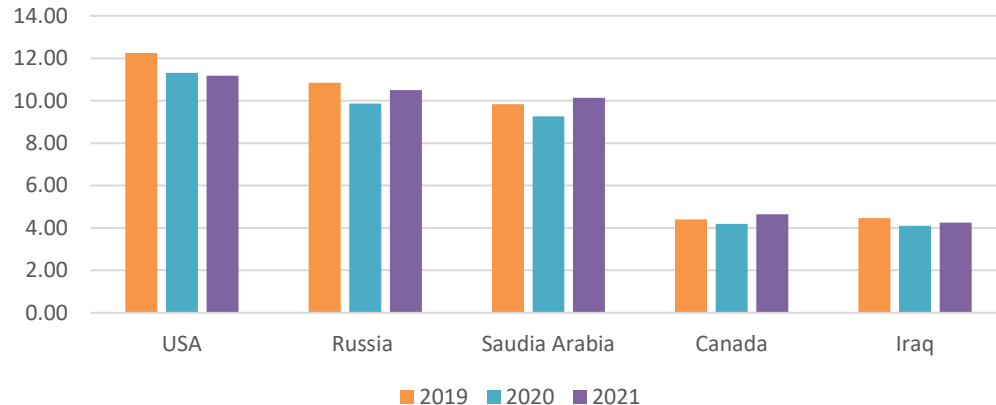
World liquid fuels production and consumption balance
million barrels per day



Source: U.S. Energy Information Administration, Short-Term Energy Outlook, April 2022



Top Five Global Crude Oil Producers



Source: EIA

WTI Prices

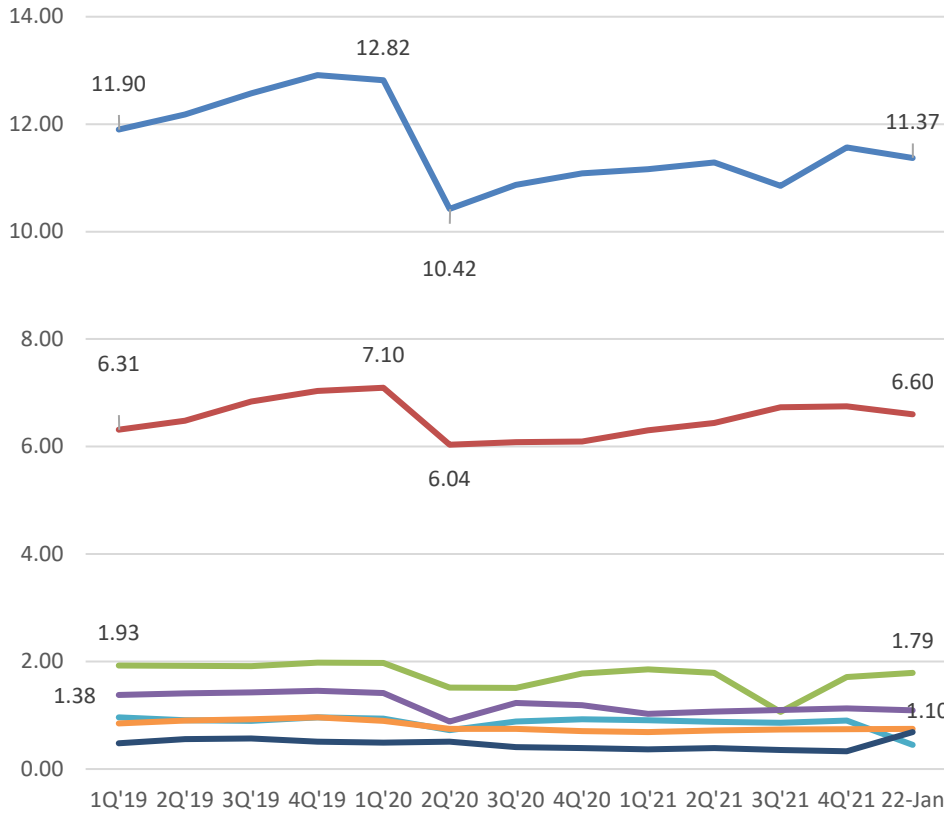
Monthly Averages

March 2019	\$58.15
September 2019	\$56.95
March 2020	\$29.21
September 2020	\$39.63
March 2021	\$62.33
September 2021	\$71.65
January 2022	\$82.22
February 2022	\$91.64
March 2022	\$108.50

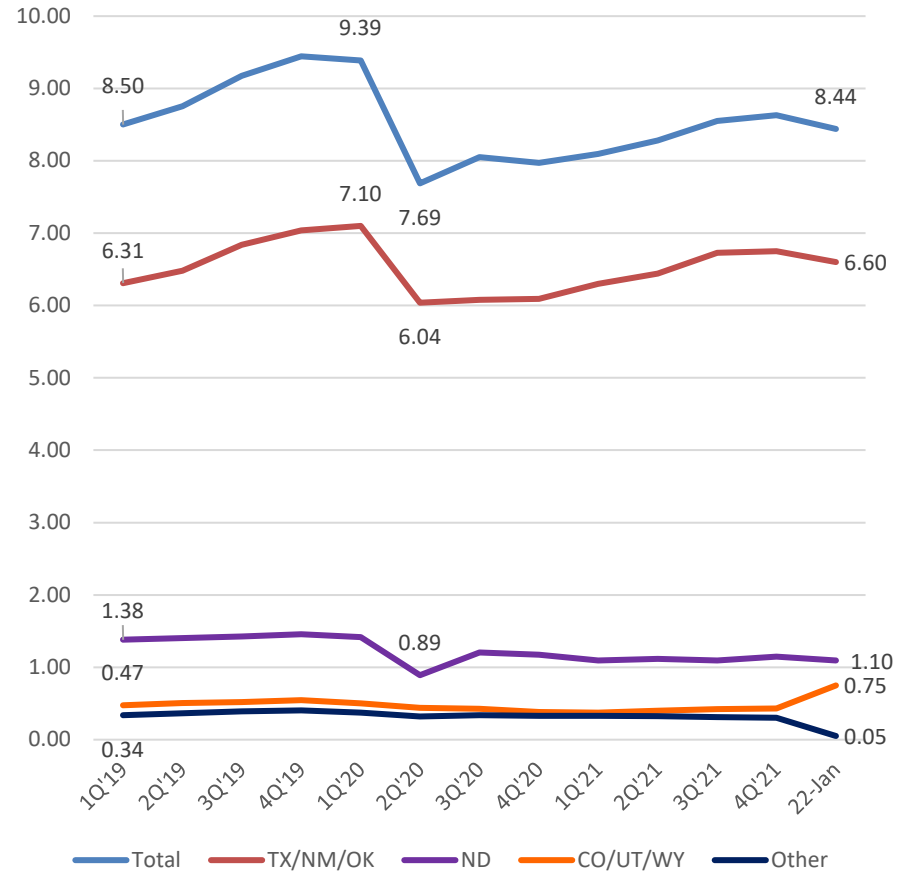
US Crude Oil Production

MBPD

Total Production



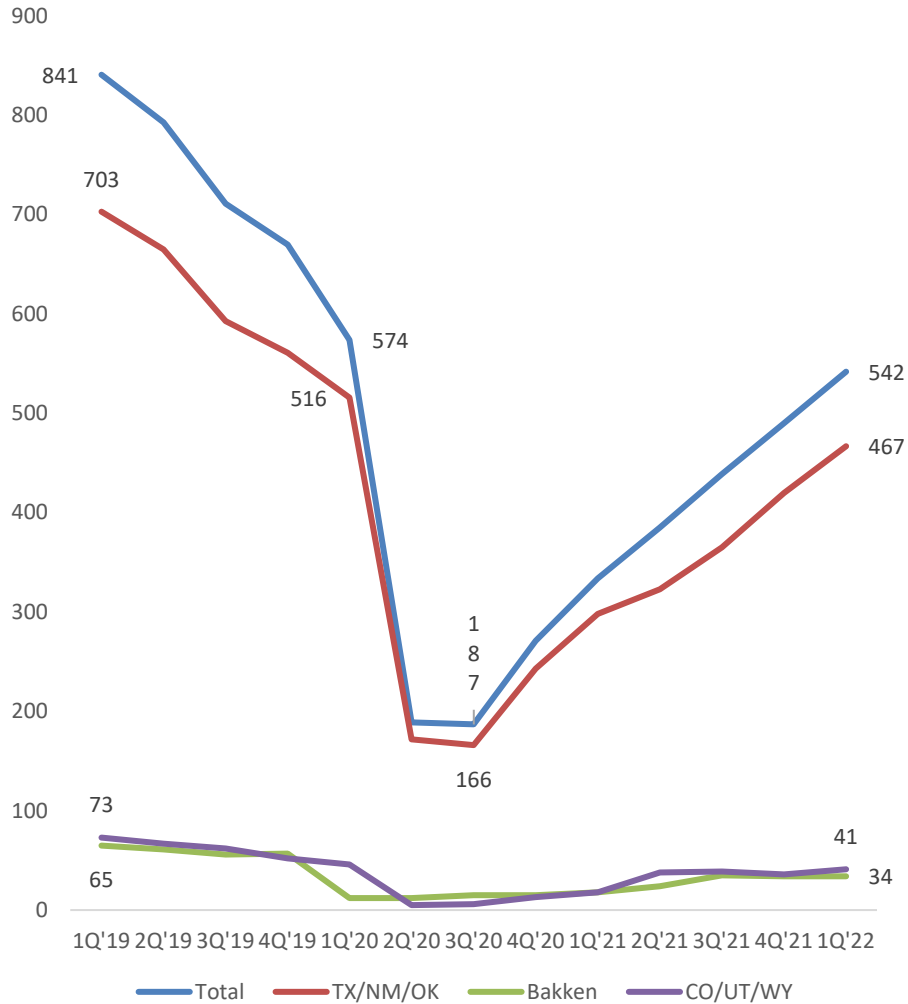
Tight Production



— Total
 — TX/NM/OK
 — Off Shore
 — ND
— AK
 — CO/UT/WY
 — Other

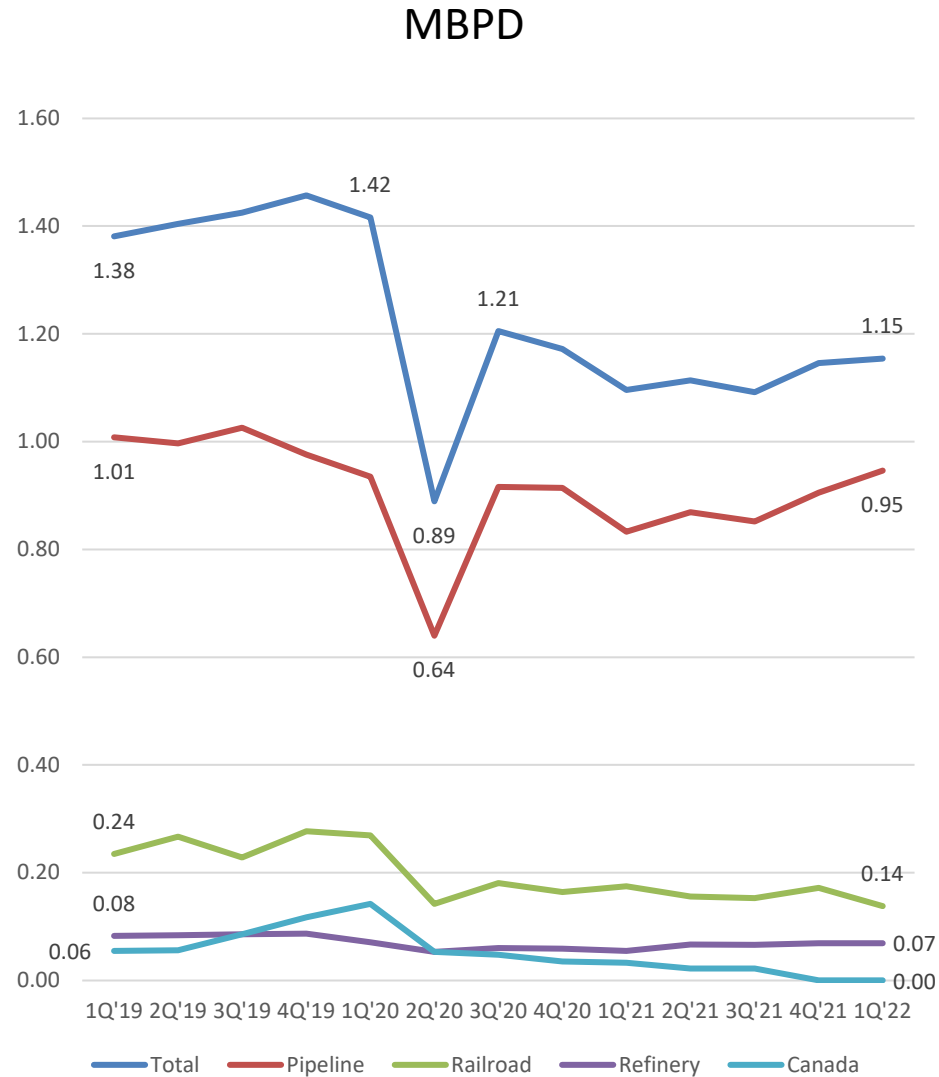
Source; EIA

Land Rig Count



Source: Baker Hughes

ND Production & Modal Share

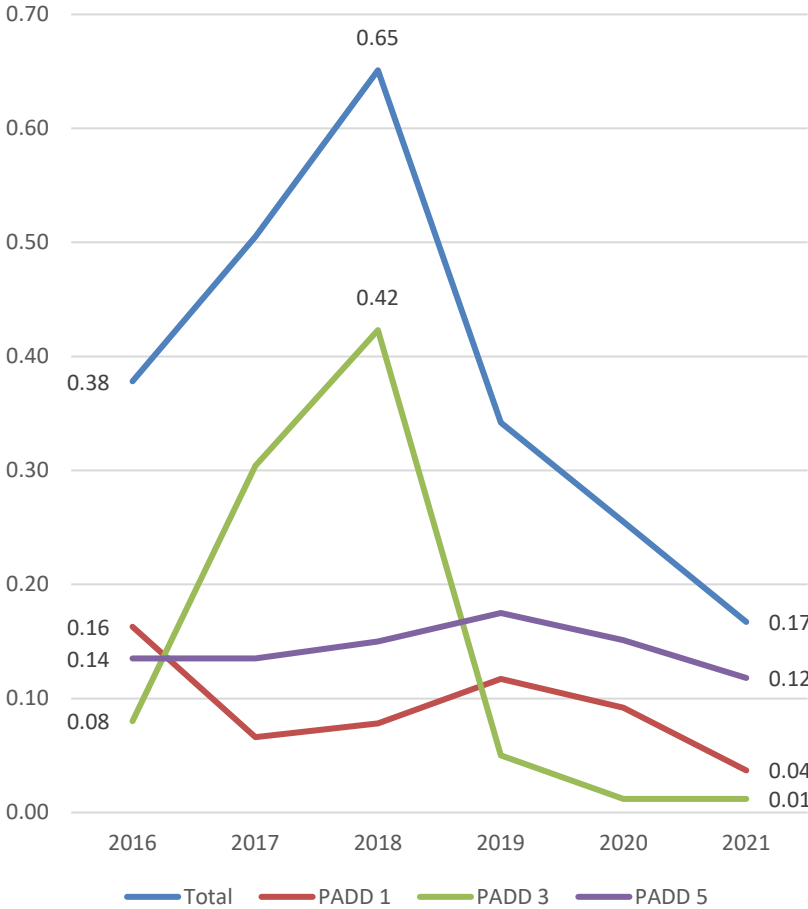
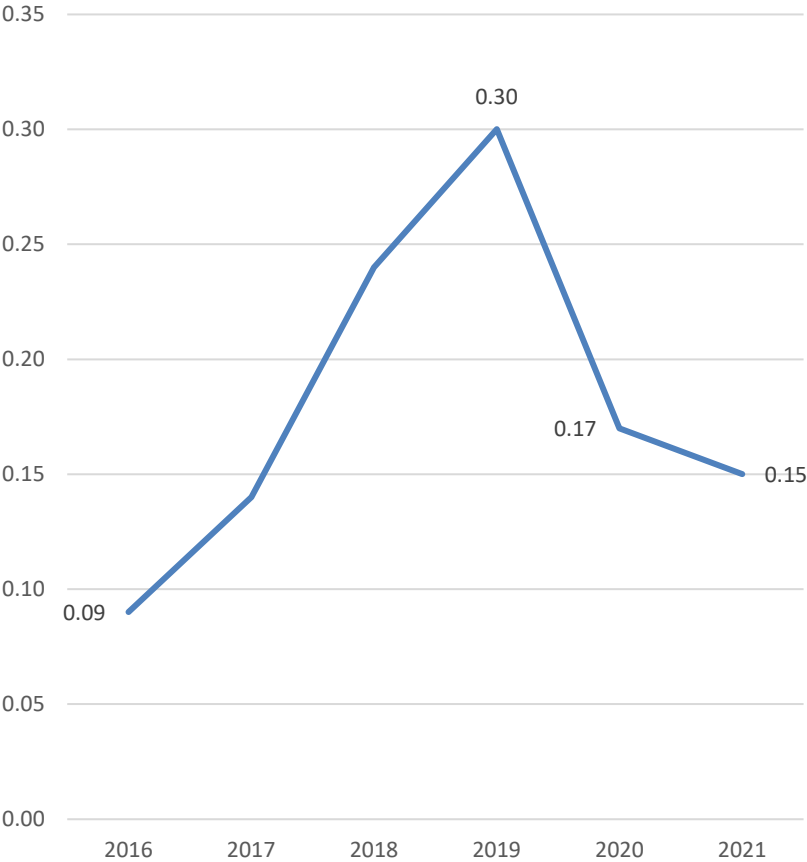


Source: EIA

US – Canada CBR

CBR US Destinations

MBPD



Source - EIA

Highlights

- Global crude oil consumption growing; projected to exceed pre-pandemic in 2023 - eia
- Global stock draw ended 1Q 2022; production and consumption are in equilibrium - eia
- US remains #1 global crude oil producing nation - eia
- WTI pricing reached an eleven-year high in March (was \$109.53 April 2011) - eia
- US crude oil production recovering but down 11.3% from pre-pandemic levels – eia
- US tight crude oil production is recovering but down 10.1% from pre-pandemic level – eia
- ND crude oil production is down 19.1% from pre-pandemic levels - eia
- Land rig count is recovering but down 5.6% from pre-pandemic levels – Baker Hughes
- PADD 4 CBR originations grew to approximately 50 carloads a day in December 2021 - eia
- PADD 3 CBR originations averaged 2 carloads a day in 2021 – eia
- Canada to US CBR is down 50% from 2019 peak - eia
- SCOTUS rejected DAPL's appeal seeking to avoid further environmental reviews - AP