



ENERGY RISK MANAGEMENT

Howard Rennell & Pat Shigueta
(212) 624-1132 (888) 885-6100

www.e-windham.com

ENERGY MARKET REPORT FOR NOVEMBER 11, 2005

Despite reports on Thursday stating that operations at the Basra oil export terminal resumed, an Iraqi official and shipping agent said a shortage of tugs to guide ships has delayed the resumption of Iraqi exports. The official said the loadings, which were expected to resume Thursday afternoon, would resume later on Friday.

Refinery News

PDVSA said its 190,000 bpd refinery in Chalmette, Louisiana will be running normally this weekend after the refinery began its restart procedures on November 1. The refinery is expected to be fully functioning by mid-November after it was shut in August due to Hurricane Katrina.

Planned maintenance on Chevron's 90,000 bpd fluid catalytic cracker unit at its 245,000 bpd refinery in Richmond, California has been extended 10-14 days. The unit had been scheduled for maintenance from October 10 until November 20.

Japan's Nippon Oil Corp said it shut a 140,000 bpd crude distillation unit at its 250,000 bpd Mizushima refinery due to boiler problems. The unit was shut on Thursday and is expected to remain shut for two weeks.

Libya's 120,000 bpd Zawia refinery will shutdown in September next year for routine maintenance. Its 220,000 bpd Ras Lanuf refinery is also scheduled to undergo maintenance in April 2007.

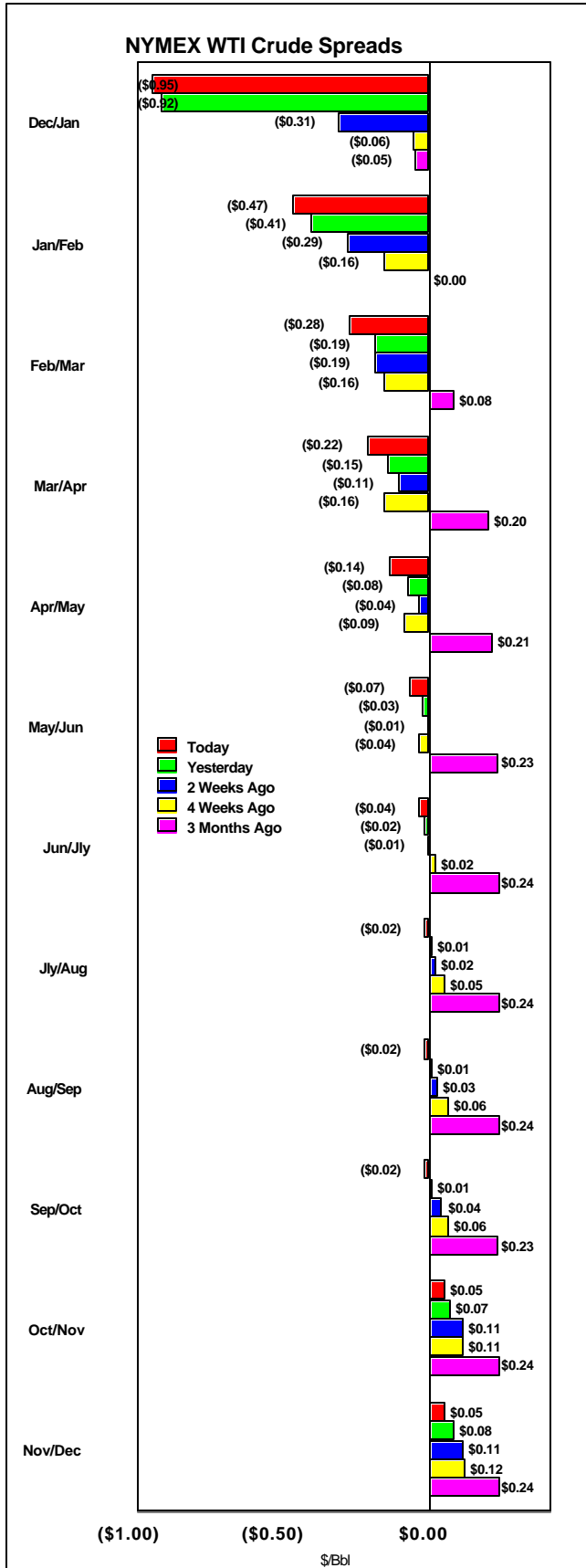
Production News

The UK North Sea loading plan for the Brent, Forties and Oseberg crude oil streams show daily loadings of 1.1 million bpd for December, unchanged from the previous month.

Market Watch

The US EPA stated that it has finalized a 45 day extension for retailers to comply with tighter diesel sulfur restrictions and extended the compliance date for fuel terminal operators. The extensions give retailers and terminal operators until October 15, 2006 to comply with the ultra low sulfur diesel rule. The new ultra low sulfur diesel rule will require 80% of the diesel fuel sold for on-road purposes to contain no more than 15 ppm sulfur. The decision to delay the deadlines will not affect the start date for refineries to be producing ULSD fuel, which is June 1, 2006.

The American Trucking Associations' seasonally adjusted truck tonnage index increased for the first time in four months by 0.3% in September. The non-seasonally adjusted index fell 4.3% in September following a 10.8% increase the previous month. During the entire third quarter, compared to last year, the tonnage index increased just 0.8%.



The UK's North Sea Flotta crude stream plans to load 104,000 bpd in December, up from 81,000 bpd in November.

According to an analyst, European gas oil stocks held in independent Amsterdam-Rotterdam-Antwerp storage tanks have increased to 2.14 million tons in the week ending November 11th, up from 2 million ton the previous week. Gasoline stocks also increased by 75,000 tons to 650,000 tons on the week while fuel oil stocks increased by 55,000 tons to 465,000 tons. Naptha stocks also increased by 15,000 tons to 90,000 tons while jet fuel stocks increased by 75,000 tons to 385,000 tons on the week.

Norway's NOPEF union said oil workers will stage a four hour strike on November 17 against a tax on food benefits for offshore employees. However it said the action will not affect oil or gas production. The strike could involve 10,000 offshore workers if all unions considering the action decide to strike.

According to Germany's MWV, German oil product sales in October 2005 totaled 7.15 million tons or 0.7% less than the October 2004 total. Its gasoline sales fell by 7.9% on the year to 1.98 million tons while its diesel fuel sales increased by 0.7% to 2.49 million tons and its heating oil sales increased by 6.7% to 2.2 million tons.

Russia's Lukoil exported 5.527 million tons of crude oil and oil products via its terminal at the Baltic Sea port of Vysotsk in January-October.

BP Plc said it still expects to export the first oil from Turkey's port of Ceyhan through the Baku Tbilisi Ceyhan Pipeline Co at the end of the year. A BP spokeswoman said construction of the BTC pipeline in Georgia is complete but testing and commissioning has taken longer than forecast.

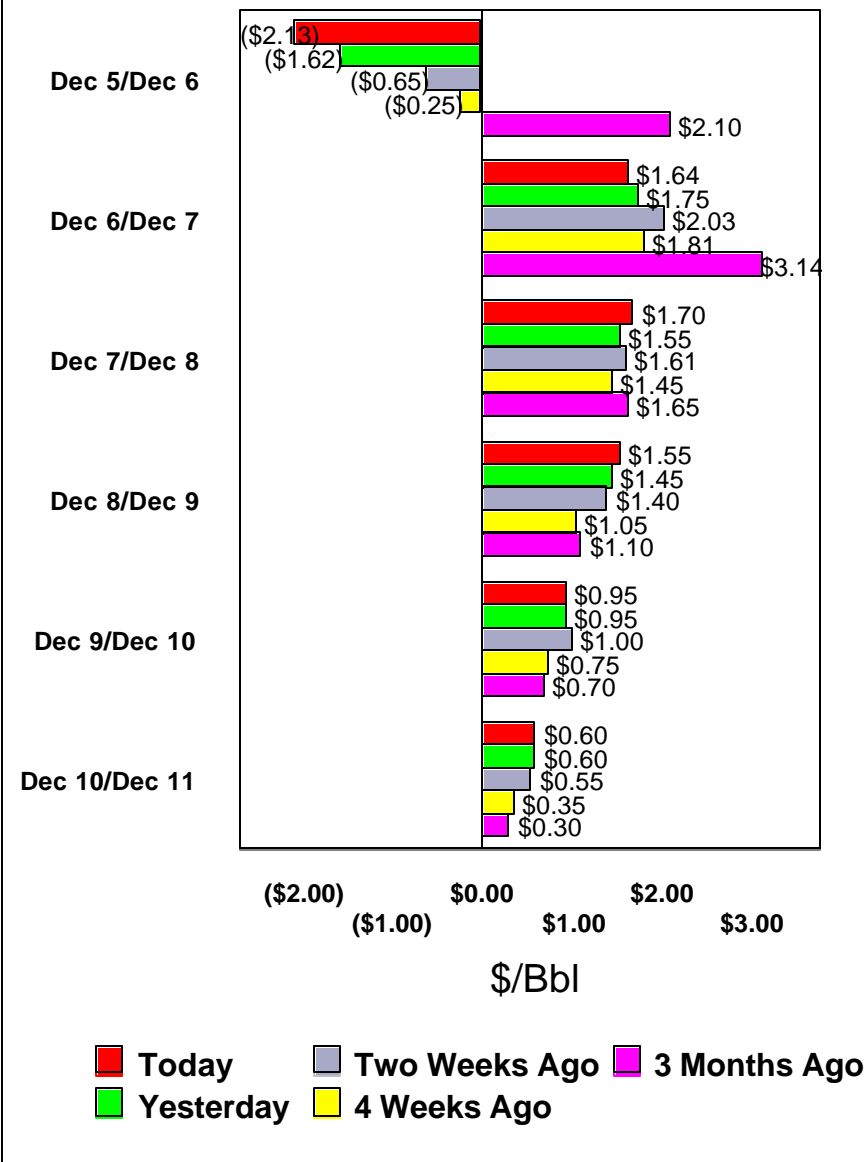
Azerbaijan's Socar has tendered to sell a 600,000 barrel Azeri Light crude cargo to be loaded at the Georgian Black Sea port of Batumi on December 1-5.

Indonesia's Pertamina has purchased 1.56 million barrels of middle distillates for December delivery.

Japan's AOC Holdings Inc said it plans to increase

the annual volume of its oil product exports more than sixfold by the end of its 2008/09 business year. It said it would raise the annual volume to 1.08 million kiloliters or 6.7 million barrels by March 2009 from an estimated 1.02 million barrels for the year ending March 2006. The company decided on the move, as it believed export margins in Asia would remain at healthy levels beyond 2008.

NYMEX WTI Crude Spreads



An official at a consulting firm associated with refiner Sinopec said oil product consumption in China will increase between 5.5-7.5% in 2006 from this year. Gasoline and diesel used for automobiles would remain the main driving force in the increase of oil product consumption.

Petroecuador reported that it exported 4.36 million barrels of oil in October, down 18% from 5.31 million barrels reported last year. It exported a total of 43.3 million barrels of crude oil in the first 10 months of the year, up 4% from 41.7 million barrels reported last year.

OPEC's news agency reported that OPEC's basket of crudes fell by \$.90/barrel to \$51.30/barrel on Thursday from \$52.20/barrel on Wednesday.

Turkey is planning a \$10 billion project to build an oil refinery, an LNG terminal and a petrochemical plant at the port of Ceyhan. Turkey is seeking to promote Ceyhan as hub for regional oil and gas trade, partly as a way to avoid crowding the narrow, congested Bosphorus straits. The terms of the project will be announced by the end of the year.

Market Commentary

The crude market opened down 30 cents at 57.50 following Thursday's mostly sideways trading session. The market posted a high of 58.20 and quickly gave up its gains as it failed to test its previous high at 58.25. The oil market's early attempt to rally fizzled and sold off to a low of 57.01 early in the session. It later bounced off its low and retraced most of its losses as it traded back towards the 58.00 level ahead of the close. However the market still remained pressured and settled down 27 cents at 57.53. Volume in the crude was

slightly lighter today with 191,000 lots booked on the day. The product markets also ended in negative territory, with the both the heating oil and gasoline markets ending the session 2 cents lower. The heating oil market posted its intraday high of 174.60 on the opening but quickly gave up its gains. The market held some support at its previous low of 173.00. However the market later found some further selling ahead of the close and pushed it to a low of 172.25. It settled down 2 cents at 172.35. The gasoline market also posted its high of 151.50 early in the session before it sold off and breached its previous low as it traded to 147.55. The market later settled in a sideways trading pattern and settled down 2.18 cents at 148.50. Volumes in the product markets were also lighter with 42,000 lots booked in the heating oil market and 46,000 lots booked in the gasoline market.

The crude market is still trending lower. As mentioned previously, the market's losses will however be limited if the heating oil market is supported by the weather forecasts of cold weather moving into the Northeast. The market is seen finding support at 57.40 followed by its low of 57.01. More distant support is seen at 55.90, basis its support line. Meanwhile resistance is seen at 58.20 and its gap from 58.25-58.60. More distant resistance is seen at 59.00, 60.00 and its gap from 60.40 to 60.50.

Technical Analysis		
	Levels	Explanation
CL 57.53, down 27 cents	Resistance 59.00, 60.00, 60.40 to 60.50	Remaining gap Friday's high, Remaining gap (November 10th)
	Support 58.20, 58.25 to 58.60	
HO 172.35, down 2 cents	Resistance 177.50, 183.50 174.25, 176.00	Friday's high, Double top Friday's high
	Support 172.25 169.00, 168.00, 164.41	Friday's low Previous lows, basis trendline
HU 148.50, down 2.18 cents	Resistance 153.00 to 153.15, 155.44 150.00, 151.50	Gap (November 10th), Basis trendline Friday's high
	Support 147.55 147.25, 145.75	Friday's low Previous lows