North American Energy Markets

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Oil supply and demand begin to rebalance in 2017

World liquid fuels production and consumption balance

Source: Short-Term Energy Outlook, January 2016
OPEC drives production growth as North American and other non-OPEC production declines

World crude oil and liquid fuels production growth

Source: Short-Term Energy Outlook, January 2016
U.S. tight oil represents 30% of North American oil production and U.S. shale gas represents 41% of natural gas production.

Sources: EIA derived from state administrative data collected by DrillingInfo Inc. Data are through December 2015 and represent EIA’s official tight oil & shale gas estimates, but are not survey data. State abbreviations indicate primary state(s).
EIA expects WTI oil prices to remain low compared to recent history, but the market-implied confidence band is very wide.
Natural gas trade with Mexico is up 67% since 2012 and petroleum trade with Canada is up 40%
Infrastructure does not stop at the border; infrastructure plans are underway in all three countries.

Source: EIA, Federal Energy Regulatory Commission, IHS Energy, ABB—Velocity Suite