

Crude Oil Exports from the United States: Current Issues and Future Outlook

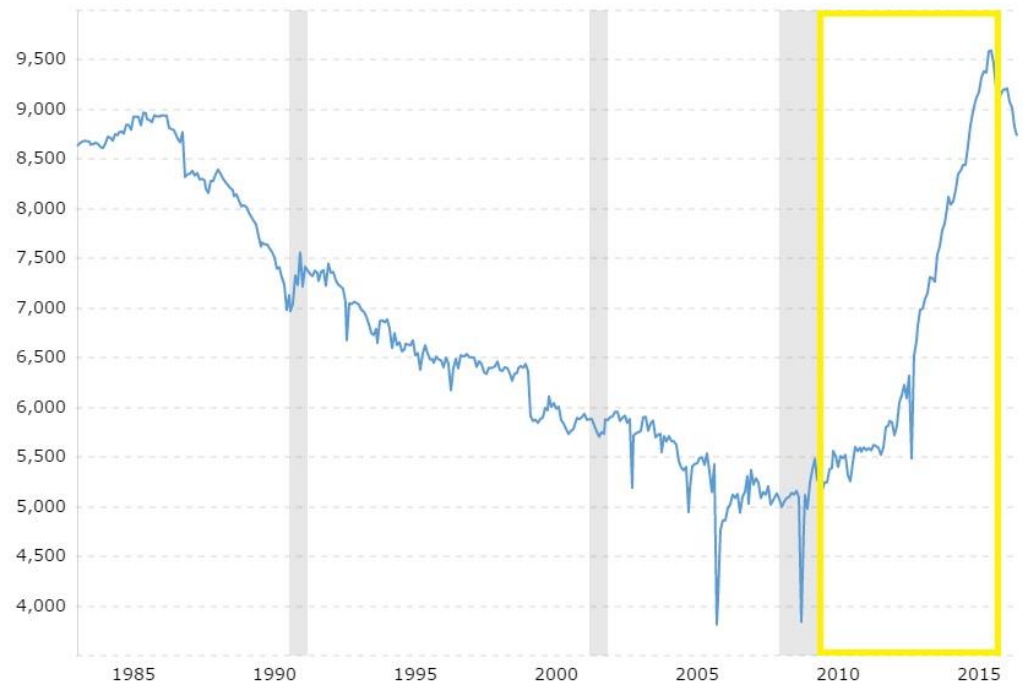
Natalie L. Regoli, Partner
natalie.regoli@bakermckenzie.com
713.427.5031

Brian T. Polley, Associate
brian.polley@bakermckenzie.com
713.427.5056

U.S. Association for Energy Economics
October 2016



Why a ban on crude exports, and why was it lifted last year?



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Crude oil (barrel)

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\$49.72 -\$8.89 -15.17%



Source: Reuters

The New York Times

North American Shale Oil and Gas Basins



Regulatory Framework

- Energy Policy & Conservation Act (EPCA)
- Mineral Lands Leasing Act (MLA)
- Outer Continental Shelf Lands Act (OCSLA)
- Naval Petroleum Reserves Production Act (NPRPA)
- Export Administration Act



Exceptions to the Ban

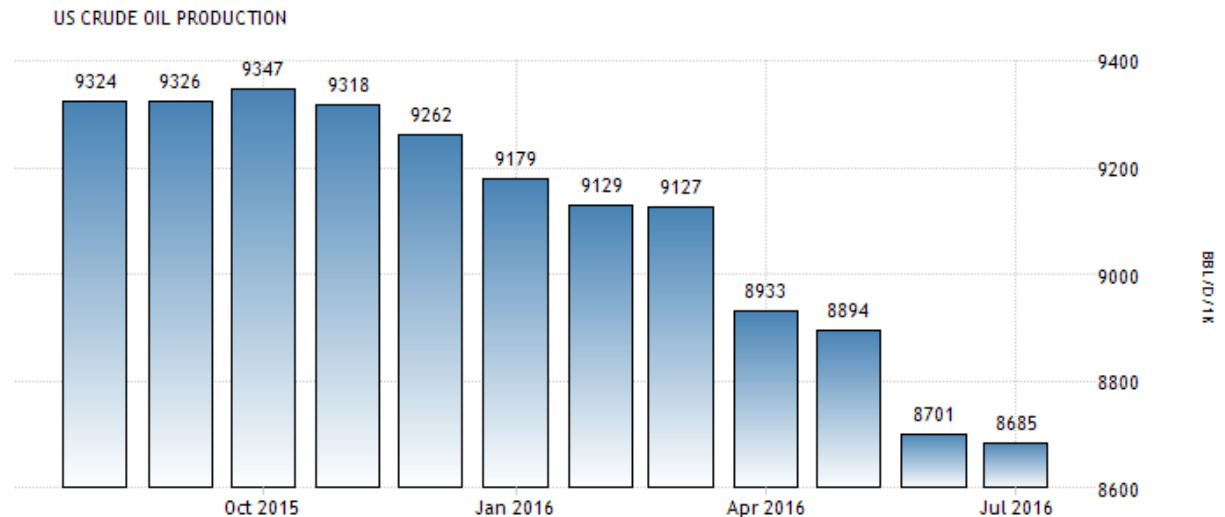


- Exports to Canada
- Cook Inlet oil
- Oil passing through the Trans-Alaska Pipeline System
- Oil from certain fields in California
- Trades with Mexico for different types of oil
- Re-export of foreign imported oil
- Condensate

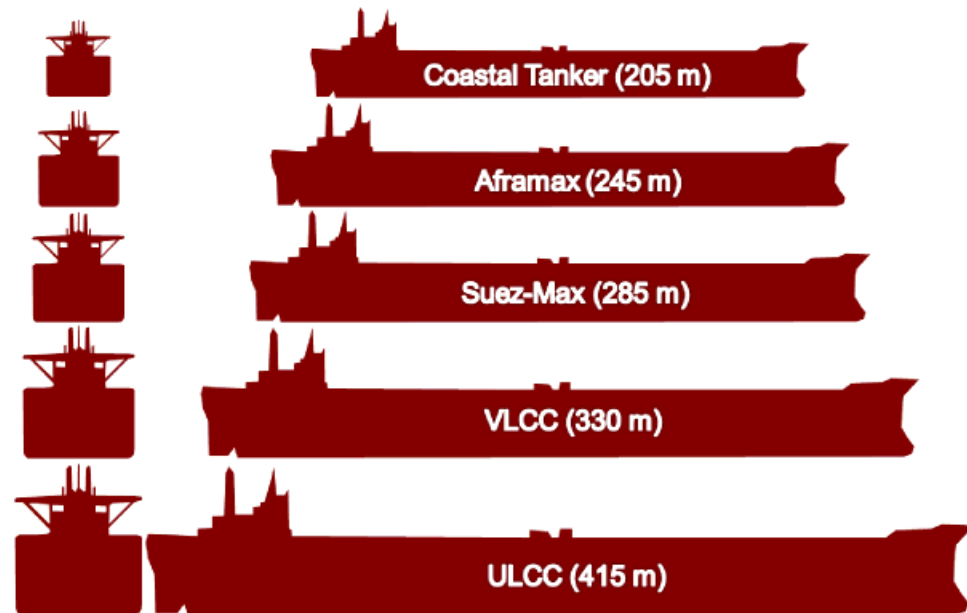
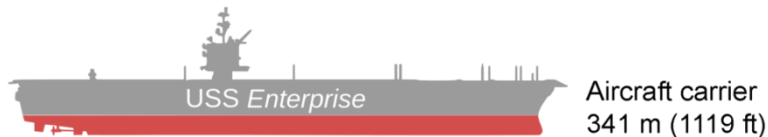
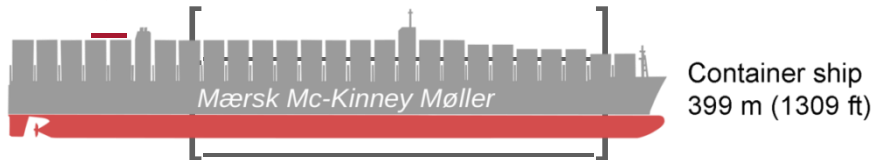
Industry Response

	Jan.	Feb.	Mar.	Apr.	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.
2010	1,008	1,621	1,395	1,095	1,121	937	2,140	1,113	1,838	728	953	1,249
2011	2,228	847	1,126	1,227	1,148	1,066	2,263	1,047	1,065	1,568	1,928	1,646
2012	2,425	2,127	2,196	1,228	2,571	1,381	2,388	1,866	2,038	2,079	2,201	2,191
2013	3,384	3,705	3,310	4,151	4,034	3,723	3,217	2,192	3,162	3,679	7,578	6,834
2014	7,698	6,907	7,794	8,448	9,567	11,833	13,045	12,136	10,479	11,653	15,619	13,053
2015	15,342	12,380	13,565	17,969	16,338	13,355	16,934	14,286	12,314	15,503	9,592	12,162
2016	11,273	10,860	15,742	17,736	20,511	11,489	14,684					

Crude oil exports 2010-2016,
in thousands of barrels.
(Source: EIA)



Effect of Panama Canal Expansion



Future Outlook

- Some signs exports could be increasing.
- Continued growth in exports depends on the economics!
- Regulatory is key.



Conclusion

- Lifting the ban – big deal in terms of regulatory and foreign policy
- Economic impact has been more limited, at least so far
- Some evidence exports may be increasing
- Regulatory and market environments are key



Questions?

- Natalie Regoli (Natalie.Regoli@BakerMcKenzie.com) is the lead major projects partner in Baker & McKenzie LLP's Houston office. Her practice principally consists of representing owners/developers in major energy transactions, energy finance and project development, from upstream through midstream to downstream, with particular experience in LNG, LPG and other liquids, power, and gas to liquids development.
- Brian Polley (Brian.Polley@BakerMcKenzie.com) is an associate in Baker & McKenzie's Houston office and advises on energy mergers and acquisitions, along with private equity transactions and project development in the U.S., Latin America and around the world. Polley also advises clients on LNG projects as well as national security reviews of foreign investments (CFIUS).