

NEWSLETTER

OIL & GAS
20 - 26 July 2026



June Large-Scale Natural Gas Output Rose 1.1% Year-Over-Year

On July 15, National Bureau of Statistics (NBS) issued June 2026 energy output data. In June, industrial natural gas output of industrial enterprises above designated size hit 21.4 billion cubic meters, up 1.1% year-on-year versus a 2.2% drop in May, with a daily average of 710 million cubic meters. Jan-Jun total output stood at 133 billion cubic meters, rising 1.6% year-on-year. **(National Bureau of Statistics)**

Oil And Gas Teams Leverage New Regional Markets

In July, Sinopec Putian Company facilitated a tripartite agreement to supply pipeline natural gas directly to Yongrong Technology via the Kuangyuan Energy pipeline network. With an annual delivery volume of 36.85 million cubic meters, the arrangement reduced costs by approximately 30%. Currently, the integrated oil and gas marketing operations in the Fujian region serve over 120 end-user clients. **(China Petroleum News)**

Wins Bid For A Natural Gas Pipeline Project Worth 1.772 Billion Yuan

In July 2026, Sinopec Oilfield Service's subsidiary won a bid for the first section of the Heihe-Daqing-Changling gas pipeline, worth 1.772 billion yuan, equal to 2.2% of its 2025 revenue. The 279-kilometer pipeline takes 710 days to build, extending China-Russia East Route to boost northeast gas supply, though the contract is unsigned yet. **(Sina Finance)**

Geo-Conflicts Spike Oil, China Fuel Logs 9th Hike

Middle East tensions and tanker blasts near Hormuz Strait sent WTI to \$82 per barrel and Brent near \$88 per barrel. China hiked gasoline/diesel prices 210/200 yuan (\$31/\$29.5) per ton on July 18, the 9th rise this year. Organization of the Petroleum Exporting Countries (OPEC) cut 2026 global oil demand growth outlook despite UAE's June output surge. **(China Energy Industry Development Network)**

China Produces Record Amount Of Crude Oil

According to the NEA's China Oil and Gas Exploration and Development Report (2026) issued in July, China's domestic crude oil production hit a record 216 million metric tons in 2025, while natural gas output grew by over 10 billion cubic meters for the ninth consecutive year. Combined oil and gas production equivalent reached a new high of 420 million metric tons. **(China Daily)**