

An Optimistic

OUTLOOK FOR THE REST

OF 2022

We are proud to be one of South Africa's most experienced and trusted wholesale diesel distributors.

DEAR VALUED CLIENTS

With the cold weather becoming a distant memory and the days welcoming in the summer warmth, one can't help feeling more optimistic. And for good reason.

According to the Bureau for Economic Research (BER), households in South Africa could be in for some respite in the coming months as petrol and food prices are set to cool off. The global economic slowdown is also spurring demand and forcing the price of oil down, with prices decreasing to the lowest level in six months. On the downside, diesel is set for a very minimal increase in comparison to the huge increases witnessed in the last quarter.

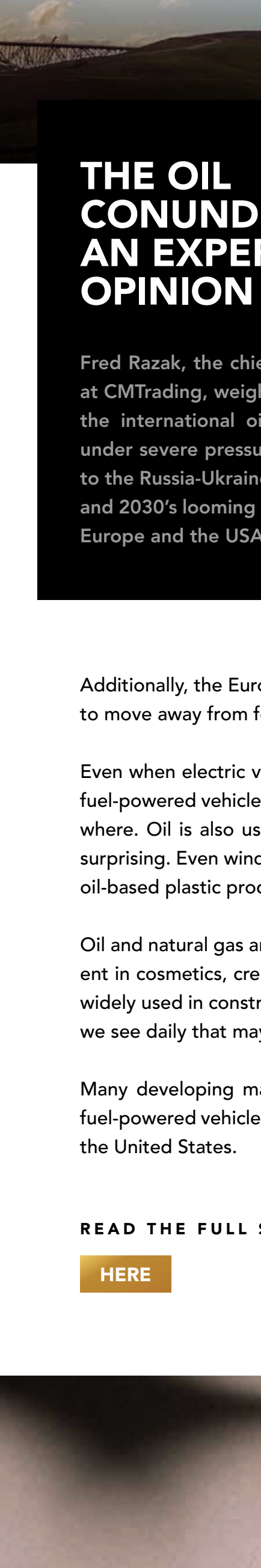
At Diesel Bro's, we welcome the change to the massive spikes recently experienced and remain confident that the economy will get back to where it needs to be soon. To help you and your business go from recovery to growth, our business offers a comprehensive suite of services, including on-the-road networks, fuel management systems, and tank and pump installations amongst others.

Our bowser solutions remain regarded as one of South Africa's speediest diesel bowser suppliers. We have curated this service for deliveries of 1 500l to 2 500l within Gauteng, with a lead time of only 2 – 8 hours.

This is because we are fuelled by passion and dedication for delivering exceptional service to you, our valued clients, and hope to remain a trusted partner to provide you with swift turnaround times, dedicated relationship managers, and sustainable long-term connections within our industry.

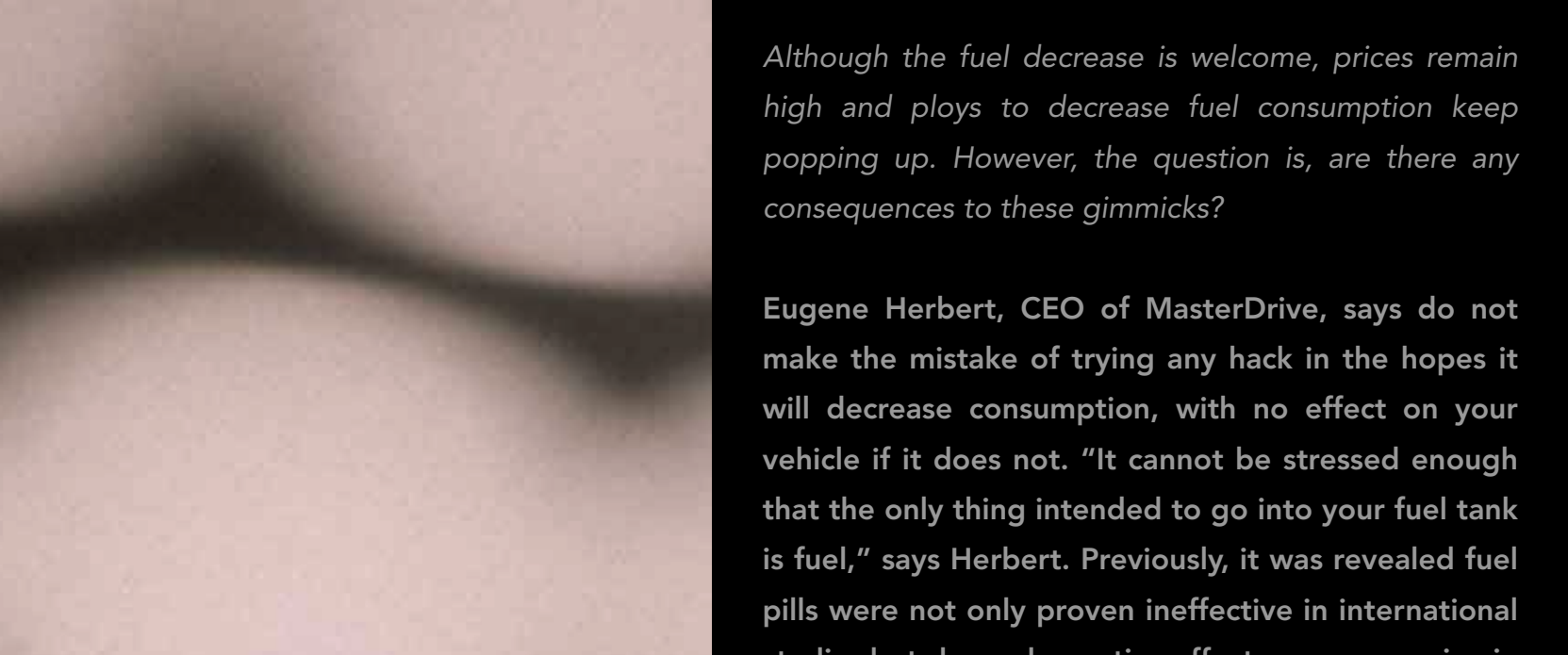
Thank you for the support that we receive as you continue to rely on our dynamic team – together, we can drive your business further.

From your fuel partner,



Ryan Louw

CHIEF OPERATIONS OFFICER



IN THE NEWS

GOOD NEWS FOR PETROL PRICES IN SOUTH AFRICA

The latest information from the Central Energy Fund shows that petrol prices may be cut, however, diesel is on track for a small price hike.

Based on the latest data, the price of 95 unleaded petrol is expected to fall by around R1.02 a litre. At current levels, the 95 petrol price in Johannesburg could move to below R22.40 a litre - the lowest since May this year. The price of 93 petrol could drop by around 90c a litre.

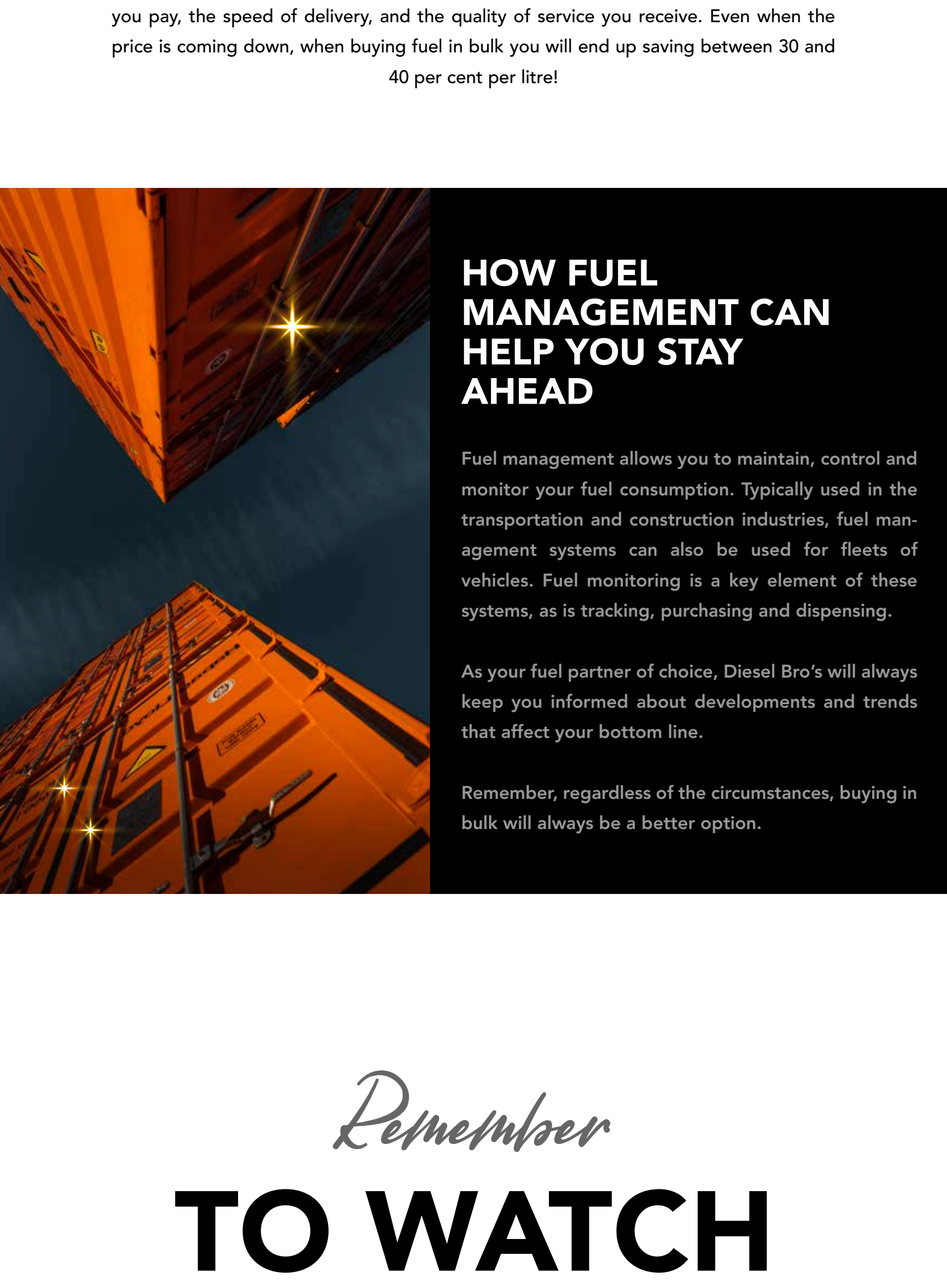
However, diesel price is currently on track for a hike of between 10c to 15c a litre.

While it's not a significant increase – 10 - 15 cents per litre – The Automobile Association's (AA) Layton Beard said it is still an increase nevertheless and will have a noticeable impact on the agricultural, manufacturing, and road freight sectors. He added that the increase in diesel is decelerating compared to previous increases, which is a positive.

Diesel prices are remaining stickier than petrol because of a squeeze on diesel supplies worldwide.

TO READ MORE ON THIS TOPIC CLICK

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THE OIL CONUNDRUM - AN EXPERT OPINION

Fred Razak, the chief trading strategist at CMTrading, weighs in on the state of the international oil market, currently under severe pressure and scrutiny due to the Russia-Ukraine crisis, rising prices and 2030's looming climate deadlines in Europe and the USA.

The subject of oil is hotly contested in our current climate. Most of us are familiar with the story surrounding the discussion about oil. Russia – an oil-producing country – is at war with Ukraine. Europe and the United States have voiced their support for Ukraine, and President Joe Biden recently announced a \$3 billion military aid package to Russia's beleaguered neighbour.

Additionally, the European Union and the United States aim to implement significant steps to move away from fossil fuels by 2030. So, where does this leave oil?

Even when electric vehicles become more commonplace in developed markets than fossil fuel-powered vehicles, big oil will still – at least for the foreseeable future – be needed elsewhere. Oil is also used to make many other items we use every day. Some of these are surprising. Even wind turbines – touted as one of the solutions for clean energy – use some oil-based plastic products.

Oil and natural gas are also used to create the asphalt we use on our roads. It is an ingredient in cosmetics, creams, deodorants, and medical equipment like MRI machines. It is still widely used in construction, in many lubricants, waxes, paints, and a variety of other things we see daily that may come as a surprise.

Many developing markets are also not equipped to become climate neutral yet. Fossil fuel-powered vehicles are likely to be around far longer in those markets than in Europe and the United States.

READ THE FULL STORY

[HERE](#)

Don't Fall FOR PETROL - SAVING STUNTS

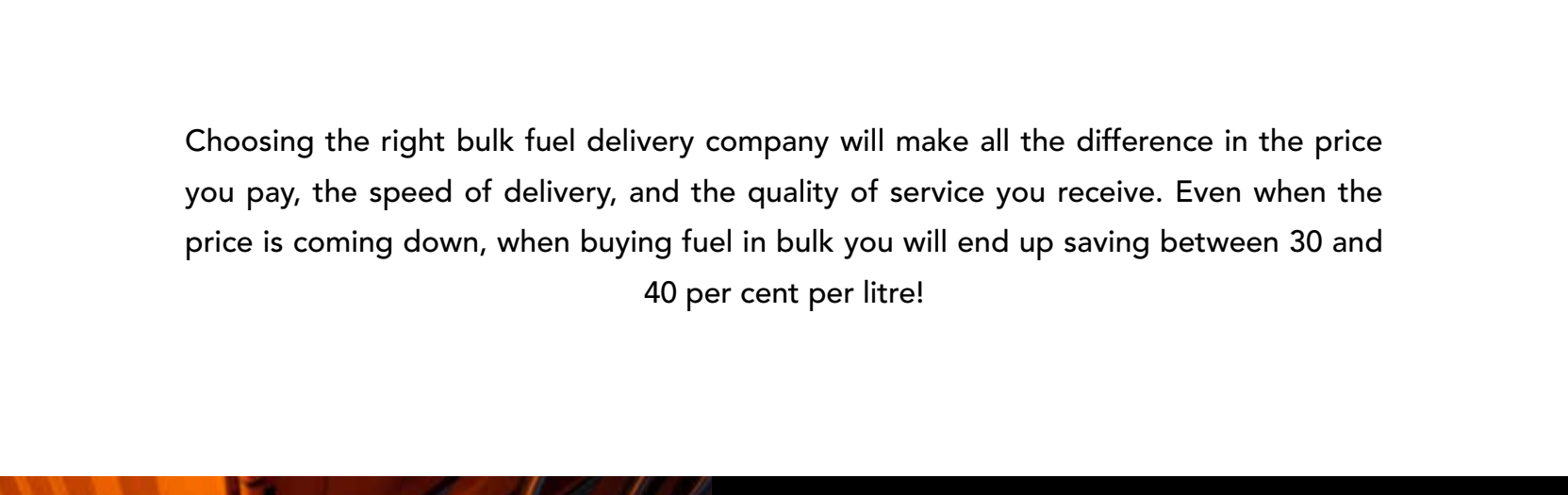
Although the fuel decrease is welcome, prices remain high and plays to decrease fuel consumption keep popping up. However, the question is, are there any consequences to these gimmicks?

Eugene Herbert, CEO of MasterDrive, says do not make the mistake of trying any drive in the hopes it will decrease consumption, with no effect on your vehicle if it does not. "It cannot be stressed enough that the only thing intended to go into your fuel tank is fuel," says Herbert. Previously, it was revealed fuel pills were not only proven ineffective in international studies but showed negative effects on your engine in various ways, primarily by causing carbon build-up.

"Now a gimmick is making the rounds showing the use of Coca-Cola instead of fuel. The company associated with this video has since distanced itself from it, however, if you were wondering if Coca-Cola is a safe substitute for fuel, the answer is no. "You are likely to do damage to your vehicle that will cost much more than the potential savings." Be cautious of the techniques employed to save fuel, especially if they involve putting foreign substances into fuel tanks, warns Herbert. "It is not true that if it doesn't work, 'no harm, no foul'. It can cause a lot of harm, which is not worth the supposed savings of these products," said Herbert. "Research proves it does not provide fuel savings and only harms your vehicle. "You will achieve more effective results with tried-and-tested means of reducing fuel consumption." He said these include defensive driving techniques: keeping a three-second following distance; avoiding speeding; anticipating changing traffic conditions; avoiding reckless driving; planning routes; keeping revs below 3000rpm, and removing any unnecessary weight from the vehicle.

READ ON TO DISCOVER SOME OF THE

[FALSE FUEL HACKS HERE](#)



WHY BUYING FUEL FROM A WHOLESALER IS MORE COSTEFFECTIVE

Choosing the right bulk fuel delivery company will make all the difference in the price you pay, the speed of delivery, and the quality of service you receive. Even when the price is coming down, when buying fuel in bulk you will end up saving between 30 and 40 per cent per litre!



HOW FUEL MANAGEMENT CAN HELP YOU STAY AHEAD

Fuel management allows you to maintain, control and monitor your fuel consumption. Typically, used in the transportation and construction industries, fuel management systems can also be used for fleets of vehicles. Fuel monitoring is a key element of these systems, as is tracking, purchasing and dispensing.

As your fuel partner of choice, Diesel Bro's will always keep you informed about developments and trends that affect your bottom line.

Remember, regardless of the circumstances, buying in bulk will always be a better option.

Remember

TO WATCH YOUR INBOX

FOR NEXT MONTH'S ISSUE OF RELEVANT NEWS

Find out more by visiting our website today. For all other queries or orders, contact us at

dmin@dieselbros.co.za | myorders@dieselbros.co.za