

CONFIDENTIAL

oil file

AT
com

GRS 90
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DESKBY 231600Z
FM LAGOS 231413Z JAN 85
TO IMMEDIATE FCO
TELNO 53 OF 23 JAN
INFO IMMEDIATE: RIYADH, JEDDA, KUWAIT, ABU DHABI, ALGIERS,
DOHA.

YOUR TELNO 5 TO RIYADH: SAUDI OIL PRICES.

1. NNPC OFFICIAL WHO ATTENDED RIYADH MEETING HAS TOLD US THAT REUTERS REPORT IS MISLEADING. EXPERTS COMMITTEE AGREED TO RECOMMEND TO MINISTERS THAT PRICE OF SAUDI HEAVY (REPEAT HEAVY) CRUDES SHOULD BE DOLLARS 26.50 PB: AND THIS GRADE SHOULD EFFECTIVELY TAKE OVER THE 'MARKER' ROLE.

2. PRICE OF SAUDI LIGHT WOULD BE 'VARIABLE' IN THE RANGE OF DOLLARS 27.75 - 28.00 PB. PRICE OF BONNY LIGHT CRUDE WOULD BE RAISED TO DOLLARS 28.50 PB.

WYATT

STANDARD (PALACE)

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ADDITIONAL DISTRIBUTION

OIL

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