

# 2025 Q3 Global Oil Market Outlook

Persistent supply surplus  
weighs on prices



## TAC ECONOMICS' central scenario

# Outlook

Oil prices are projected to decline steadily,  
driven by persistent excess supply over demand.

Prices are expected to fall to around **\$60/bl in Q4 2025** and stabilize near **\$55/bl in 2026**.

## Global oil prices projections \$/bl



## Supply dynamics

**OPEC:** Gradual increase in production as voluntary cuts are unwound (mainly led by Saudi Arabia) through September 2025.

**Non-OPEC:** Strong growth in supply, particularly from Brazil (+500,000 b/d), Guyana (+250,000 b/d), Norway (+200,000 b/d), Kazakhstan, Angola, etc.

**US shale:** Growth moderating due to declining efficiency and profitability.

Global production should average 104.1 mb/d in 2025, up from 102.8 mb/d in 2024.

## **Demand dynamics**

**OECD demand** is weakening due to global economic uncertainties.

**China:** Only moderate growth (+1.8 mb/d in 2025, compared to +12.7 mb/d in 2023).

**Non-OECD excluding China** (40% of global demand): expected to add nearly **+900,000 b/d** over the next 12 months.



**Market balance:** The imbalance of higher supply relative to demand will persist **until at least April 2026**, maintaining downward pressure on prices.

## Macroeconomic impacts

- **Oil exporters:** External accounts will weaken — while most had surpluses in 2023–24, only half are expected to do so in 2025–26.
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- **Emerging markets:** Lower oil prices will help ease inflation, providing a favorable buffer against inflationary pressures.



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