

## Macro Roundup Article

**Headline:** [An Unruly OPEC is Causing Problems for Russia and Saudi Arabia](#)

**Article Link:** <https://www.economist.com/finance-and-economics/2023/11/29/an-unruly-opec-is-causing-problems-for-russia-and-saudi-arabia>

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**Tweet:** OPEC+ production cuts have yet to stabilize the price of oil which has fallen over 15% since the cuts. The market does not seem to believe that a newly expanded OPEC can credibly enforce cuts.

**Summary:** Saudi Arabia and Russia are leading the way, with cuts of 1m barrels a day and 300,000 b/d respectively; the rest of OPEC+ is together contributing another 3.7m b/d in cuts. Recent oil-price drops reflect both expectations of slowing global demand, influenced by concerns over China's economy, and the fact that geopolitical risk has fallen: few now expect the war in Gaza to turn into a broader regional conflict. At the same time, other producers, including America, Brazil, and Guyana, have increased output, making up for OPEC+ cuts. Related: US Shale: The Marginal Supplier Matures and The Changing Nexus Between Commodity Prices and the Dollar: Causes and Implications and U.S. Oil Boom Blunts OPEC's Pricing Power

**Primary Topic:** Energy

**Topics:** Business Cycle, Energy, GDP, News article

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