

The Top Ways to Trade Gushing Oil Prices

Earlier this week, oil was up more than \$10 a barrel. All thanks to Russia's invasion of Ukraine.

So, how can we profit from higher oil prices? Here are three ways.

Opportunity No. 1 – Dividend-Paying Oil Stocks

The first can be found with dividend-paying oil companies, which are gushing higher, along with oil prices. Exxon Mobil for example ran from about \$60 to \$79.50 since January 1.

Chevron ran from \$115 to \$149.

Opportunity No. 2 – U.S. Shale Production Companies

According to Bloomberg, surging oil prices are “driving renewed interest in fuel trapped in underground rocks known as shale. Fracking shale has made the U.S. the world's biggest producer of oil and gas, giving America the energy independence, its leaders have sought for decades and upending the geopolitics of the world energy trade.”

In addition, the White House is apparently encouraging U.S. drillers to drill.

“A White House official said Tuesday that U.S. oil and gas companies should increase production if they want, pushing back against executives who've criticized Biden administration energy policies as prices soar,” according to Bloomberg.

That could be great news for companies, like Exxon Mobil and Chevron, which plan to increase their Permian basin production by 25% and 10%, respectively, added Bloomberg.

Even Pioneer Natural Resources, Devon Energy, Northern Oil and Gas, Continental Resources, and Marathon are attractive these days.

Opportunity No. 3 – Green Energy Companies

With no end in sight to the war, green stocks are on the move, including solar stocks, like FSLR, RUN, and SPWR. According to the Los Angeles Times, “The war in Europe adds to the urgency of transitioning to clean energy sources such as solar and wind power that are harder for bad actors such as Russia to disrupt.”