

**Early Morning Update**

The Mar21 natural gas contract is trading down \$0.03 at \$2.85. The Apr21 crude oil contract is up \$0.43 at \$62.10.

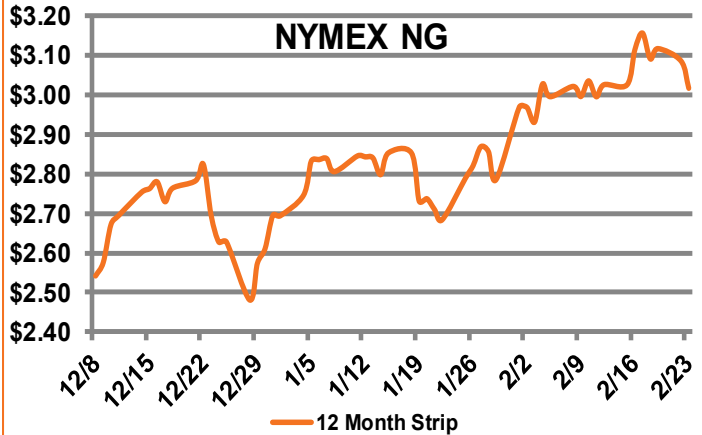
**Summary:** NYMEX natural gas continued to slide lower during yesterday's trading session, as fundamentals around the country look to be returning to the levels they were at prior to last week's cold shot. The prompt month contract lost 7.4 cents to close at \$2.879/MMBtu, while the momentum carried through the 12-month strip, which moved down 6.9 cents to \$3.018. The 2022 calendar strip fell 2.1 cents to \$2.713, while the other forward calendar strips showed little movement, with 2023 inching down under a penny, 2024 holding flat, and others gaining half of a cent. The March 2021 contract will expire this afternoon. Following the freeze-offs in the Southwest last week, natural gas production has recovered back to the 91 Bcf/d level that had been the average over the past months, and LNG exports are ramping back up to above 10 Bcf/d. The average to warmer-than-average temperatures across the bulk of the U.S. are also lowering heating demand, and forecasts show this trend of moderate weather holding into the second week of March.

**Bullish Factors**

- Frigid temperatures
- High exports to Mexico
- Faltering production

**Bearish Factors**

- Coronavirus impacts on demand
- Healthy storage levels
- Drop in LNG exports

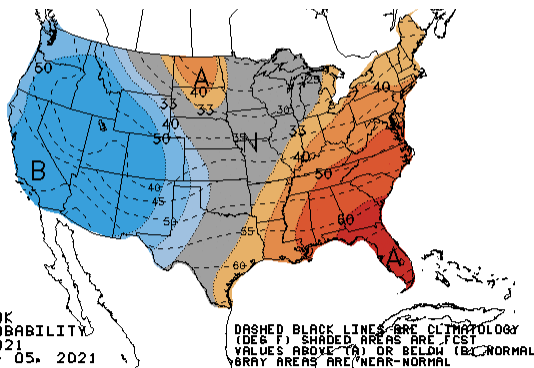
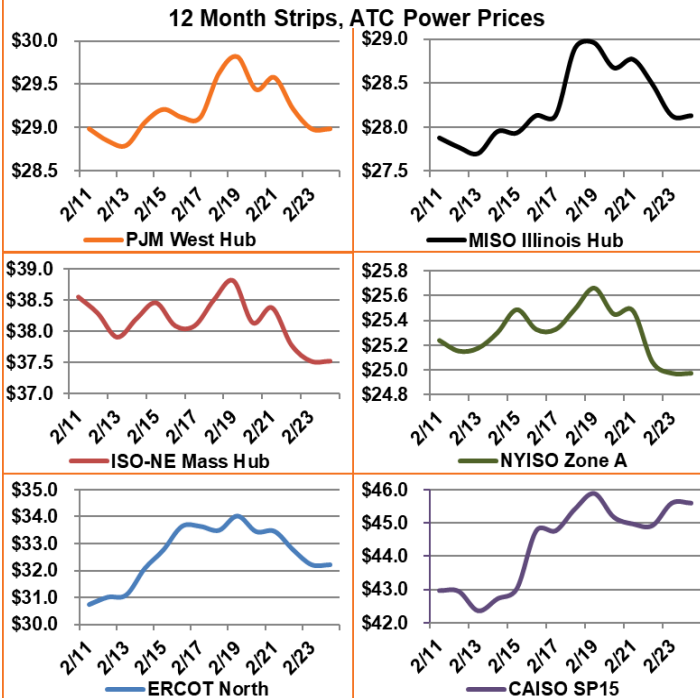


**Next Day On-Peak Power (traded for 2/24/2021)**

ISO-NE Mass Hub \$36.30	MISO Indiana Hub \$25.40	NYISO Zone G \$34.79
PJM West Hub \$23.05	ERCOT North \$19.98	CAISO SP15 \$27.43
<b>NYMEX NG</b>	<b>Close</b>	<b>Change</b>
Mar-21	2.879	-0.074
Apr-21	2.857	-0.079
12 Month	3.018	-0.069
Cal 22	2.714	-0.021
Cal 23	2.536	-0.006

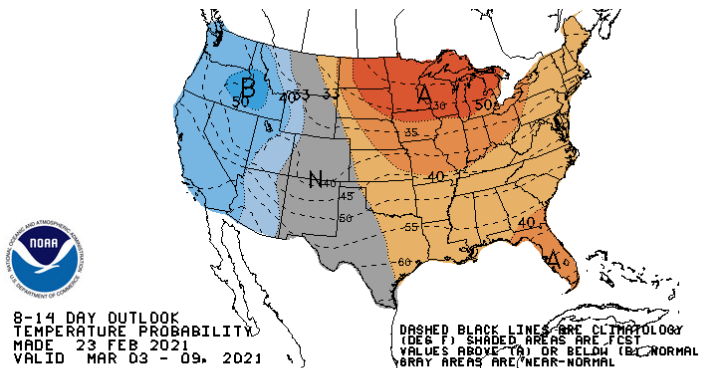
**EIA Natural Gas Storage**

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
<b>Total</b>	2,281	2,518	2,386	2,224
<b>Diff v. Current</b>		-237	-105	57
<b>% Diff</b>			-4.4%	2.6%



6-10 DAY OUTLOOK  
TEMPERATURE PROBABILITY  
MADE 23 FEB 2021  
VALID MAR 01 - 05, 2021

DASHED BLACK LINES ARE CLIMATOLOGY  
(DEG F) SHADED AREAS ARE FCST  
VALUES ABOVE (A) OR BELDH (B) NORMAL  
GRAY AREAS ARE NEAR-NORMAL



8-14 DAY OUTLOOK  
TEMPERATURE PROBABILITY  
MADE 23 FEB 2021  
VALID MAR 03 - 09, 2021

DASHED BLACK LINES ARE CLIMATOLOGY  
(DEG F) SHADED AREAS ARE FCST  
VALUES ABOVE (A) OR BELDH (B) NORMAL  
GRAY AREAS ARE NEAR-NORMAL

90% 80% 70% 60% 50% 40% 33% 33% 40% 50% 60% 70% 80% 90%

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