

Early Morning Update

The Jul '21 natural gas contract is trading up \$0.01 at \$3.30. The Jul '21 crude oil contract is up \$0.59 at \$71.50.

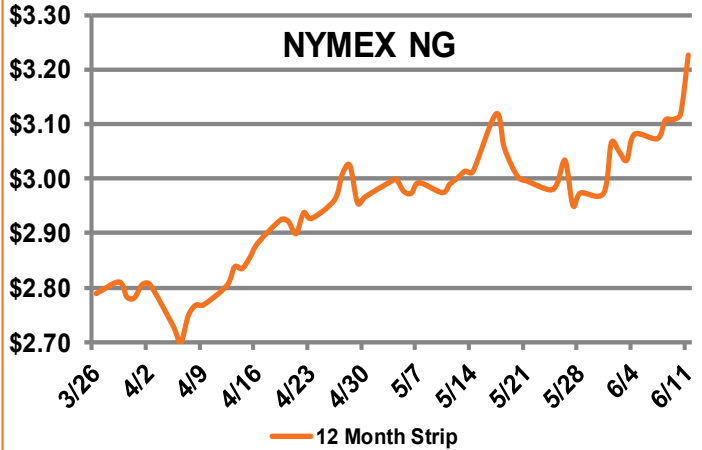
Summary: The NYMEX natural gas contract for June marched steadily higher last week. After closing at \$3.097/MMBtu on June 4, prices ticked up nearly every day last week, and the prompt month ended Friday's trading session at \$3.296/MMBtu. That's the highest level for the prompt month since Oct '20. The move higher isn't limited to the natural gas market, as the entire energy complex has moved higher recently. Natural gas and crude markets suffer from inflationary pressures, as well as a lack of investment in new production. The power markets have been moving higher, mostly in lockstep with gas. In New England, prices are also moving up because of the stronger crude and LNG markets, and in California, the drought (lack of hydro generation) and high demand are fueling the bullishness. We're also in peak demand season, with ERCOT, New England, and the IESO all calling peak demand alerts last week. With the cooler temps in the East this week, the chances of peak demands are lower, but we still have a long way to go in summer, and there will likely be plenty more alerts to come.

Bullish Factors

- Near-record LNG exports
- High exports to Mexico
- Storage deficits

Bearish Factors

- Coronavirus impacts on demand
- Strong production
- Milder weather



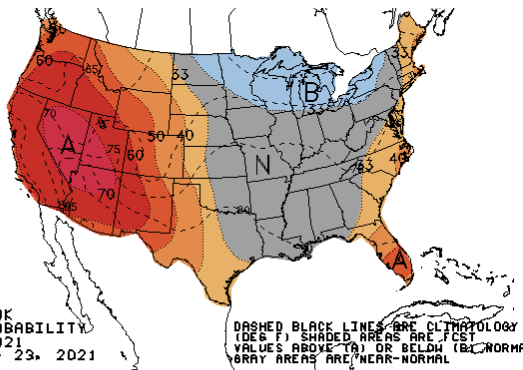
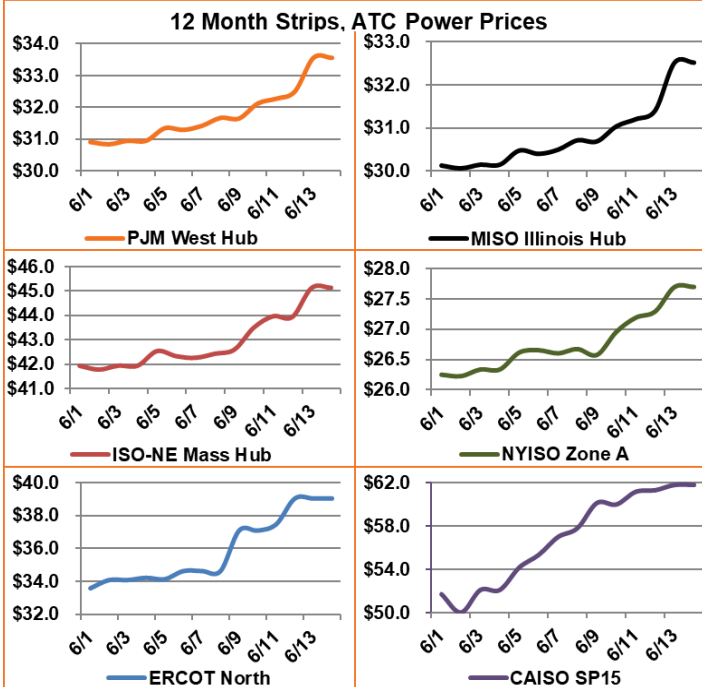
Next Day On-Peak Power (traded for 6/14/2021)

ISO-NE Mass Hub \$33.38	MISO Indiana Hub \$43.24	NYISO Zone G \$32.04
PJM West Hub \$35.25	ERCOT North \$71.40	CAISO SP15 \$95.72

NYMEX NG	Close	Change
Jul-21	3.296	0.147
Aug-21	3.311	0.145
12-Month	3.226	0.108
Cal 22	2.983	0.062
Cal 23	2.716	0.006

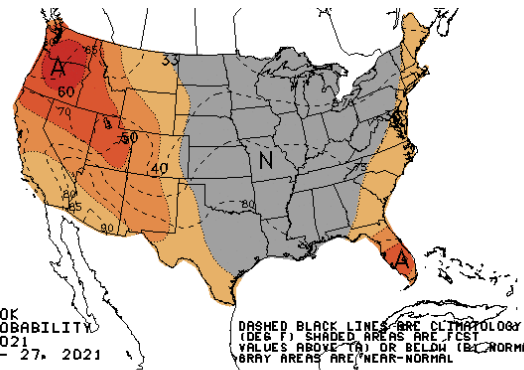
EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	2,411	2,313	2,794	2,466
Diff v. Current		98	-383	-55
% Diff			-13.7%	-2.2%



6-10 DAY OUTLOOK
TEMPERATURE PROBABILITY
MADE 13 JUN 2021
VALID JUN 19 - 23, 2021

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



8-14 DAY OUTLOOK
TEMPERATURE PROBABILITY
MADE 13 JUN 2021
VALID JUN 21 - 27, 2021

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