

Early Morning Update

The Feb '22 natural gas contract is trading down \$0.05 at \$3.80. The Feb '22 crude oil contract is up \$0.12 at \$76.68.

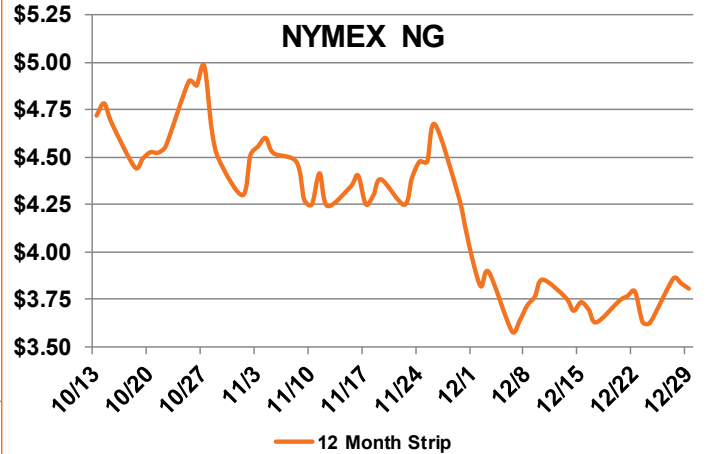
Summary: The Jan '22 contract expired yesterday after a bumpy trading session. The market opened up sharply and traded all the way up to \$4.26 before the rally ran out of steam and the prompt month fell and closed the day at \$4.024, down \$0.031. The EIA will release the weekly storage report today and estimates are calling for a draw of 130 Bcf. Today will be our final morning update for 2021. Have a great and safe New Years and we'll see you in 2022.

Bullish Factors

- Record high LNG exports
- Extremely high global gas markets
- High exports to Mexico

Bearish Factors

- Warmer-than-normal temps
- Year-to-date power burn below 2020
- Flat industrial demand



Next Day On-Peak Power (traded for 12/30/2021)

ISO-NE Mass Hub \$46.46	MISO Indiana Hub \$39.17	NYISO Zone G \$39.08
PJM West Hub \$34.92	ERCOT North \$28.70	CAISO SP15 \$75.40

NYMEX NG	Close	Change
Jan-22	4.024	-0.031
Feb-22	3.850	-0.035
12-Month	3.810	-0.028
Cal 22	3.810	-0.028
Cal 23	3.413	0.007

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	3,362	3,417	3,596	3,328
Diff v. Current		-55	-234	34
% Diff			-6.5%	1.0%

