

Early Morning Update

The Sep '22 natural gas contract is trading down \$0.33 at \$7.95. The Sep '22 crude oil contract is down \$0.09 at \$93.80.

Summary

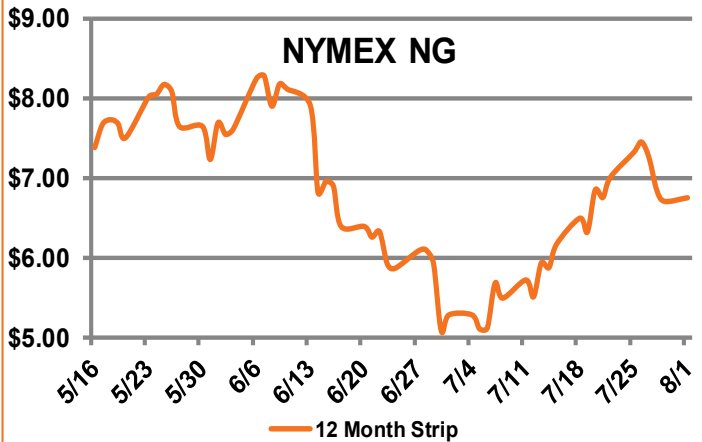
More market whiplash headlined Monday's trading session, as an afternoon rally erased the significant losses seen earlier in the day for near-term contracts and settled slightly up on the day. Months through the middle of 2023 were down anywhere from 25 to 40 cents prior to the afternoon uplift. Increasing demand, after a brief respite, is expected to be a leading cause of strength. Power burn leads the way in the demand sector, with around 45 Bcf/d expected through the next two weeks. The cooling load that is associated with power burn is not looking to abate any time soon, as nationwide temperatures continue to clock in considerably above 30-year normal values. This week in particular is expected to see high demand in nearly all markets. We will see if the slight increase in production to over 95 Bcf/d will continue to hold steady as it has since the end of last week and start to make a larger impact on overall storage balance.

Bullish Factors

- High oil and global gas prices
- Western drought and continued heat
- Significant natural gas storage deficit

Bearish Factors

- LNG exports down due to Freeport fire
- Robust natural gas production
- Cooler temps in the East

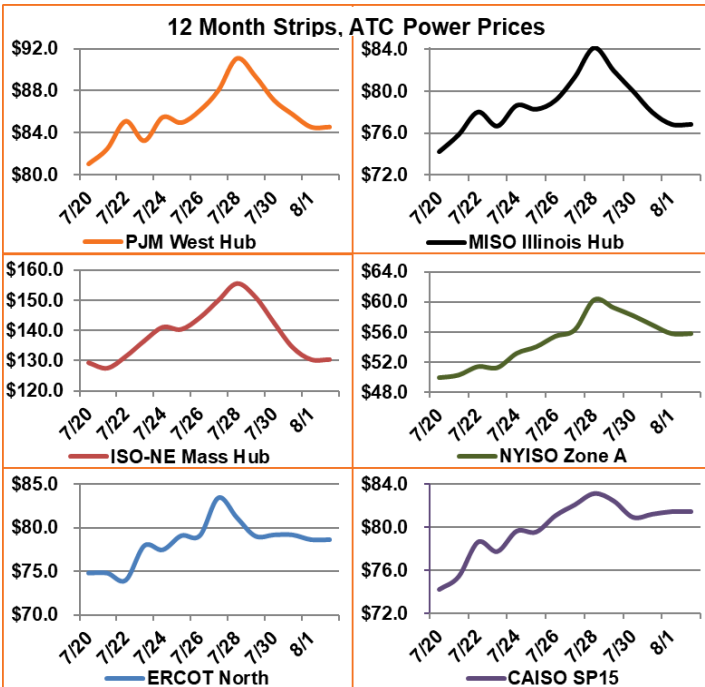


Next Day On-Peak Power (traded for 8/2/2022)

ISO-NE Mass Hub \$124.54	MISO Indiana Hub \$119.00	NYISO Zone G \$122.51
PJM West Hub \$121.43	ERCOT North \$83.33	CAISO SP15 \$93.79
NYMEX NG		Change
Close		
Sep-22	8.283	0.054
Oct-22	8.260	0.052
12-Month	8.326	0.052
Cal 23	4.686	0.030
Cal 24	4.496	-0.005

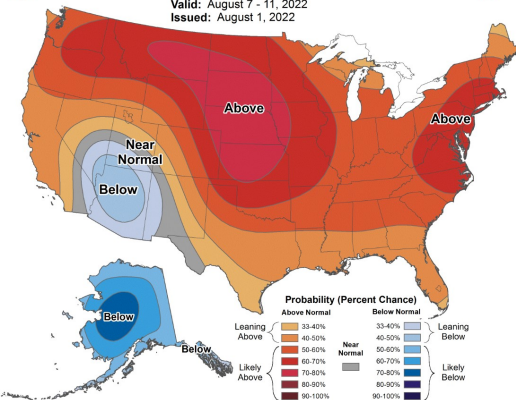
EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	2,416	2,401	2,709	2,761
Diff v. Current		15	-293	-345
% Diff			-10.8%	-12.5%



6-10 Day Temperature Outlook

Valid: August 7 - 11, 2022
Issued: August 1, 2022



8-14 Day Temperature Outlook

Valid: August 9 - 15, 2022
Issued: August 1, 2022

