

Early Morning Update

The Jun '22 natural gas contract is trading down \$0.45 at \$8.45. The Jul '22 crude oil contract is down \$0.66 at \$113.43.

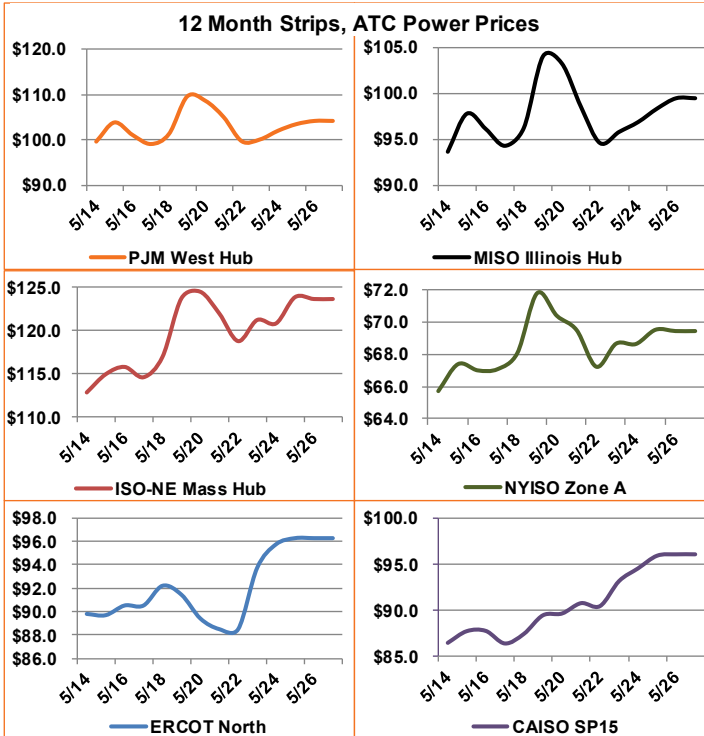
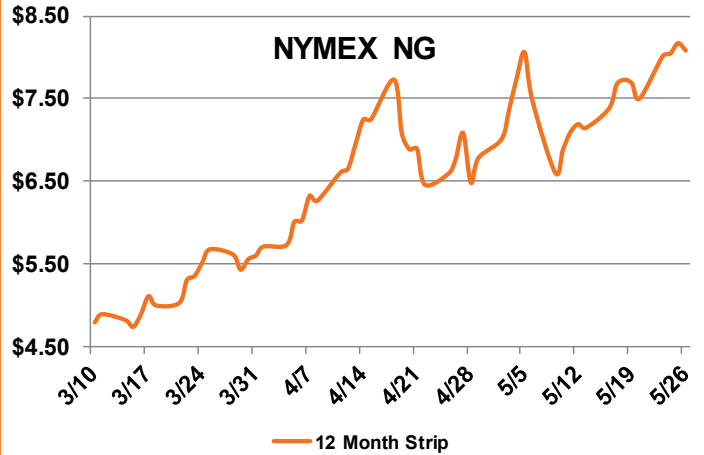
Summary: The June 2022 NYMEX contract expired on Thursday after another volatile session. The prompt month finished down \$0.063 after trading in a wide ~\$0.62 range. The market initially rallied after the EIA reported a somewhat disappointing storage report of +80 Bcf. That left storage with 1,812 Bcf, well behind last year and the benchmark 5-year average. The market stayed strong throughout the rest of the morning and into the early afternoon before crumbling right before the expiration. Over the past few days, there has been quite a bit of trading activity above \$9, but the market has been unable to settle above that level, with prices falling late in the day. Is \$9 a strong resistance level?

Bullish Factors

- Stagnant natural gas production
- High oil and global gas prices
- Western drought and continued heat

More Bullish Factors

- Large natural gas storage deficit
- LNG exports close to max
- Warmer-than-normal summer forecast



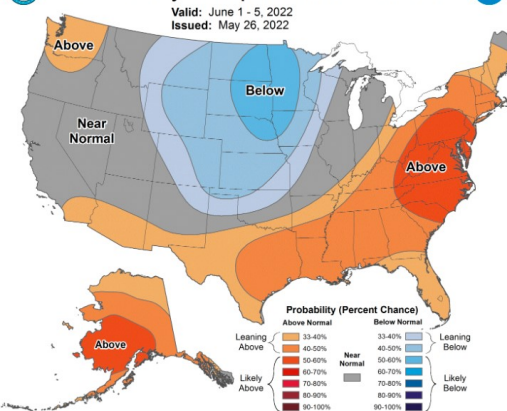
Next Day On-Peak Power (traded for 5/27/2022)

ISO-NE Mass Hub \$87.50	MISO Indiana Hub \$94.33	NYISO Zone G \$81.86
PJM West Hub \$92.58	ERCOT North \$85.40	CAISO SP15 \$41.32
NYMEX NG		Change
Jun-22	Close 8.908	-0.063
Jul-22	8.895	-0.098
12-Month	8.082	-0.088
Cal 23	5.902	-0.030
Cal 24	4.564	0.025

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	1,812	1,732	2,199	2,139
Diff v. Current		80	-387	-327
% Diff			-17.6%	-15.3%

6-10 Day Temperature Outlook



8-14 Day Temperature Outlook

