

Early Morning Update:

The Apr18 natural gas contract is trading up \$0.01 at \$2.69. The Apr18 crude contract is up \$0.05 at \$63.23.

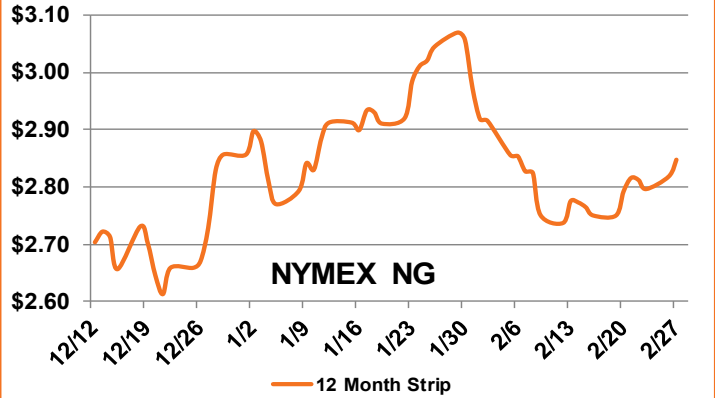
Summary: With little change in market fundamentals, the April 2018 NG contract settled at \$2.683/MMBtu, 0.3 cent lower, on its first day as prompt month. Dominion Energy's Cove Point LNG export facility has been commissioning, and the Gemmata LNG tanker, off the coast of Maryland, could begin loading LNG exports today. Sabine Pass, the LNG export facility in Louisiana, has also had increased activity, setting a recent high of 3.2 Bcf/d after a low point on February 16 of 1.0 Bcf. Residential and commercial demand has trended lower over the past week, offsetting increased demand from exports. Current outlooks provide little support for Res/Comm demand this week. However, the National Weather Service's 6-10 and 8-14 day outlooks show potential for an uptick, forecasting below-normal temperatures for most of the United States, outside of the Northeast.

Bullish Factors

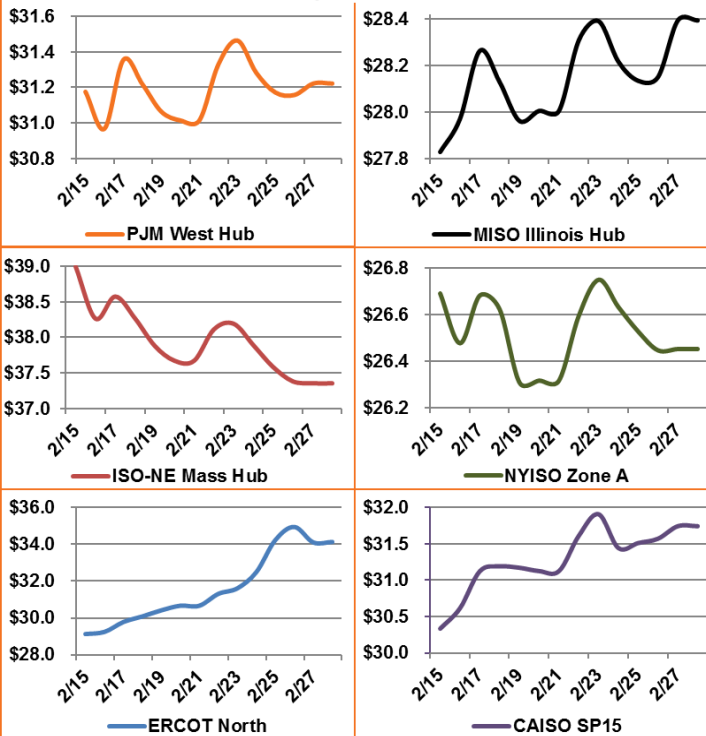
- Low expected storage levels
- LNG exports ramping up
- Exports to Mexico at all-time high

Bearish Factors

- NG production at record levels
- Growing renewable energy generation
- Warm weather



12 Month Strips, ATC Power Prices



Next Day On-Peak Power (traded for 2/28/2018)

ISO-NE Mass Hub \$32.15	MISO Indiana Hub \$32.16	NYISO Zone G \$30.50
PJM West Hub \$28.09	ERCOT North \$21.18	CAISO SP15 \$38.00
NYMEX NG	Close	Change
Apr-18	2.683	-0.003
May-18	2.712	0.001
12 Month	2.848	0.004
Cal 19	2.794	-0.001
Cal 20	2.772	-0.014

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	1,760	1,884	2,369	2,172
Diff v. Current		-124	-609	-412
% Diff			-25.7%	-19.0%

