

Early Morning Update:

The May18 natural gas contract is trading up \$0.03 at \$2.70. The May18 crude contract is down \$0.20 at \$63.34.

Summary: The NYMEX prompt NG contract saw a small tick down in pricing yesterday, closing lower by \$.043 to finish the day at \$2.675. The market has been remarkably quiet in recent weeks with trading hovering around the \$2.70 level with very little movement. We've seen higher heating-related demand due to lingering cold weather but NG production is also high, so prices have been standing at \$2.70 until we get a better picture of power burns for the summer and if NG production will continue to be high.

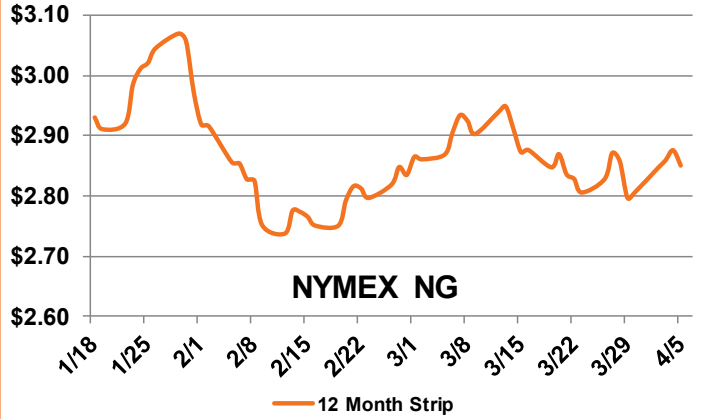
On the power side, we've seen some prices creep higher with strong demand and concerns over the news of the FES bankruptcy and pending retirement of 3 nuclear units. Texas summers remain volatile.

Bullish Factors

- Lingering cold weather
- LNG exports ramping up
- Exports to Mexico at all-time high

Bearish Factors

- NG production at record levels
- Growing renewable energy generation



Next Day On-Peak Power (traded for 4/6/2018)

ISO-NE Mass Hub \$75.01	MISO Indiana Hub \$31.00	NYISO Zone G \$36.25
PJM West Hub \$34.23	ERCOT North \$28.00	CAISO SP15 \$21.75
NYMEX NG	Close	Change
Apr-18	2.675	-0.043
May-18	2.729	-0.037
12 Month	2.850	-0.025
Cal 19	2.792	-0.008
Cal 20	2.772	0.007

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	1,354	1,383	2,050	1,700
Diff v. Current		-29	-696	-346
% Diff			-34.0%	-20.4%

