

Early Morning Update:

The May19 natural gas contract is down \$.01 at \$2.69. The May19 crude oil contract is down \$0.18 at \$64.22.

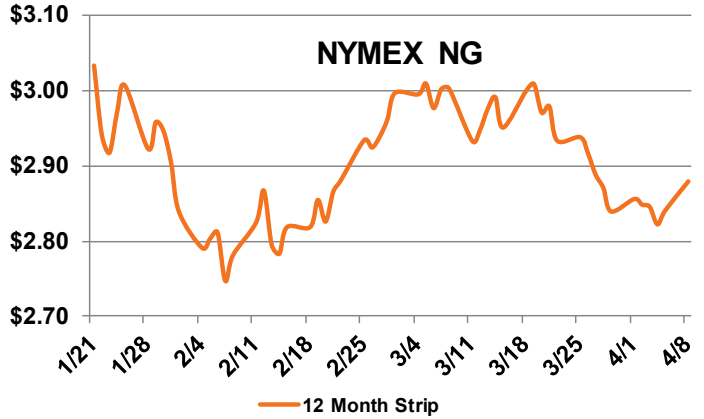
Summary: After last week's trading inactivity, the May natural gas contract was subjected to some upward movement yesterday. Coming out of Friday's close at \$2.664, which was flat week over week, the prompt month gained almost five cents throughout Monday before closing at \$2.708. In fact, all the individual monthly gas contracts within the twelve-month strip followed this same trend. While weather forecasts for the rest of this week have shifted towards warmer temperatures for much the east coast, prices may be climbing in expectation of the cold front that's forecasted to hit the Midwest midweek. The recent strength could also be a reaction to the slip in production over the weekend that caused output to slide from 88bcf/d to 86bcf/d. Further, trading activity could be picking up simply because summer is approaching. However, the longer-term gas contracts seem to be unfazed by the changes in the short-term market, as calendar strips '21, '22, and '23 moved very little yesterday.

Bullish Factors

- High LNG exports
- Low storage levels
- Attention turning to summer

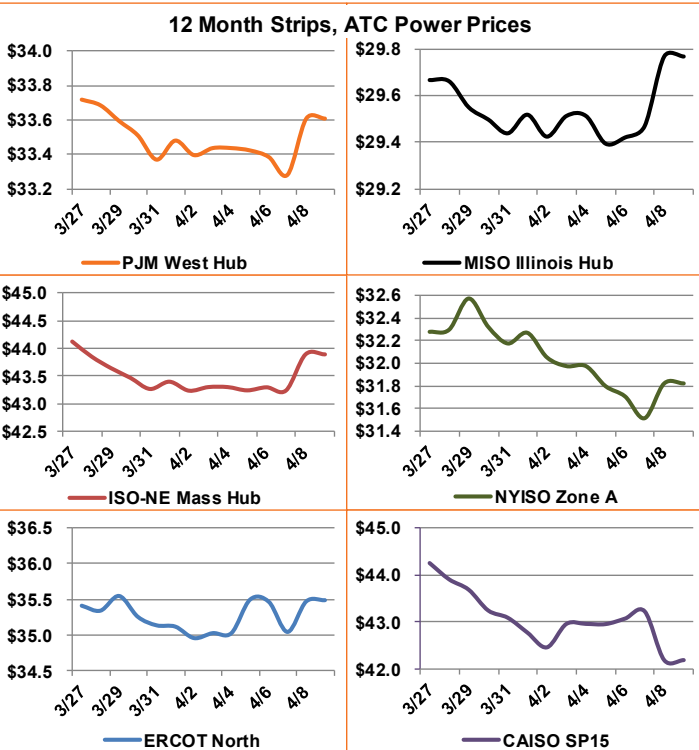
Bearish Factors

- Record NG production
- Higher associated gas production
- Warmer temps, declining demand



Next Day On-Peak Power (traded for 4/9/2019)

ISO-NE Mass Hub \$36.71	MISO Indiana Hub \$33.00	NYISO Zone G \$40.91
PJM West Hub \$34.93	ERCOT North \$50.04	CAISO SP15 \$24.00
NYMEX NG		Change
May-19	2.708	0.044
Jun-19	2.748	0.042
12 Month	2.879	0.039
Cal 20	2.678	0.005
Cal 21	2.678	0.003



EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	1,130	1,107	1,358	1,635
Diff v. Current		23	-228	-505
% Diff			-16.8%	-30.9%

