

### Early Morning Update:

The May19 natural gas contract is up \$.02 at \$2.71. The May19 crude oil contract is up \$0.36 at \$64.34.

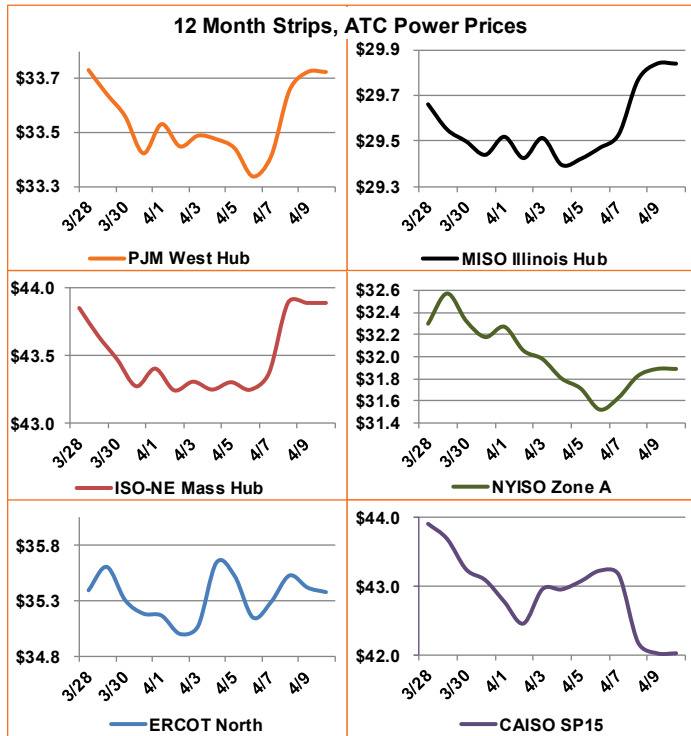
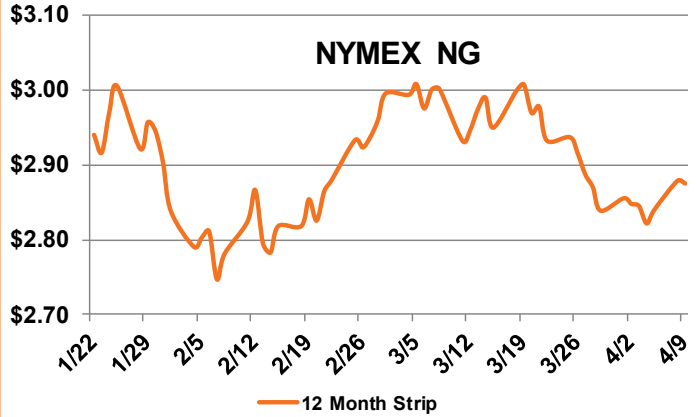
**Summary:** Tuesday proved to be another quiet day for NYMEX as the prompt month May contract lost just under a penny to close at \$2.699/MMBtu. The lack of movement was not confined to the near term, with the twelve month strip and the 2020, 2021, and 2022 calendar strips all moving less than a penny as well and remaining backwarddated. The past few days have seen temperatures turn slightly downward which has led to ResComm demand increasing from its recent low of 17.2 Bcf/d on Monday to an expected 25.8 Bcf/d for today. While the northern midcontinent is facing severe winter weather conditions over the next couple of days, much of the rest of the U.S. looks to remain within the normal to slightly warmer-than-average range, keeping a ceiling on near term weather driven demand. On the export side of the equation, Cheniere's Sabine Pass LNG export facility in Texas has more than halved its output to under 2 Bcf/d since beginning maintenance on March 23rd but should return to full service within the next couple of weeks. Production has also slipped back under 86 Bcf/d for two days in a row.

### 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 4/10/2019)

| ISO-NE Mass Hub<br>\$37.54 | MISO Indiana Hub<br>\$29.75 | NYISO Zone G<br>\$42.02 |
|----------------------------|-----------------------------|-------------------------|
| PJM West Hub<br>\$29.60    | ERCOT North<br>\$32.00      | CAISO SP15<br>\$20.25   |
| NYMEX NG                   |                             | Change                  |
| May-19                     | 2.699                       | -0.009                  |
| Jun-19                     | 2.739                       | -0.009                  |
| 12 Month                   | 2.876                       | -0.003                  |
| Cal 20                     | 2.685                       | 0.007                   |
| Cal 21                     | 2.685                       | 0.007                   |

### 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%      |

