

Early Morning Update:

The May18 natural gas contract is trading up \$0.02 at \$2.68. The May18 crude contract is down \$0.44 at \$67.85.

Summary: The NYMEX NG market saw it's biggest one day drop in weeks as the prompt month contract shrugged off a bullish storage report to finish the day down \$.079 at \$2.66. The EIA did report a larger-than-expected draw from storage of 36 bcf. More typical of this time of year is to see injections into storage so it's a testament to the persistent cold weather that we are seeing significant withdrawals from storage, especially considering how strong NG production is. But weather forecasts are showing a moderation in temperatures along the east coast and we may actually start to see 'normal' temperatures starting in the next few days. I won't complain.

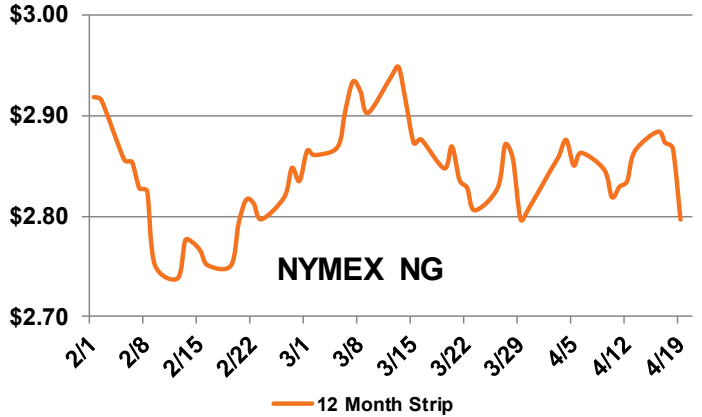
Power prices in the eastern markets took a bit of a breather yesterday after marching steadily higher over the past 2 weeks. Cold temperatures and relatively high index pricing have pushed up pricing for subsequent winters

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 4/20/2018)

ISO-NE Mass Hub \$52.60	MISO Indiana Hub \$38.00	NYISO Zone G \$50.02
PJM West Hub \$41.79	ERCOT North \$22.40	CAISO SP15 \$23.06
NYMEX NG	Close	Change
Apr-18	2.660	-0.079
May-18	2.695	-0.073
12 Month	2.796	-0.071
Cal 19	2.715	-0.068
Cal 20	2.707	-0.038

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	1,299	1,335	2,107	1,748
Diff v. Current		-36	-808	-449
% Diff			-38.3%	-25.7%

