

Early Morning Update:

The Jul19 natural gas contract is trading down \$0.01 at \$2.39. The Jul19 crude oil contract is down \$0.05 at \$53.20.

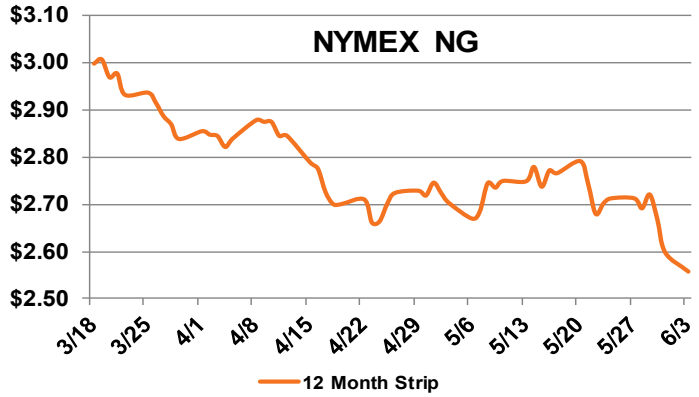
Summary: Mild weather, strong supply, and healthy storage continued to put downward pressure on forward prices for both natural gas and power throughout yesterday's trading activity. The monthly NYMEX contracts for July '19 through March '20 all broke through their lows that were established last Friday and hit new all-time lows yesterday. Q3 '19 MISO and PJM prices are within 10% of their two-year lows as well. The last time gas prices were within 15 cents of current levels was Q1 2016, when production was around 73 Bcf/d. Yesterday, NYMEX Q3 '19 settled at \$2.399, and the balance of 2019 settled at \$2.484. Gas calendar strips 2020-2023 are still all under \$2.70. Prices are up slightly this morning.

Bullish Factors

- High LNG exports
- Below-average storage levels
- Attention turning to summer

Bearish Factors

- Record NG production
- Higher associated gas production
- Mild temps

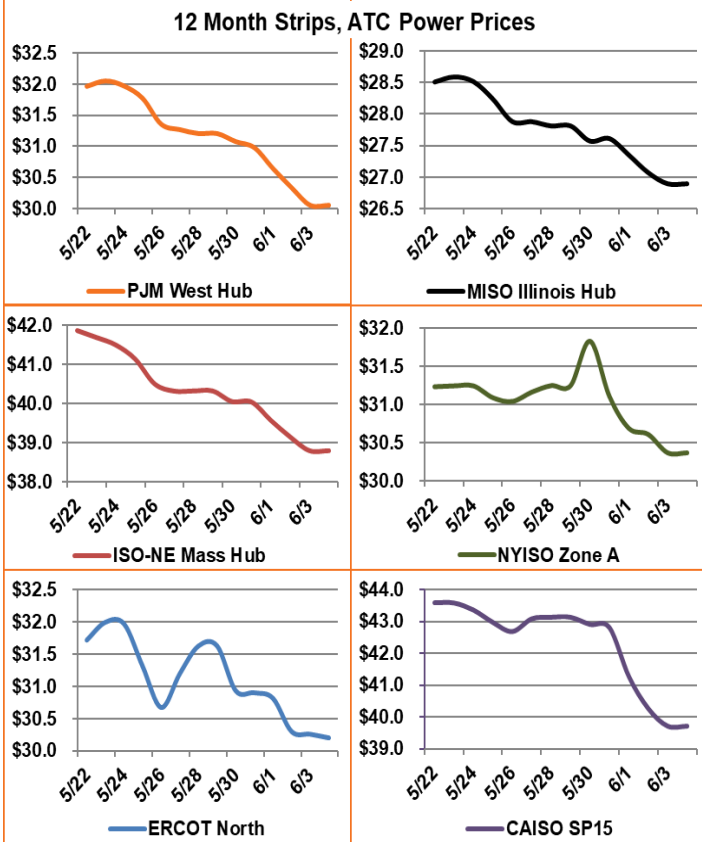


Next Day On-Peak Power (traded for 6/4/2019)

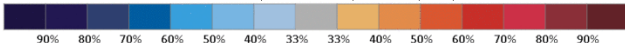
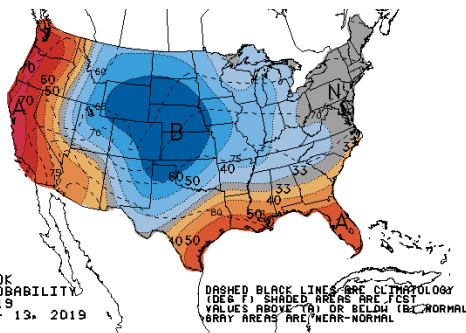
ISO-NE Mass Hub \$24.00	MISO Indiana Hub \$26.58	NYISO Zone G \$24.13
PJM West Hub \$24.22	ERCOT North \$28.89	CAISO SP15 \$27.14
NYMEX NG		Change
Jul-19	2.403	-0.051
Aug-19	2.403	-0.057
12 Month	2.558	-0.041
Cal 20	2.617	-0.023
Cal 21	2.630	-0.013

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	1,867	1,753	1,711	2,124
Diff v. Current		114	156	-257
% Diff			9.1%	-12.1%



6-10 DAY OUTLOOK
TEMPERATURE PROBABILITY
MADE 3 JUN 2019
VALID JUN 05 - 13, 2019



8-14 DAY OUTLOOK
TEMPERATURE PROBABILITY
MADE 3 JUN 2019
VALID JUN 11 - 17, 2019

