

**Early Morning Update:**

The Jul19 natural gas contract is trading down \$0.01at \$2.29. The Aug19 crude oil contract is up \$1.20 at \$59.03.

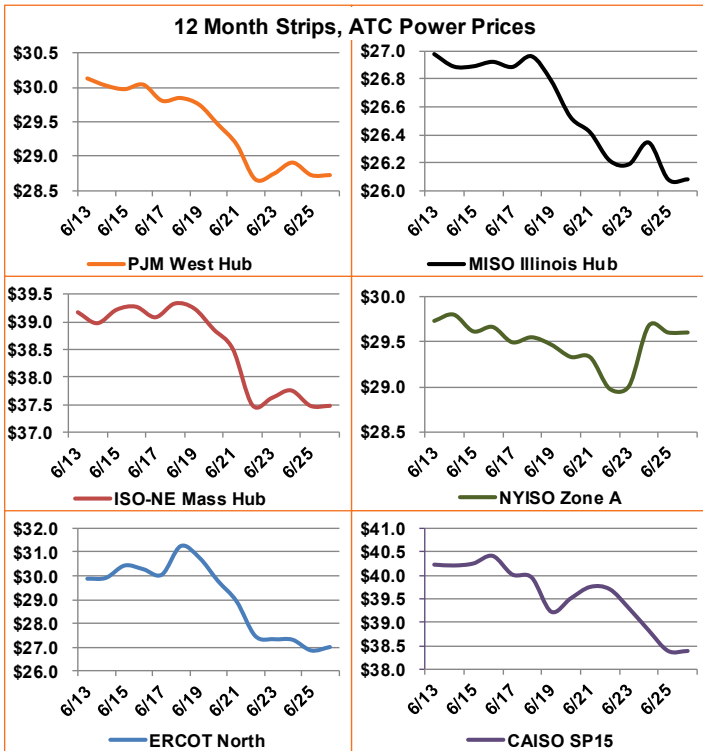
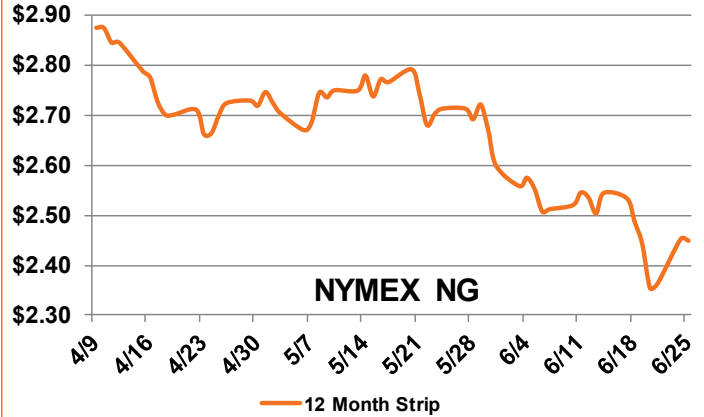
**Summary:** It was a quiet day for the NYMEX NG contracts yesterday. On it's second-to-last-day of trading, the July 2019 prompt month gained less than a penny from Monday's close to settle at \$2.308/MMBtu. The July 2019 contract will expire today. A late start to cooling demand season and domestic NG dry gas production steady averaging 86.9 Bcf/d for 2019 have allowed the July NG contract to trade as low as \$2.19 last week, 69 cents, or 24% lower than the price 6 months ago. However, warmer temperatures finally started to creep in to the forecasts for the eastern US, elevating power burn demand. Philadelphia is forecast to hit a high of 93 degrees on Friday, as a result, PJM could set one of its coincident peaks later this week. Be on the lookout for peak demand notices from Direct Energy through September.

**Bullish Factors**

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

**Bearish Factors**

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



**Next Day On-Peak Power (traded for 6/26/2019)**

ISO-NE Mass Hub \$28.51	MISO Indiana Hub \$28.60	NYISO Zone G \$25.26
PJM West Hub \$32.11	ERCOT North \$21.72	CAISO SP15 \$26.92
NYMEX NG		Change
Jul-19	2.308	0.005
Aug-19	2.286	0.002
12 Month	2.448	-0.004
Cal 20	2.555	-0.012
Cal 21	2.614	-0.018

**EIA Natural Gas Storage**

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	2,203	2,088	1,994	2,402
Diff v. Current		115	209	-199
% Diff			10.5%	-8.3%

