

**Early Morning Update**

The Nov19 natural gas contract is trading down \$0.01 at \$2.32. The Nov19 crude oil contract is up \$0.53 at \$54.60.

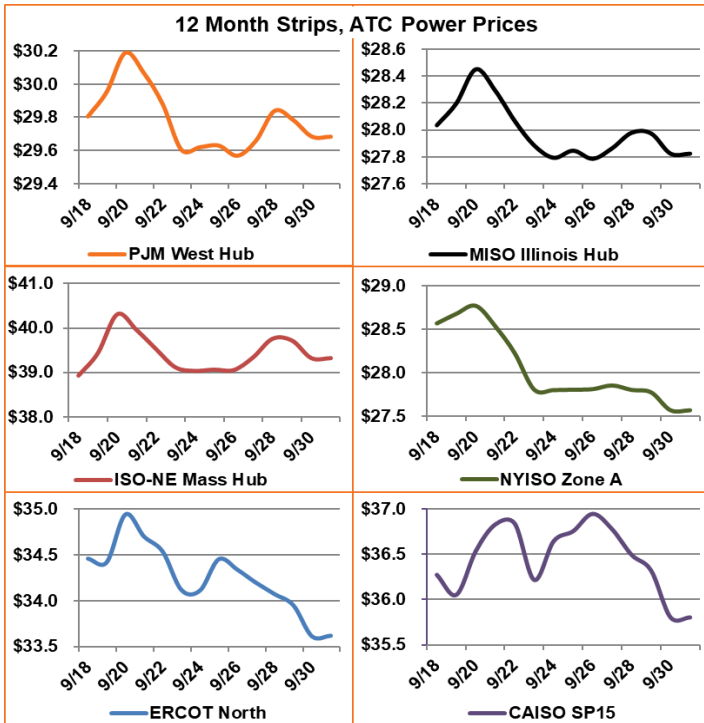
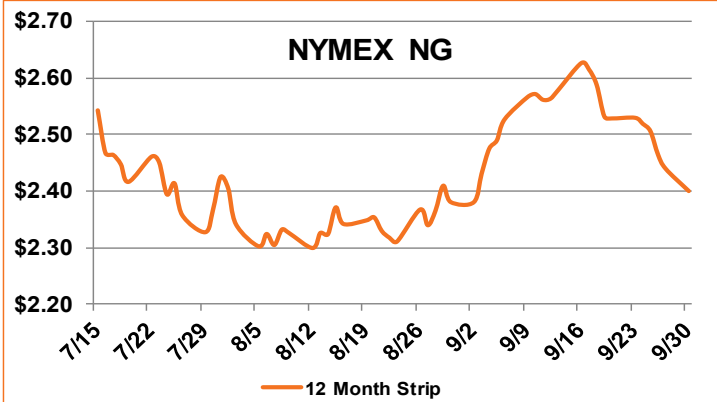
**Summary:** The bearish trend continued during yesterday's natural gas trading activity, as each monthly contract within the 12-month strip weakened at least two cents. The biggest loser of the bunch was the November contract, which opened up at \$2.40 and lost over seven cents by closing time, eventually settling at \$2.33/MMBtu. The Dec-Feb winter strip slid nearly six cents, as well. This market weakness at the front of the curve is most likely due to the lagging summertime warmth, which was bullish just a few weeks ago. However, the lingering warmth shrinks the high and low temperature ranges around this time of the year, and allows storage to build at a faster pace. Forecasts for the next 20 days call for more of this weather pattern, leading the market to believe we could see further selloffs as the week progresses.

**Bullish Factors**

- Growing LNG exports
- Record demand levels
- Lingering warm weather

**Bearish Factors**

- Record NG production
- Higher associated gas production
- Healthy storage levels

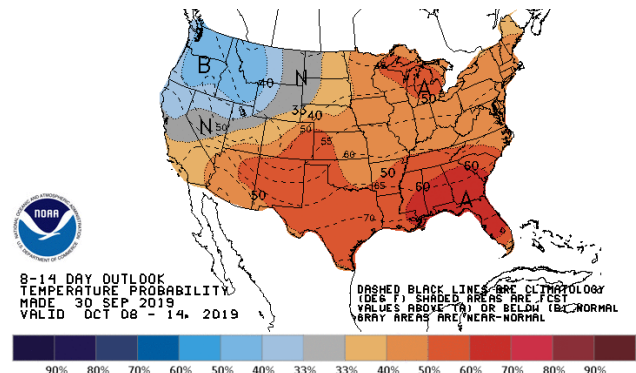
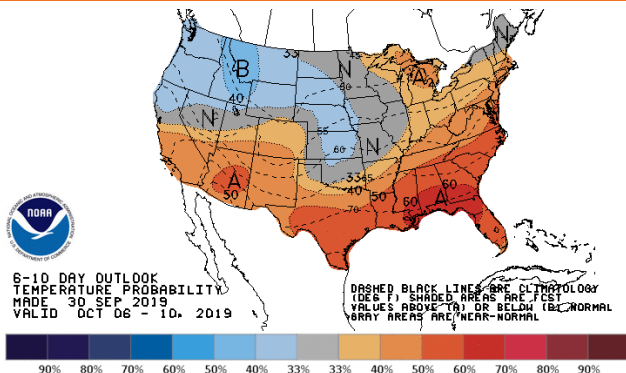


**Next Day On-Peak Power (traded for 10/1/2019)**

<b>ISO-NE Mass Hub</b> \$24.77	<b>MISO Indiana Hub</b> \$50.46	<b>NYISO Zone G</b> \$24.55
<b>PJM West Hub</b> \$40.07	<b>ERCOT North</b> \$30.07	<b>CAISO SP15</b> \$31.76
<b>NYMEX NG</b>	<b>Close</b>	<b>Change</b>
Nov-19	2.330	-0.074
Dec-19	2.504	-0.061
12 Month	2.399	-0.039
Cal 20	2.416	-0.031
Cal 21	2.447	-0.004

**EIA Natural Gas Storage**

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
<b>Total</b>	3,205	3,103	2,761	3,252
<b>Diff v. Current</b>		102	444	-47
<b>% Diff</b>			16.1%	-1.4%



This document is for informational purposes only. All the information provided is "as is" and is not intended for trading purposes or advice. Direct Energy makes no representations or warranties, express or implied, as to the quality, accuracy, completeness, or reliability of the information provided in this newsletter. Further, Direct Energy is not liable for any informational errors or incompleteness or for any actions taken in reliance on information contained herein. Direct Energy® and the Energy Bolt design are registered trademarks of Direct Energy Marketing Limited.