

**Early Morning Update**

The Feb20 natural gas contract is trading down \$0.01 at \$2.22. The Feb20 crude oil contract is up \$0.38 at \$62.10.

**Summary:** The Jan '20 NYMEX NG contract took a nosedive on its final day of trading, moving down \$.136 to expire at \$2.158. The Feb '20 contract is now the prompt month. Weather forecasts continue to show milder temps this week as this weather pattern that has been bringing above average temperatures remains in place. With these milder temps, demand has been down and index prices have also been low, with prices more common for shoulder season than for winter.

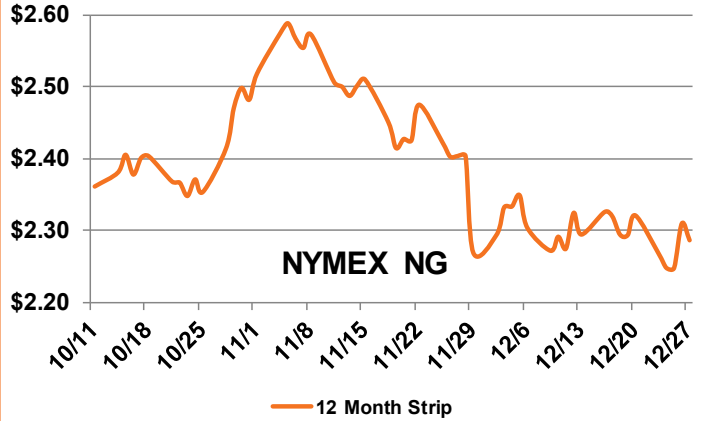
On Friday, the EIA did report a slightly larger-than-expected draw of 161 Bcf. The report did little to influence the market as traders remain focused on the warmer temps and lower demand that is currently being forecasted. Liquidity is likely to remain poor today and tomorrow with the market slowly coming back to life on Thursday.

**Bullish Factors**

- Record LNG exports
- Growing NG exports to Mexico
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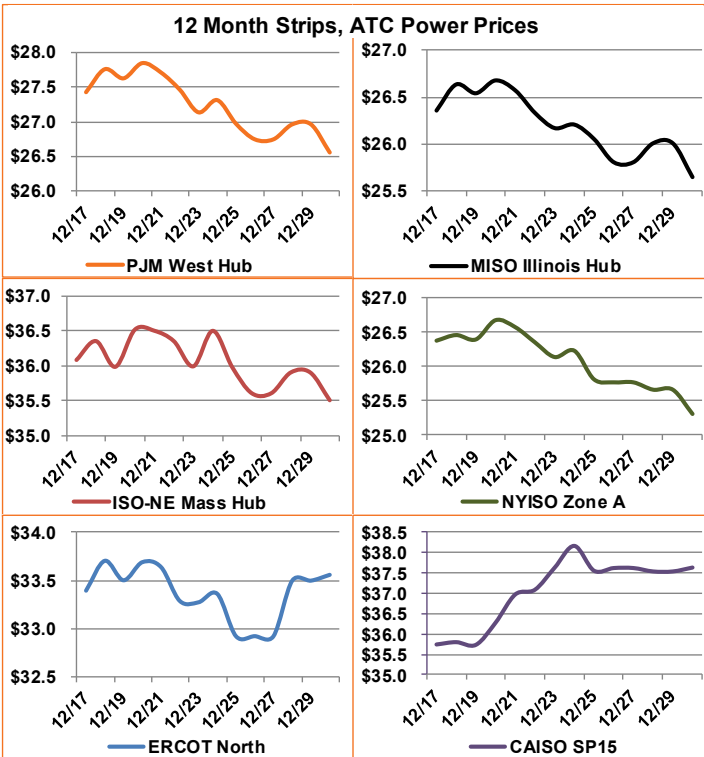
**Bearish Factors**

- Above average temperatures
- Higher associated gas production
- Healthy storage levels



**Next Day On-Peak Power (traded for 12/30/2019)**

<b>ISO-NE Mass Hub</b> \$27.97	<b>MISO Indiana Hub</b> \$24.08	<b>NYISO Zone G</b> \$22.81
<b>PJM West Hub</b> \$21.21	<b>ERCOT North</b> \$22.31	<b>CAISO SP15</b> \$45.40
<b>NYMEX NG</b>	<b>Close</b>	<b>Change</b>
Jan-20	2.158	-0.136
Feb-20	2.231	-0.054
12 Month	2.286	-0.023
Cal 20	2.286	-0.023
Cal 21	2.414	0.001



**EIA Natural Gas Storage**

<b>EIA Reported Storage (Bcf)</b>	<b>This Week</b>	<b>Last Week</b>	<b>Last Year</b>	<b>5-Year Avg.</b>
<b>Total</b>	3,250	3,411	2,732	3,319
<b>Diff v. Current</b>		-161	518	-69
<b>% Diff</b>			19.0%	-2.1%

