

Early Morning Update

The Apr20 natural gas contract is down \$0.04 at \$1.56. The May20 crude oil contract is up \$0.07 at \$22.70.

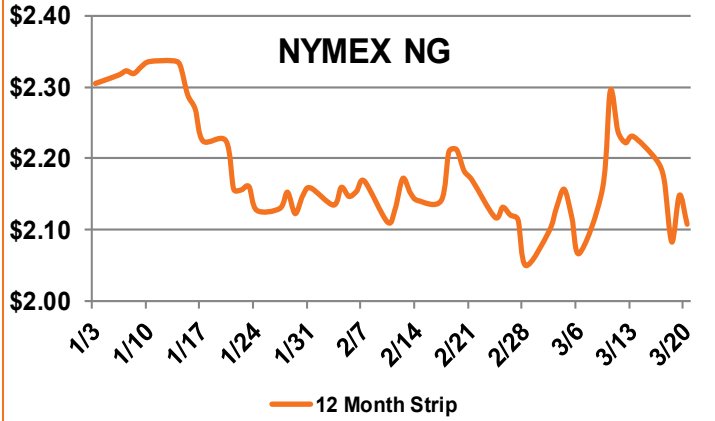
Summary: The NYMEX selloff continued last week, largely due to uncertain global economic forecasts, as equity markets fell to levels not seen since the Trump inauguration three years ago. The DOW, S&P 500, and NASDAQ were down 17.3%, 14.9%, and 12.6%, respectively, and to put dollars around it – over 11 trillion dollars in U.S. market value has been lost. Similar losses can be seen in commodities, as the NYMEX gas prompt month settled Friday at \$1.604, the lowest in over 27 years, and the 2022-2025 calendar strips all reached fresh all-time lows. Weather has trended warmer over the past week, where an early start to spring with above-normal temperatures is dominating the eastern half of the country. With NYMEX prices continuing to move lower and production becoming more uneconomic, the market expects that production will move lower to help balance the market, but that didn't happen last week, with production still over 91 Bcf/d. Storage continues to be significantly above historical averages, with a withdraw of only 9 Bcf reported last week. End-of-winter storage estimates are estimated at 1.99 Tcf, 15% higher than the 5YA. Despite continued bearish fundamentals, the market volatility will likely continue until the economic impacts of COVID-19 are fully understood and a global economic rebound begins to emerge.

Bullish Factors

- Slowing production
- Eventual growth in exports
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Bearish Factors

- Coronavirus impacts
- Mild temperatures
- Healthy storage levels

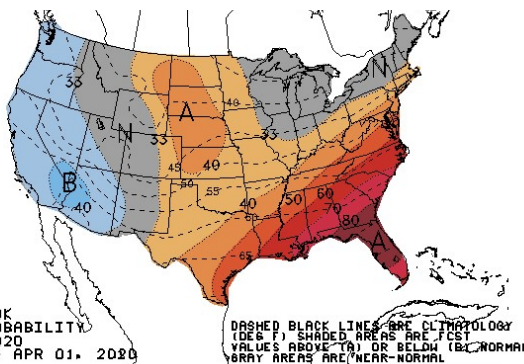
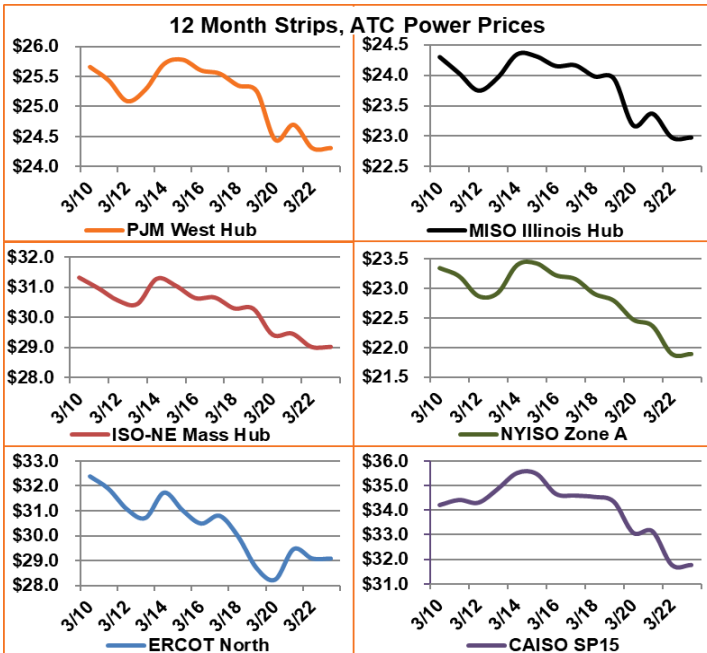


Next Day On-Peak Power (traded for 3/23/2020)

ISO-NE Mass Hub \$21.21	MISO Indiana Hub \$25.06	NYISO Zone G \$18.34
PJM West Hub \$21.50	ERCOT North \$27.85	CAISO SP15 \$23.42
NYMEX NG	Close	Change
Apr-20	1.604	-0.050
May-20	1.675	-0.051
12 Month	2.108	-0.041
Cal 21	2.380	-0.002
Cal 22	2.349	-0.009

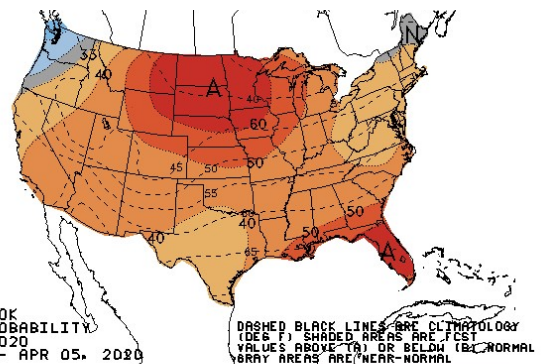
EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	2,034	2,043	1,156	1,753
Diff v. Current		-9	878	281
% Diff			76.0%	16.0%



6-10 DAY OUTLOOK
TEMPERATURE PROBABILITY
MADE 22 MAR 2020
VALID MAR 28 - APR 01, 2020

90% 80% 70% 60% 50% 40% 33% 33% 40% 50% 60% 70% 80% 90%



8-14 DAY OUTLOOK
TEMPERATURE PROBABILITY
MADE 22 MAR 2020
VALID MAR 30 - APR 05, 2020

90% 80% 70% 60% 50% 40% 33% 33% 40% 50% 60% 70% 80% 90%