

Early Morning Update

The May20 natural gas contract is trading down \$0.01 at \$1.64. The May20 crude oil contract is down \$0.36 at \$19.75.

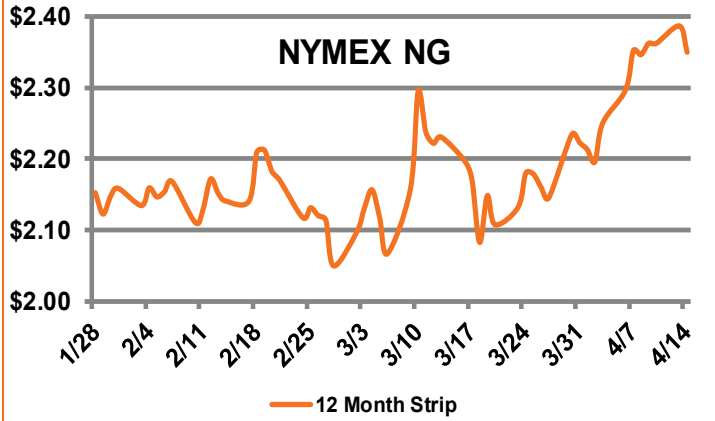
Summary: There was downward movement throughout the entire NYMEX curve yesterday, after it initially moved up in the morning. Most of the movement was in the front months, with the prompt month contract falling 7.4 cents to close at \$1.65/MMBtu, while the balance of 2020 fell 4.6 cents. The 12-month strip through April 2021 closed at \$2.35, which represented a drop of just under four cents. The forward calendar strips for 2021 and 2022 both lost around a penny each, and calendar strips 2023 through 2032 all fell 1.8 cents, showing broad downward movement. The oil prompt month had also moved down through the day and is currently trading below \$20 a barrel as of this morning. Weather forecasts have held steady and continue to show below-average temperatures blanketing the Midcon and Northeast regions through the end of the week, which will shift to just the Northeast. Average temperatures look to follow for the last week of the month, with slight warmth in the South. The below-average temperatures are pushing up Res/Comm heating demand in the near term, but the forecast over the next couple of weeks has it nearly halving by the end of the month as temperatures are expected to increase.

Bullish Factors

- Eventual growth in exports
- Widespread below-normal temps
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Bearish Factors

- Coronavirus impacts
- Healthy storage levels
- Steady production



Next Day On-Peak Power (traded for 4/15/2020)

ISO-NE Mass Hub \$21.52	MISO Indiana Hub \$23.85	NYISO Zone G \$17.25
PJM West Hub \$23.83	ERCOT North \$20.50	CAISO SP15 \$15.19
NYMEX NG	Close	Change
May-20	1.650	-0.074
Jun-20	1.826	-0.053
12 Month	2.350	-0.037
Cal 21	2.618	-0.011
Cal 22	2.475	-0.007

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	2,024	1,986	1,148	1,700
Diff v. Current		38	876	324
% Diff			76.3%	19.1%

