

**Early Morning Update**

The Jun20 natural gas contract is trading down \$0.01 at \$1.86. The Jun20 crude oil contract is up \$1.94 at \$17.00.

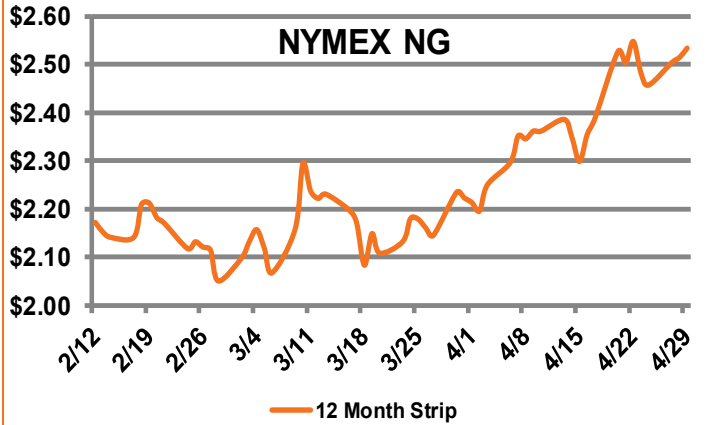
**Summary:** The June NYMEX contract made its prompt month debut yesterday by losing almost eight cents and closing the day at \$1.869/MMBtu. The majority of the movement prevailed at the front of the curve, with Q3 '20 also losing eight cents, and the 12-month strip losing about a nickel day-over-day. This weakness lost its steam, though, further down the curve, with Cal '21 losing just a penny and Cal '22 and beyond remaining basically flat. The heat wave in the West continues, with many states seeing temperatures 8-15 degrees above normal, making it feel like an early start to summer. Keep an eye on index prices for power in the West, as this extreme warmth could create some volatility due to early onset cooling demand. In addition, as states begin to enact orders for re-opening, this could present challenges to the ISO's due to shifting demand and result in more index volatility. Later this morning, the EIA will release their weekly storage report, where market participants are expecting an injection of around 68 Bcf to be reported. If this actualizes, it would be close to the 5-year average of 74 Bcf, but much lower than last year's injection of 114 Bcf for the corresponding week.

**Bullish Factors**

- Eventual growth in exports
- Northeast below-normal temps
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**Bearish Factors**

- Coronavirus impacts
- Healthy storage levels
- Steady production



**Next Day On-Peak Power (traded for 4/30/2020)**

ISO-NE Mass Hub \$19.59	MISO Indiana Hub \$21.17	NYISO Zone G \$19.98
PJM West Hub \$18.69	ERCOT North \$29.29	CAISO SP15 \$17.01
<b>NYMEX NG</b>	<b>Close</b>	<b>Change</b>
Jun-20	1.869	-0.079
Jul-20	2.091	-0.079
12 Month	2.535	-0.046
Cal 21	2.741	-0.010
Cal 22	2.540	0.007

**EIA Natural Gas Storage**

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
<b>Total</b>	2,140	2,097	1,313	1,776
<b>Diff v. Current</b>		43	827	364
<b>% Diff</b>			63.0%	20.5%

