

Early Morning Update

The Dec20 natural gas contract is trading down \$0.09 at \$3.26. The Dec20 crude oil contract is down \$0.09 at \$35.70.

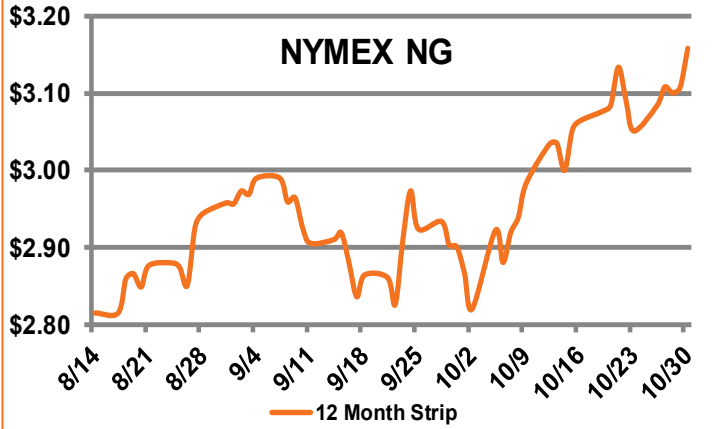
Summary: Uncertainty is the best way to describe last week, with COVID continuing to impact the global economy and the final sprint in the U.S. presidential election. Cases have surged around the world, creating a number of notable milestones, including lockdowns across Europe, eight million confirmed cases in India, and a new U.S. daily confirmed case count record of 99,000 on Friday. The uncertainty finally hit U.S. equity markets, with the Dow, Nasdaq, and S&P all down over 5% after weeks of trading sideways. The energy complex has not been immune, as oil prices hit a 5-month low, trading under \$40/bbl, while natural gas continues its climb, with the Cal '21 strip rising 27 cents (9%) over the past 30 days to settle Friday at \$3.13/MMBtu. Rollercoaster U.S. temperatures are expected in the near-term outlook. After many Midwest and Northeast cities seeing the first snowflakes of the year this weekend, we'll see a rapid temperature moderation this week, where highs will top out in the mid-60s by next weekend. We'd be remiss not to acknowledge tomorrow's election. While we may not know the results immediately, the result should bring some certainty to the market around national policy. As a public service announcement, go vote tomorrow!

Bullish Factors

- LNG exports back in force
- High exports to Mexico
- Unstable production

Bearish Factors

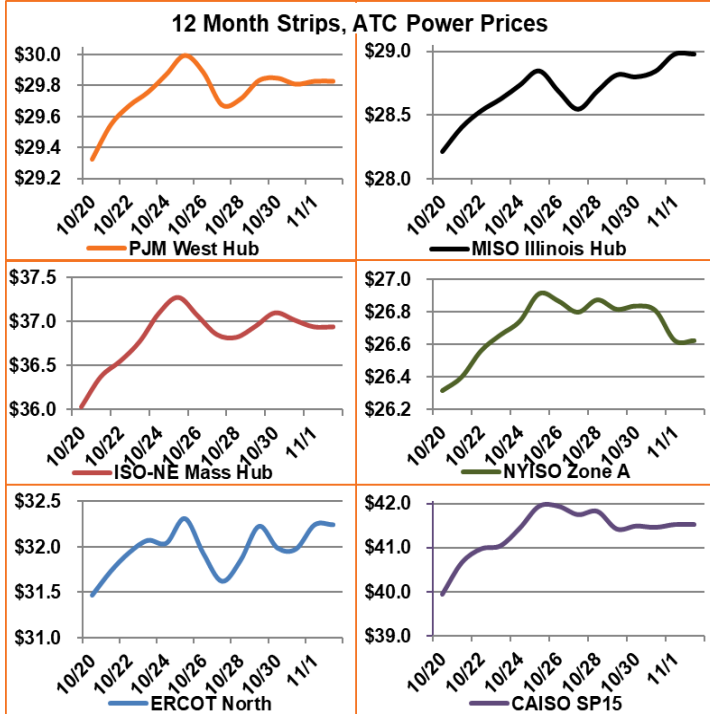
- Coronavirus impacts on demand
- Healthy storage levels
- Lack of significant heating demand



Next Day On-Peak Power (traded for 11/2/2020)

ISO-NE Mass Hub \$43.12	MISO Indiana Hub \$40.28	NYISO Zone G \$37.00
PJM West Hub \$39.61	ERCOT North \$39.00	CAISO SP15 44.68

NYMEX NG	Close	Change
Dec-20	3.354	0.053
Jan-21	3.469	0.052
12 Month	3.158	0.051
Cal 21	3.151	0.050
Cal 22	2.807	0.026



EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	3,955	3,926	3,670	3,666
Diff v. Current		29	285	289
% Diff			7.8%	7.9%

