

## Early Morning Update

The May '24 natural gas contract is trading down \$0.02 at \$1.74. The May '24 crude oil contract is down \$0.63 at \$82.10.

## Summary

Yesterday, natural gas forwards experienced limited volatility throughout the curve. The prompt month (May '24) saw a \$0.045 upward movement versus the previous day's close, settling at \$1.757/MMBtu. The 12-month strip increased \$0.019 on the day, and Cals '25 through '29 all saw less than a \$0.01 change vs. the previous day's close. From a fundamentals standpoint, production is up 0.1 Bcf/d today, currently hovering at 100 Bcf/d. Current production levels are about 3-4 Bcf/d lower than the average trend over the past couple months. Total demand is up 1.8 Bcf/d day-over-day, driven primarily by a 3.5 Bcf/d increase in res/com demand and a 0.7 Bcf/d rise in industrial demand. Power burn decreased by 2.8 Bcf/d, and LNG exports are up 0.5 Bcf/d to 10.9 Bcf/d. LNG demand remains slightly lower due to an ongoing outage at Freeport LNG that is now affecting two trains, as well as minor outages at Sabine Pass, Corpus Christi, and Calcasieu Pass. For the week ending April 12, the EIA reported a net storage increase of 50 Bcf, which was in line with the 51 Bcf market analysts had estimated. The withdrawal was smaller than the 61 Bcf build during the corresponding week last year and the 61 Bcf 5-year average injection. With this week's injection, the underground storage levels are now 22.2% greater than last year and 36.4% more than the 5-year average.

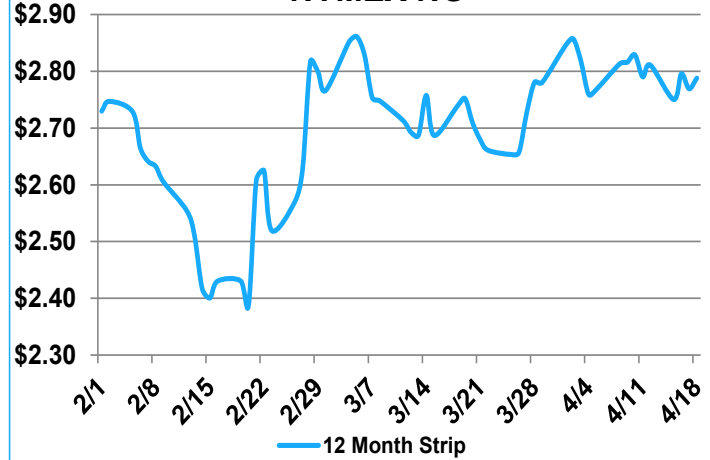
### Bearish Factors

- Abundant natural gas storage
- LNG exports down from all-time high
- Mild weather

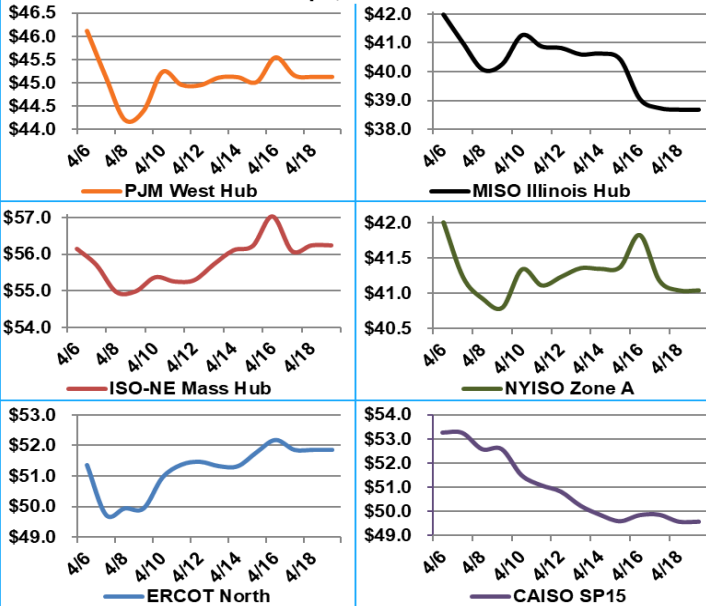
### Bullish Factors

- Natural gas production cuts
- Future LNG export growth
- Gas-only rig counts down

## NYMEX NG



## 12 Month Strips, ATC Power Prices



## Next Day On-Peak Power (traded for 4/19/2024)

Hub	Price (\$/MWh)
ISO-NE Mass Hub	\$26.94
MISO Indiana Hub	\$27.88
NYISO Zone G	\$28.43
PJM West Hub	\$29.49
ERCOT North	\$24.49
CAISO SP15	-\$1.02

## NYMEX NG

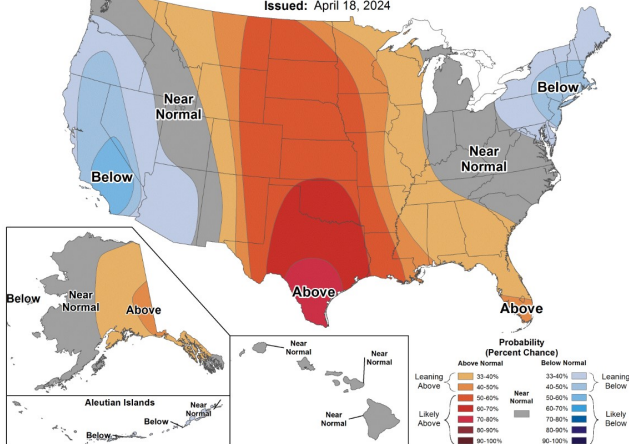
Month	Close	Change
May-24	1.757	0.045
Jun-24	1.986	0.024
12-Month	2.788	0.019
Cal 25	3.503	0.008
Cal 26	3.954	-0.004

## EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	2,333	2,283	1,909	1,711
Diff v. Current		50	424	622
% Diff			22.2%	36.4%

## 6-10 Day Temperature Outlook

Valid: April 24 - 28, 2024  
Issued: April 18, 2024



## 8-14 Day Temperature Outlook

Valid: April 26 - May 2, 2024  
Issued: April 18, 2024

