



WEEKLY NATURAL GAS MARKET UPDATE

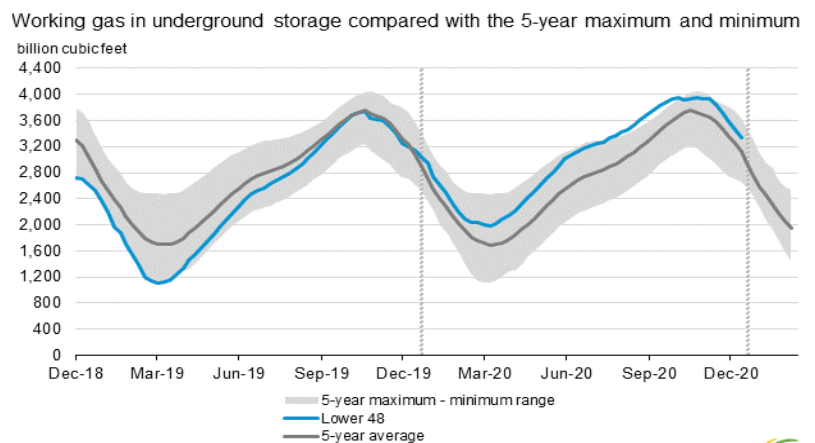
JANUARY 11, 2021

The Feb-2021 NYMEX natural gas contract closed Friday at \$2.700, up \$0.161 for the week. The 12-month strip average price of natural gas rose by \$0.112 over the same period. The Feb-2021 NYMEX crude oil contract closed Friday at \$52.24, up \$3.72 for the week. Updated NOAA forecasts suggest that the recent pattern of above normal temperatures enjoyed over much of the US will likely be shifting to more normal conditions as we head into late January/early February. Baker Hughes reported on Friday that the US natural gas rig count was up by 1 to 84 while total rigs (gas/oil combined) were up by 9 to 360. In its most recent natural gas storage data, the EIA reported a withdrawal of 130 Bcf from national inventories, a number at the high end of consensus market expectations. Early estimates for this week's report indicate an expected withdrawal in the range of 120 to 130 Bcf vs. a withdrawal of 91 Bcf for the same week last year and a 5-yr. withdrawal of 161 Bcf.

EIA NATURAL GAS STORAGE REPORT
Week Ending January 1, 2021

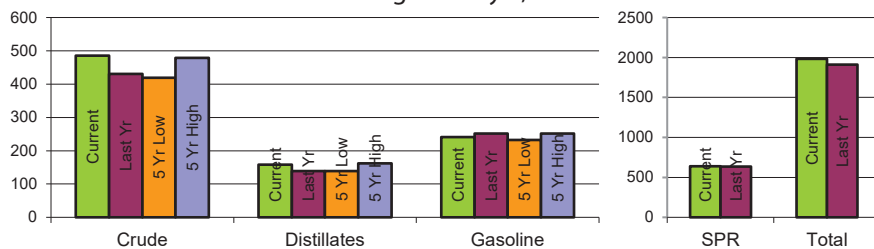
Region	Inv. Level	Week Δ	Year Ago	5yr Avg.
East	765	-45	771	737
Midwest	923	-50	905	871
Mountain	196	-8	173	171
Pacific	282	-7	251	274
S. Central	1163	-20	1093	1075
Total	3330	-130	3192	3129

WORKING GAS IN UNDERGROUND STORAGE
COMPARED WITH 5-YEAR RANGE



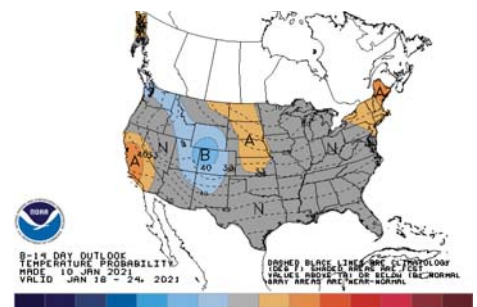
Storage Highlights: Working gas in storage was 3,330 Bcf as of Friday, January 1, 2021, according to EIA estimates. This represents a net decrease of 130 Bcf from the previous week. Stocks were 138 Bcf higher than last year at this time and 201 Bcf above the five-year average of 3,129 Bcf. At 3,330 Bcf, total working gas is within the five-year historical range.

EIA PETROLEUM INVENTORY (BARRELS X 1000)
Week Ending January 1, 2021

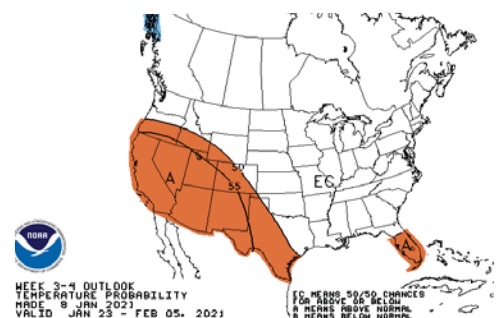


U.S. commercial crude oil inventories (excluding those in the Strategic Petroleum Reserve) decreased by 8.0 million barrels from the previous week. At 485.5 million barrels, U.S. crude oil inventories are about 9% above the five year average for this time of year. Total motor gasoline inventories increased by 4.5 million barrels last week and are at the five year average for this time of year. Finished gasoline inventories decreased while blending components inventories increased last week. Distillate fuel inventories increased by 6.4 million barrels last week and are about 4% above the five year average for this time of year. Propane/propylene inventories decreased by 2.4 million barrels last week and are about 6% below the five year average for this time of year. Total commercial petroleum inventories increased by 1.7 million barrels last week

8-14 DAY TEMP OUTLOOK (NOAA)



3-4 WEEK TEMP OUTLOOK (NOAA)



BAKER HUGHES US NATURAL GAS RIG COUNT, 01/08/2021

	This Week	+/-	Last Week	+/-	Year Ago
Gas Rigs	84	+1	83	-35	119