



WEEKLY NATURAL GAS MARKET UPDATE

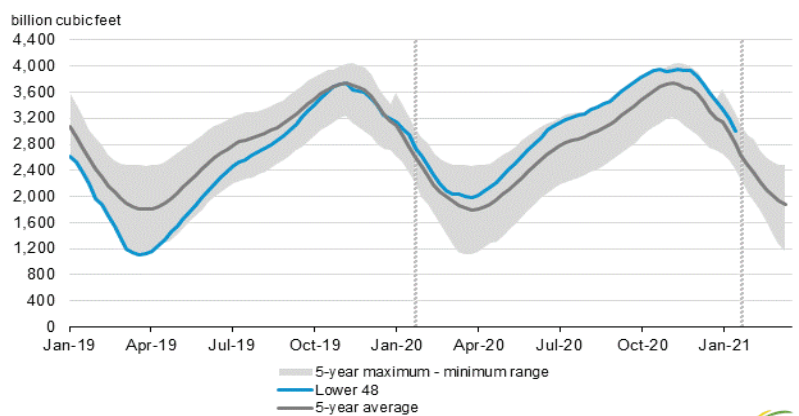
JANUARY 25, 2021

The Feb-2021 NYMEX natural gas contract closed Friday at \$2.446, down \$0.291 for the week. The 12-month strip average price of natural gas fell by \$0.169 over the same period. The Feb-2021 natural gas contract expires this Wednesday, 1/27. The Mar-2021 NYMEX crude oil contract closed Friday at \$52.27, down \$0.15 for the week. Updated weather forecasts released by the NOAA last week suggest that any extended period of below normal temps across the US is unlikely for the balance of this winter. Baker Hughes reported on Friday that the US natural gas rig count was up by 3 to 88 while total rigs (gas/oil combined) were up by 5 to 378. In its most recent natural gas storage data, the EIA reported a withdrawal of 187 Bcf from national inventories, a number slightly higher than consensus market expectations. Early estimates for this week's report indicate an expected withdrawal in the range of 135 to 145 Bcf vs. a withdrawal of 170 Bcf for the same week last year and a 5-yr. withdrawal of 174 Bcf.

EIA NATURAL GAS STORAGE REPORT
Week Ending January 15, 2021

Region	Inv. Level	Week Δ	Year Ago	5yr Avg.
East	679	-47	702	653
Midwest	828	-51	825	773
Mountain	176	-12	154	156
Pacific	275	-3	224	236
S. Central	1051	-75	1068	993
Total	3009	-187	2973	2811

WORKING GAS IN UNDERGROUND STORAGE
COMPARED WITH 5-YEAR RANGE

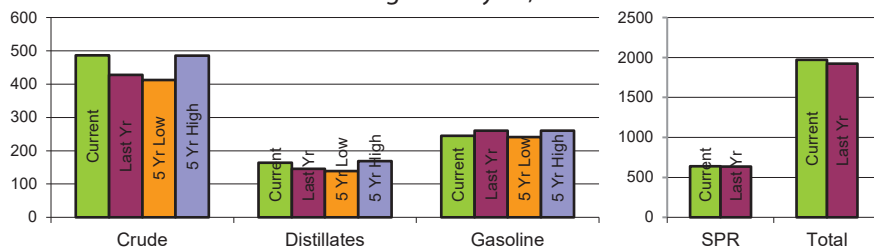


Source: U.S. Energy Information Administration



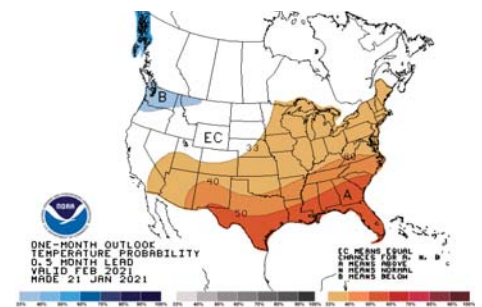
Storage Highlights: Working gas in storage was 3,009 Bcf as of Friday, January 15, 2021, according to EIA estimates. This represents a net decrease of 187 Bcf from the previous week. Stocks were 36 Bcf higher than last year at this time and 198 Bcf above the five-year average of 2,811 Bcf. At 3,009 Bcf, total working gas is within the five-year historical range.

EIA PETROLEUM INVENTORY (BARRELS X 1000)
Week Ending January 15, 2021

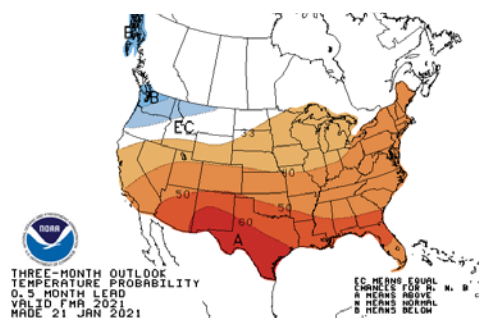


U.S. commercial crude oil inventories (excluding those in the Strategic Petroleum Reserve) increased by 4.4 million barrels from the previous week. At 486.6 million barrels, U.S. crude oil inventories are about 9% above the five year average for this time of year. Total motor gasoline inventories decreased by 0.3 million barrels last week and are about 3% below the five year average for this time of year. Finished gasoline inventories increased while blending components inventories decreased last week. Distillate fuel inventories increased by 0.5 million barrels last week and are about 8% above the five year average for this time of year. Propane/propylene inventories decreased by 6.2 million barrels last week and are about 11% below the five year average for this time of year. Total commercial petroleum inventories decreased by 0.7 million barrels last week.

FEBRUARY TEMP OUTLOOK (NOAA)



3 MO (F-M-A) TEMP OUTLOOK (NOAA)



BAKER HUGHES US NATURAL GAS RIG COUNT, 01/22/2021

	This Week	+/-	Last Week	+/-	Year Ago
Gas Rigs	88	+3	85	-27	115