



## WEEKLY NATURAL GAS MARKET UPDATE

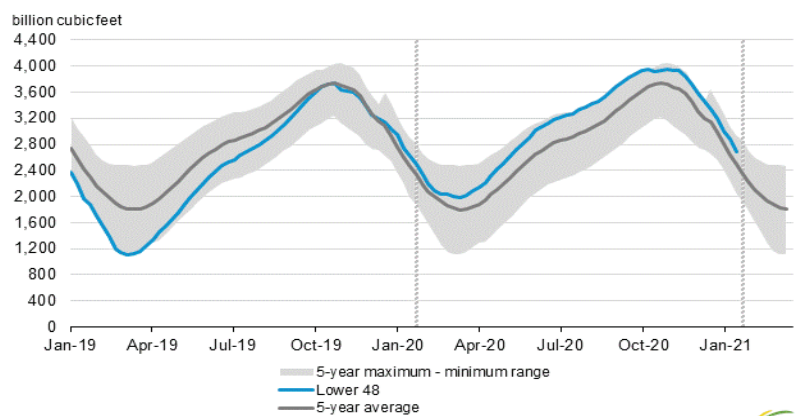
FEBRUARY 8, 2021

The Mar-2021 NYMEX natural gas contract closed Friday at \$2.863, up \$0.299 for the week. The 12-month strip average price of natural gas rose by \$0.210 over the same period. The Mar-2021 NYMEX crude oil contract closed Friday at \$56.85, up \$4.65 for the week. Updated weather forecasts from the NOAA indicate that much below normal temperatures are likely to prevail over almost the entire US for at least the next few weeks. Baker Hughes reported on Friday that the US natural gas rig count was up by 4 to 92 while total rigs (gas/oil combined) were up by 8 to 392. In its most recent natural gas storage data, the EIA reported a withdrawal of 192 Bcf from national inventories, a number in line with consensus market expectations. Early estimates for this week's report indicate an expected withdrawal in the range of 160 to 180 Bcf vs. a withdrawal of 121 Bcf for the same week last year and a 5-yr avg. withdrawal of 125 Bcf.

EIA NATURAL GAS STORAGE REPORT  
Week Ending January 29, 2021

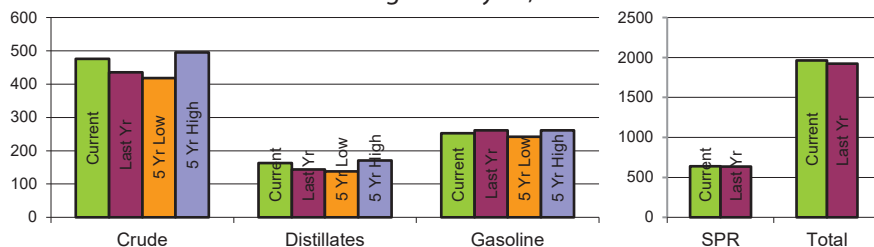
Region	Inv. Level	Week Δ	Year Ago	5yr Avg.
East	582	-59	609	562
Midwest	719	-61	735	670
Mountain	158	-12	138	140
Pacific	261	-14	210	218
S. Central	970	-44	956	901
Total	2689	-192	2648	2491

WORKING GAS IN UNDERGROUND STORAGE  
COMPARED WITH 5-YEAR RANGE



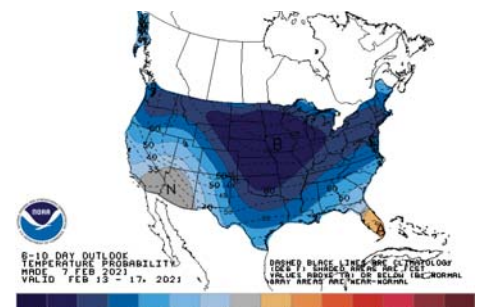
Storage Highlights: Working gas in storage was 2,689 Bcf as of Friday, January 29, 2021, according to EIA estimates. This represents a net decrease of 192 Bcf from the previous week. Stocks were 41 Bcf higher than last year at this time and 198 Bcf above the five-year average of 2,491 Bcf. At 2,689 Bcf, total working gas is within the five-year historical range.

EIA PETROLEUM INVENTORY (BARRELS X 1000)  
Week Ending January 29, 2021

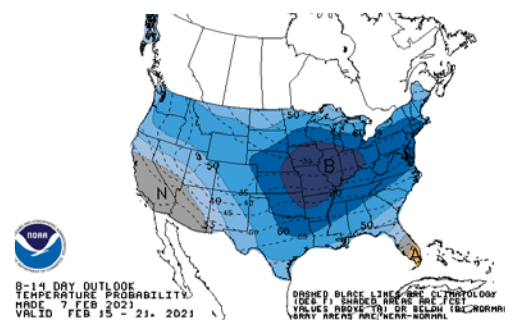


U.S. commercial crude oil inventories (excluding those in the Strategic Petroleum Reserve) decreased by 1.0 million barrels from the previous week. At 475.7 million barrels, U.S. crude oil inventories are about 4% above the five year average for this time of year. Total motor gasoline inventories increased by 4.5 million barrels last week and are about 1% below the five year average for this time of year. Finished gasoline inventories decreased while blending components inventories increased last week. Distillate fuel inventories were virtually unchanged last week and are about 8% above the five year average for this time of year. Propane/propylene inventories decreased by 1.6 million barrels last week and are about 6% below the five year average for this time of year. Total commercial petroleum inventories increased by 2.9 million barrels last week.

6-10 DAY TEMP OUTLOOK (NOAA)



8-14 DAY TEMP OUTLOOK (NOAA)



BAKER HUGHES US NATURAL GAS RIG COUNT, 02/05/2021

	This Week	+/-	Last Week	+/-	Year Ago
Gas Rigs	92	+4	88	-19	111