



WEEKLY NATURAL GAS MARKET UPDATE

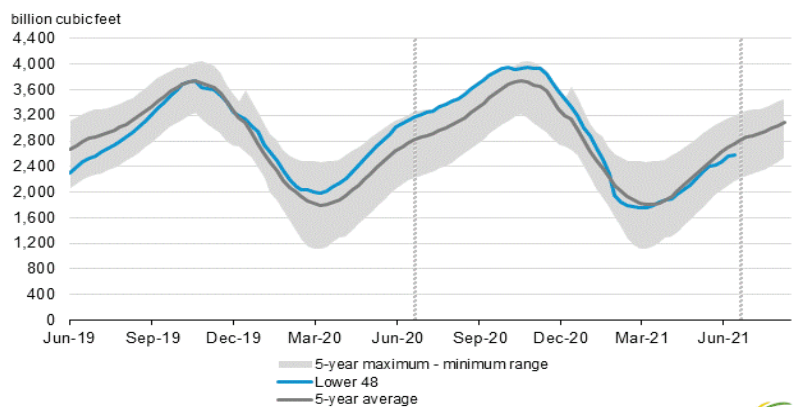
JULY 12, 2021

The Aug-2021 NYMEX natural gas contract closed Friday at \$3.674, down \$0.026 for the week. The 12-month strip average price of natural gas rose by \$0.019 over the same period. The Aug-2021 NYMEX crude oil contract closed Friday at \$74.56, down \$0.60 for the week. Updated NOAA forecasts suggest above normal temps will persist for the north/northwest US through mid/late July while the south/southeast is expected to cool off. The tropical Atlantic is currently quiet with no signs of storm development this week. Baker Hughes reported on Friday that the US natural gas rig count was up 2 to 101 while total rigs (gas/oil combined) were up 4 to 479. In its most recent natural gas storage data, the EIA reported an injection of 16 Bcf into national inventories, a number much lower than consensus market expectations. Early estimates for this week's report indicate an expected injection in the range of 45 to 55 Bcf vs. an injection of 47 Bcf for the same week last year and a 5-yr avg. injection of 54 Bcf.

EIA NATURAL GAS STORAGE REPORT
Week Ending July 2, 2021

Region	Inv. Level	Week Δ	Year Ago	5yr Avg.
East	521	+8	654	578
Midwest	638	+15	758	656
Mountain	177	+4	179	170
Pacific	246	+2	309	286
S. Central	991	-14	1225	1075
Total	2574	+16	3125	2764

WORKING GAS IN UNDERGROUND STORAGE
COMPARED WITH 5-YEAR RANGE

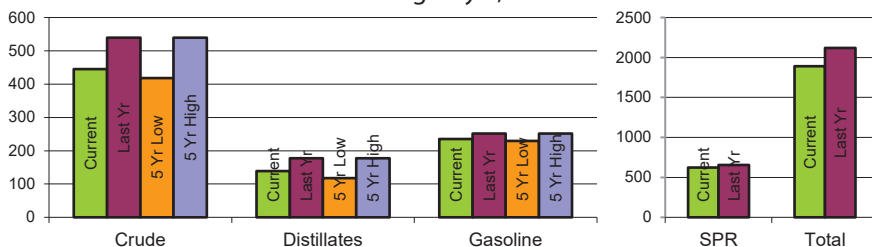


Source: U.S. Energy Information Administration



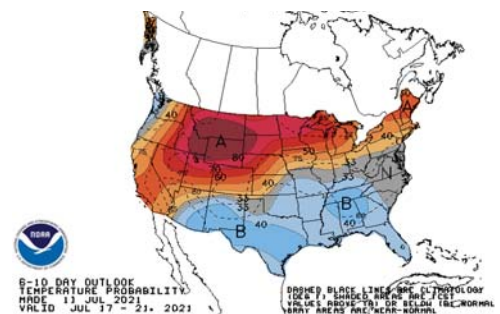
Storage Highlights: Working gas in storage was 2,574 Bcf as of Friday, July 2, 2021, according to EIA estimates. This represents a net increase of 16 Bcf from the previous week. Stocks were 551 Bcf less than last year at this time and 190 Bcf below the five-year average of 2,764 Bcf. At 2,574 Bcf, total working gas is within the five-year historical range.

EIA PETROLEUM INVENTORY (BARRELS X 1000)
Week Ending July 2, 2021



U.S. commercial crude oil inventories (excluding those in the Strategic Petroleum Reserve) decreased by 6.9 million barrels from the previous week. At 445.5 million barrels, U.S. crude oil inventories are about 7% below the five year average for this time of year. Total motor gasoline inventories decreased by 6.1 million barrels last week and are about 2% below the five year average for this time of year. Finished gasoline and blending components inventories both decreased last week. Distillate fuel inventories increased by 1.6 million barrels last week and are about 6% below the five year average for this time of year. Propane/propylene inventories increased by 0.5 million barrels last week and are about 18% below the five year average for this time of year. Total commercial petroleum inventories decreased by 9.9 million barrels last week.

6-10 DAY TEMP OUTLOOK (NOAA)



TROPICAL ATLANTIC 07/12 AM (NHC)



BAKER HUGHES US NATURAL GAS RIG COUNT, 07/09/2021

	This Week	+/-	Last Week	+/-	Year Ago
Gas Rigs	101	+2	99	+26	75