

## WEEKLY NATURAL GAS MARKET UPDATE

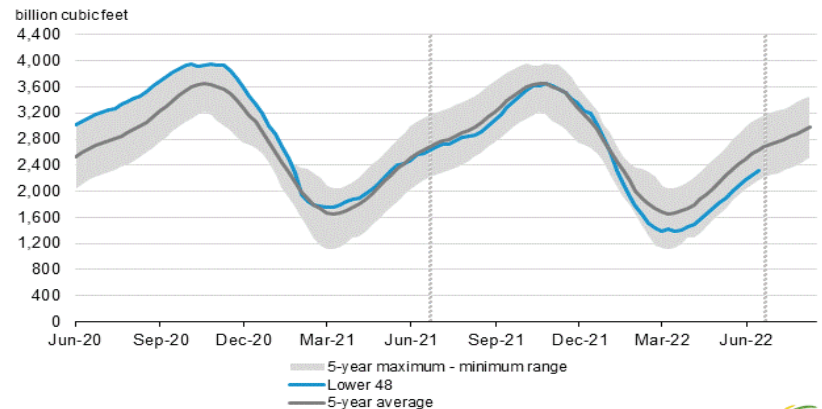
JULY 11, 2022

The Aug-2022 NYMEX natural gas contract closed Friday at \$6.034, up \$0.304 for the week. The 12-month strip average price of natural gas rose by \$0.210 over the same period. The Aug-2022 NYMEX crude oil contract closed Friday at \$104.79, down \$3.64 for the week. Most recent NOAA forecasts suggest above normal temps will persist over most of the US through at least late July. In the tropics, an area of concern in the northern Gulf of Mexico is being monitored for possible storm development later this week. Baker Hughes reported on Friday that the US natural gas rig count was unchanged at 153 while total rigs (gas/oil combined) were up 2 to 752. In its most recent natural gas storage data, the EIA reported an injection of 60 Bcf into national inventories, a number slightly lower than consensus market expectations. Early estimates for this week's report indicate an expected injection in the range of 50 to 60 Bcf vs. an injection of 73 Bcf for the same week last year and a 5-yr avg. injection of 73 Bcf.

EIA NATURAL GAS STORAGE REPORT  
Week Ending July 1, 2022

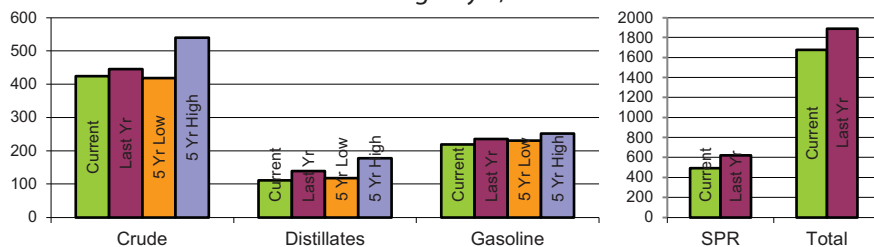
Region	Inv. Level	Week Δ	Year Ago	5yr Avg.
East	482	+21	520	548
Midwest	562	+27	636	627
Mountain	138	+4	176	164
Pacific	240	+5	246	272
S. Central	890	+4	993	1023
<b>Total</b>	<b>2311</b>	<b>+60</b>	<b>2572</b>	<b>2633</b>

WORKING GAS IN UNDERGROUND STORAGE  
COMPARED WITH 5-YEAR RANGE



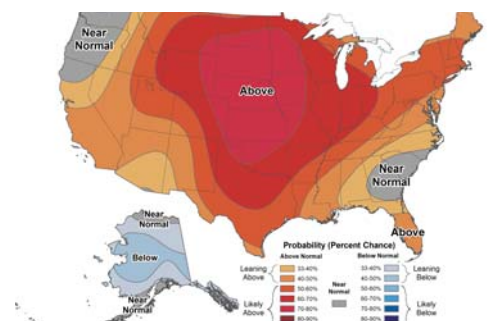
Storage Highlights: Working gas in storage was 2,311 Bcf as of Friday, July 1, 2022, according to EIA estimates. This represents a net increase of 60 Bcf from the previous week. Stocks were 261 Bcf less than last year at this time and 322 Bcf below the five-year average of 2,633 Bcf. At 2,311 Bcf, total working gas is within the five-year historical range. (Totals may not equal sum of components due to independent rounding)

EIA PETROLEUM INVENTORY (BARRELS X 1000)  
Week Ending July 1, 2022

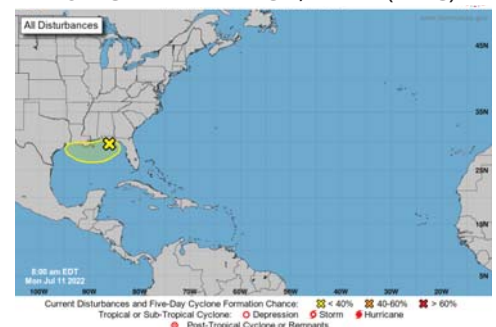


U.S. commercial crude oil inventories (excluding those in the Strategic Petroleum Reserve) increased by 8.2 million barrels from the previous week. At 423.8 million barrels, U.S. crude oil inventories are about 10% below the five year average for this time of year. Total motor gasoline inventories decreased by 2.5 million barrels last week and are about 8% below the five year average for this time of year. Finished gasoline inventories increased and blending components inventories decreased last week. Distillate fuel inventories decreased by 1.3 million barrels last week and are about 20% below the five year average for this time of year. Propane/propylene inventories increased by 0.9 million barrels last week and are about 16% below the five year average for this time of year. Total commercial petroleum inventories increased by 5.1 million barrels last week.

6-10 DAY TEMP OUTLOOK (NOAA)



TROPICAL ATLANTIC 7/11AM (NHC)



BAKER HUGHES US NATURAL GAS RIG COUNT, 07/08/2022

	This Week	+/-	Last Week	+/-	Year Ago
Gas Rigs	153	-0-	153	+52	101