

January 17, 2020

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Phone: 402-905-4000 or 855-4NATGAS

Physical Spot Prices – January 16, 2020

		Change	Natural Gas Equivalent
Natural Gas – H. Hub	\$2.077/MMBtu	-\$0.089	\$2.08
Propane – Mont Belvieu	\$0.428/gal	-\$0.035	\$4.67
Crude Oil – WTI Cush	\$58.520/bl	-\$1.040	\$10.09
No.2 Heating Oil – NYH	\$73.185/bl	-\$3.785	\$12.56
No.6 Resid. – G. Coast	\$42.530/bl	+\$0.330	\$6.76
Cent App Coal (prev. day)	\$45.500/ton	\$0.000	\$1.82

Change is from previous week

U.S. Gas Rotary Rig Count for:

Week ending 01-10-20

This Week	119
Last Week	123
Last Year	202

Market Update is a weekly publication of Encore Energy Services, Inc. and is designed to provide industrial and commercial customers with the latest "Market News" in the natural gas industry. The information contained herein is intended as general business information. This publication contains forward-looking material and is not intended for a specific business situation. If you would like copies of previous reports, please visit our website or contact your Sales Manager.

Futures Pricing

At the close of business Thursday, January 16, 2020 the future strip prices were as follows:

	This Week 01/16/2020	Last Week 01/09/2020	Change	Last Month 12/16/2019	Change	Last Year 01/16/2019	Change
NYMEX near month	\$2.077	\$2.166	-\$0.089	\$2.341	-\$0.264	\$3.384	-\$1.307
NYMEX 12-month strip	\$2.269	\$2.329	-\$0.060	\$2.355	-\$0.086	\$2.688	-\$0.419
NYMEX Winter strip	\$2.571	\$2.596	-\$0.025	\$2.579	-\$0.008	\$2.789	-\$0.218
NYMEX Summer strip	\$2.207	\$2.269	-\$0.062	\$2.283	-\$0.076	\$2.558	-\$0.351

Near month range for the week = \$2.071 - \$2.255

Current near month is Feb '20

12-month strip is Feb '20 – Jan '21

Summer strip is Apr '20 – Oct '20

Winter strip is Nov '20 – Mar '21

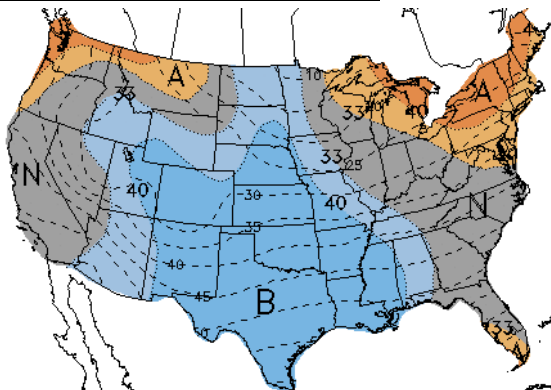
Near-Month Natural Gas

Futures Prices (NYMEX) through Jan 16



Temperature Forecast

Jan 24 through Jan 30, 2020



For more information on anything addressed in this report, please contact your Sales Manager.

Sources: NOAA, EIA, NYMEX and Baker Hughes

Storage Report

For the week ending January 10, 2020, natural gas storage reported by the Energy Information Administration (EIA) was (in Bcf):

This Week	Last Week	Last Year	5 Yr. Ave.
3,039	3,148	2,545	2,890

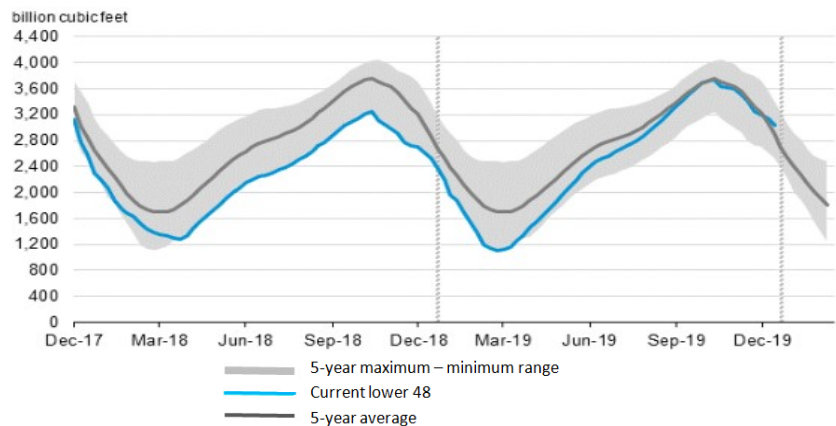
Change this week: -109 Bcf

Change for the same week last year: -184 Bcf

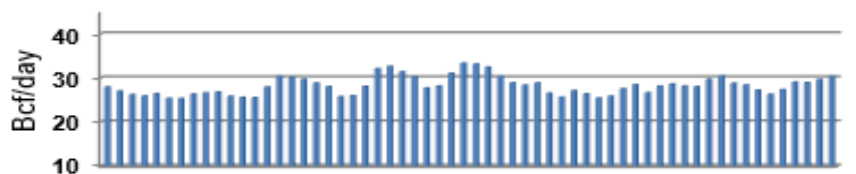
Inventory vs. 1 Year ago: +19.4%

Inventory vs. 5-Yr. Ave: +5.2%

Working Gas in Storage Compared to 5-Year Range



Daily Nat Gas Use For U.S. Power Production (last 60 days)



Last 52 week Average = 31.0 Bcf/day

Last 30 day Average = 28.4 Bcf/day

% of U.S. Demand = 35%

% of U.S. Demand = 28%