

May 10, 2019

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

Physical Spot Prices – May 9, 2019

| | Price | Change | Natural Gas Equivalent |
|---------------------------|---------------|----------|------------------------|
| Natural Gas – H. Hub | \$2.595/MMBtu | +\$0.006 | \$2.60 |
| Propane – Mont Belvieu | \$0.619/gal | +\$0.016 | \$6.77 |
| Crude Oil – WTI Cush | \$61.700/bl | -\$0.110 | \$10.64 |
| No.2 Heating Oil – NYH | \$79.320/bl | -\$1.900 | \$13.62 |
| No.6 Resid. – G. Coast | \$63.330/bl | -\$1.520 | \$10.07 |
| Cent App Coal (prev. day) | \$62.450/ton | -\$0.150 | \$2.50 |

Change is from previous week

U.S. Gas Rotary Rig Count for:

Week ending 05-03-19

| | |
|-----------|-----|
| This Week | 183 |
| Last Week | 186 |
| Last Year | 196 |

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 advice. 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, May 9, 2019 the future strip prices were as follows:

| | This Week 05/09/2019 | Last Week 05/02/2019 | Change | Last Month 04/09/2019 | Change | Last Year 05/09/2018 | Change |
|----------------------|-------------------------|-------------------------|----------|--------------------------|----------|-------------------------|----------|
| NYMEX near month | \$2.595 | \$2.589 | +\$0.006 | \$2.699 | -\$0.104 | \$2.737 | -\$0.142 |
| NYMEX 12-month strip | \$2.736 | \$2.724 | +\$0.012 | \$2.869 | -\$0.133 | \$2.651 | +\$0.085 |
| NYMEX Winter strip | \$2.896 | \$2.880 | +\$0.016 | \$3.027 | -\$0.131 | \$2.792 | +\$0.104 |
| NYMEX Summer strip | \$2.603 | \$2.597 | +\$0.006 | \$2.653 | -\$0.050 | \$2.545 | +\$0.058 |

Near month range for the week = \$2.514 - \$2.615

Current near month is Jun '19

12-month strip is Jun '19 – May '20

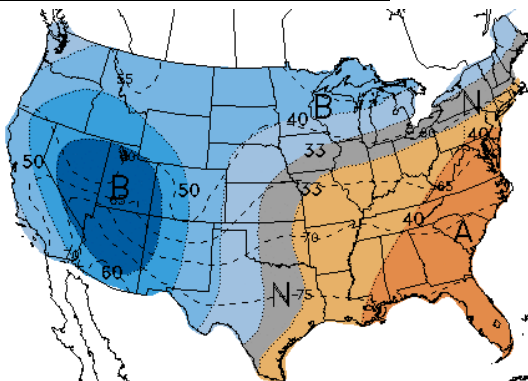
Summer strip is Apr '20 – Oct '20

Winter strip is Nov '19 – Mar '20

Near-Month Natural Gas Futures Prices (NYMEX) through May 09



Temperature Forecast May 17 through May 23, 2019



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

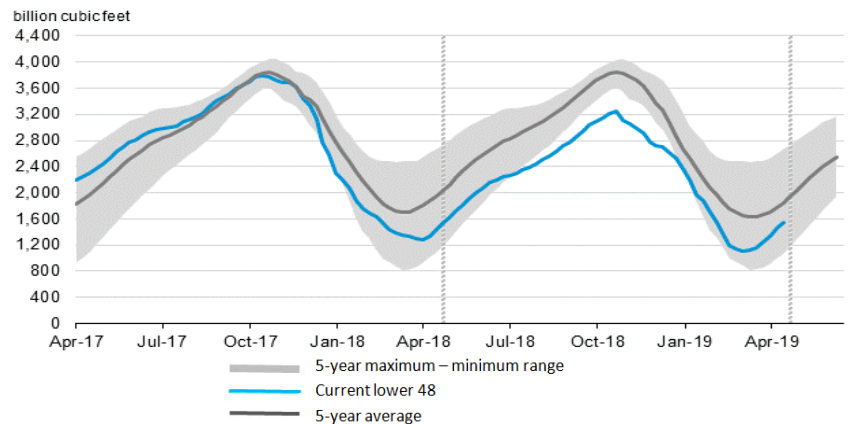
Sources: NOAA, EIA, NYMEX and Baker Hughes

Storage Report

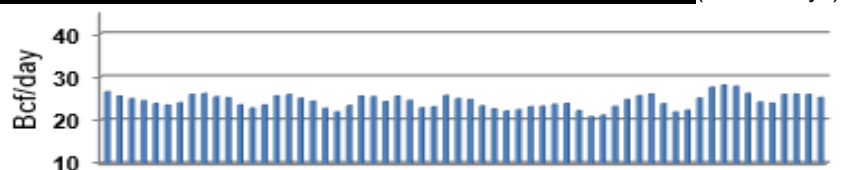
For the week ending May 3, 2019, natural gas storage reported by the Energy Information Administration (EIA) was (in Bcf):

| This Week | Last Week | Last Year | 5 Yr. Ave. |
|---------------------------------|-----------|---|------------|
| 1,547 | 1,462 | 1,419 | 1,850 |
| Change this week: +85 Bcf | | Change for the same week last year: +85 Bcf | |
| Inventory vs. 1 Year ago: +9.0% | | Inventory vs. 5-Yr. Ave: -16.4% | |

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 = 29.7 Bcf/day

Last 30 day Average = 24.2 Bcf/day

% of U.S. Demand = 35%

% of U.S. Demand = 33%