

August 2, 2019

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

Physical Spot Prices – August 1, 2019

| | Price | Change | Natural Gas Equivalent |
|---------------------------|---------------|----------|------------------------|
| Natural Gas – H. Hub | \$2.202/MMBtu | -\$0.042 | \$2.20 |
| Propane – Mont Belvieu | \$0.478/gal | -\$0.023 | \$5.22 |
| Crude Oil – WTI Cush | \$53.950/bl | -\$1.870 | \$9.30 |
| No.2 Heating Oil – NYH | \$71.230/bl | -\$3.815 | \$12.23 |
| No.6 Resid. – G. Coast | \$53.190/bl | -\$4.510 | \$8.46 |
| Cent App Coal (prev. day) | \$53.750/ton | \$0.000 | \$2.15 |

Change is from previous week

U.S. Gas Rotary Rig Count for:

| Week ending 07-26-19 | |
|----------------------|-----|
| This Week | 169 |
| Last Week | 174 |
| Last Year | 186 |

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, August 1, 2019 the future strip prices were as follows:

| | This Week 08/01/2019 | Last Week 07/25/2019 | Change | Last Month 07/01/2019 | Change | Last Year 08/01/2018 | Change |
|----------------------|-------------------------|-------------------------|----------|--------------------------|----------|-------------------------|----------|
| NYMEX near month | \$2.202 | \$2.244 | -\$0.042 | \$2.267 | -\$0.065 | \$2.758 | -\$0.556 |
| NYMEX 12-month strip | \$2.404 | \$2.430 | -\$0.026 | \$2.449 | -\$0.045 | \$2.638 | -\$0.234 |
| NYMEX Winter strip | \$2.500 | \$2.535 | -\$0.035 | \$2.565 | -\$0.065 | \$2.802 | -\$0.302 |
| NYMEX Summer strip | \$2.400 | \$2.415 | -\$0.015 | \$2.423 | -\$0.023 | \$2.487 | -\$0.087 |

Near month range for the week = \$2.107 - \$2.333

Current near month is Sep '19

12-month strip is Sep '19 – Aug '20

Summer strip is Apr '20 – Oct '20

Winter strip is Nov '19 – Mar '20

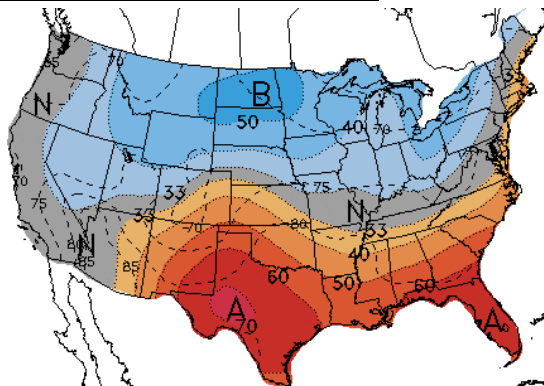
Near-Month Natural Gas

Futures Prices (NYMEX) through Aug 01



Temperature Forecast

Aug 09 through Aug 15, 2019



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

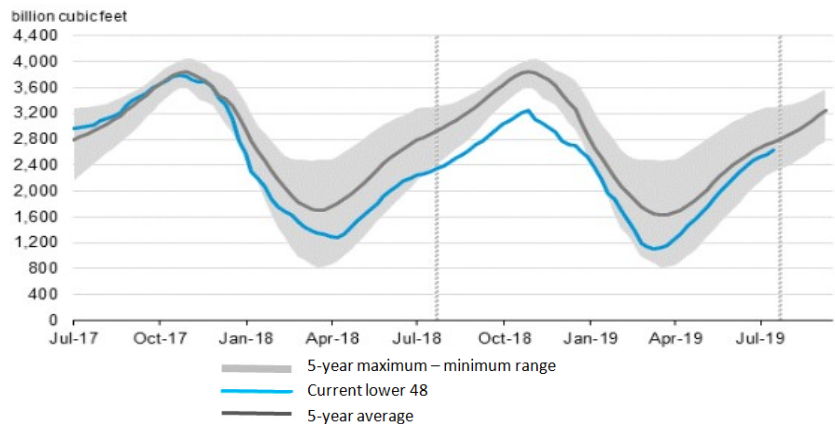
Sources: NOAA, EIA, NYMEX and Baker Hughes

Storage Report

For the week ending July 26, 2019, natural gas storage reported by the Energy Information Administration (EIA) was (in Bcf):

| This Week | Last Week | Last Year | 5 Yr. Ave. |
|----------------------------------|-----------|---|------------|
| 2,634 | 2,569 | 2,300 | 2,757 |
| Change this week: +65 Bcf | | Change for the same week last year: +31 Bcf | |
| Inventory vs. 1 Year ago: +14.5% | | Inventory vs. 5-Yr. Ave: -4.5% | |

Working Gas in Storage Compared to 5-Year Range



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

