

December 18, 2020

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

Physical Spot Prices – December 17, 2020

| | Price | Change | Natural Gas Equivalent |
|---------------------------|---------------|----------|------------------------|
| Natural Gas – H. Hub | \$2.636/MMBtu | +\$0.083 | \$2.64 |
| Propane – Mont Belvieu | \$0.631/gal | +\$0.040 | \$6.89 |
| Crude Oil – WTI Cush | \$47.82/bl | +\$2.300 | \$8.24 |
| No.2 Heating Oil – NYH | \$55.65/bl | +\$3.320 | \$9.55 |
| No.6 Resid. – G. Coast | \$44.86/bl | +\$2.750 | \$7.13 |
| Cent App Coal (prev. day) | \$50.90/ton | +\$0.000 | \$2.04 |

Change is from previous week

U.S. Gas Rotary Rig Count for:

Week ending 12-11-20

| | |
|-----------|-----|
| This Week | 79 |
| Last Week | 75 |
| Last Year | 129 |

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, December 17, 2020 the future strip prices were as follows:

| | This Week 12/17/2020 | Last Week 12/10/2020 | Change | Last Month 11/17/2020 | Change | Last Year 12/17/2019 | Change |
|----------------------|-------------------------|-------------------------|----------|--------------------------|----------|-------------------------|----------|
| NYMEX near month | \$2.636 | \$2.553 | +\$0.083 | \$2.692 | -\$0.056 | \$2.319 | +\$0.317 |
| NYMEX 12-month strip | \$2.730 | \$2.672 | +\$0.058 | \$2.817 | -\$0.087 | \$2.447 | +\$0.283 |
| NYMEX Winter strip | \$2.951 | \$2.890 | +\$0.061 | \$3.038 | -\$0.087 | \$2.618 | +\$0.333 |
| NYMEX Summer strip | \$2.722 | \$2.668 | +\$0.054 | \$2.767 | -\$0.045 | \$2.340 | +\$0.382 |

Near month range for the week = \$2.526 - \$2.724

Current near month is Jan '21

12-month strip is Jan '21 – Dec '21

Summer strip is Apr '21 – Oct '21

Winter strip is Nov '21 – Mar '22

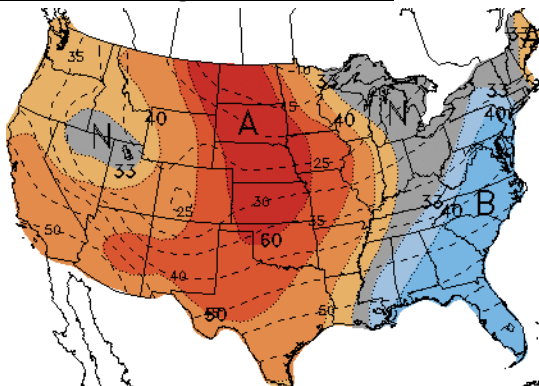
Near-Month Natural Gas

Futures Prices (NYMEX) through Dec 17



Temperature Forecast

Dec 25 through Dec 31, 2020



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

Sources: NOAA, EIA, CME Group and Baker Hughes

Storage Report

For the week ending December 11, 2020, natural gas storage reported by the Energy Information Administration (EIA) was (in Bcf):

| This Week | Last Week | Last Year | 5 Yr. Ave. |
|-----------|-----------|-----------|------------|
| 3,726 | 3,848 | 3,442 | 3,483 |

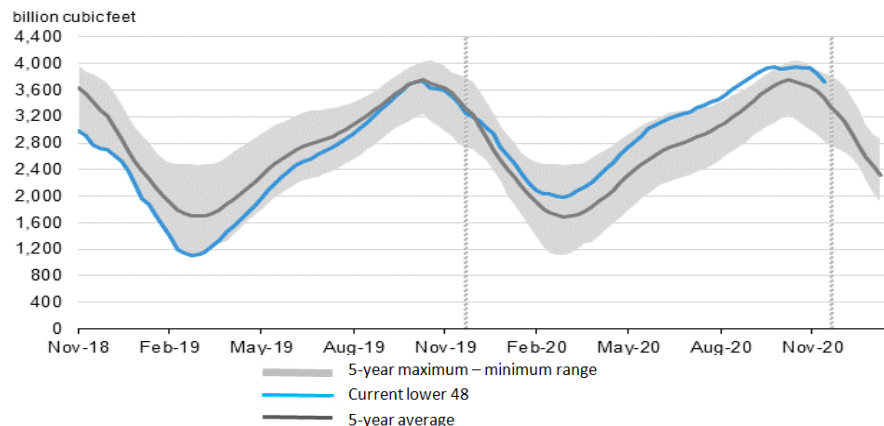
Change this week: -122 Bcf

Change for the same week last year: -97 Bcf

Inventory vs. 1 Year ago: +8.3%

Inventory vs. 5-Yr. Ave: +7.0%

Working Gas in Storage Compared to 5-Year Range



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

