

December 27, 2019

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Physical Spot Prices – December 26, 2019

	Price	Change	Natural Gas Equivalent
Natural Gas – H. Hub	\$2.294/MMBtu	+\$0.021	\$2.29
Propane – Mont Belvieu	\$0.469/gal	-\$0.038	\$5.13
Crude Oil – WTI Cush	\$61.680/bl	+\$0.460	\$10.63
No.2 Heating Oil – NYH	\$80.730/bl	+\$0.950	\$13.86
No.6 Resid. – G. Coast	\$41.810/bl	-\$3.950	\$6.65
Cent App Coal (prev. day)	\$45.150/ton	-\$0.600	\$1.81

Change is from previous week

U.S. Gas Rotary Rig Count for:

	Week ending 12-20-19
This Week	125
Last Week	129
Last Year	197

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 26, 2019 the future strip prices were as follows:

	This Week 12/26/2019	Last Week 12/19/2019	Change	Last Month 11/26/2019	Change	Last Year 12/26/2018	Change
NYMEX near month	\$2.294	\$2.273	+\$0.021	\$2.470	-\$0.176	\$3.543	-\$1.249
NYMEX 12-month strip	\$2.309	\$2.293	+\$0.016	\$2.418	-\$0.109	\$2.702	-\$0.393
NYMEX Winter strip	\$2.572	\$2.558	+\$0.014	\$2.648	-\$0.076	\$2.780	-\$0.208
NYMEX Summer strip	\$2.275	\$2.259	+\$0.016	\$2.348	-\$0.073	\$2.549	-\$0.274

Near month range for the week = \$2.162 - \$2.345

Current near month is Jan '20

12-month strip is Jan '20 – Dec '20

Summer strip is Apr '20 – Oct '20

Winter strip is Nov '20 – Mar '21

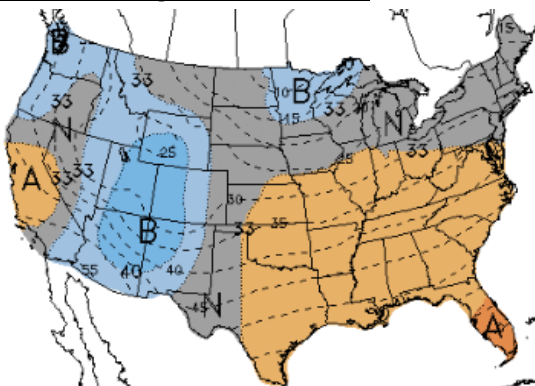
Near-Month Natural Gas

Futures Prices (NYMEX) through Dec 26



Temperature Forecast

Jan 03 through Jan 09, 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 December 20, 2019, natural gas storage reported by the Energy Information Administration (EIA) was (in Bcf):

This Week	Last Week	Last Year	5 Yr. Ave.
3,250	3,411	2,732	3,319

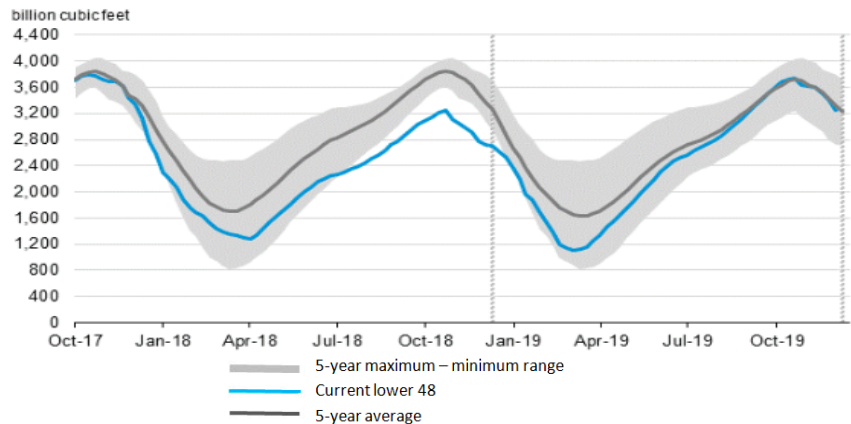
Change this week: -161 Bcf

Change for the same week last year: -61 Bcf

Inventory vs. 1 Year ago: +19.0%

Inventory vs. 5-Yr. Ave: -2.1%

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 = 30.5 Bcf/day

Last 30 day Average = 28.6 Bcf/day

% of U.S. Demand = 35%

% of U.S. Demand = 28%