

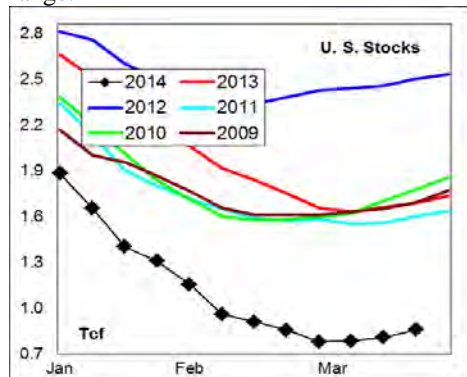
WEEKLY NATURAL GAS SUPPLY and PRICE TRENDS

A Fundamental Petroleum Trends Weekly Report

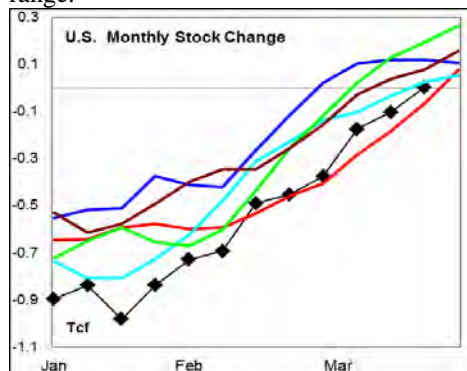
Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com Monday, April 28, 2014



Summary ¹ The stock build of +49 Bcf last week was slightly above the 3-yr range.



The latest 4-wk stock change was a build of +27 Bcf, a build near the 3-yr mid range.



In the East Region stocks increased +17 Bcf for the week, equal to the 3-yr mid range. Stocks increased +10 Bcf in the West Region, a build above the 5-yr range for the period. Stocks increased +22 Bcf on the week in the Producing region, a build above the 3-yr range.

Note: heating degree charts in the report are not current with data under revision.

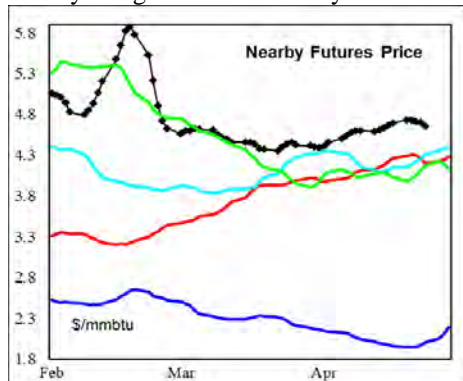
Heating degree days were near above normal East of the Rockies for the week ending 26Apr14.

The 6-10 day NWS forecast for the week ending 07May14 is for above normal heating degree days in the eastern 2/3rd of the country and below normal in the west.

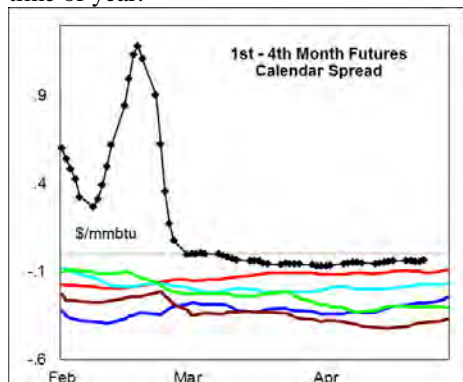
The 8-14 day NWS forecast for the

week ending 11May14 is for above normal heating degree days across the northern and eastern 2/3rds of the country and near normal in the west.

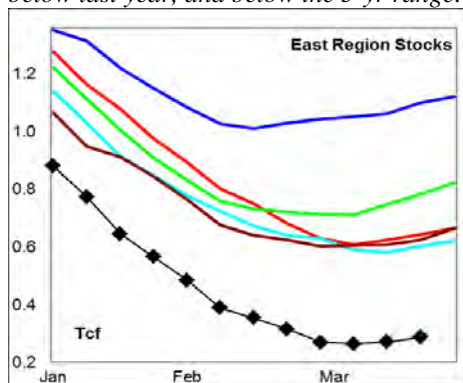
Prices: Nearby gas futures decreased - \$0.09/mmbtu for the week ending 25Apr14. The -50% draw down in stocks below a year ago and continued colder than normal temperatures in the eastern 1/2 of the country is supporting prices above the 5-yr range for this time of year.



The 1st - 4th month forward price curve traded sideways last week, ending in a small carry; still a record low carry for this time of year.

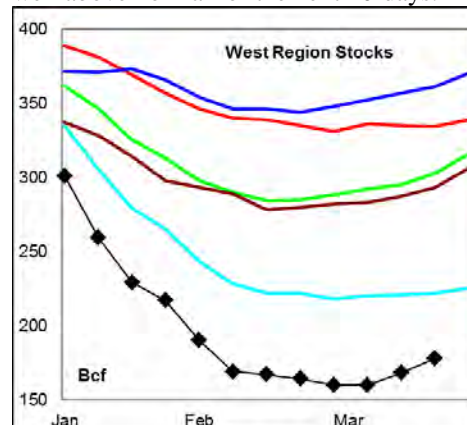


East Region stocks increased +17 Bcf for the week, a build equal to the 3-yr mid range. The current stock level is -52% below last year, and below the 5-yr range.



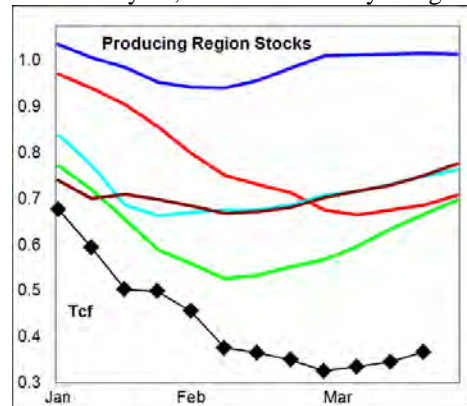
Heating degree days were above normal in the week just ended, with a forecast to be

well above normal for the next 10-days.



West Region stocks increased +10 Bcf last week, a build above the 5-yr range. Stock levels ended the week -47% below last year, and well below the 5-yr range. Temperatures are forecast to be above normal for the next 10-days, increasing gas demand for electric power.

Producing Region stocks increased +22 Bcf for the week, a build above the 3-yr range. Stock levels ended the week -45% below last year, and below the 5-yr range.



Near normal heating degree days are forecast for the next 10-days in the region.

Residual Fuel Oil Switching: The price spread between fuel oil and natural gas favors natural gas use.

Outlook: Stock levels in all regional markets improved relative to year ago levels; from over -50% below to -48% below on average. Moderate temperatures are forecast for the next 2-wks which should lead to above average stock builds. These fundamentals may lead to a modest price pull back.

¹ Related Web Sites:

Data Source is EIA Weekly Statistics

National Weather Service 6-10 Day

National Weather Service 10-14 Day

NATURAL GAS: Graph Link and Weekly Summary



Report prepared as of: April 28, 2014

For the week ending: 18-Apr-14

Weekly Trends in Stocks and Heating Degree Days for the week ending:

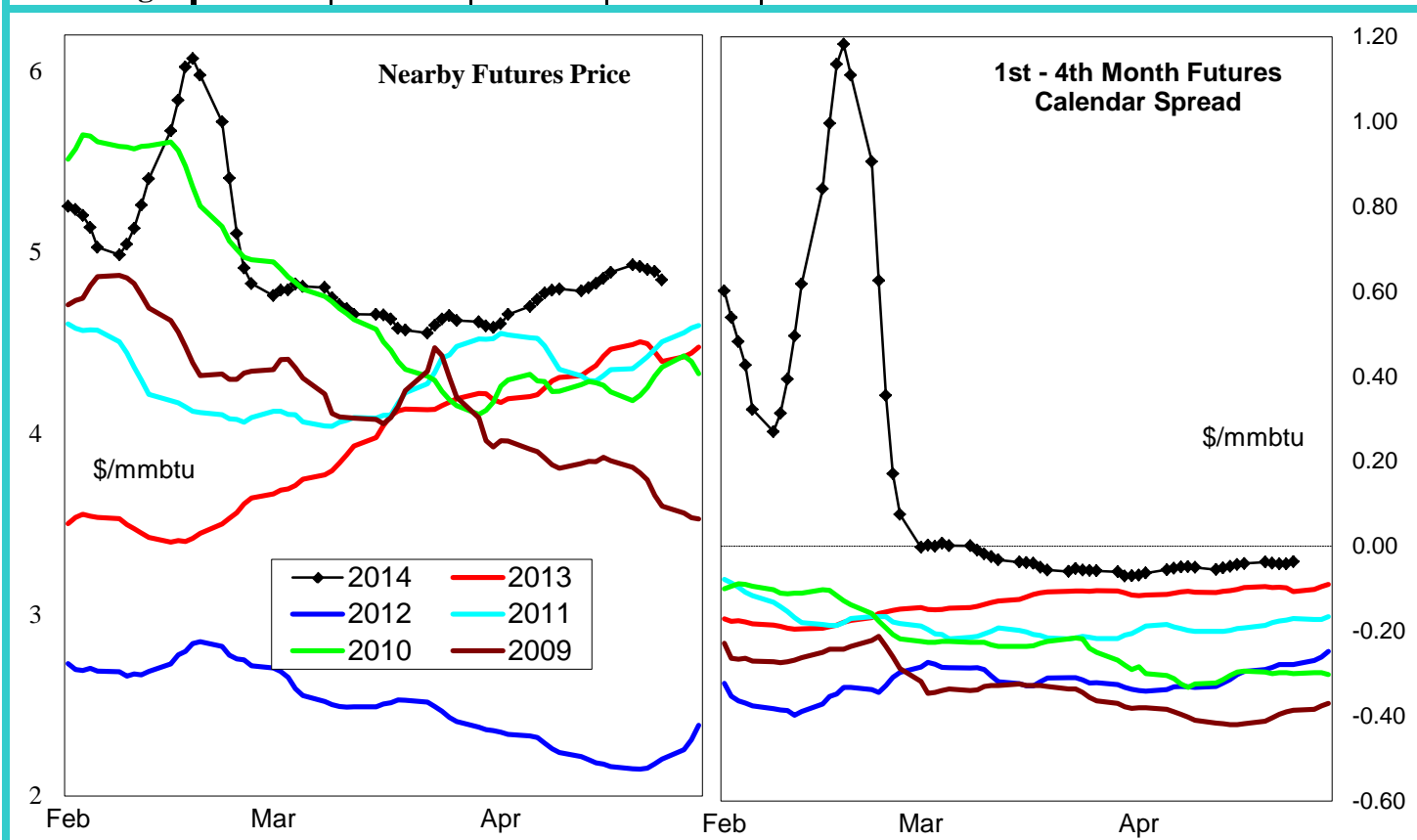
Week ending:	18-Apr-14			15-Jun-13		22-Jun-13		29-Jun-13	
Region	Weekly Stocks			Weekly Heating Degree Days					
		Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
	Bcf	Week Bcf	Year (%)						
U.S. Total	899	49	-48.0	-14	-45%	-2	-33%	-3	-77%
East	328	17	-52.0	-17	-39%	-2	-18%	-4	-74%
West	178	10	-46.7	-12	-58%	-2	-55%	-5	-78%
Producing	393	22	-44.8	-4	-100%	0	-100%	0	-100%

Seasonal Trends in Stocks and Heating Degree Days

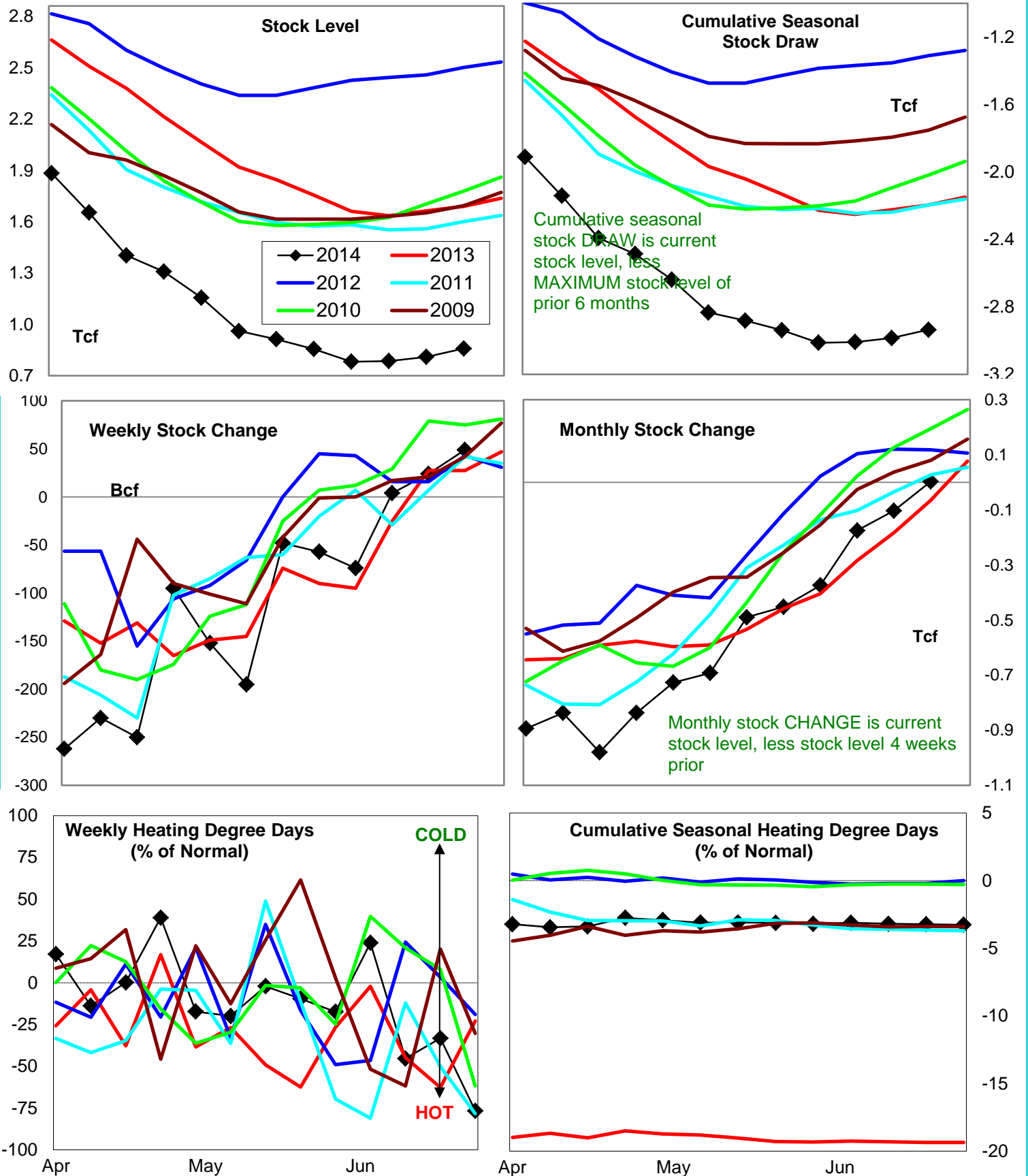
	Cumulative Stock Change			Cumulative Heating Degree Days					
	Bcf	Change vs prior year Bcf	%	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal
U.S. Total	-2,935	-739	25.2	6	-3.2	4	-3.2	1	-3.3
East	-1,656	-244	14.7	6	-2.9	4	-2.9	1	-2.9
West	-377	-160	42.4	10	-4.6	8	-4.7	3	-4.9
Producing	-904	-329	36.4	0	-4.0	0	-4.1	0	-4.1

Futures Market Price Trends

Date:	30-Apr-14	Change vs prior week, month, year		
		24-Apr-14	3-Apr-14	9-May-13
1st month Futures	4.65	-0.05	0.28	0.67
% change	xxxxx	-1.1	6.3	16.8



United States Natural Gas Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
Change

BCF

-831

22

68

-739

Percent Change (%)

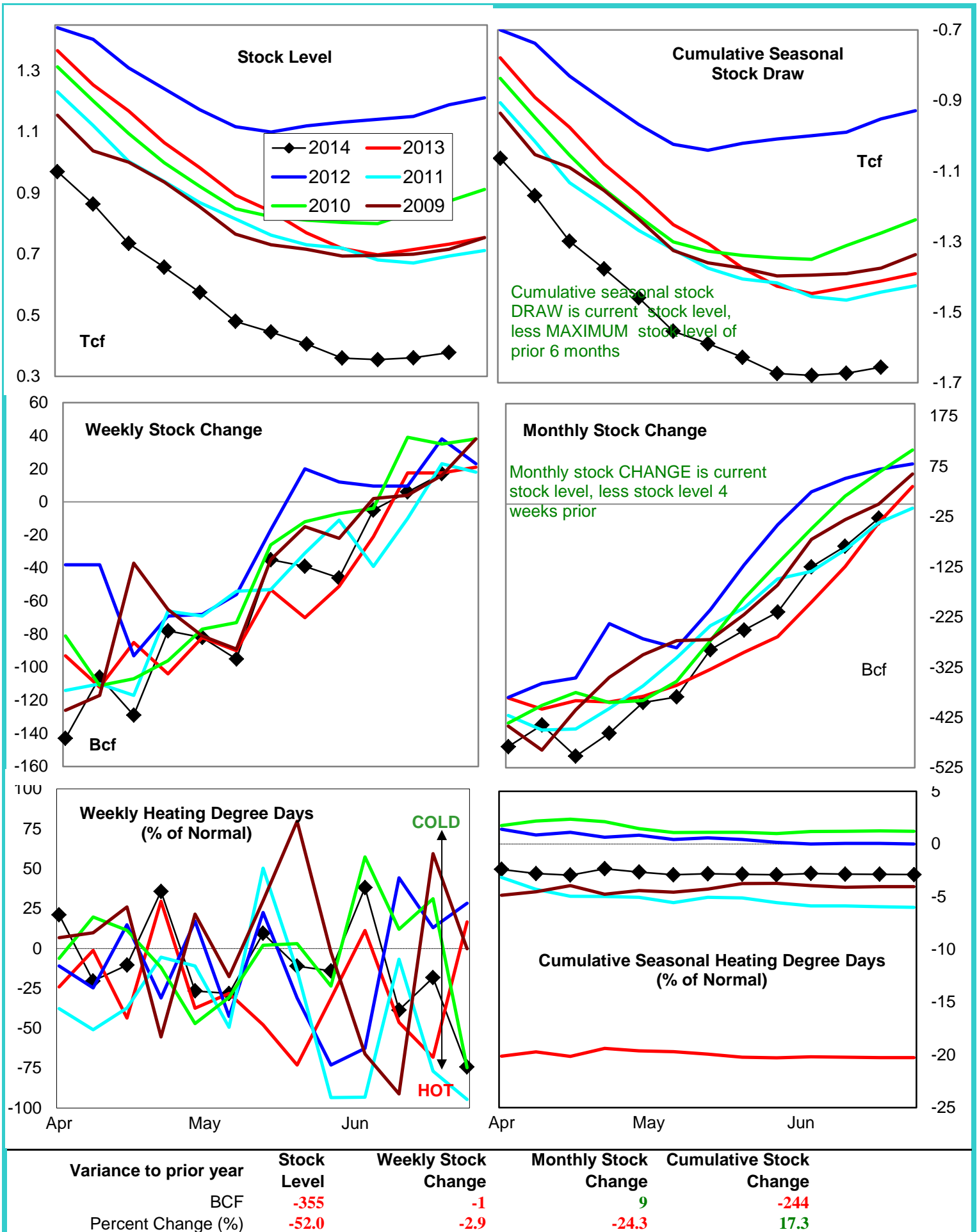
-48.0

78.2

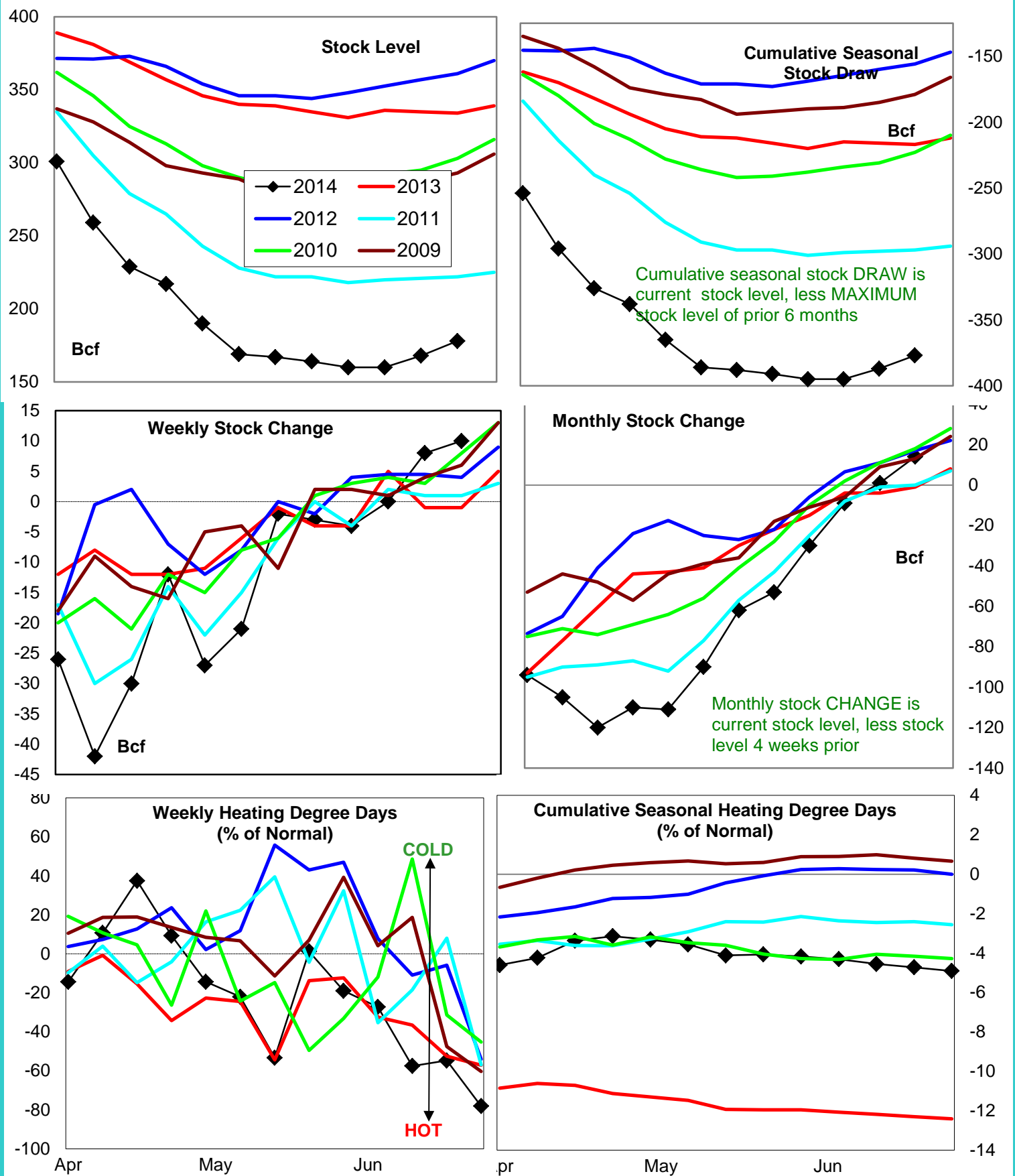
-104.6

33.7

Natural Gas East Region Stock and Weather Trends



Natural Gas West Region Stock and Weather Trends



Variance to prior year

Stock Level

Weekly Stock Change

Monthly Stock Change

Cumulative Stock Change

BCF

-156

11

15

-160

Percent Change (%)

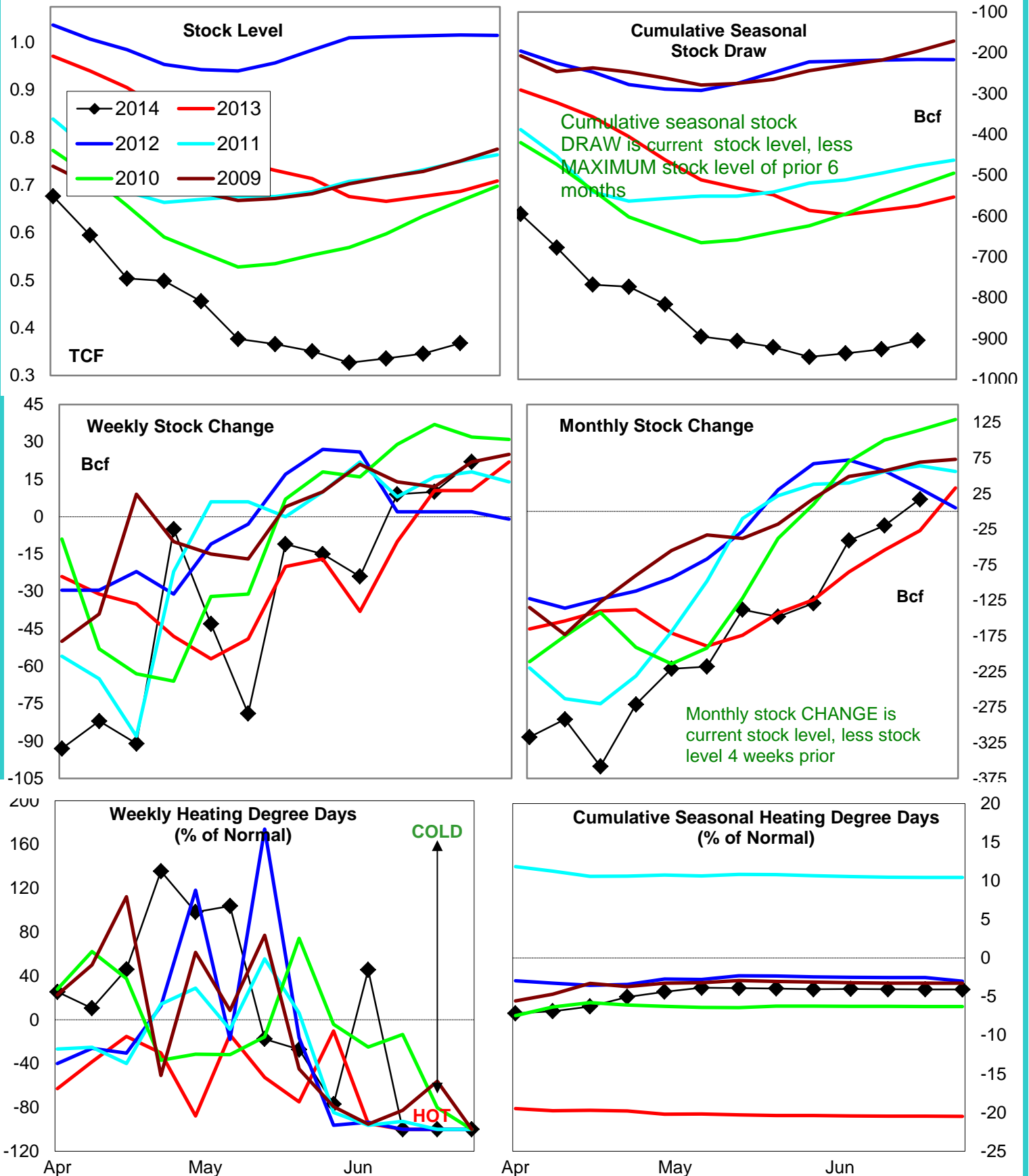
-46.7

-1,100.0

-1,500.0

73.7

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock Level

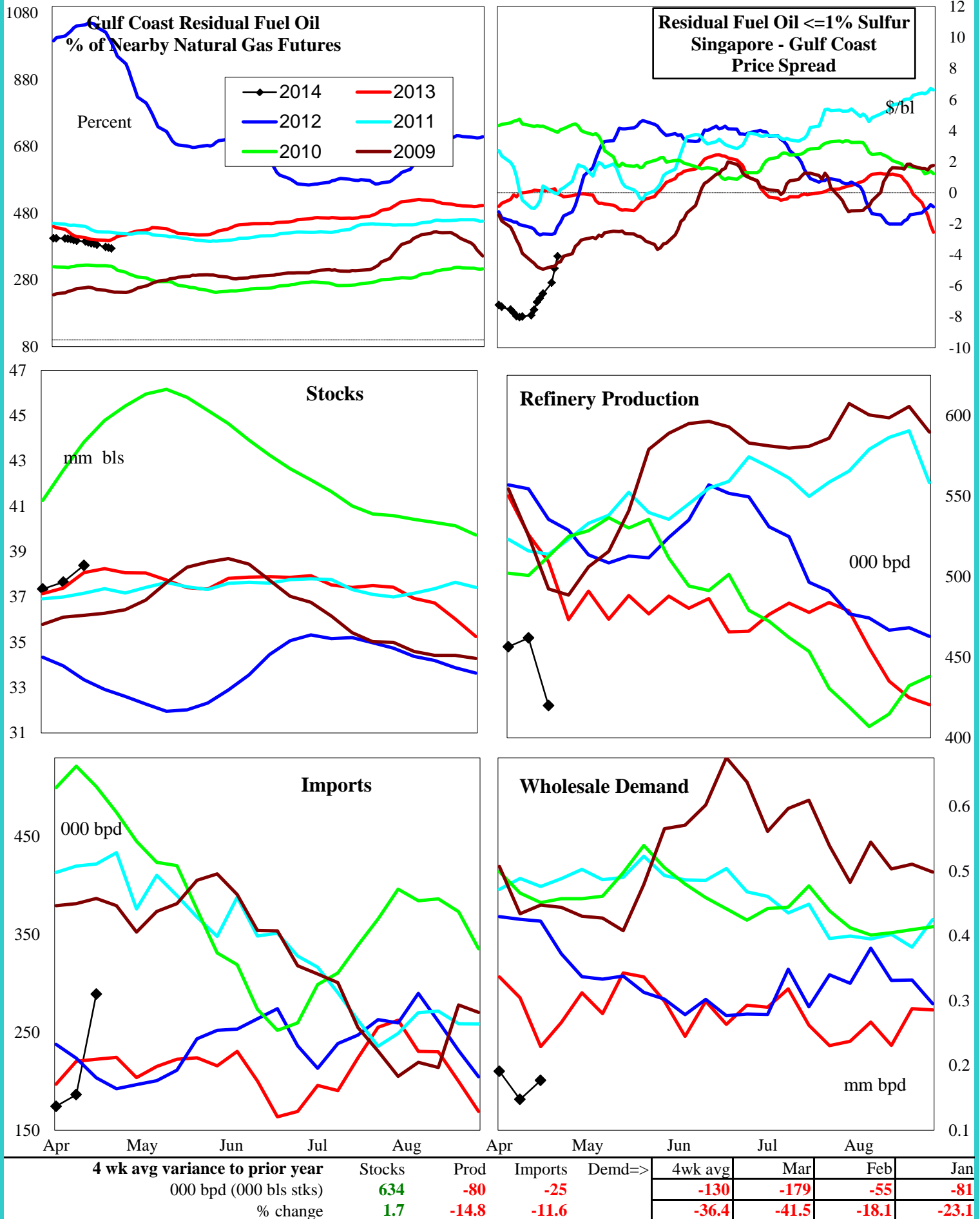
Weekly Stock Change

Monthly Stock Change

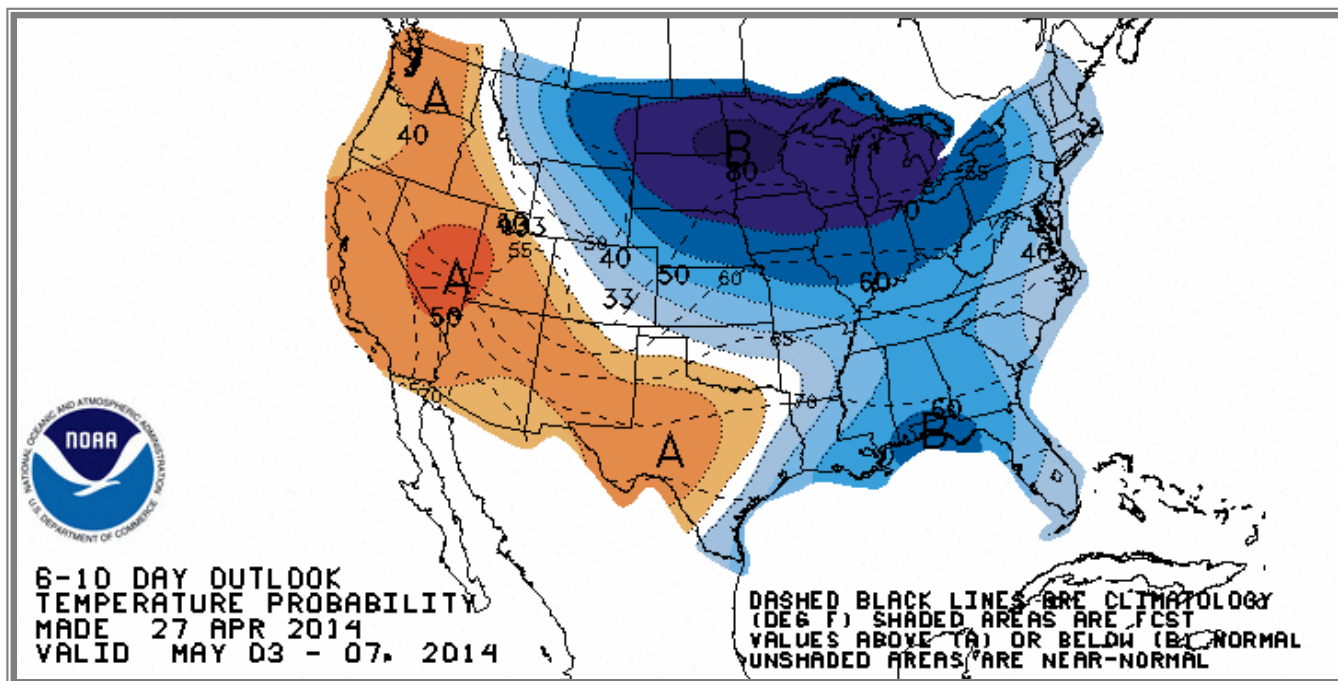
Cumulative Stock Change

BCF
Percent Change (%)-319
-44.812
109.544
-163.0-329
57.2

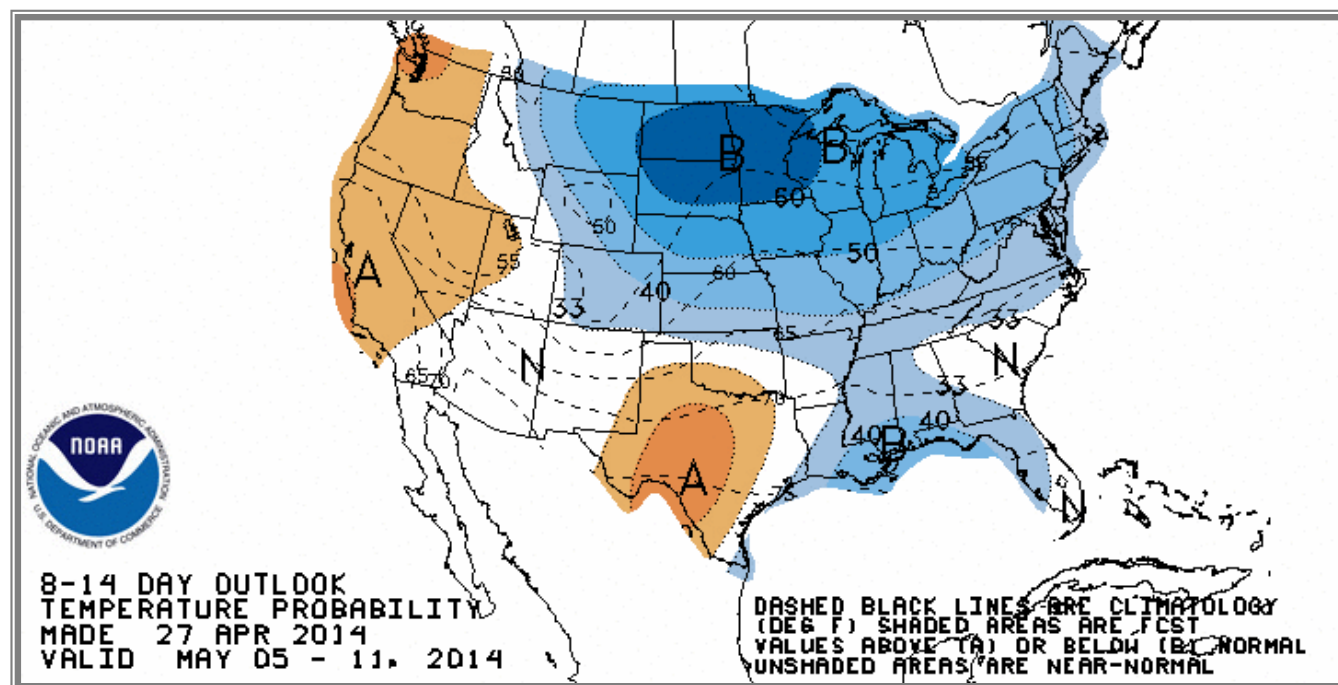
U.S. Residual Fuel Oil Price Spreads and Supply Balance



National Weather Service Climate Prediction Center Degree Days 6 - 10 Day Temperature Forecast



National Weather Service Climate Prediction Center Degree Days 8 - 14 Day Temperature Forecast



American Gas Association Regions

