

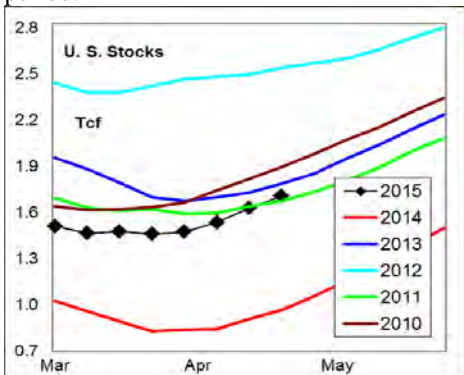
WEEKLY NATURAL GAS SUPPLY and PRICE TRENDS

A Fundamental Petroleum Trends Weekly Report

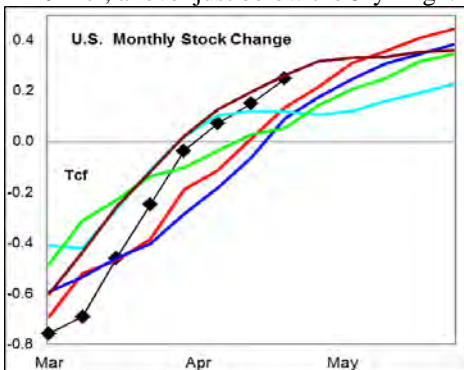
Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com Sunday, May 03, 2015



Summary ¹ The stock build of +81 Bcf last week matched 5-yr highs for the period.



The latest 4-wk stock change was a build of +249 Bcf, a level that matched the 5-yr high for this time of year. The cumulative stock build for the spring quarter was also +249 Bcf, a level just below the 5-yr high.



In the East Region stocks increased +37 Bcf for the week, a build equal to the 3-yr mid range. Stocks increased +4 Bcf for the week in the West Region, a build equal to the 3-yr mid range. Stocks saw a +40 Bcf build in the Producing region, which was the 3rd consecutive weekly record build for the region.

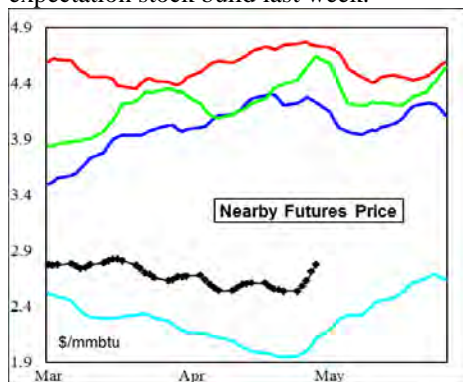
Temperatures were below normal across the eastern 1/2 of the country last week ending 29Apr15. Temperatures remained above normal in the western 1/2 of the country for the week ending 29Apr15.

The 6-10 day NWS forecast for the week ending 13May15 is for much above normal temperatures across the eastern 1/2

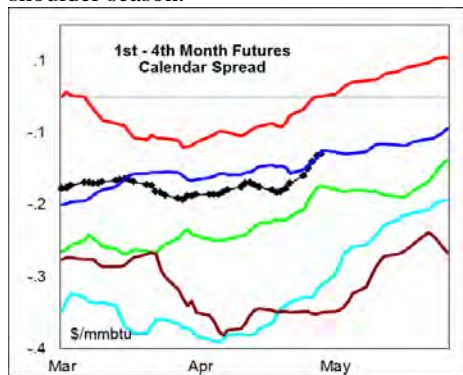
of the country.

The 8-14 day NWS forecast for the week ending 17May15 is for above normal temperatures across the eastern 1/3rd of the country.

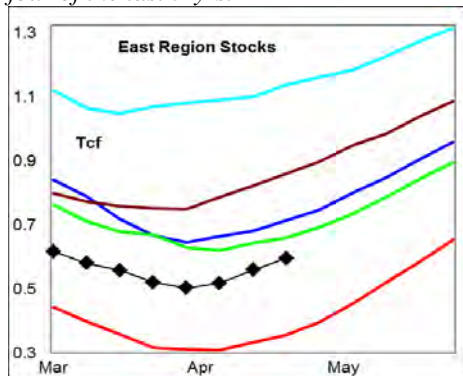
Prices: Nearby gas futures prices increased +\$0.25/mmbtu for the week ending 01May15. Prices ended the week at the highest level since late winter on a below expectation stock build last week.



The 1st - 4th month forward price curve trended higher last week at a level equal to the 3-yr mid range. A narrowing carry reflects risk that stock builds will be less than expected for the balance of the shoulder season.

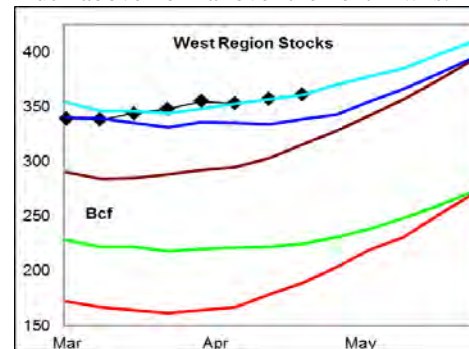


East Region stocks increased +37 Bcf for the week, a build equal to the 3-yr mid range. *The current stock level is below four of the last 5-yr.*



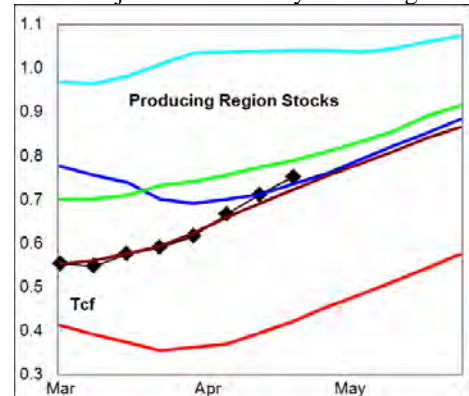
Temperatures were above normal for the week just ending, and are forecast to be

much above normal over the next 2-wks.



West Region stocks increased +4 Bcf for the week, a build that matched the 3-yr mid range. Stock levels ended the week equal to the prior 5-yr high. Temperatures are forecast to be above normal during the next 2-wks.

Producing Region stocks increased +40 Bcf for the week, the 3rd consecutive record weekly build. Stock levels ended the week just above the 3-yr mid range.



Temperatures are forecast to be above normal for the next 2-wks.

Residual Fuel Oil Switching: The price spread between fuel oil and natural gas ended the week at a level below the last 3-yr.

Outlook: Above normal temperatures are forecast for much of the country during the next 2-wks, which should kick off the start of increased electric power demand. Warmer than normal temperatures may limit the rate of stock build, providing continued support to gas prices during the 1st half of May.

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: May 3, 2015

For the week ending: 24-Apr-15

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

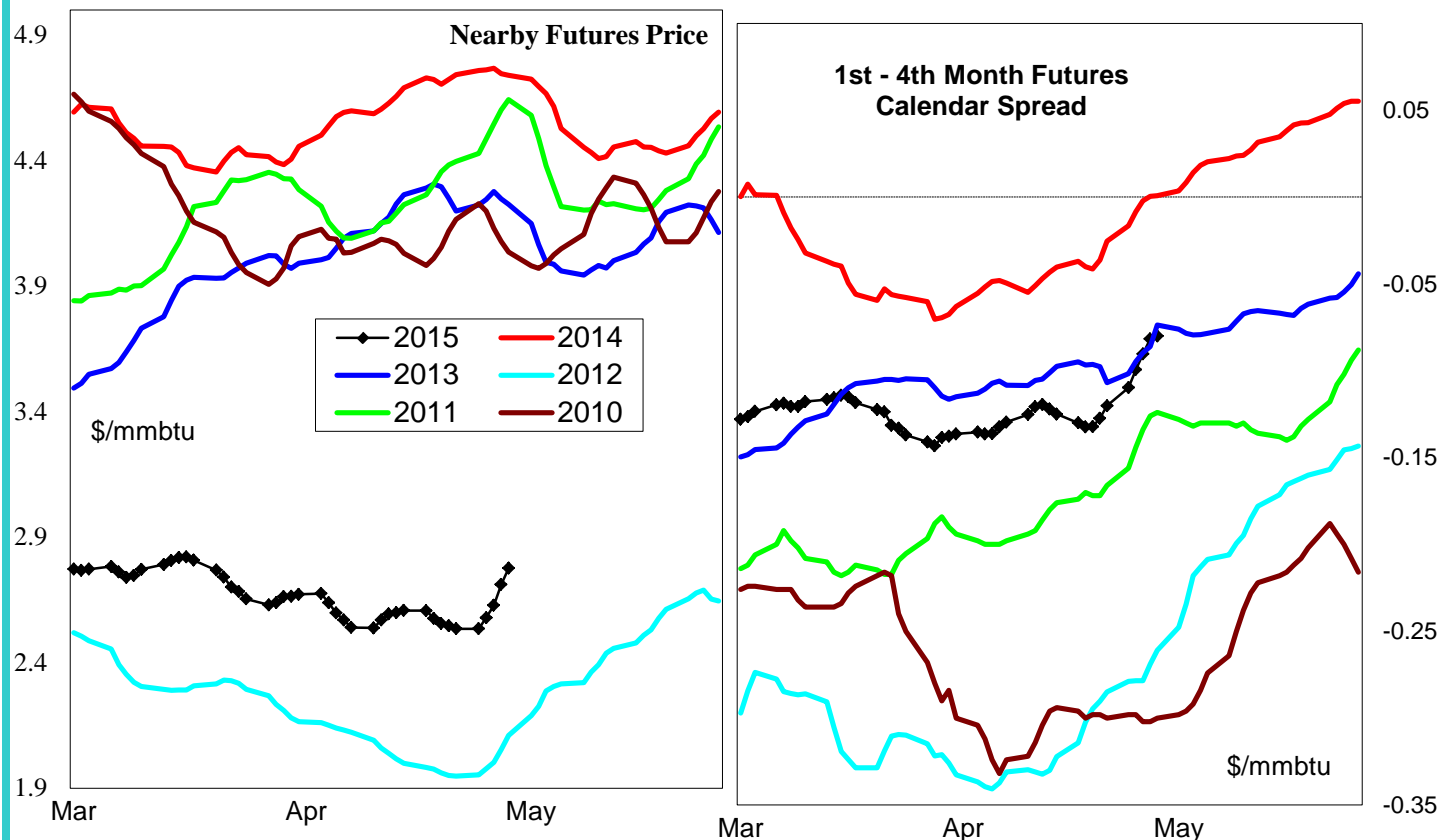
Week ending:	24-Apr-15			15-Jun-13		22-Jun-13		29-Jun-13	
Region	Weekly Stocks			Weekly Heating Degree Days					
	Bcf	Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
		Week Bcf	Year (%)						
U.S. Total	1,710	81	76.5	-14	-45%	-2	-33%	-3	-77%
East	597	37	67.2	-17	-39%	-2	-18%	-4	-74%
West	361	4	91.0	-12	-58%	-2	-55%	-5	-78%
Producing	752	40	77.8	-4	-100%	0	-100%	0	-100%

Seasonal Trends in Stocks and Heating Degree Days

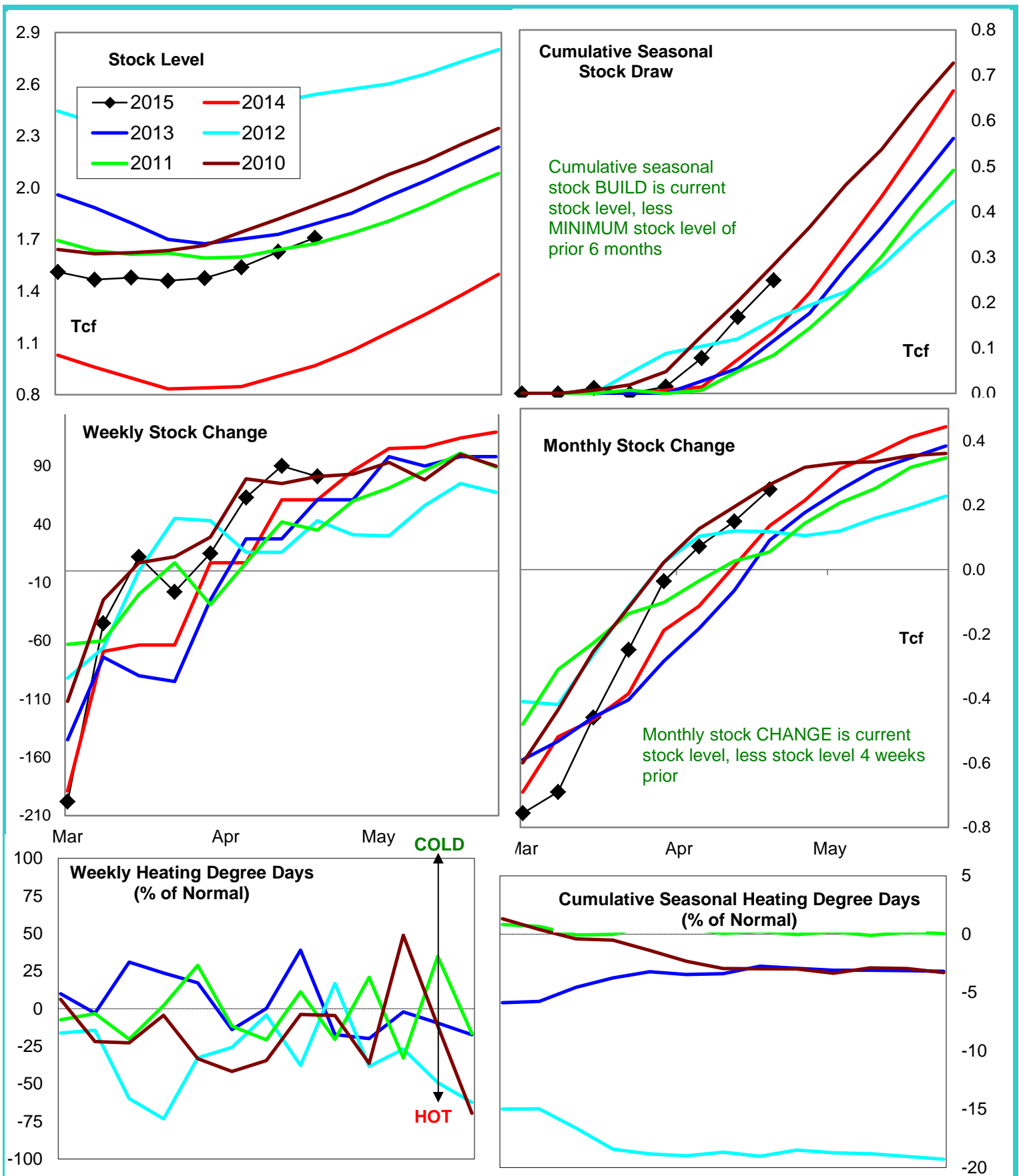
	Cumulative Stock Change			Cumulative Heating Degree Days					
	Bcf	Change vs prior year Bcf	%	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal
U.S. Total	249	113	45.4	6	-3.2	4	-3.2	1	-3.3
East	93	46	49.5	6	-2.9	4	-2.9	1	-2.9
West	23	-5	-21.7	10	-4.6	8	-4.7	3	-4.9
Producing	204	136	66.7	0	-4.0	0	-4.1	0	-4.1

Futures Market Price Trends

Date:	17-Apr-15	Change vs prior week, month, year		
		13-Apr-15	23-Mar-15	29-Apr-14
1st month Futures	2.78	0.29	0.13	-1.64
% change	xxxxx	11.5	4.8	-37.1



United States Natural Gas Stock and Weather Trends



Variance to prior year

Stock Level

Weekly Stock Change

Monthly Stock Change

Cumulative Stock Change

BCF

741

20

113

113

Percent Change (%)

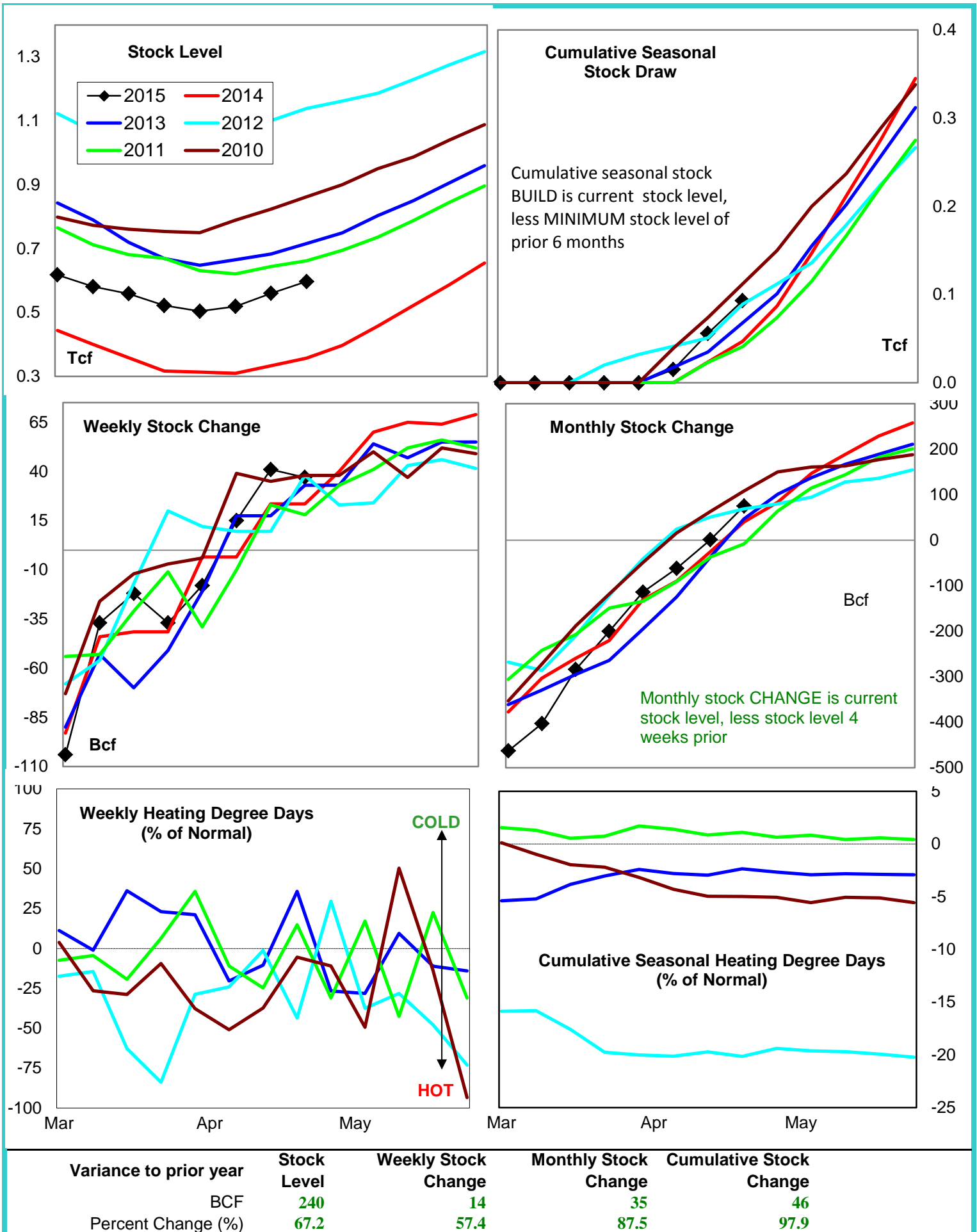
76.5

32.8

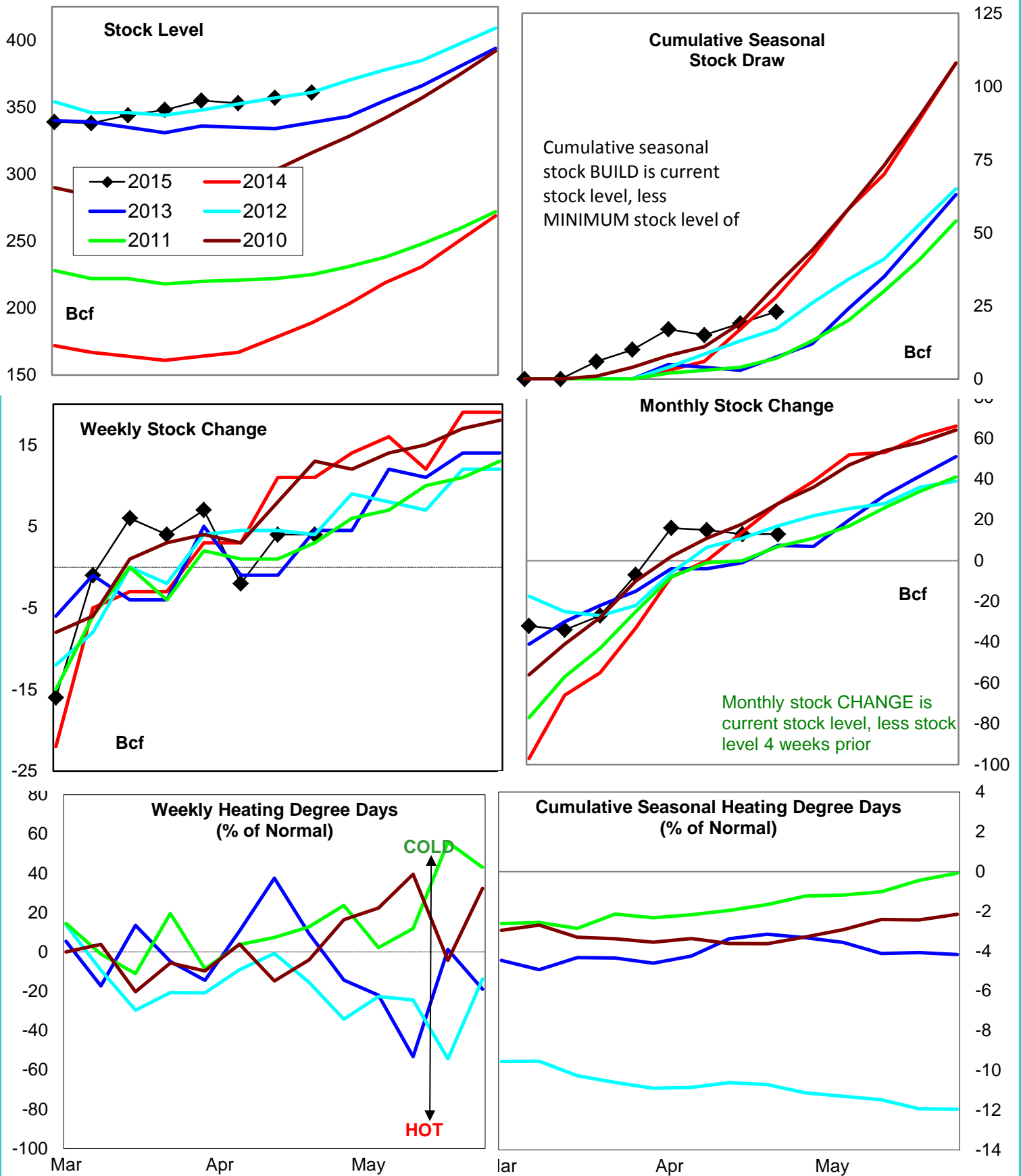
83.1

83.1

Natural Gas East Region Stock and Weather Trends



Natural Gas West Region Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
Change

BCF

172

-7

-15

-5

Percent Change (%)

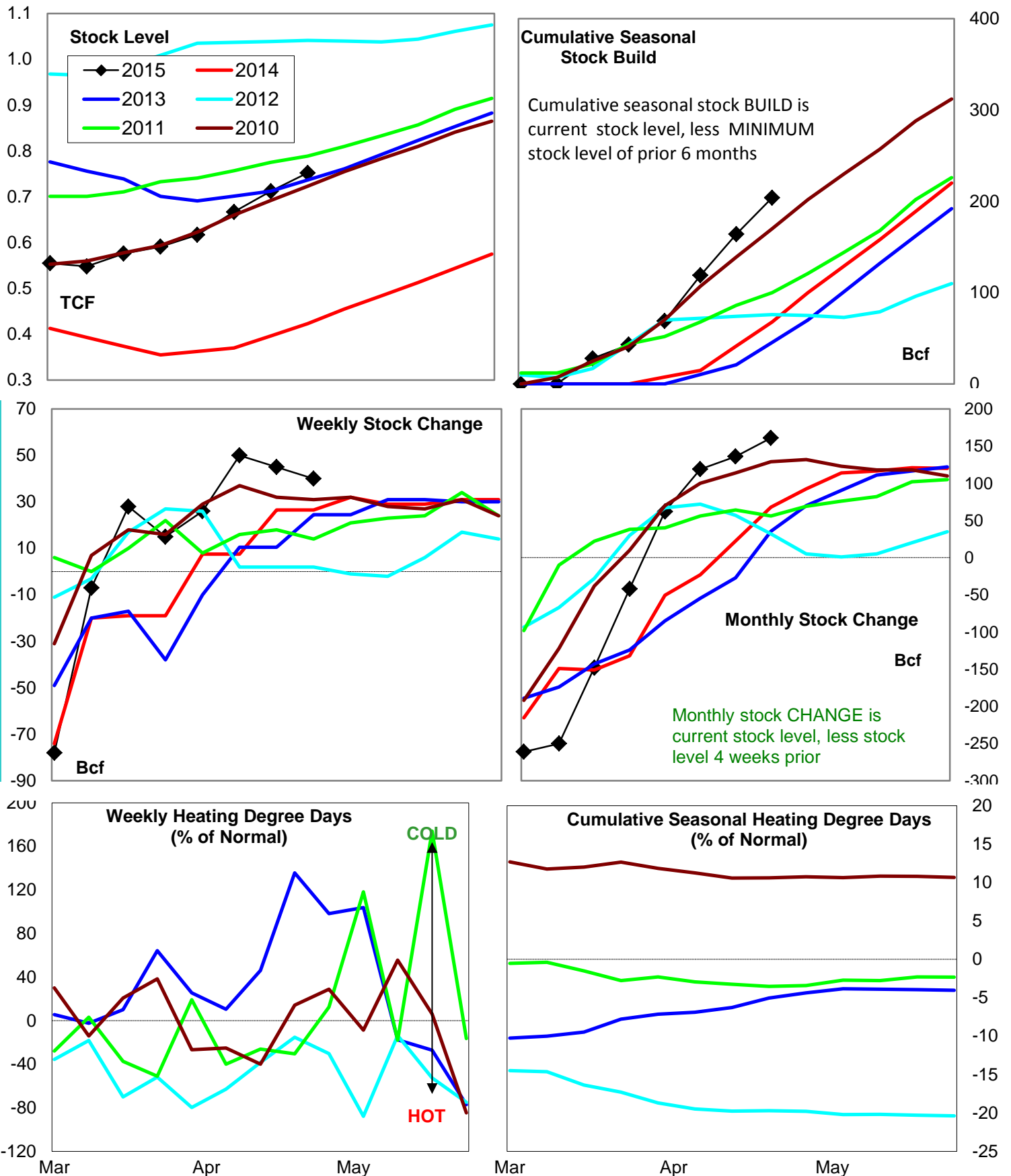
91.0

-63.6

-53.6

-17.9

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
Change

BCF

329

14

93

136

Percent Change (%)

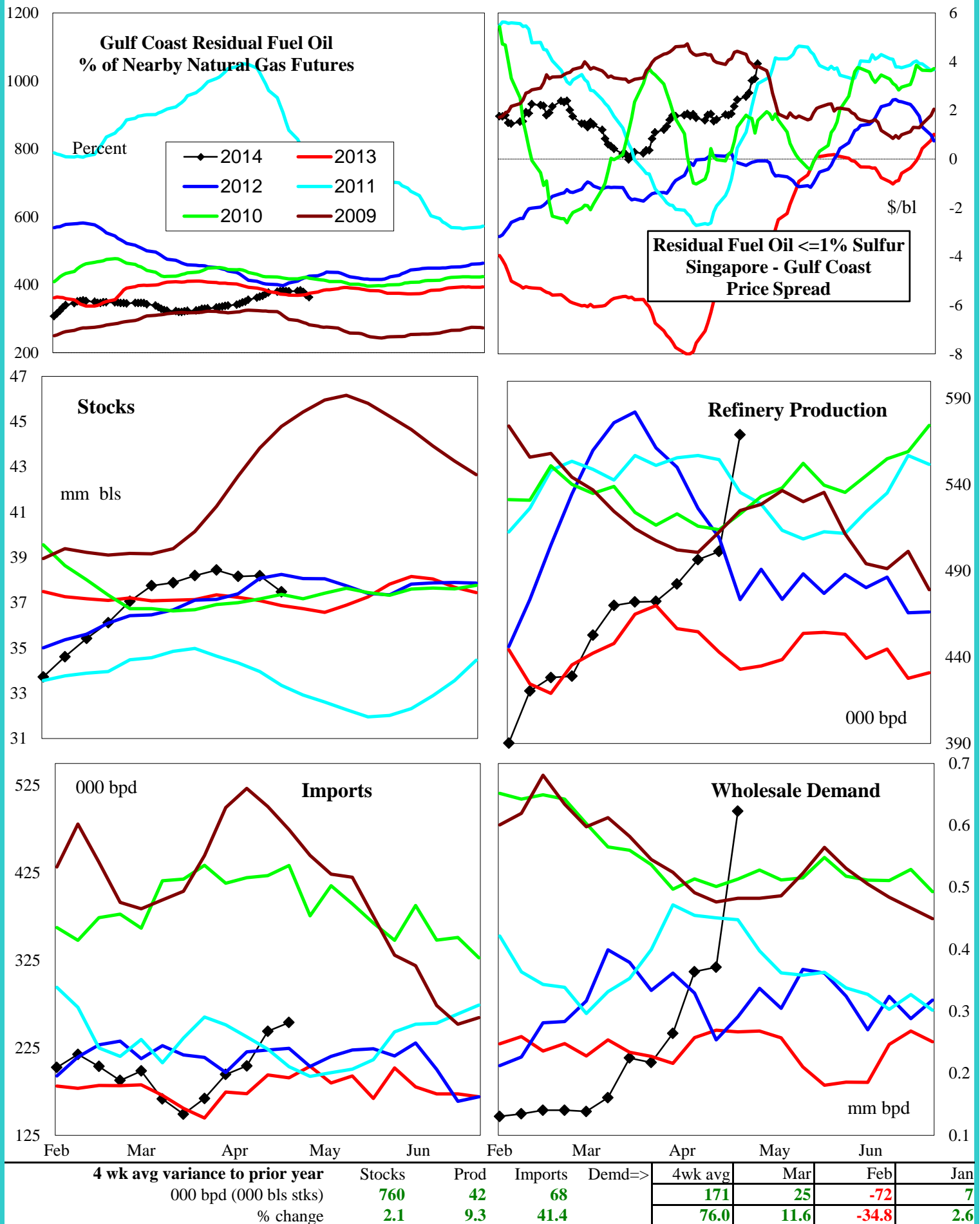
77.8

50.9

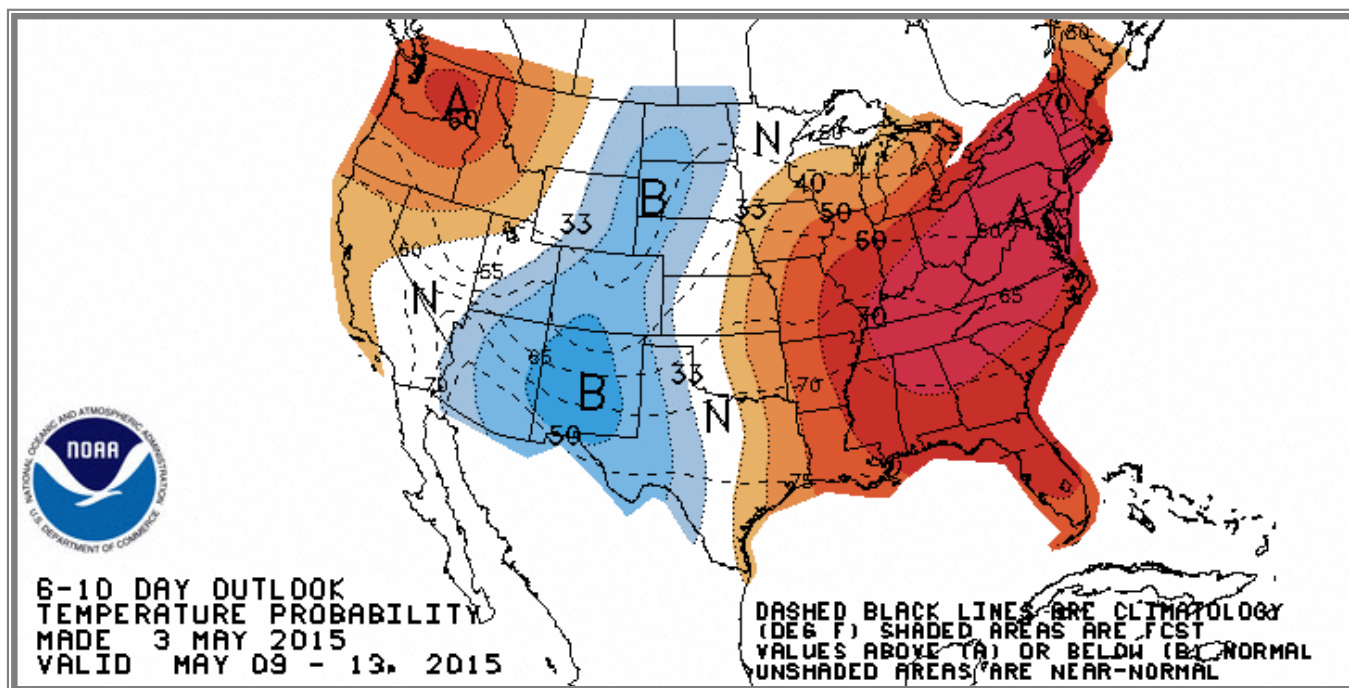
136.8

200.0

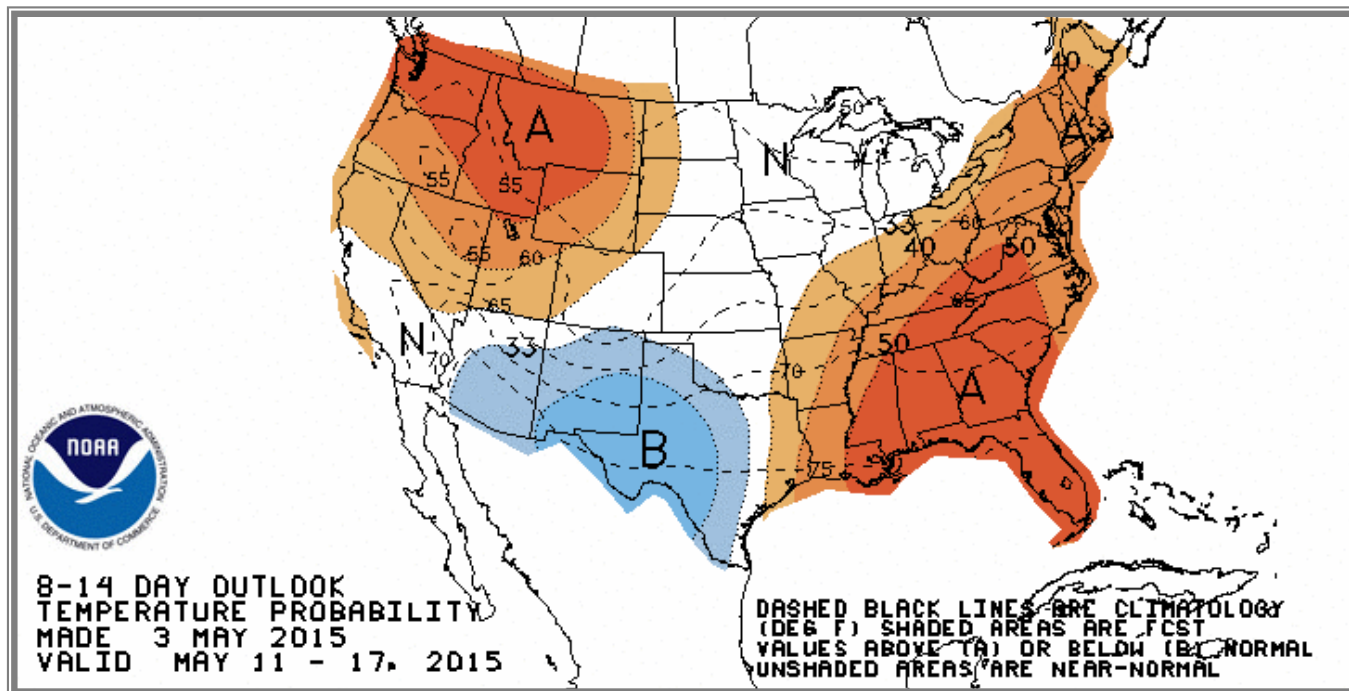
U.S. Residual Fuel Oil Price Spreads and Supply Balance



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

