

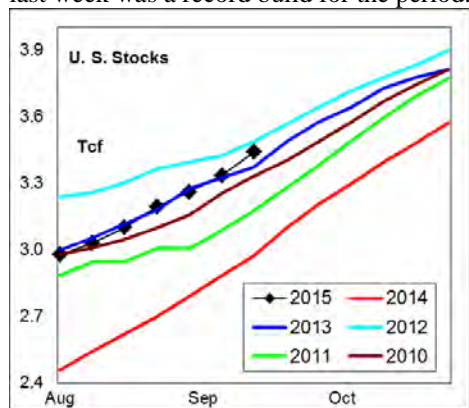
WEEKLY NATURAL GAS SUPPLY and PRICE TRENDS

A Fundamental Petroleum Trends Weekly Report

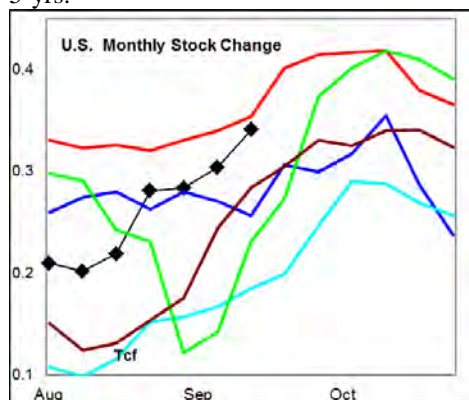
Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com Monday, September 28, 2015



Summary ¹ The stock build of +106 Bcf last week was a record build for the period.



The latest 4-wk stock change was a build of +341 Bcf, near the 5-yr high set a year ago. The cumulative stock build for the season was +1,979 Bcf, -7.6% below a year ago, and greater than four of the last 5-yrs.



In the East Region stocks increased +62 Bcf for the week, a build that matched historic highs for the period. Stocks increased +7 Bcf for the week in the West Region, a build at the upper end of the historic range. Stocks increased +37 Bcf in the Producing region, a record build for this time of year.

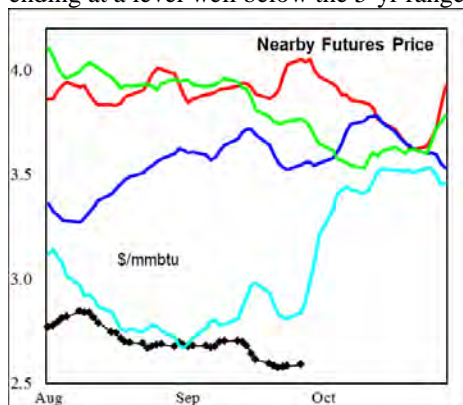
Temperatures were near normal across the much of the country last week ending 25Sep14.

The 6-10 day NWS forecast for the week ending 08Oct15 is for above normal temperatures on the East and West coasts,

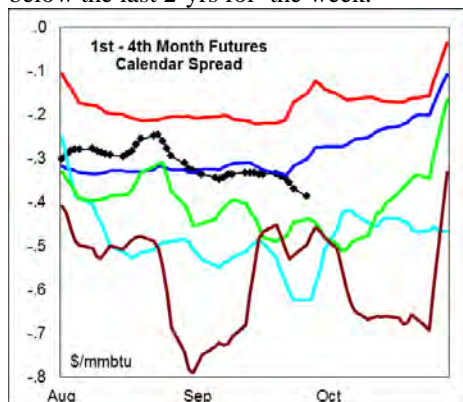
and southwest, with normal temperatures in the central 2/3rds of the country.

The 8-14 day NWS forecast for the week ending 12Oct15 is for above normal temperatures across all areas of the country except the central 1/3rd of the county which are forecast to be near normal.

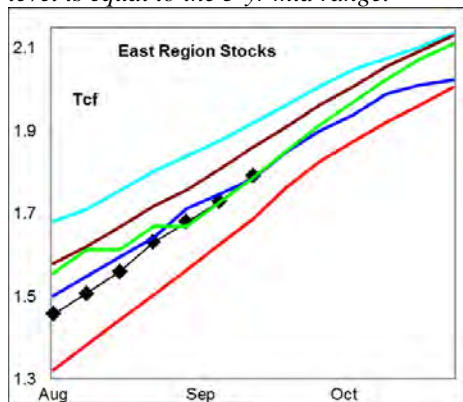
Prices: Nearby gas futures prices were unchanged for the week ending 28Sep15, ending at a level well below the 5-yr range.



The 1st - 4th month forward price curve trended lower last week, ending at a level below the last 2-yrs for the week.

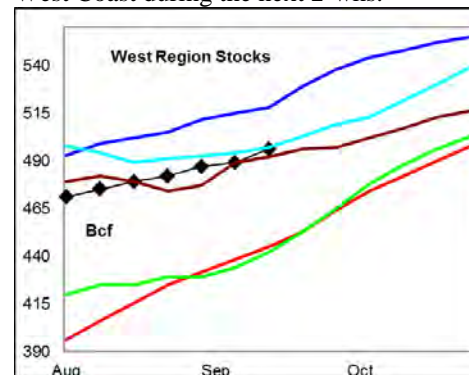


East Region stocks increased +62 Bcf for the week, a build that matched historic highs for the period. *The current stock level is equal to the 3-yr mid range.*

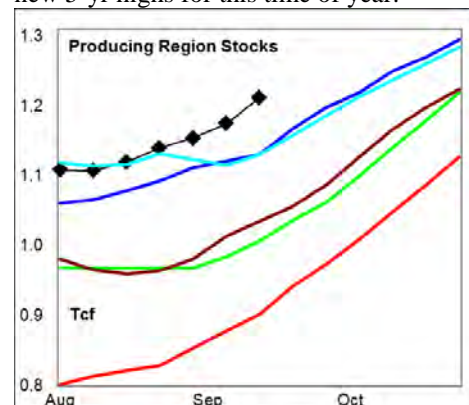


Temperatures are forecast to be above normal for the next 2-wks.

West Region stocks increased +7 Bcf for the week, a build equal to 3-yr highs for the period. Stock levels ended the week equal to the 3-yr mid range, and +11% above last year. The monthly rate of stock build was equal to the 3-yr mid range for this time of year. Temperatures are forecast to be much above normal on the West Coast during the next 2-wks.



Producing Region stocks increased +37 Bcf for the week, a record build for the period. Stock levels ended the week at new 5-yr highs for this time of year.



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 four of the last 5-yrs.

Outlook: Above normal temperatures are forecast for coastal and regions of the country during the next 2-wks. The rate of stock building has nearly matched last years' record for the last month. Very ample stock levels and an improved rate of stock building should continue to depress prices during the balance of the shoulder season.

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: September 28, 2015

For the week ending: 18-Sep-15

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

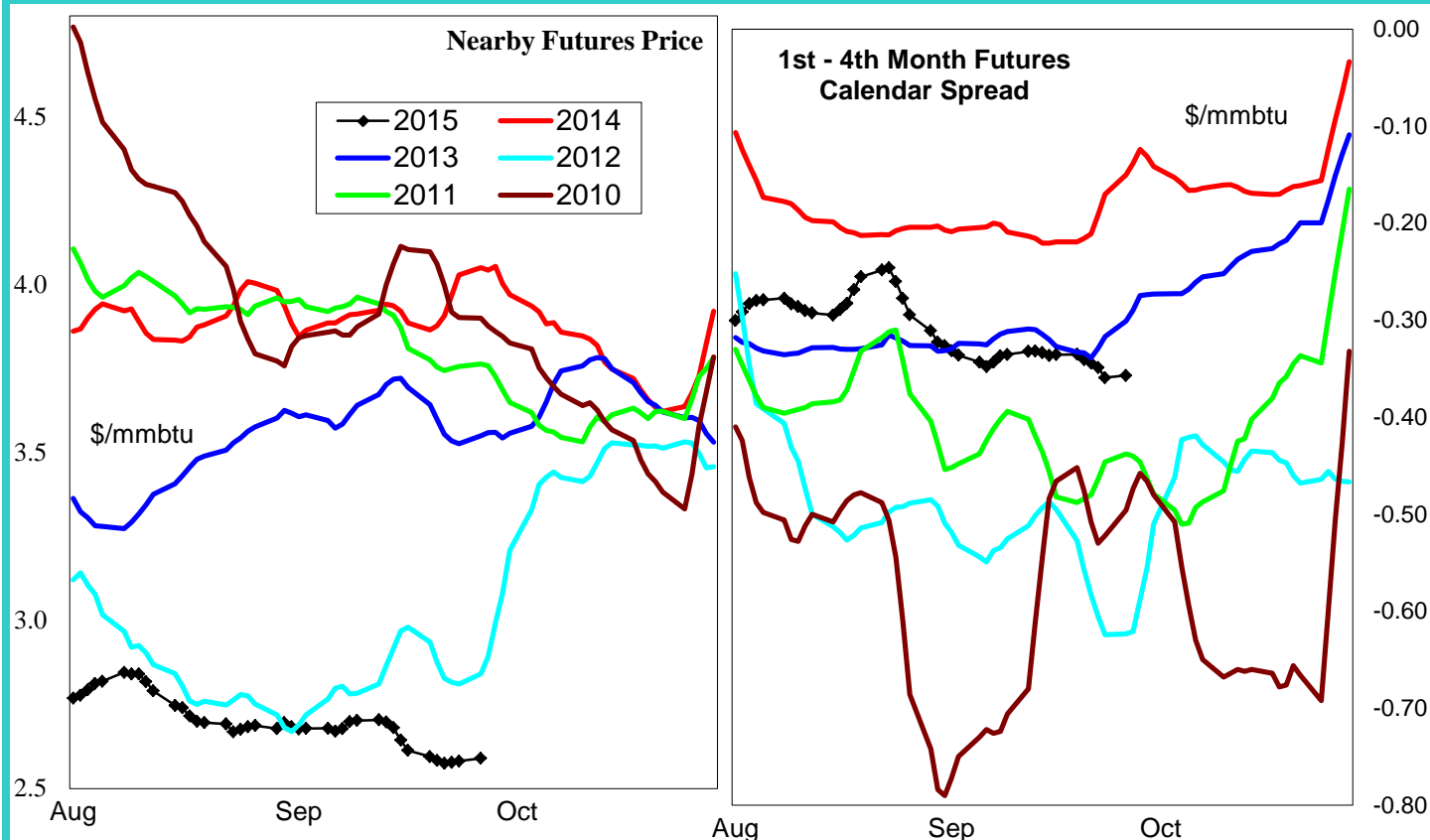
Week ending:	18-Sep-15			15-Jun-13		22-Jun-13		29-Jun-13	
Region	Weekly Stocks			Weekly Heating Degree Days					
	Bcf	Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
		Week Bcf	Year (%)						
U.S. Total	3,440	106	15.7	-14	-45%	-2	-33%	-3	-77%
East	1,742	62	6.4	-17	-39%	-2	-18%	-4	-74%
West	496	7	11.5	-12	-58%	-2	-55%	-5	-78%
Producing	1,202	37	34.6	-4	-100%	0	-100%	0	-100%

Seasonal Trends in Stocks and Heating Degree Days

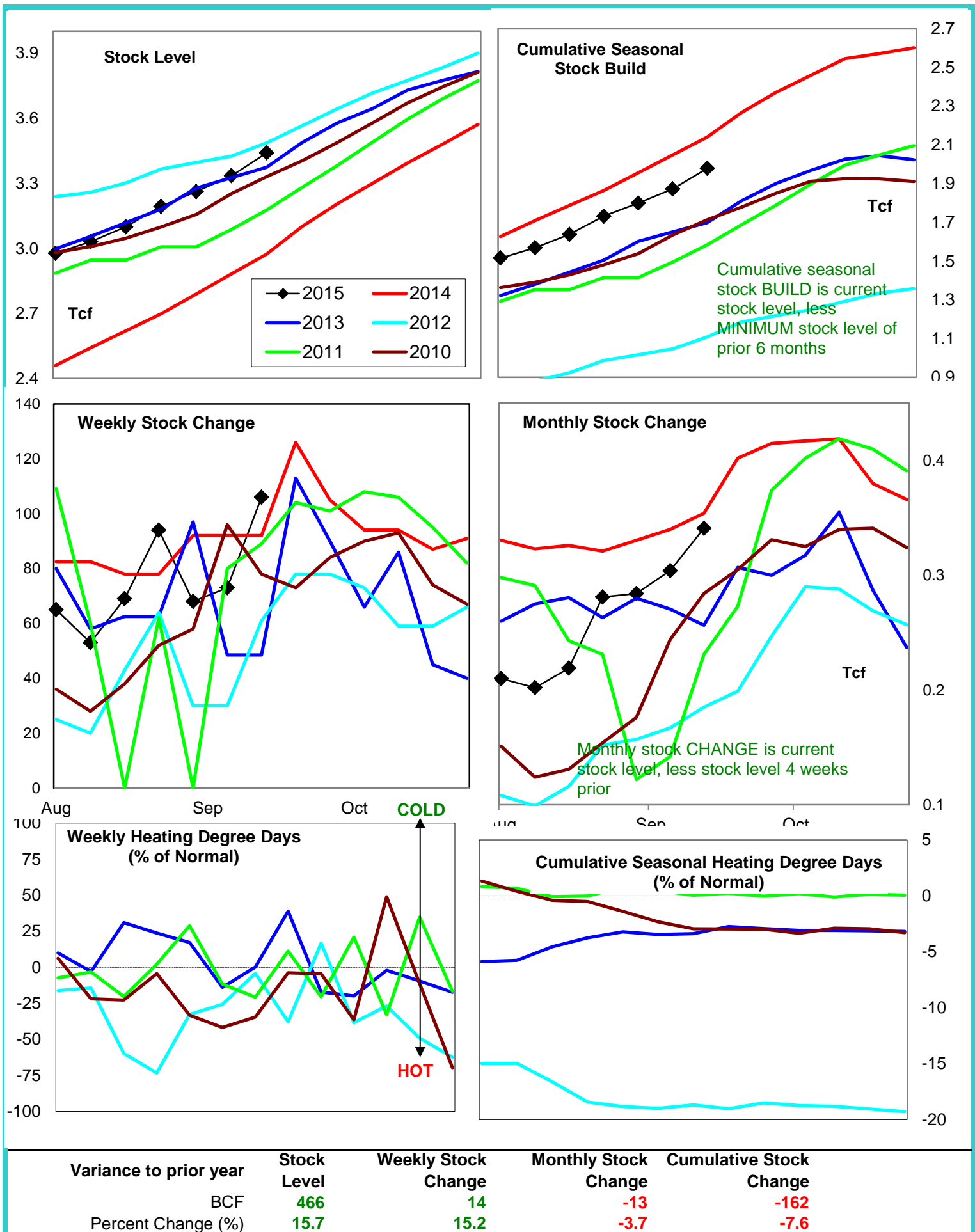
	Cumulative Stock Change			Cumulative Heating Degree Days					
	Bcf	Change vs prior year Bcf	%	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal
U.S. Total	1,979	-162	-8.2	6	-3.2	4	-3.2	1	-3.3
East	1,238	-89	-7.2	6	-2.9	4	-2.9	1	-2.9
West	158	-126	-79.7	10	-4.6	8	-4.7	3	-4.9
Producing	654	116	17.7	0	-4.0	0	-4.1	0	-4.1

Futures Market Price Trends

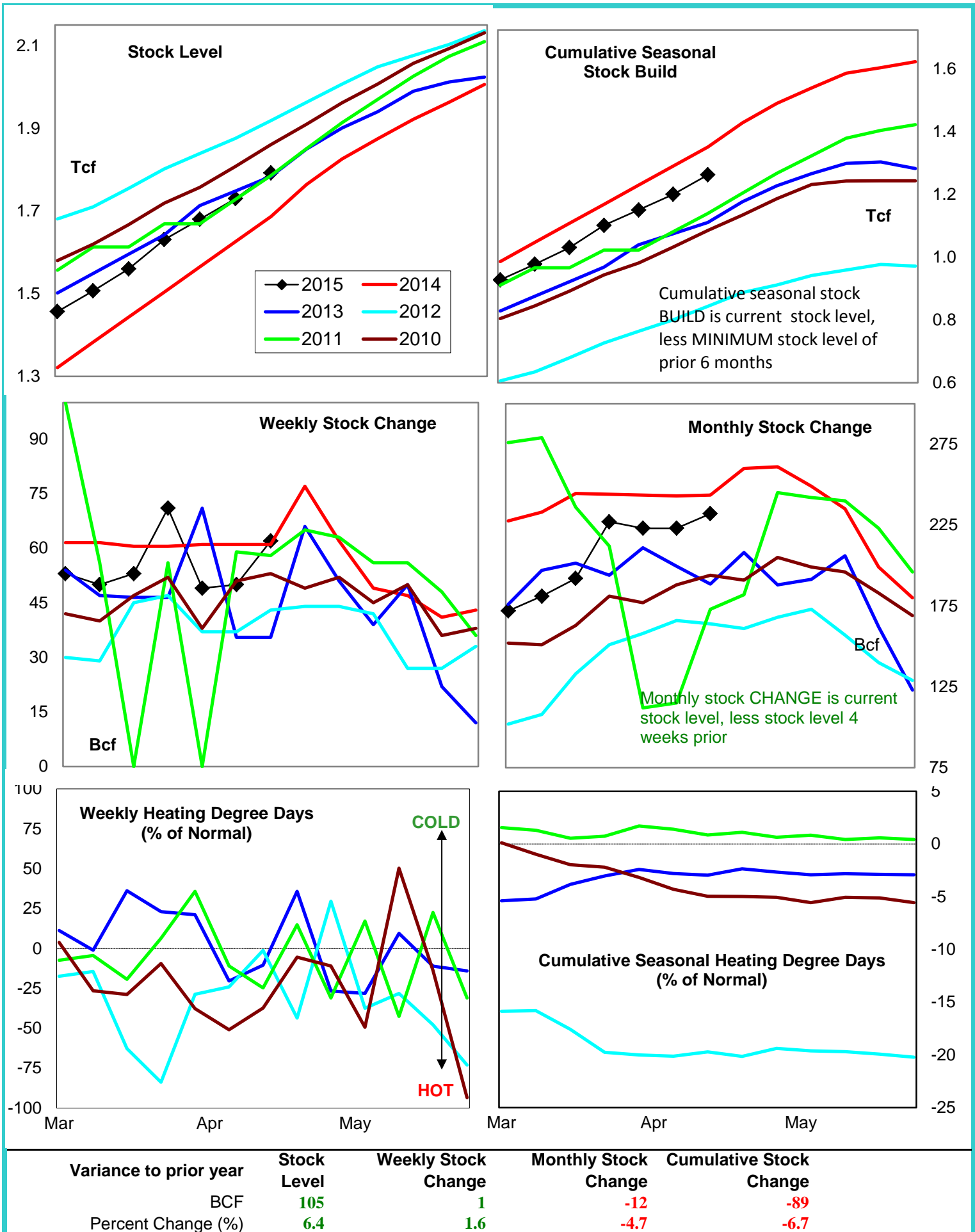
Date:	28-Sep-15	Change vs prior week, month, year		
		22-Sep-15	1-Sep-15	8-Oct-14
1st month Futures	2.59	0.01	-0.11	-1.33
% change	xxxxx	0.5	-4.1	-33.9



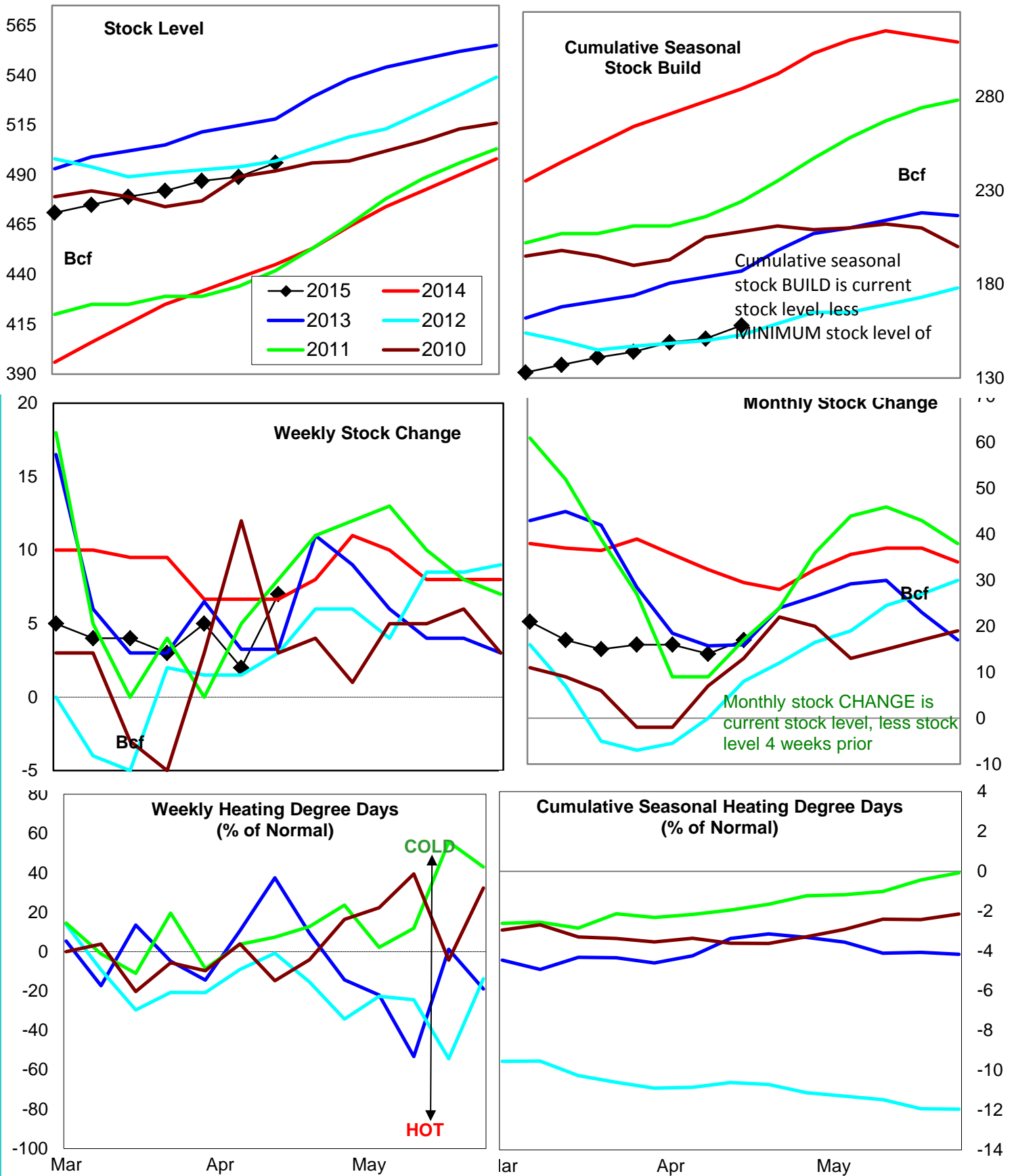
United States Natural Gas Stock and Weather Trends



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

51

0

-13

-126

Percent Change (%)

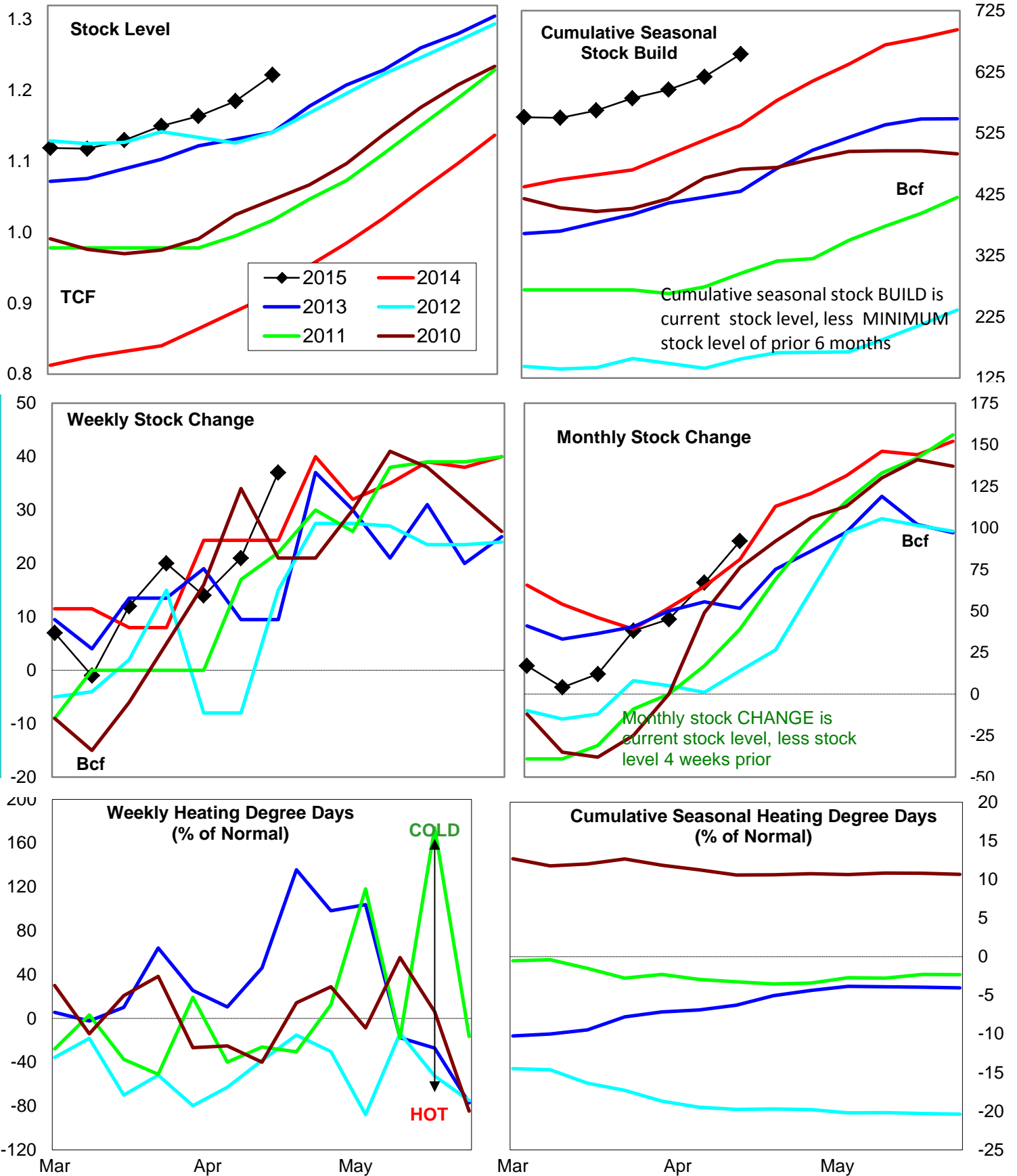
11.5

5.0

-42.4

-44.4

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock Level

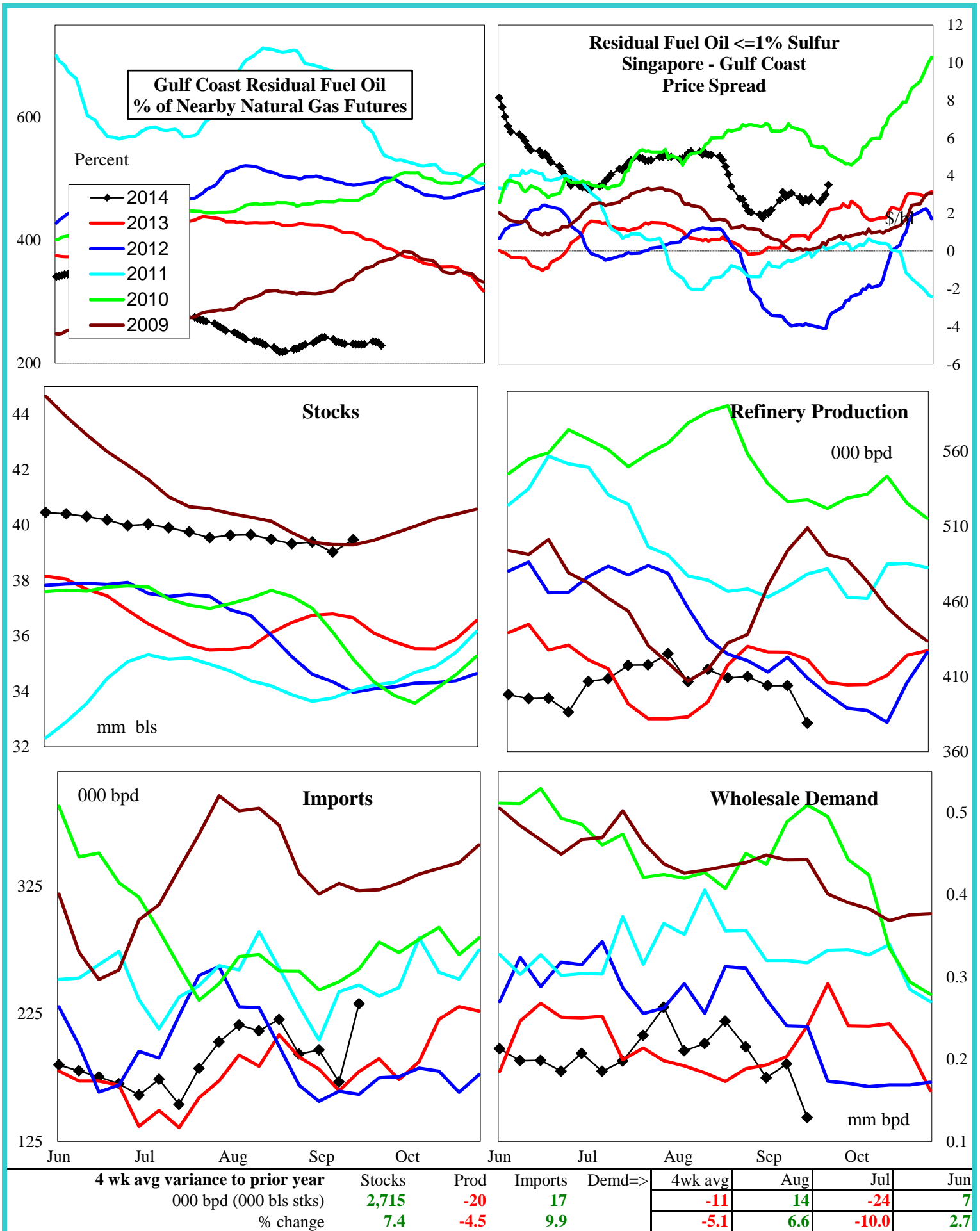
Weekly Stock Change

Monthly Stock Change

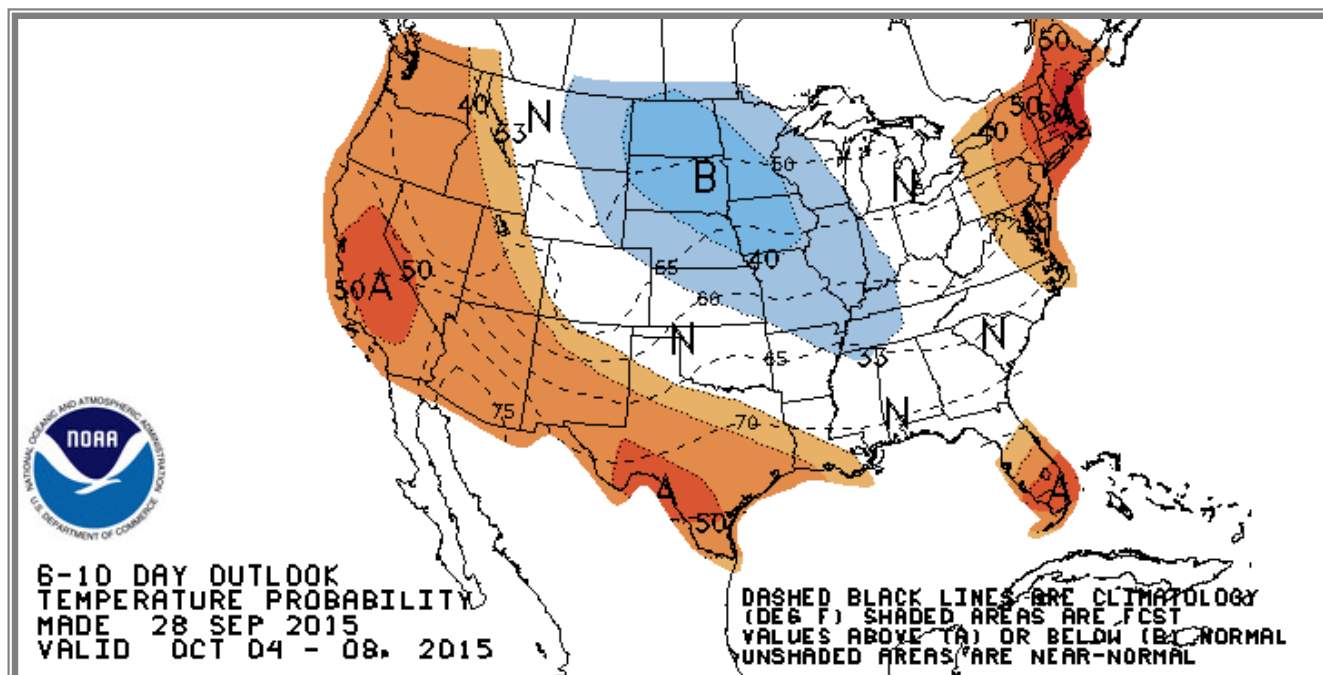
Cumulative Stock Change

BCF
Percent Change (%)309
34.613
52.111
13.6116
21.6

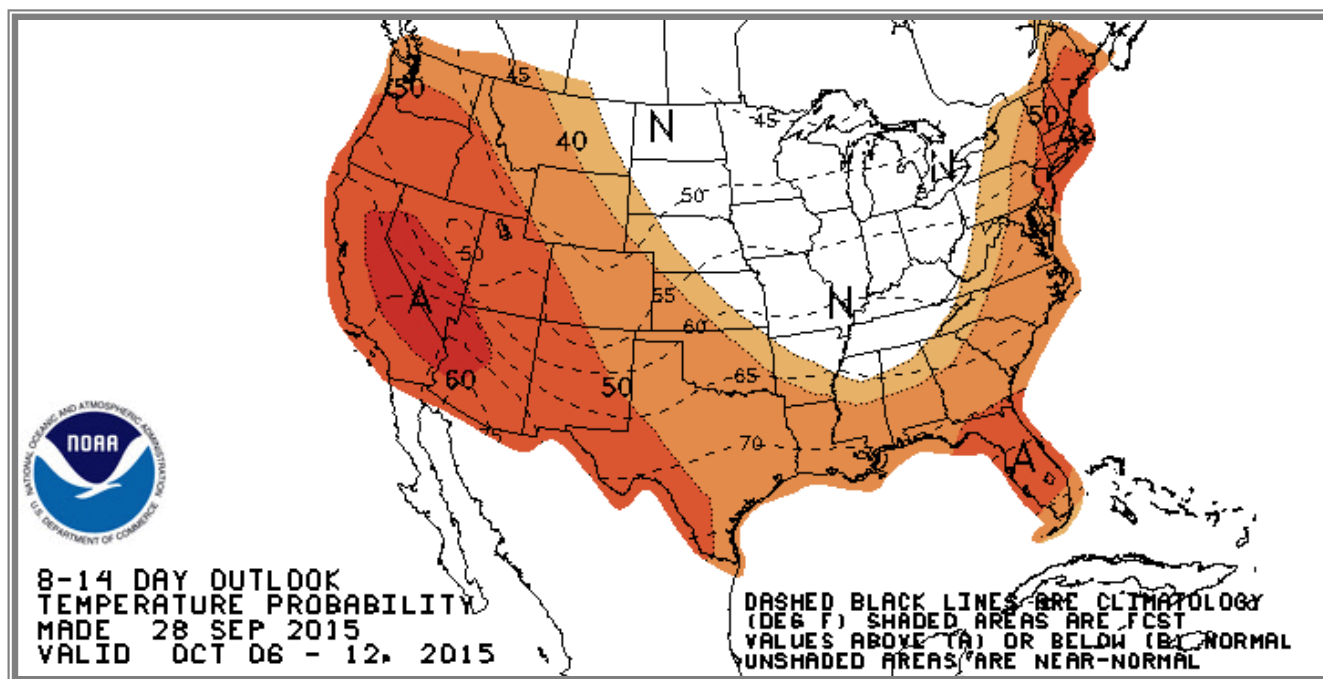
U.S. Residual Fuel Oil Price Spreads and Supply Balance



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

