



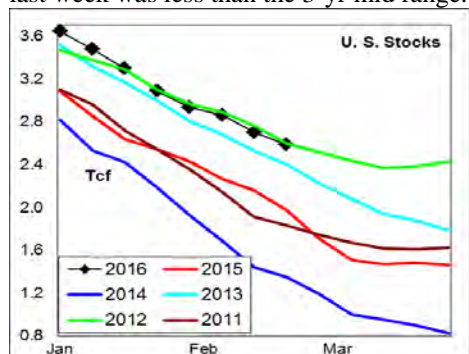
WEEKLY NATURAL GAS SUPPLY and PRICE TRENDS

A Fundamental Petroleum Trends Weekly Report

Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com Tuesday, March 01, 2016



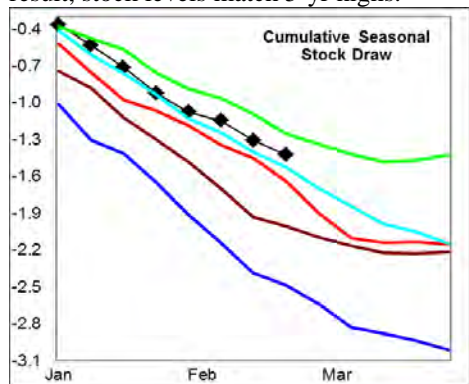
Summary¹ The stock draw of -117 Bcf last week was less than the 3-yr mid range.



The latest 4-wk stock change was a draw of -503 Bcf, matching the smallest draw of the last 5-yr for the period.



Cumulative seasonal draw was less than each of the last 3-yr at -1.4 Tcf. As a result, stock levels match 5-yr highs.



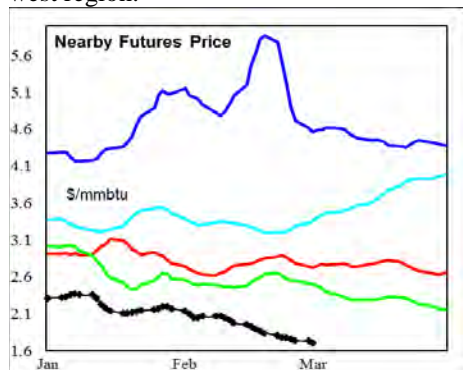
In the East Region stocks decreased -100 Bcf for the week, greater than the 3-yr mid range. Stocks increased +1 Bcf in the West Region, compared to an average draw of -10 Bcf. Stocks decreased -18 Bcf

in the Producing region, a smaller draw than the 3-yr mid range.

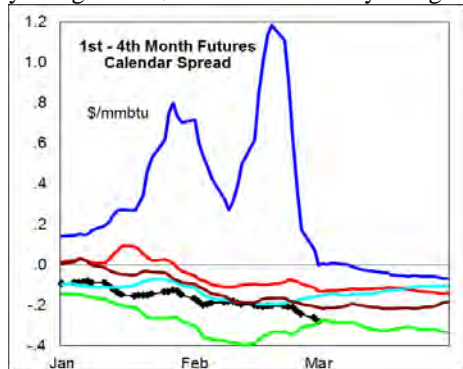
Temperatures were below normal in the eastern 1/3rd of the country last week.

The 6-10 day NWS forecast for the week ending 10Mar16 is for much above normal temperatures across nearly the entire country.

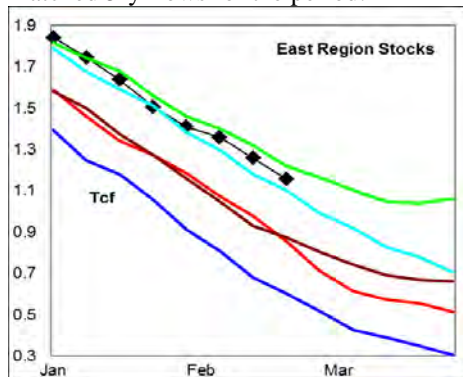
The 8-14 day NWS forecast for the week ending 14Mar is for much above normal temperatures in the eastern 2/3rds of the country and below normal in the west region.



Prices: Nearby gas futures prices decreased -\$0.8 mmbtu for the week ending 01Mar16. Prices remain well below the 5-yr range and -\$1/mmbtu below a year ago.



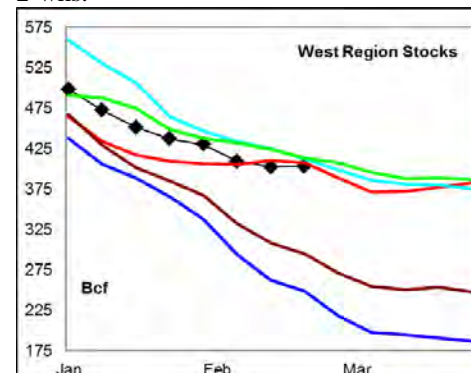
The 1st - 4th month forward price curve trended lower last week, at a level that matched 5-yr lows for the period.



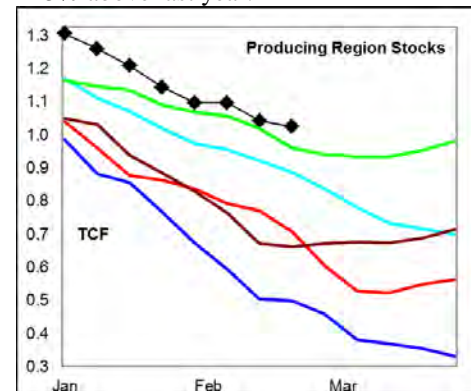
East Region stocks decreased -100 Bcf for the week, a draw greater than the 3-yr mid

range. The current stock level was above the last 3-yr for the period. Temperatures are forecast to be much above normal during the next 2-wks.

West Region stocks increased +1 Bcf last week, compared to an average draw of -10 Bcf. Stock levels ended the week equal to the 3-yr mid range, and -1% below last year. Temperatures are forecast to be below normal in this region during the next 2-wks.



Producing Region stocks decreased -18 Bcf for the week, a smaller draw than the 3-yr mid range. Stock levels ended the week at 5-yr highs for this time of year and +45% above last year.



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

Outlook: Much above normal temperatures are forecast across the eastern 2/3rds of the country during the next 2-wks, bringing an end to winter heating. The Producing Region carryout stocks are at 5-yr highs. The cumulative and monthly rate of stock draw are each near record lows. Risk of exceptional price weakness continues.

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

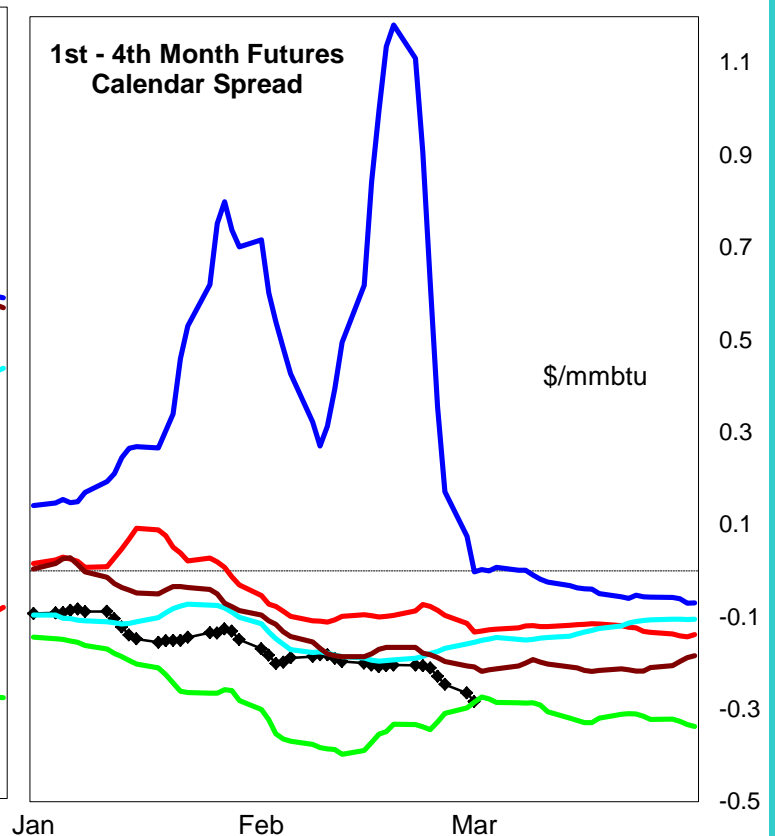
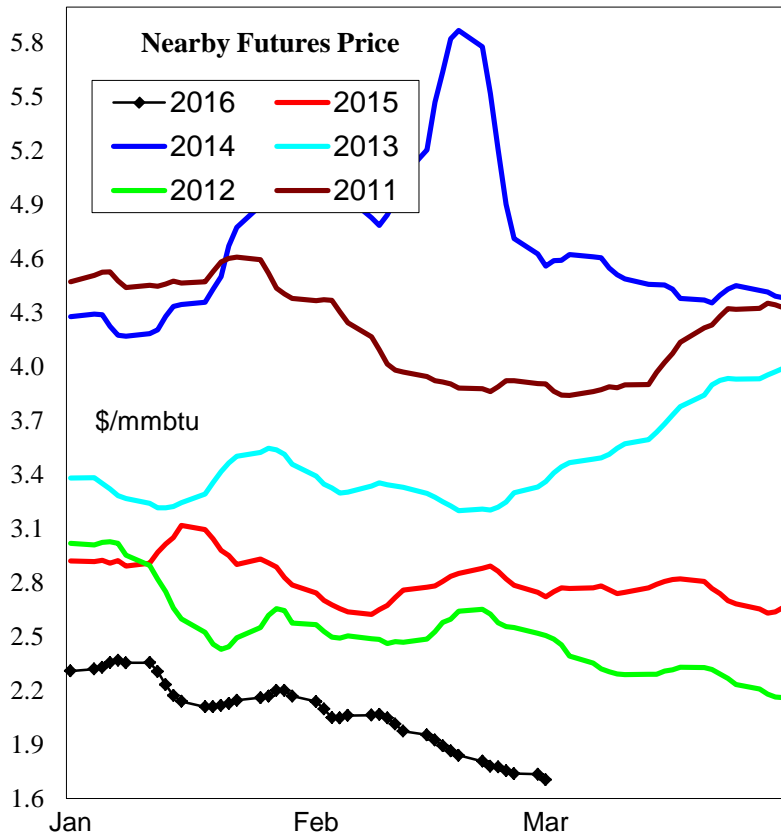


Report prepared as of: March 1, 2016

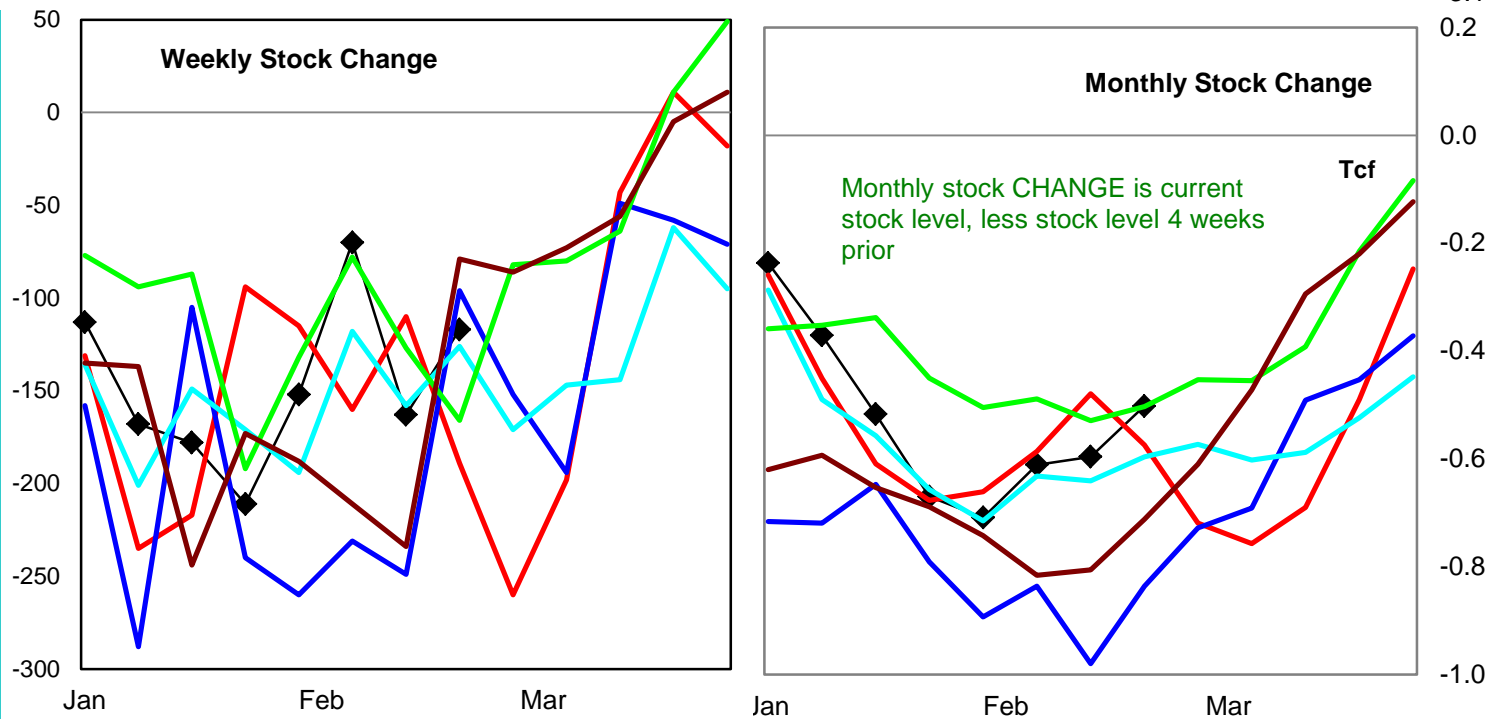
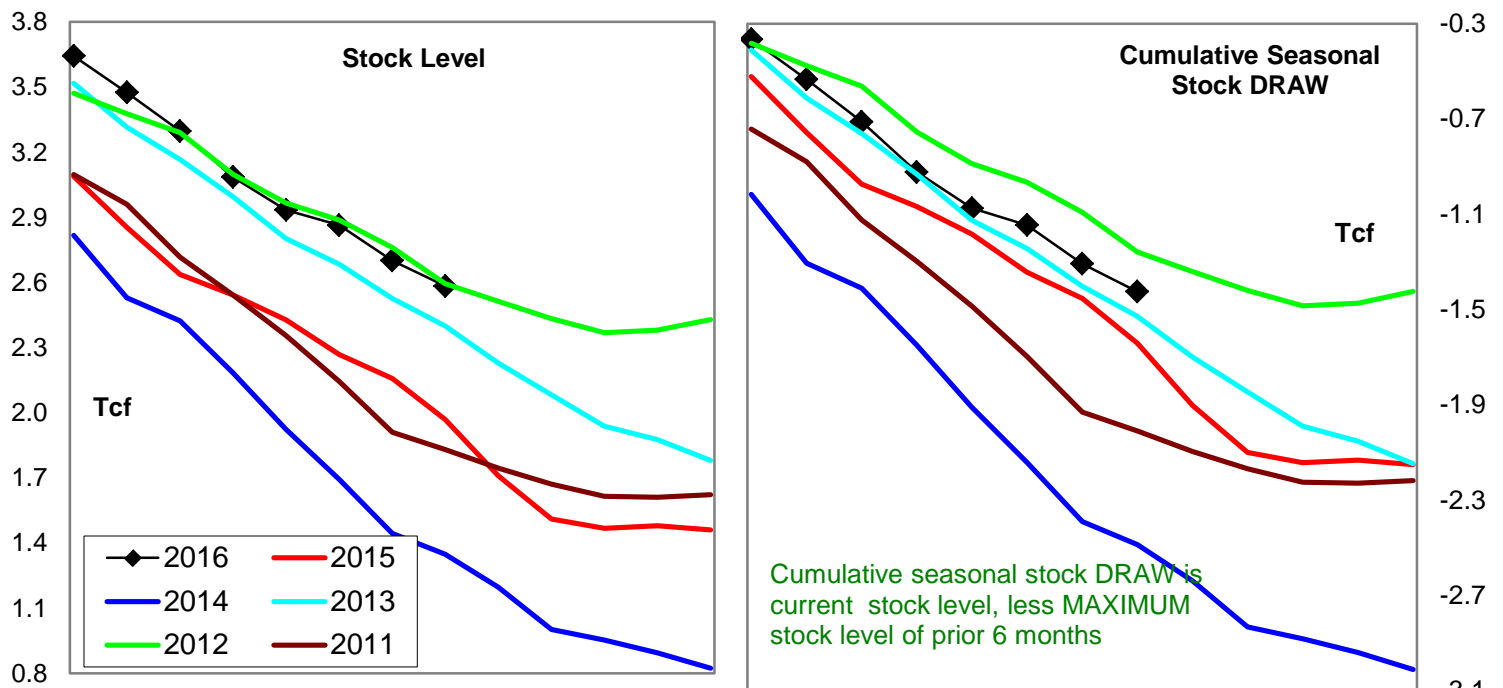
For the week ending:

19-Feb-16

Stock Trends for the week ending:					Seasonal Trends in Stocks				
Week ending:	19-Feb-16								
Region	Weekly Stocks						Cumulative Stock Change		
	Bcf	Change vs prior:					Bcf	Change vs prior year	
		Week Bcf	Year (%)					Bcf	%
U.S. Total	2,584	-117	31.2		U.S. Total	-1,425	217	-15.2	
East	1,157	-100	35.2		East	-905	191	-21.1	
West	403	1	-1.0		West	-196	-63	32.1	
Producing	1,024	-18	44.8	Producing	-328	84	-25.6		
Futures Market Price Trends									
Date:	1-Mar-16	Change vs prior week, month, year							
		24-Feb-16	5-Feb-16	16-Mar-15					
1st month Futures	1.70	-0.07	-0.33	-1.01					
% change	xxxxx	-4.2	-16.4	-37.3					

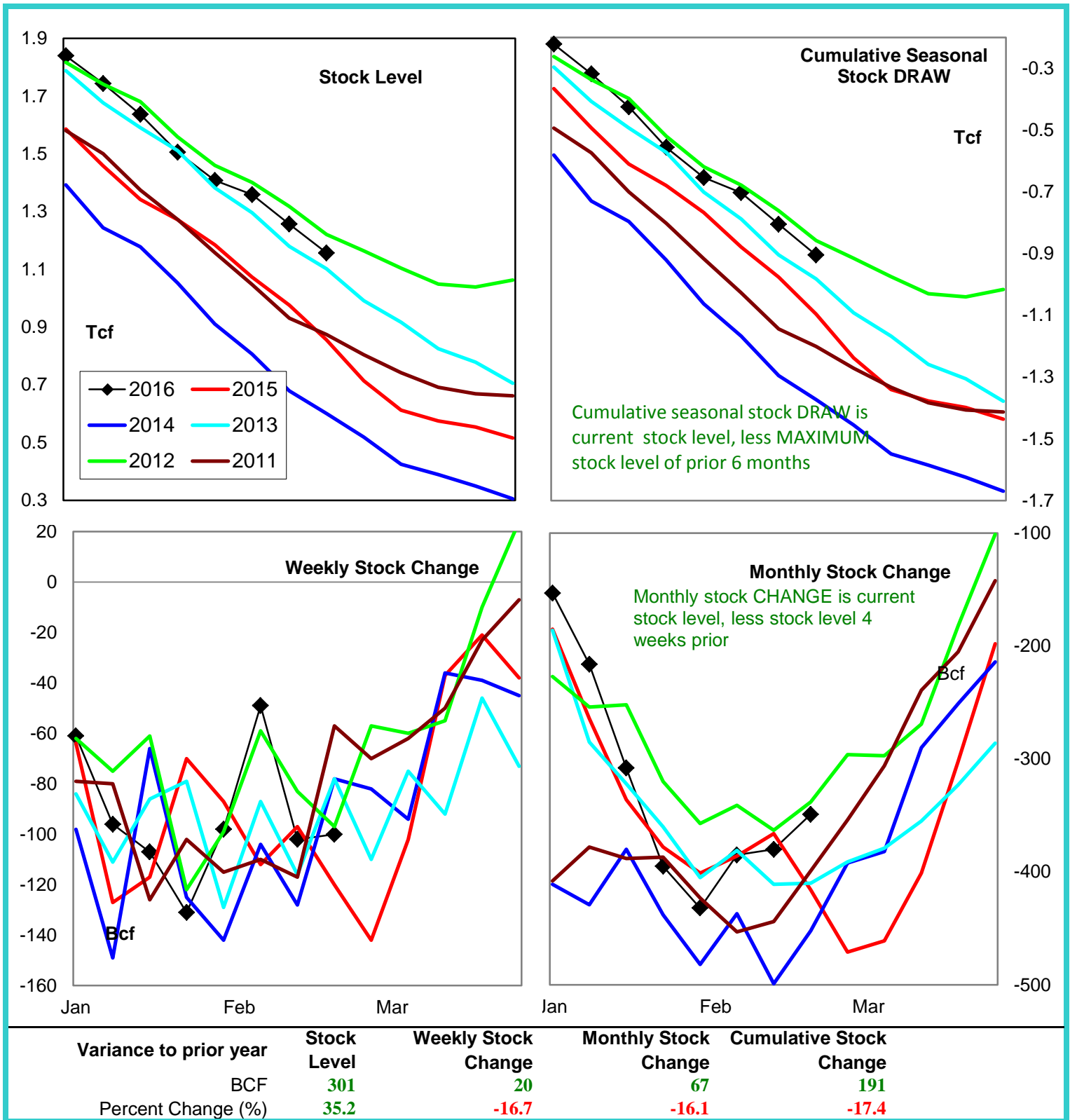


United States Natural Gas Stock Trends

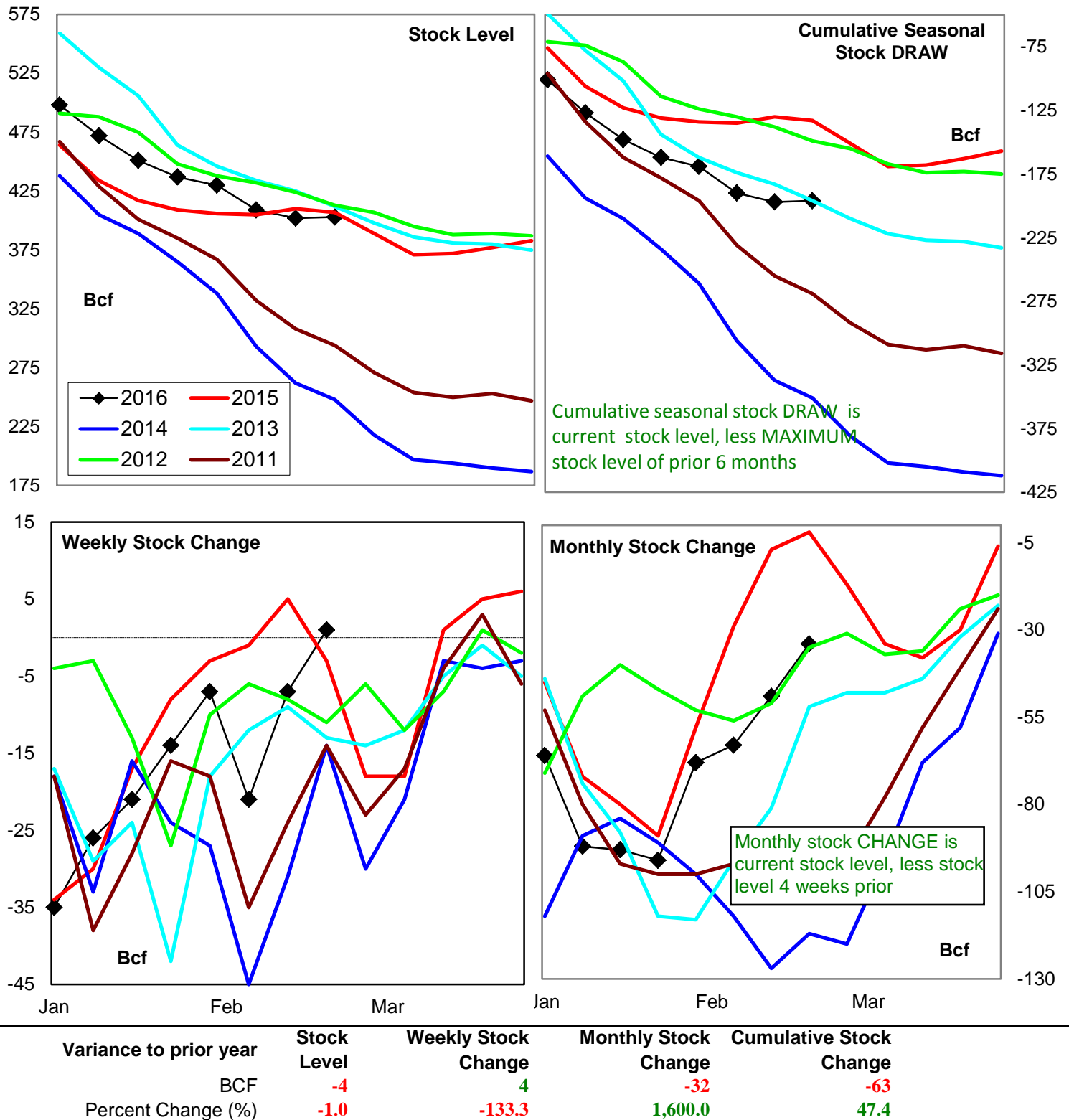


Variance to prior year	Stock Level	Weekly Stock Change	Monthly Stock Change	Cumulative Stock Change
BCF	615	72	72	217
Percent Change (%)	31.2	-38.1	-12.5	-13.2

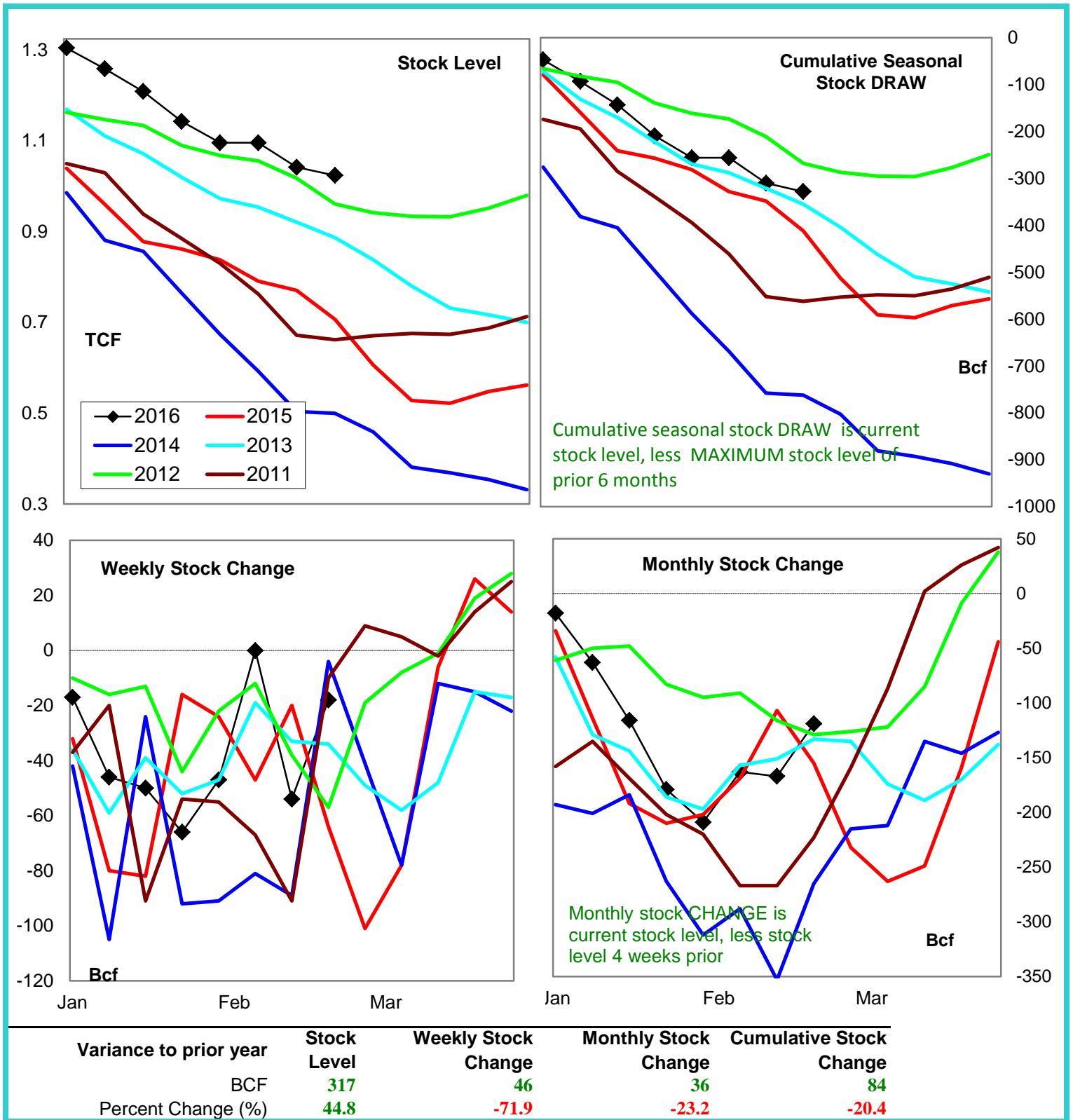
Natural Gas East Region Stock Trends



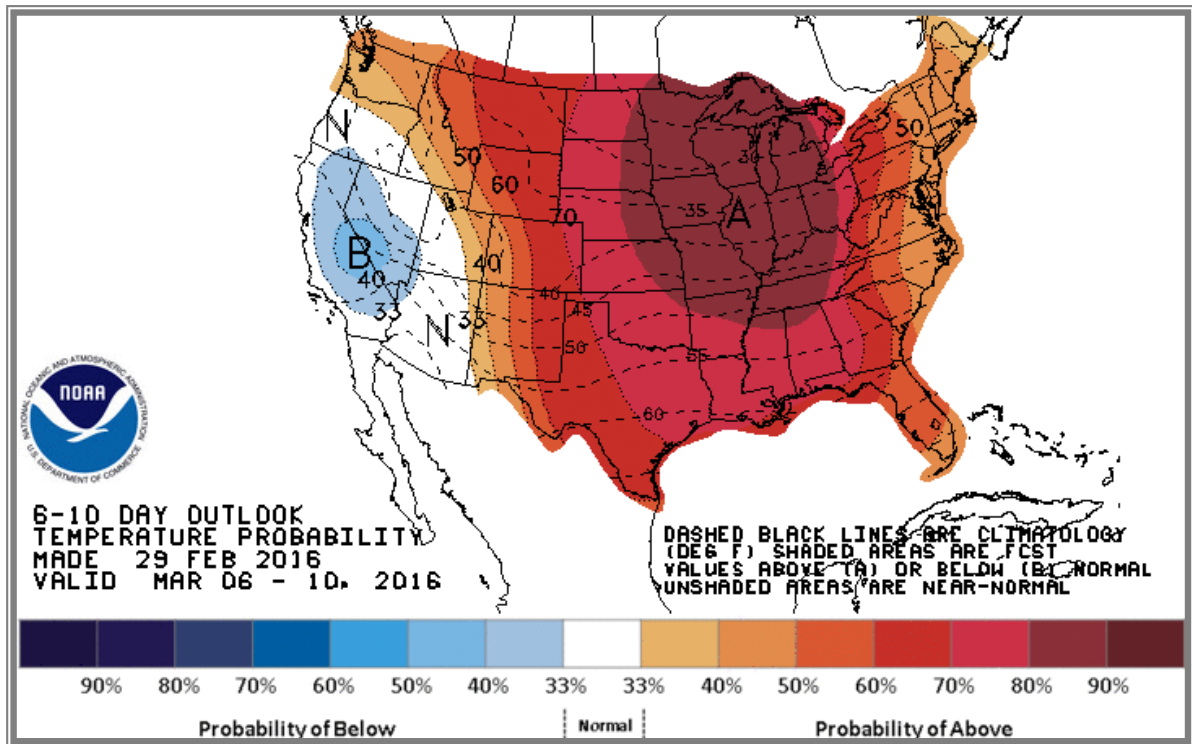
Natural Gas West Region Stock Trends



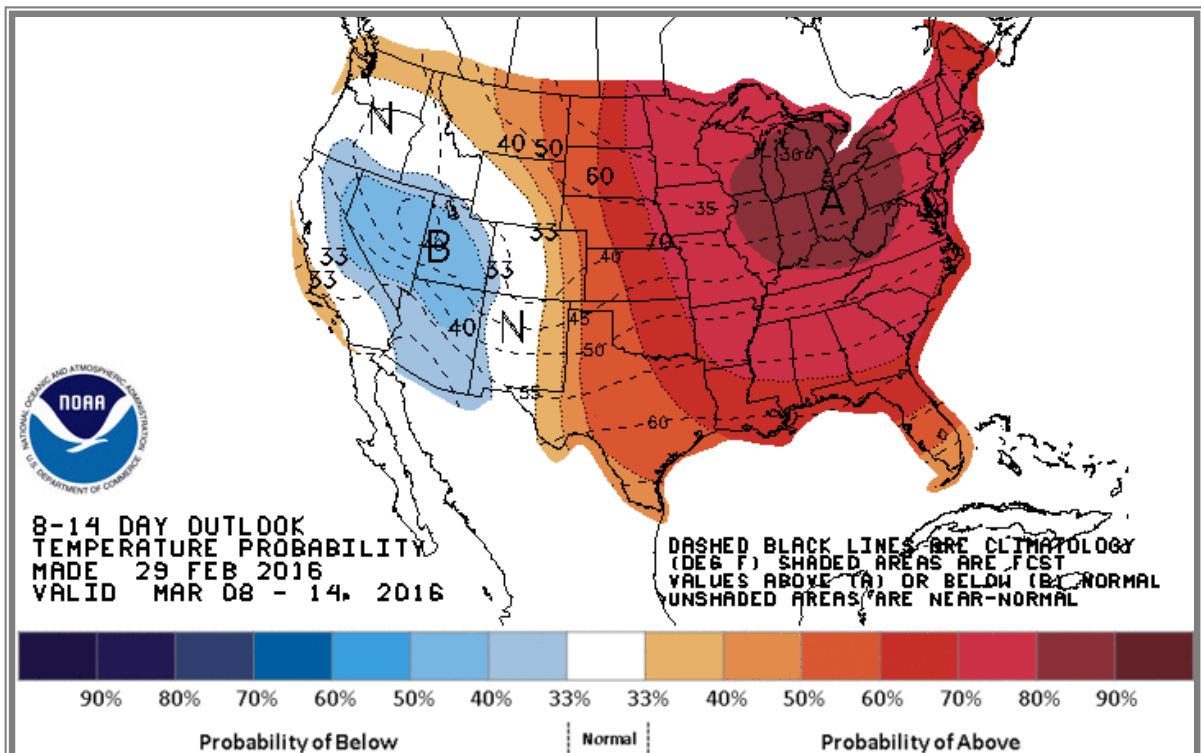
Natural Gas Producing Region Stock Trends



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

