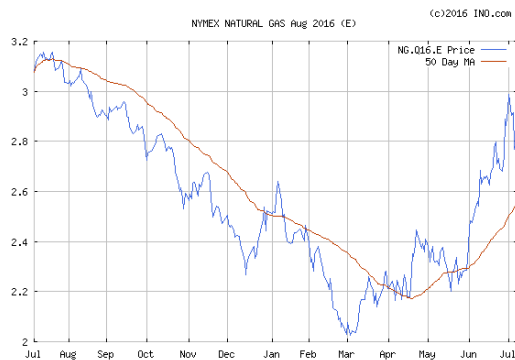


Volume 618 July 7, 2016

Market- Prices continue trading mixed to higher this week but are trading slightly lower for all months today after the storage report was an injection lower than expectations. Upward pressure results from the hot weather causing more gas to be used for electric generation. Downward pressure results from storage levels above last year and above the five year average. Additional upward pressure on natural gas prices results from exported liquefied natural gas (LNG). Rig counts for both traditional and horizontal have dropped significantly over the last 2 years indicating continued ample supply of natural gas. Natural gas storage inventories are higher than last year and slightly higher than the five-year average as seen on the graph to the right. The US gas traditional rotary rig count decreased 1 rig and horizontal drilling increased 7 rigs. Natural gas is very attractive to fix at this time for the winter and long term.

The Crude oil price for Aug is lower this week at \$47.95 per barrel. Heating oil is lower at \$1.49 per gal. Unleaded gasoline futures are lower this week at \$1.45 and gasoline at the pump is around \$2.09...in Indiana. The natural gas storage report this week was an injection of 39BCF; storage is **538BCF higher** than last year and **599BCF higher** than the 5 year average.



Above Graph—Aug 2016 NYMEX gas futures

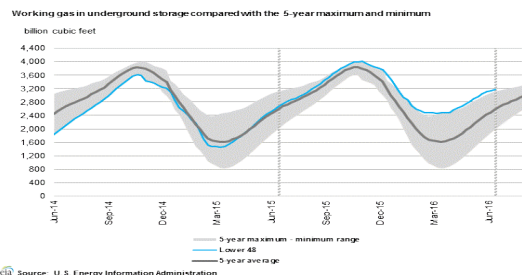
Extended Temperature Forecast: Chicago Area

	THU	FRI	SAT	SUN	MON
High	91	88	78	82	88
Low	69	63	62	64	68

Storage Statistics: (BCF) Billion Cubic Ft

This Week	Last Year	5 Year Ave.
3,179	2,641	2,580

The total is an increase of 39 BCF from last week.



Above Graph - Storage levels as of 7-7-16

Comparative Fuels: Futures Prices for Aug

	Price	Compared to Nat Gas
Natural Gas (therm)	\$2.818	\$2.818
Propane (gal)	\$5.180	\$5.640
Crude Oil (barrel)	\$47.95	
Heating Oil (gal)	\$1.49	\$1.072
Unleaded Gas (gal)	\$1.45	

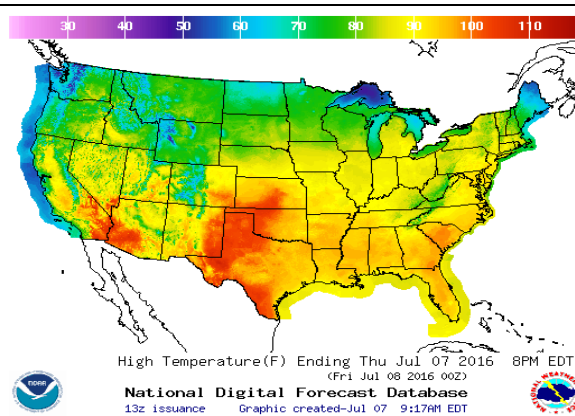
North American Traditional Nat. Gas Rig Count:

This week	89
Last week	90
Year Ago this week	219

US Horizontal Rig Count:

This week	332
Last week	325
Year Ago this week	657

NGI Chicago for July 2016 \$2.800



High Temperature(F) Ending Thu Jul 07 2016 8PM EDT
(Fri Jul 08 2016 00Z)
National Digital Forecast Database
13z issuance Graphic created-Jul 07 9:17AM EDT