

Early Morning Update

The November '26 natural gas contract is trading up \$0.08 at \$3.19. The November '26 crude oil contract is up \$0.46 at \$89.90.

Summary

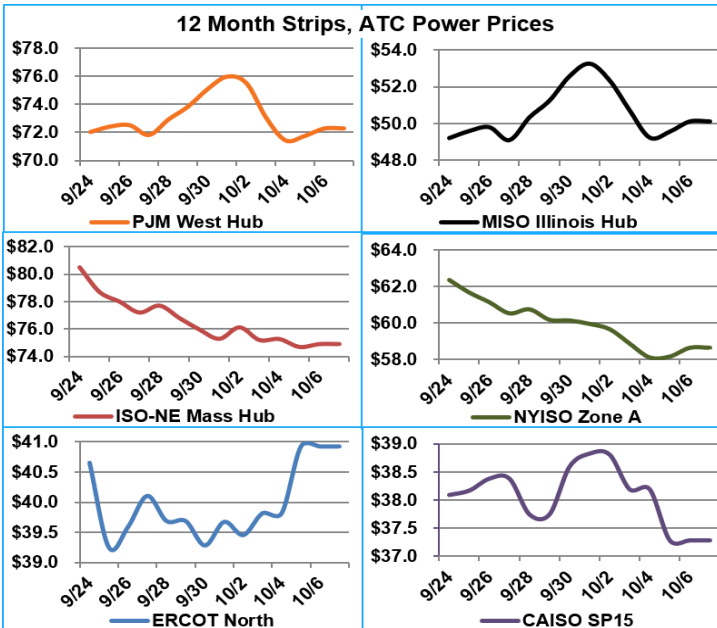
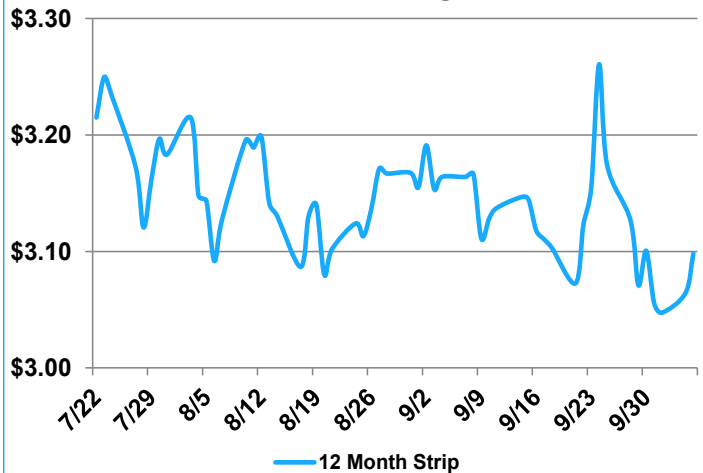
Natural gas fundamentals softened as total demand fell to 105.4 Bcf/d, down 1.6 Bcf/d day-over-day and 1.3 Bcf/d below last week's levels, driven primarily by weaker power burn as milder temperatures reduced cooling demand. U.S. demand declined 2.3 Bcf/d to 79.0 Bcf/d, with power burn falling 1.1 Bcf/d to 35.7 Bcf/d, while LNG feedgas remained strong at 18.9 Bcf/d, up 0.6 Bcf/d on the day. Although feedgas demand recovered from recent lows, flows to Freeport LNG remain below pre-outage levels following maintenance on Train 2 that began October 2, with the facility continuing efforts to restore full operations. On the supply side, dry gas production slipped 0.2 Bcf/d to 108.5 Bcf/d, contributing to a decline in total supply to 112.8 Bcf/d, its lowest level of the month. Despite softer demand, the market remained firmly undersupplied as the supply deficit widened to 4.3 Bcf/d from 3.9 Bcf/d the prior day. Strong LNG export demand and lower production continue to offset seasonal weakness in domestic consumption, helping maintain constructive near-term balances and providing underlying support for prompt month pricing.

Bearish Factors

- Healthy natural gas storage
- Near-record NG production
- Forward pricing curve backwardated

Bullish Factors

- U.S./Israel attack on Iran
- Record-high LNG exports
- Data center load growth

NYMEX NG

Next Day On-Peak Power (traded for 10/7/2026)

CAISO SP15 \$68.14	ERCOT North Hub \$67.60	ISO-NE Mass Hub \$36.92
MISO Indiana Hub \$63.69	NYISO Zone G \$41.38	PJM West Hub \$69.10

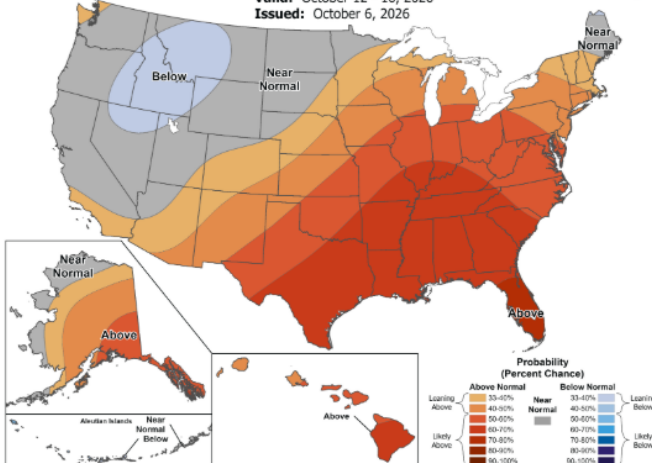
NYMEX NG	Close	Change
Nov-26	3.114	0.048
Dec-26	3.409	0.051
12-Month	3.098	0.034
Cal 27	3.187	0.031
Cal 28	3.679	0.011

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	3,415	3,351	3,553	3,336
Diff v. Current		64	-138	79
% Diff			-3.9%	2.4%

6-10 Day Temperature Outlook

Valid: October 12 - 16, 2026
Issued: October 6, 2026



8-14 Day Temperature Outlook

Valid: October 14 - 20, 2026
Issued: October 6, 2026

