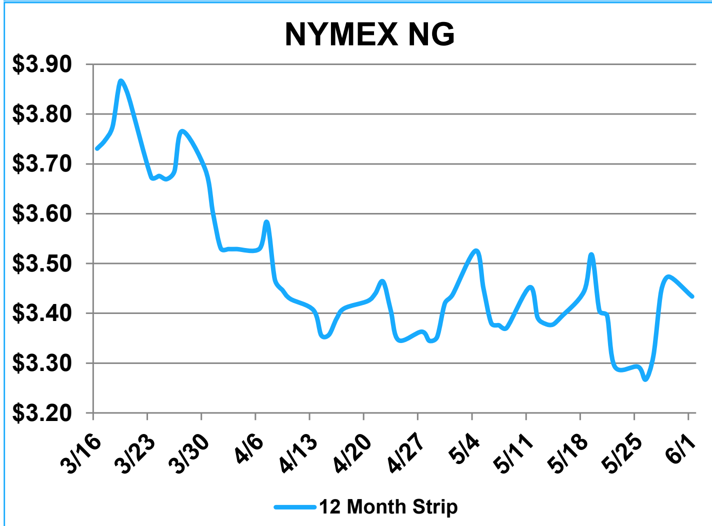
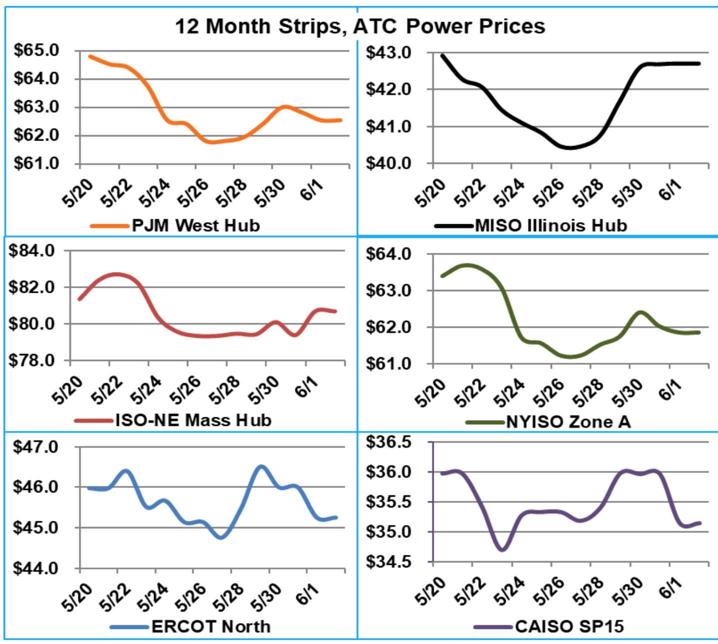
DAILY MARKET UPDATE - June 2, 2026

Early Morning Update
The July '26 natural gas contract is trading down $0.03 at $3.14. The July '26 crude oil contract is up $0.67 at $91.48.

Summary
Th natural gas prompt month lost 11 cents yesterday, as July 2026 settled at $3.18/MMBtu. August and September lost about 10 cents each, settling at $3.21 and $3.18, respectively. Natural gas near-term futures eased as the White House has indicated once again that the opening of the Strait of Hormuz and a ceasefire is reachable over the next week. Demand for natural gas continues to soften with total U.S. demand forecasted to drop 1.2 Bcf/d today. The drop in demand is mainly driven by a 1.5 Bcf/d drop in power burn. Industrial demand rose a meager 0.1 Bcf/d, and resident and commercial demand is expected to rise just 0.3 Bcf/d. LNG export feedgas is expected to decline for the fourth day in a row, dropping 0.1 Bcf/d and sitting at 16.2 Bcf/d today. LNG feedgas continues to decline as only one vessel has been traveling to China, down from as many as five vessels in the prior week.

Bearish Factors	Bullish Factors
Healthy natural gas storage	U.S./Israel attack on Iran
Near-record NG production	Record-high LNG exports
Forward pricing curve backwardated	Data center load growth





Next Day On-Peak Power (traded for 6/2/2026)		
ISO-NE Mass Hub $48.26	NYISO Zone G $36.68	MISO AMIL $31.42
PJM West Hub $39.62	ERCOT North Hub $30.29	CAISO SP15 $8.88

NYMEX NG	Close	Change
Jul-26	3.179	-0.111
Aug-26	3.211	-0.107
12-Month	3.434	-0.040
Cal 27	3.507	0.003
Cal 28	3.719	0.017

EIA Natural Gas Storage

EIA Reported Storage (Bcf)	This Week	Last Week	Last Year	5-Year Avg.
Total	2,483	2,391	2,462	2,339
Diff v. Current		92	21	144
% Diff			0.9%	6.2%