



Riley Natural Gas Company

Energy Commodities Update For Close of Business January 10, 2013

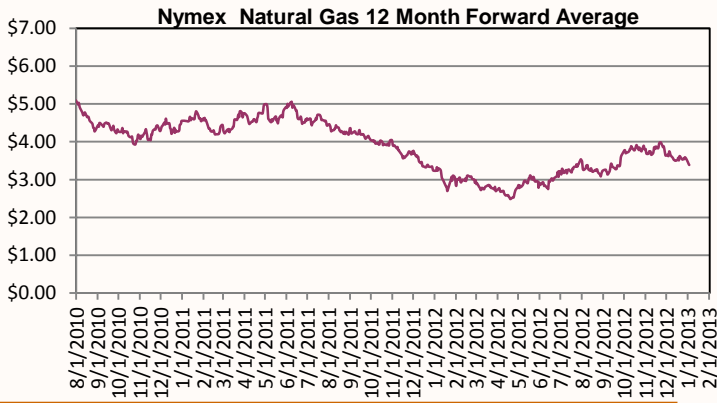
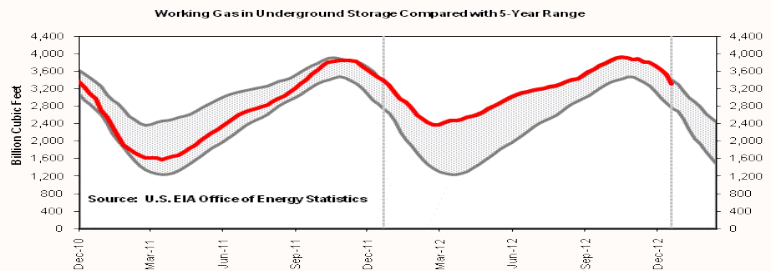
Market Update & Outlook



Weather:

- Rain moves into a good chunk of the region Friday.
- Some pockets of freezing drizzle or light freezing rain possible over valley areas of southern New York and northern Pennsylvania.
- Much of northern New England stays dry Friday.
- Temperatures continue to warm through the weekend with readings 15 to 25 degrees above average expected Saturday and Sunday.
- Friday highs should be mostly in the 40s from southern New England and Upstate New York to Pennsylvania and in the 50s from Maryland and Delaware to the Virginias.

Storage to compare with 5 year range: Working gas in storage was 3,316 Bcf as of Friday, January 4, 2013, according to EIA estimates. This represents a net decline of 201 Bcf from the previous week. Stocks were 88 Bcf less than last year at this time and 320 Bcf above the 5-year average of 2,996 Bcf. In the East Region, stocks were 93 Bcf above the 5-year average following net withdrawals of 113 Bcf.



Market Watch: The NYMEX near-month (February 2013) natural gas contract fell 12 cents per MMBtu during the report week to \$3.113 per MMBtu. During its tenure as the near-month contract, the February contract fell 35.6 cents per MMBtu. Last year, the February 2012 contract remained below \$3 per MMBtu during most of its time in the near-month position. The 12-month strip (the average of the contracts from February 2013 through March 2014) for this report week lost a little more than 10 cents per MMBtu, falling from \$3.504 per MMBtu last Wednesday to \$3.403 per MMBtu yesterday.

Check out our new website at www.rileynaturalgas.com

Natural Gas Nymex Trading 1/10/13

Month	High	Low	Last	Change
Feb'13	\$3.193	\$3.193	\$3.193	\$0.080
Mar'13	\$3.208	\$3.150	\$3.208	\$0.077
Apr'13	\$3.257	\$3.257	\$3.257	\$0.075
May'13	\$3.315	\$3.260	\$3.315	\$0.074
Jun'13	\$3.376	\$3.320	\$3.376	\$0.073
Jul'13	\$3.436	\$3.436	\$3.436	\$0.072
Aug'13	\$3.465	\$3.465	\$3.465	\$0.070
Sep'13	\$3.478	\$3.478	\$3.478	\$0.068

Crude Oil Nymex Trading 1/10/13

Month	High	Low	Last	Change
Feb'13	\$93.82	\$93.82	\$93.82	\$0.72
Mar'13	\$94.27	\$94.27	\$94.27	\$0.71
Apr'13	\$94.65	\$94.65	\$94.65	\$0.66
May'13	\$94.97	\$94.97	\$94.97	\$0.59
Jun'13	\$95.21	\$95.21	\$95.21	\$0.53
Jul'13	\$95.33	\$95.33	\$95.33	\$0.46
Aug'13	\$95.32	\$95.32	\$95.32	\$0.41
Sep'13	\$95.22	\$95.21	\$95.22	\$0.36

January Indices

January Nymex - \$3.354
Columbia Gas Transmission- \$3.330
Dominion Transmission- \$3.220
Indices are the first of the month Index as published by Inside F.E.R.C.'s Gas Market Report.

Natural Gas Nymex Strip Prices

Strip	High	Low	Last	Change
6 mo	\$3.298	\$3.269	\$3.298	\$0.075
12 mo	\$3.471	\$3.457	\$3.471	\$0.069
Summer 13	\$3.405	\$3.389	\$3.405	\$0.071
Winter 12-13	\$3.201	\$3.172	\$3.201	\$0.079