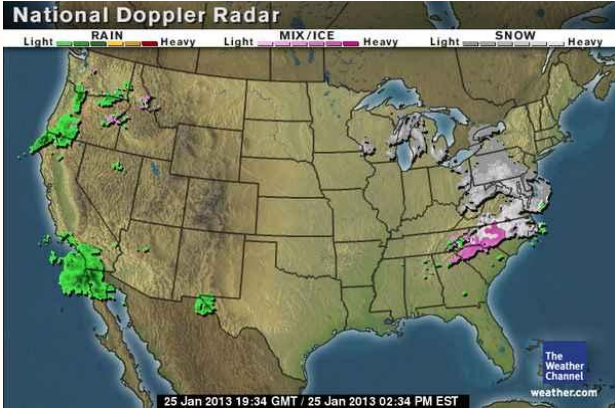




Riley Natural Gas Company

Energy Commodities Update For Close of Business January 24, 2013

Market Update & Outlook

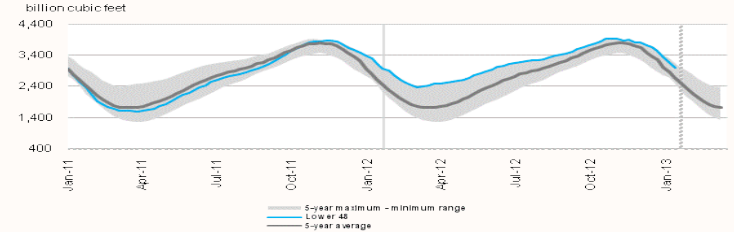


Weather:

- A weak system will spread light snow across much of NY/PA and Virginia.
- Snow should reach New England this evening.
- Accumulations should generally be 1 to 3 inches, with slightly higher amounts in the Appalachians.
- Cold temperatures will hang on across the region.
- Today's high temperatures range from the single digits along the Canadian border to the lower 30s in Virginia.

Storage to compare with 5 year range: Working gas in storage was 2,996 Bcf as of Friday, January 18, 2013, according to EIA estimates. This represents a net decline of 172 Bcf from the previous week. Stocks were 157 Bcf less than last year at this time and 320 Bcf above the 5-year average of 2,676 Bcf. In the East Region, stocks were 118 Bcf above the 5-year average following net withdrawals of 80 Bcf.

Working gas in underground storage compared with the 5-year maximum and minimum



Source: U.S. Energy Information Administration

Nymex Natural Gas 12 Month Forward Average



Market Watch: The Nymex February futures price rose from \$ 3.435 per MMBtu last Wednesday to **\$3.554 per MMBtu yesterday**. During the week, the futures price spread over the Henry Hub daily spot price averaged between -7.2 cents and 5.4 cents per MMBtu. The 12-Month Strip (average of February 2013 to January 2014 contracts) gained 12 cents per MMBtu, starting at \$3.654 per MMBtu last Wednesday and landing at \$3.774 per MMBtu yesterday.

Check out our new website at www.rileynaturalgas.com

Natural Gas Nymex Trading 1/24/13

Month	High	Low	Last	Change
Feb'13	\$3.592	\$3.441	\$3.457	(\$0.097)
Mar'13	\$3.588	\$3.447	\$3.468	(\$0.085)
Apr'13	\$3.613	\$3.482	\$3.506	(\$0.075)
May'13	\$3.666	\$3.540	\$3.562	(\$0.075)
Jun'13	\$3.718	\$3.593	\$3.614	(\$0.076)
Jul'13	\$3.768	\$3.652	\$3.663	(\$0.078)
Aug'13	\$3.789	\$3.669	\$3.678	(\$0.084)
Sep'13	\$3.795	\$3.678	\$3.697	(\$0.069)

Crude Oil Nymex Trading 1/24/13

Month	High	Low	Last	Change
Mar '13	\$96.68	\$95.12	\$96.01	\$0.78
Apr '13	\$97.16	\$95.60	\$96.50	\$0.75
May '13	\$97.57	\$96.00	\$96.94	\$0.73
Jun '13	\$97.89	\$96.30	\$97.30	\$0.76
Jul '13	\$97.95	\$96.47	\$97.40	\$0.73
Aug '13	\$97.56	\$96.42	\$97.31	\$0.73
Sep '13	\$97.51	\$96.08	\$97.03	\$0.67
Oct '13	\$96.92	\$96.10	\$96.77	\$0.69

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	\$3.658	\$3.526	\$3.545	(\$0.081)
12 mo	\$3.801	\$3.682	\$3.699	(\$0.075)
Summer 13	\$3.739	\$3.617	\$3.635	(\$0.075)
Winter 12-13	\$3.590	\$3.444	\$3.463	(\$0.091)