



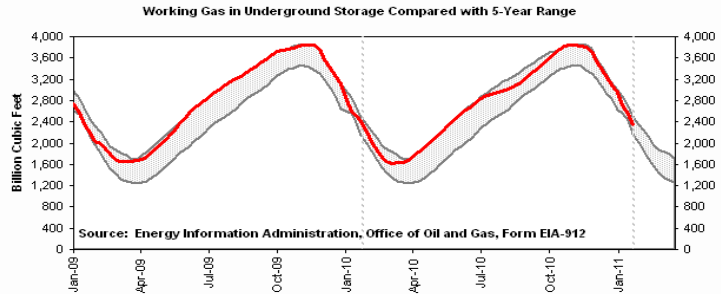
Market Update & Outlook

Current Temperatures

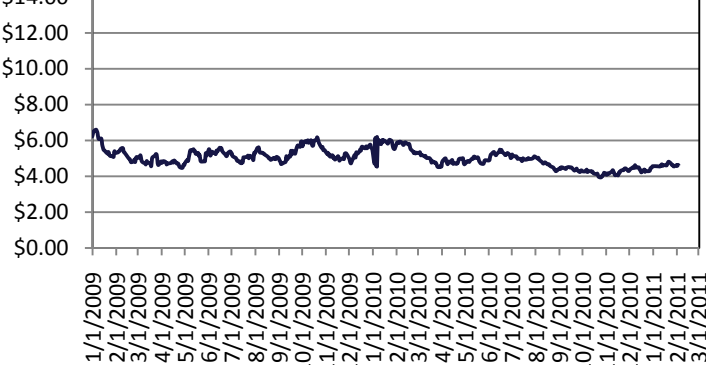


Weather: After a dry day across the region, precipitation from the system impacting the South will begin to move north into the region tonight with more widespread precipitation tomorrow and tomorrow night. The precipitation will likely start off as snow and transition to rain as warmer air makes its way up the coast with precipitation trending back towards snow tomorrow night as the system moves away and cold air moves in. Another system, but much weaker, will bring another round of snow to the interior on Sunday and for much of the rest of the region on Monday. Highs today will range from around 20 in the higher elevations of Northern New England and the Adirondacks to the mid 40s in western West Virginia.

Storage to compare with 5 year range: Working gas in storage was 2,353 Bcf as of Friday, January 28, 2011, according to EIA estimates. This represents a net decline of 189 Bcf from the previous week. Stocks were 69 Bcf less than last year at this time and 5 Bcf above the 5-year average of 2,348 Bcf. In the East Region, stocks were 107 Bcf below the 5-year average following net withdrawals of 115 Bcf.



Nymex Natural Gas 12 Month Forward Average



Market Watch: At the NYMEX, the price of the near-month contract for March delivery decreased \$0.07, or 1.6 percent, during the report week, to \$4.43 per MMBtu. The decrease occurred likely in response to expectations of a reprieve in extreme cold in consuming regions of the country, thus decreasing space-heating demand. While the current cold will likely result in large withdrawals from storage in EIA's storage report next week, the current strength in supplies may suggest that the cold weather has not changed the fundamental outlook for the industry. The March 2011 contract is trading lower than the settlement price of the March contract in 2010.

Natural Gas Nymex Trading 2/3/11

Month	High	Low	Last	Change
Mar '11	\$4.337	\$4.337	\$4.337	(\$0.092)
Apr '11	\$4.357	\$4.357	\$4.357	(\$0.088)
May '11	\$4.405	\$4.405	\$4.405	(\$0.080)
Jun '11	\$4.461	\$4.461	\$4.461	(\$0.078)
Jul '11	\$4.513	\$4.513	\$4.513	(\$0.073)
Aug '11	\$4.541	\$4.541	\$4.541	(\$0.068)
Sep '11	\$4.545	\$4.545	\$4.545	(\$0.066)
Oct '11	\$4.589	\$4.589	\$4.589	(\$0.063)

Crude Oil Nymex Trading 2/3/11

Month	High	Low	Last	Change
Mar '11	\$87.200	\$87.050	\$85.640	(\$1.690)
Apr '11	\$88.290	\$88.290	\$88.290	(\$1.060)
May '11	\$90.450	\$90.450	\$90.450	(\$0.660)
Jun '11	\$91.910	\$91.910	\$91.910	(\$0.480)
Jul '11	\$92.940	\$92.940	\$92.940	(\$0.340)
Aug '11	\$93.620	\$93.620	\$93.620	(\$0.230)
Sep '11	\$94.070	\$94.070	\$94.070	(\$0.220)
Oct '11	\$94.440	\$94.440	\$94.440	(\$0.220)

February Indices

February Nymex - \$4.316
Columbia Gas Transmission- \$4.470
Dominion Transmission- \$4.520
*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	\$4.436	\$4.436	\$4.436	(\$0.080)
12 mo	\$4.631	\$4.631	\$4.631	(\$0.066)
Winter 10 -11	\$4.337	\$4.337	\$4.337	(\$0.092)
Summer 11	\$4.487	\$4.487	\$4.487	(\$0.074)