



### Market Update & Outlook

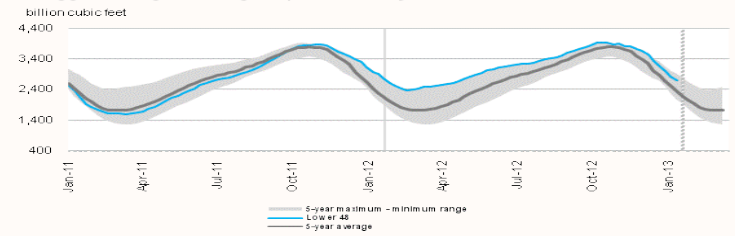
#### National Doppler Radar



**Weather:** Snow from Winter Storm Nemo works into northern New York and northern New England Thursday night as an area of rain and wintry mix spreads into the Virginias, Maryland, Delaware, southern Pennsylvania and southern New Jersey from a southern storm. Friday and Friday night two storms combine into a huge nor'easter east of New Jersey and southeast of Massachusetts. Heavy snow and strong winds produce blizzard conditions across New England Friday night into Saturday. Parts of New England could see 2 to 3 feet of snow. Travel disruptions are likely and could last for days. - Widespread power outages are likely. Preparations for Nemo should be completed by AM Friday. Rain changes over to snow in southeast New York, New York City, New Jersey and eastern Pennsylvania Friday evening as the Nemo grows stronger. From eastern Pennsylvania to the southern New England coast, including New York City, snowfall totals of 6 to 10 inches are forecast. Across Upstate New York snowfall ranges from 6 to 12 inches along the Pennsylvania border to over a foot in central and northern sections. Nemo will produce coastal flooding at high tide Fri. evening Long Is. and coastal New England. Wind chills could fall to between 0 and 10 degrees around Boston Friday night.

**Storage to compare with 5 year range:** Working gas in storage was 2,684 Bcf as of Friday, February 1, 2013, according to EIA estimates. This represents a net decline of 118 Bcf from the previous week. Stocks were 226 Bcf less than last year at this time and 351 Bcf above the 5-year average of 2,333 Bcf. In the East Region, stocks were 118 Bcf above the 5-year average following net withdrawals of 88 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: At the Nymex, the March 2013 and April 2013 contracts both ended the week up slightly.



The March 2013 and April 2013 New York Mercantile Exchange (Nymex) contracts rose yesterday by 2.5 percent and 2.3 percent, respectively, over closing prices on Wednesday, January 30. The March 2013 contract closed yesterday at \$3.418 per MMBtu, compared to \$3.335 per MMBtu last Wednesday, while the April 2013 Nymex contract closed yesterday at \$3.464 per MMBtu, versus \$3.385 per MMBtu last Wednesday.

Check out our new website at [www.rileynaturalgas.com](http://www.rileynaturalgas.com)

#### Natural Gas Nymex Trading 2/7/13

Month	High	Low	Last	Change
Mar '13	\$3.285	\$3.285	\$3.285	(\$0.133)
Apr '13	\$3.345	\$3.345	\$3.345	(\$0.119)
May '13	\$3.411	\$3.411	\$3.411	(\$0.110)
Jun '13	\$3.474	\$3.474	\$3.474	(\$0.108)
Jul '13	\$3.534	\$3.534	\$3.534	(\$0.106)
Aug '13	\$3.558	\$3.558	\$3.558	(\$0.104)
Sep '13	\$3.565	\$3.565	\$3.565	(\$0.104)
Oct '13	\$3.597	\$3.597	\$3.597	(\$0.100)

#### Crude Oil Nymex Trading 2/7/13

Month	High	Low	Last	Change
Mar '13	\$95.83	\$95.83	\$95.83	(\$0.79)
Apr '13	\$96.35	\$96.35	\$96.35	(\$0.74)
May '13	\$96.88	\$96.88	\$96.88	(\$0.67)
Jun '13	\$97.35	\$97.35	\$97.35	(\$0.62)
Jul '13	\$97.70	\$97.70	\$97.70	(\$0.58)
Aug '13	\$97.86	\$97.86	\$97.86	(\$0.54)
Sep '13	\$97.88	\$97.88	\$97.88	(\$0.47)
Oct '13	\$97.78	\$97.78	\$97.78	(\$0.40)

#### February Indices

February Nymex - \$3.226  
Columbia Gas Transmission- \$3.230  
Dominion Transmission- \$3.130  
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	\$3.435	\$3.435	\$3.435	(\$0.113)
12 mo	\$3.621	\$3.621	\$3.621	(\$0.104)
Summer 13	\$3.498	\$3.498	\$3.498	(\$0.107)
Winter 13-14	\$3.932	\$3.932	\$3.932	(\$0.088)