



### Market Update & Outlook



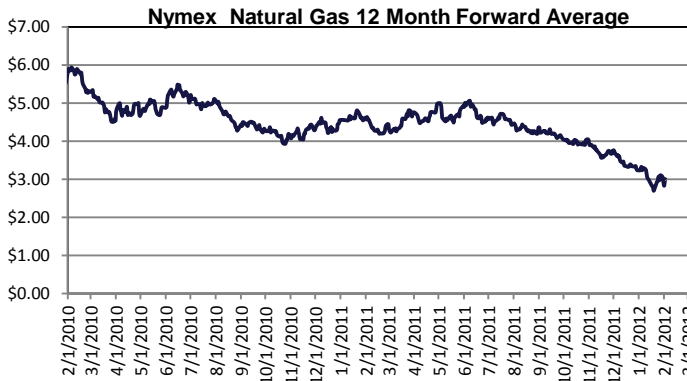
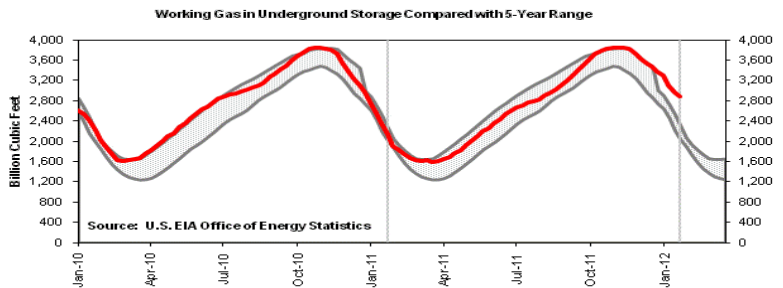
#### Weather:

- \* Dry weather is expected across the region
- \* Warmer than average temperatures are expected for New England, New York, New Jersey, and most of Pennsylvania
- \* Highs will range from around 30 in Northern New England to upper 40s along the Mid-Atlantic Coast

A report from the National Oceanic and Atmospheric Administration (NOAA) has identified January 2012 as the fourth-warmest January on record for the contiguous United States.

In the contiguous U.S., the average temperature for January was 36.3°F which is 5.5°F above normal range. This makes the month not only the fourth warmest of its kind in history, but also the warmest since 2006.

**Storage to compare with 5 year range:** Working gas in storage was 2,888 Bcf as of Friday, February 3, 2012, according to EIA estimates. This represents a net decline of 78 Bcf from the previous week. Stocks were 714 Bcf higher than last year at this time and 714 Bcf above the 5-year average of 2,174 Bcf. In the East Region, stocks were 276 Bcf above the 5-year average following net withdrawals of 59 Bcf.



**Market Watch:** At the NYMEX, the March 2012 contract rose from \$2.382 per MMBtu last Wednesday to \$2.448 per MMBtu yesterday, an increase of 6.6 cents (2.8 percent). The March 2012 contract peaked on Thursday at \$2.554 per MMBtu (up 7.2 percent) with the arrival of the colder weather, but began a gradual decline afterwards likely on forecasts for the return of milder temperatures set against a backdrop of ample national storage lingering into spring.

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#### Natural Gas Nymex Trading 2/9/12

Month	High	Low	Last	Change
Mar'12	\$2.477	\$2.477	\$2.477	\$0.029
Apr'12	\$2.636	\$2.636	\$2.636	\$0.038
May'12	\$2.763	\$2.763	\$2.763	\$0.047
Jun'12	\$2.858	\$2.858	\$2.858	\$0.053
Jul'12	\$2.940	\$2.940	\$2.940	\$0.056
Aug'12	\$2.973	\$2.973	\$2.973	\$0.055
Sep'12	\$2.982	\$2.982	\$2.982	\$0.053
Oct'12	\$3.027	\$3.027	\$3.027	\$0.052

#### Crude Oil Nymex Trading 2/9/12

Month	High	Low	Last	Change
Mar'12	\$99.84	\$99.84	\$99.84	\$1.13
Apr'12	\$100.24	\$100.24	\$100.24	\$1.14
May'12	\$100.87	\$100.87	\$100.87	\$1.15
Jun'12	\$101.54	\$101.54	\$101.54	\$1.15
Jul'12	\$102.16	\$102.16	\$102.16	\$1.17
Aug'12	\$102.60	\$102.60	\$102.60	\$1.17
Sep'12	\$102.88	\$102.88	\$102.88	\$1.16
Oct'12	\$103.08	\$103.08	\$103.08	\$1.14

#### February Indices

February Nymex - \$2.678  
Columbia Gas Transmission- \$2.660  
Dominion Transmission- \$2.640  
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	\$2.775	\$2.775	\$2.775	\$0.046
12 mo	\$3.046	\$3.046	\$3.046	\$0.046
Summer 12	\$2.883	\$2.883	\$2.883	\$0.051
Winter 11 - 12	\$2.477	\$2.477	\$2.477	\$0.029