

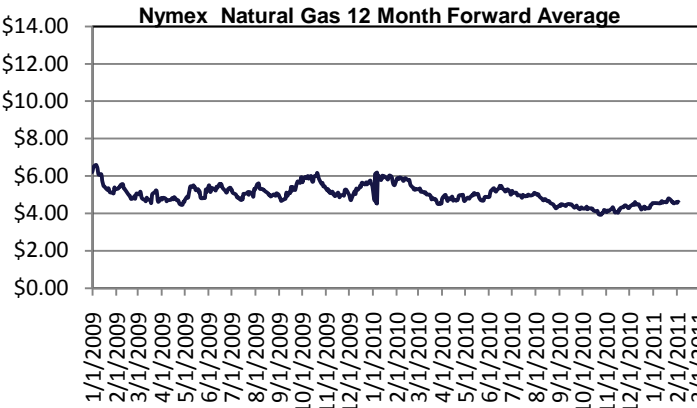
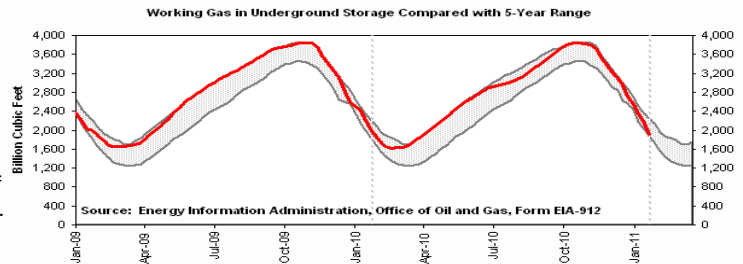


Market Update & Outlook



Weather: Dry high pressure will dominate the Northeast next week with sunshine region wide. Temperatures will rebound closer to average. Highs will range from the 20s and low 30s across northern New York and northern New England to the 40s and low 50s in the Virginias. On Thursday, the next storm approaches with a little wintry mix moving into Upstate New York and rain advancing into western Pennsylvania, West Virginia and western Virginia. Thursday night and Friday, the windy storm will move through with snow in the eastern Great Lakes and northern New England and rain from the Virginias to southern New England.

Storage to compare with 5 year range: Working gas in storage was 1,911 Bcf as of Friday, February 11, 2011, according to EIA estimates. This represents a net decline of 233 Bcf from the previous week. Stocks were 141 Bcf less than last year at this time and 128 Bcf below the 5-year average of 2,039 Bcf. In the East Region, stocks were 135 Bcf below the 5-year average following net withdrawals of 118 Bcf.



Market Watch: At the NYMEX, the price of the near-month contract (for March delivery) decreased \$0.12 during the report week to \$3.921 per MMBtu. With the weather outlook for much of the country indicating moderate temperatures will continue, the price of the March contract decreased in relatively small increments in three of five trading sessions during the report week. The March contract is now priced almost \$0.40 lower than the final expiration price of the February 2011 contract. Downward price pressure also appears related to a very strong outlook for domestic production. At the end of trading yesterday, the 12-month strip, which is the average for natural gas futures contracts over the next year, was priced at \$4.28 per MMBtu, a decrease of about \$0.12 per MMBtu, or 2.8 percent, since last Wednesday.

Natural Gas Nymex Trading 2/17/11

Month	High	Low	Last	Change
Mar '11	\$3.868	\$3.868	\$3.868	(\$0.053)
Apr '11	\$3.901	\$3.901	\$3.901	(\$0.060)
May '11	\$3.968	\$3.968	\$3.968	(\$0.062)
Jun '11	\$4.090	\$4.090	\$4.030	(\$0.058)
Jul '11	\$4.087	\$4.087	\$4.087	(\$0.056)
Aug '11	\$4.118	\$4.118	\$4.118	(\$0.057)
Sep '11	\$4.130	\$4.130	\$4.130	(\$0.057)
Oct '11	\$4.176	\$4.176	\$4.176	(\$0.057)

Crude Oil Nymex Trading 2/17/11

Month	High	Low	Last	Change
Mar '11	\$86.360	\$86.360	\$86.360	\$1.370
Apr '11	\$88.840	\$88.840	\$88.840	\$1.000
May '11	\$91.180	\$91.180	\$91.180	\$0.220
Jun '11	\$92.740	\$92.740	\$92.740	(\$0.080)
Jul '11	\$93.830	\$93.830	\$93.830	(\$0.300)
Aug '11	\$94.540	\$94.540	\$94.540	(\$0.430)
Sep '11	\$95.090	\$95.090	\$95.090	(\$0.480)
Oct '11	\$95.580	\$95.580	\$95.580	(\$0.490)

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	\$4.005	\$4.005	\$3.995	(\$0.058)
12 mo	\$4.238	\$4.238	\$4.228	(\$0.054)
Winter 10 -11	\$3.868	\$3.868	\$3.868	(\$0.053)
Summer 11	\$4.067	\$4.067	\$4.059	(\$0.058)