



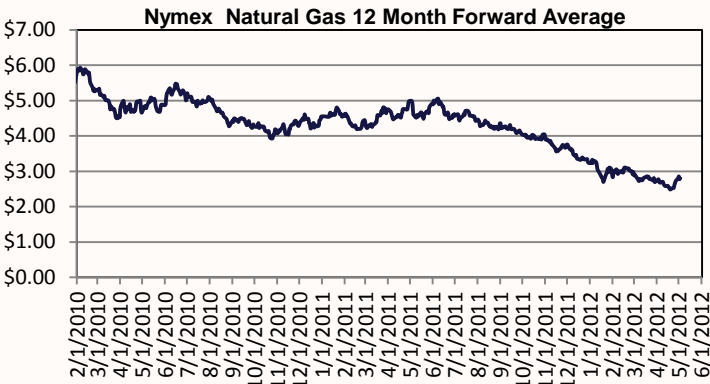
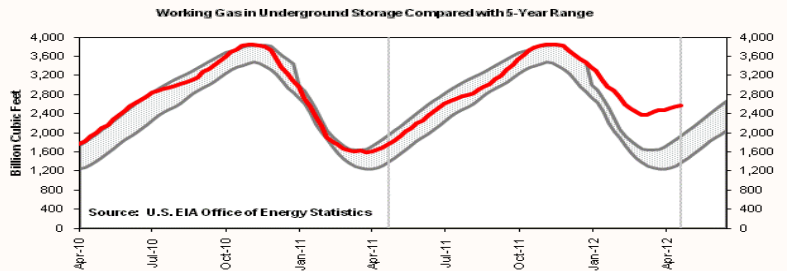
Market Update & Outlook



Weather:

- ❖ Showers and storms expected for much of the region
- ❖ Severe storms possible for the Mid-Atlantic to southeastern New York
- ❖ Very warm temperatures are expected for much of the region
- ❖ Highs 10-20 degrees above average possible in the Appalachians
- ❖ Cool temperatures expected for the New England Coast
- ❖ Highs will range from the 50s in parts of New England to the upper 80s near Chesapeake Bay

Storage to compare with 5 year range: Working gas in storage was 2,576 Bcf as of Friday, April 27, 2012, according to EIA estimates. This represents a net increase of 28 Bcf from the previous week. Stocks were 840 Bcf higher than last year at this time and 857 Bcf above the 5-year average of 1,719 Bcf. In the East Region, stocks were 425 Bcf above the 5-year average following net injections of 20 Bcf.



Market Watch: At the NYMEX, the June 2012 contract rose from \$2.170 per MMBtu last Wednesday to \$2.253 per MMBtu yesterday, an increase of 8.3 cents per MMBtu (3.8 percent) over the period. The June 2012 contract led the upturn in the futures market with an 11.5 percent rally over three days before giving back 5.0 percent yesterday on forecasts of more moderate weather. The 3-Month Strip (average of June-July-August contracts) followed suit with a 16.9 cent per MMBtu gain for the week.

Check out our new website at www.rileynaturalgas.com

Natural Gas Nymex Trading 5/3/12

Month	High	Low	Last	Change
Jun'12	\$2.340	\$2.340	\$2.340	\$0.087
Jul'12	\$2.430	\$2.430	\$2.430	\$0.076
Aug'12	\$2.515	\$2.515	\$2.495	\$0.069
Sep'12	\$2.565	\$2.535	\$2.543	\$0.068
Oct'12	\$2.645	\$2.625	\$2.632	\$0.067
Nov'12	\$2.900	\$2.900	\$2.890	\$0.073
Dec'12	\$3.225	\$3.195	\$3.224	\$0.076
Jan'13	\$3.380	\$3.350	\$3.381	\$0.074

Crude Oil Nymex Trading 5/3/12

Month	High	Low	Last	Change
Jun'12	\$102.76	\$102.68	\$102.54	(\$2.68)
Jul'12	\$102.92	\$102.92	\$102.92	(\$2.66)
Aug'12	\$103.20	\$103.20	\$103.20	(\$2.63)
Sep'12	\$103.40	\$103.40	\$103.40	(\$2.57)
Oct'12	\$103.54	\$103.54	\$103.54	(\$2.50)
Nov'12	\$103.69	\$103.69	\$103.69	(\$2.41)
Dec'12	\$103.83	\$103.83	\$103.83	(\$2.31)
Jan'13	\$103.94	\$103.94	\$103.94	(\$2.21)

May Indices

May Nymex - \$2.036
Columbia Gas Transmission- \$2.070
Dominion Transmission- \$2.070
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	\$2.566	\$2.558	\$2.555	\$0.073
12 mo	\$2.958	\$2.945	\$2.957	\$0.074
Summer 12	\$2.499	\$2.489	\$2.488	\$0.073
Winter 12	\$3.254	\$3.232	\$3.254	\$0.074