



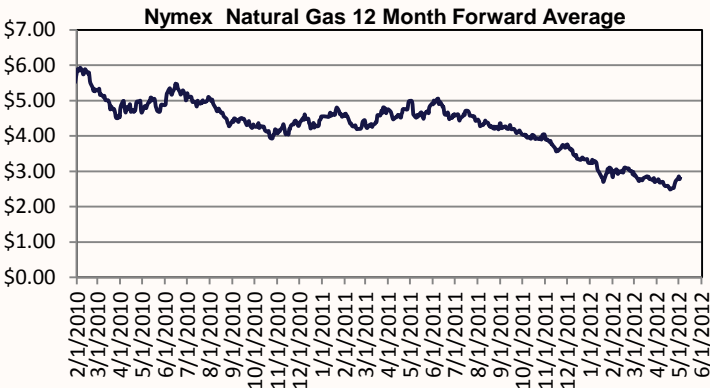
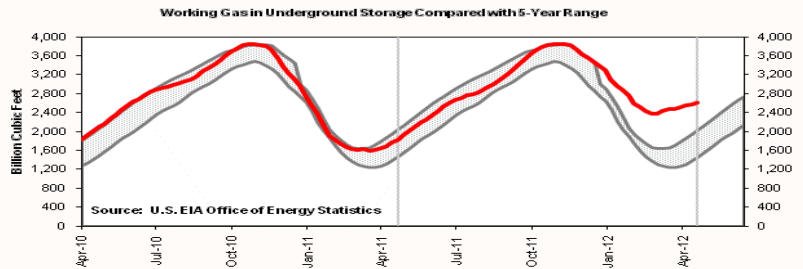
### Market Update & Outlook



#### Weather:

- ❖ Spotty showers and isolated T-Storms possible along backside of upper-trough for northern New England
- ❖ Most areas will be dry and mostly sunny, including New York City and Philadelphia
- ❖ A breezy west/northwest wind for most areas with departing upper-trough and high pressure across Mid-Atlantic
- ❖ Highs will range from the 50s in northern New England to the mid 70s near Chesapeake Bay

**Storage to compare with 5 year range:** Working gas in storage was 2,606 Bcf as of Friday, May 4, 2012, according to EIA estimates. This represents a net increase of 30 Bcf from the previous week. Stocks were 799 Bcf higher than last year at this time and 803 Bcf above the 5-year average of 1,803 Bcf. In the East Region, stocks were 400 Bcf above the 5-year average following net injections of 24 Bcf.



**Market Watch:** At the NYMEX, the June 2012 contract rose from \$2.253 per MMBtu last Wednesday to \$2.465 per MMBtu yesterday, an increase of 21.2 cents per MMBtu (9.4 percent). With the exception of a 3 percent drop on Friday, the contract rose steadily over the week. The 12-Month Strip (average of June 2012 through May 2013 contracts) followed a similar pattern with a 19.5 cent per MMBtu (6.8 percent) increase for the week.

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

#### Natural Gas Nymex Trading 5/10/12

Month	High	Low	Last	Change
Jun '12	\$2.487	\$2.487	\$2.487	\$0.022
Jul '12	\$2.569	\$2.569	\$2.569	\$0.019
Aug '12	\$2.628	\$2.628	\$2.628	\$0.018
Sep '12	\$2.667	\$2.667	\$2.667	\$0.013
Oct '12	\$2.757	\$2.757	\$2.757	\$0.012
Nov '12	\$3.033	\$3.033	\$3.033	\$0.016
Dec '12	\$3.374	\$3.374	\$3.374	\$0.023
Jan '13	\$3.525	\$3.525	\$3.525	\$0.019

#### Crude Oil Nymex Trading 5/10/12

Month	High	Low	Last	Change
Jun '12	\$97.08	\$97.08	\$97.08	\$0.27
Jul '12	\$97.41	\$97.41	\$97.41	\$0.26
Aug '12	\$97.65	\$97.65	\$97.65	\$0.23
Sep '12	\$97.89	\$97.89	\$97.89	\$0.21
Oct '12	\$98.11	\$98.11	\$98.11	\$0.20
Nov '12	\$98.29	\$98.29	\$98.29	\$0.19
Dec '12	\$98.44	\$98.44	\$98.44	\$0.19
Jan '13	\$98.58	\$98.58	\$98.58	\$0.19

#### 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	\$2.690	\$2.690	\$2.690	\$0.017
12 mo	\$3.095	\$3.095	\$3.095	\$0.017
Summer 12	\$2.622	\$2.622	\$2.622	\$0.017
Winter 12	\$3.398	\$3.398	\$3.398	\$0.018