



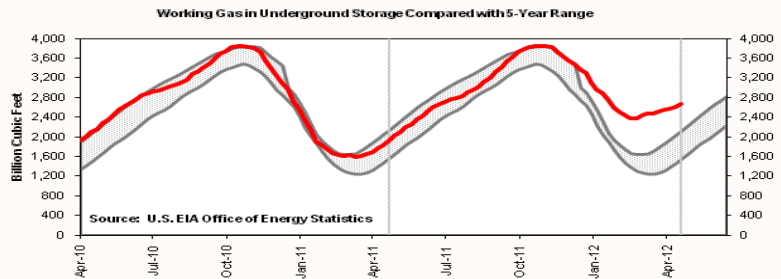
### Market Update & Outlook



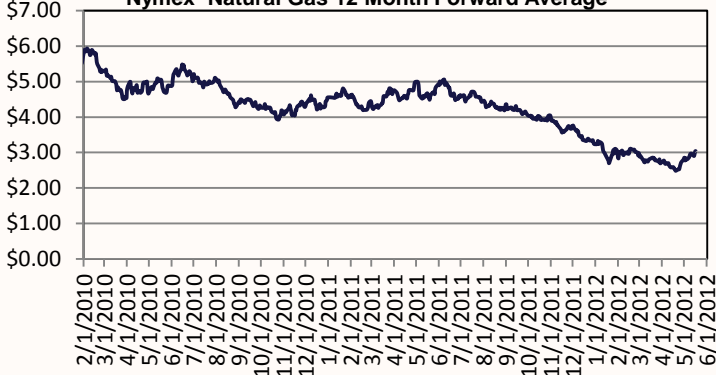
#### Weather:

- ❖ Areas of frost expected this morning for northern Pennsylvania, parts of New York, and Northern New England
- ❖ Outside of a few storms in southern West Virginia, the region should be dry
- ❖ Warm temperatures expected this afternoon in the interior
- ❖ Highs will range from the 60s in northern Maine to around 80 in western West Virginia

**Storage to compare with 5 year range:** Working gas in storage was 2,667 Bcf as of Friday, May 11, 2012, according to EIA estimates. This represents a net increase of 61 Bcf from the previous week. Stocks were 774 Bcf higher than last year at this time and 773 Bcf above the 5-year average of 1,894 Bcf. In the East Region, stocks were 393 Bcf above the 5-year average following net injections of 47 Bcf.



#### Nymex Natural Gas 12 Month Forward Average



**Market Watch:** At the NYMEX, the June 2012 contract rose from \$2.465 per MMBtu last Wednesday to \$2.618 per MMBtu yesterday, an increase of 15.3 cents (6.2 percent). While relatively steady late last week, prices increased significantly over the past three days, rising 18.7 cents from Monday to yesterday's close.

The 12-Month Strip (average of June 2012 to May 2013 contracts) closed yesterday at \$3.167 per MMBtu, up 8.9 cents per MMBtu (2.9 percent) for the week.

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

#### Natural Gas Nymex Trading 5/17/12

Month	High	Low	Last	Change
Jun'12	\$2.594	\$2.594	\$2.594	(\$0.024)
Jul'12	\$2.673	\$2.673	\$2.673	(\$0.014)
Aug'12	\$2.730	\$2.730	\$2.730	(\$0.014)
Sep'12	\$2.765	\$2.765	\$2.765	(\$0.013)
Oct'12	\$2.795	\$2.795	\$2.840	(\$0.012)
Nov'12	\$3.089	\$3.089	\$3.089	(\$0.016)
Dec'12	\$3.401	\$3.401	\$3.401	(\$0.016)
Jan'13	\$3.554	\$3.554	\$3.554	(\$0.014)

#### Crude Oil Nymex Trading 5/17/12

Month	High	Low	Last	Change
Jun'12	\$93.55	\$93.50	\$92.56	(\$0.25)
Jul'12	\$92.94	\$92.94	\$92.94	(\$0.25)
Aug'12	\$93.19	\$93.19	\$93.19	(\$0.29)
Sep'12	\$93.44	\$93.44	\$93.44	(\$0.34)
Oct'12	\$93.66	\$93.66	\$93.66	(\$0.38)
Nov'12	\$93.83	\$93.83	\$93.83	(\$0.40)
Dec'12	\$94.00	\$94.00	\$94.00	(\$0.41)
Jan'13	\$94.13	\$94.13	\$94.13	(\$0.44)

#### 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	\$2.774	\$2.774	\$2.782	(\$0.016)
12 mo	\$3.148	\$3.148	\$3.152	(\$0.015)
Summer 12	\$2.711	\$2.711	\$2.720	(\$0.015)
Winter 12	\$3.431	\$3.431	\$3.431	(\$0.014)