



Market Update & Outlook

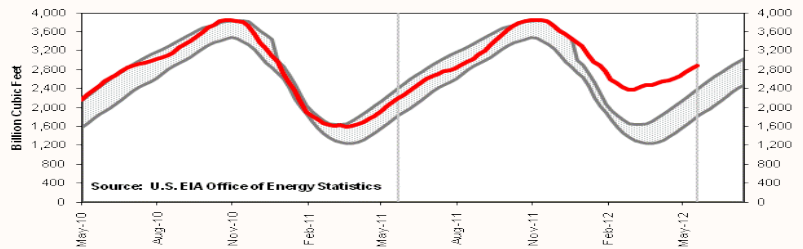
National Doppler Radar



Weather: An upper level disturbance charges at the region from south-central Canada Friday. The disturbance triggers scattered thunderstorms from central New York and Pennsylvania through New England Friday afternoon and evening. Some severe thunderstorms capable of producing damaging wind gusts and hail are possible from central New York and northeast Pennsylvania through New England. A stray shower or thunderstorm are possible around the Appalachians of Maryland, West Virginia and Virginia Friday afternoon and evening. Finally temperatures warm close to early June averages Friday. Highs will be mostly in the 70s in New York and New England and from the upper 70s to middle 80s from Pennsylvania and New Jersey southward. Severe thunderstorms are also possible Saturday across northern Pennsylvania, northern New Jersey and southern New York.

Storage to compare with 5 year range: Working gas in storage was 2,877 Bcf as of Friday, June 1, 2012, according to EIA estimates. This represents a net increase of 62 Bcf from the previous week. Stocks were 713 Bcf higher than last year at this time and 687 Bcf above the 5-year average of 2,190 Bcf. In the East Region, stocks were 347 Bcf above the 5-year average following net injections of 38 Bcf.

Working Gas in Underground Storage Compared with 5-Year Range



Nymex Natural Gas 12 Month Forward Average



Market Watch: At the NYMEX, the July 2012 contract ended the week virtually unchanged, rising slightly from \$2.418 per MMBtu last Wednesday to \$2.421 per MMBtu yesterday, an increase of 0.1 percent. Prices dropped late last week, falling to \$2.326 per MMBtu on Friday, but rose on Monday and Tuesday before retreating slightly yesterday. The 12-Month Strip (average of June 2012 to May 2013 contracts) closed yesterday at \$2.999 per MMBtu, up 3.8 cents per MMBtu (1.3 percent) for the week.

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Natural Gas Nymex Trading 6/7/12

Month	High	Low	Last	Change
Jul'12	\$2.274	\$2.274	\$2.274	(\$0.147)
Aug'12	\$2.327	\$2.327	\$2.327	(\$0.147)
Sep'12	\$2.377	\$2.377	\$2.377	(\$0.144)
Oct'12	\$2.477	\$2.477	\$2.477	(\$0.136)
Nov'12	\$2.765	\$2.765	\$2.765	(\$0.098)
Dec'12	\$3.091	\$3.090	\$3.090	(\$0.070)
Jan'13	\$3.242	\$3.242	\$3.242	(\$0.067)
Feb'13	\$3.263	\$3.263	\$3.263	(\$0.064)

Crude Oil Nymex Trading 6/7/12

Month	High	Low	Last	Change
Jul'12	\$84.82	\$84.82	\$84.82	(\$0.20)
Aug'12	\$85.13	\$85.13	\$85.13	(\$0.20)
Sep'12	\$85.44	\$85.44	\$85.44	(\$0.20)
Oct'12	\$85.77	\$85.77	\$85.77	(\$0.18)
Nov'12	\$86.11	\$86.11	\$86.11	(\$0.14)
Dec'12	\$86.42	\$86.42	\$86.42	(\$0.11)
Jan'13	\$86.71	\$86.71	\$86.71	(\$0.08)
Feb'13	\$86.92	\$86.92	\$86.92	(\$0.04)

June Indices

June Nymex - \$2.429
Columbia Gas Transmission- \$2.430
Dominion Transmission- \$2.440
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	\$2.552	\$2.552	\$2.552	(\$0.124)
12 mo	\$2.906	\$2.906	\$2.906	(\$0.092)
Summer 12	\$2.364	\$2.364	\$2.364	(\$0.144)
Winter 12	\$3.121	\$3.120	\$3.120	(\$0.073)