



### Market Update & Outlook



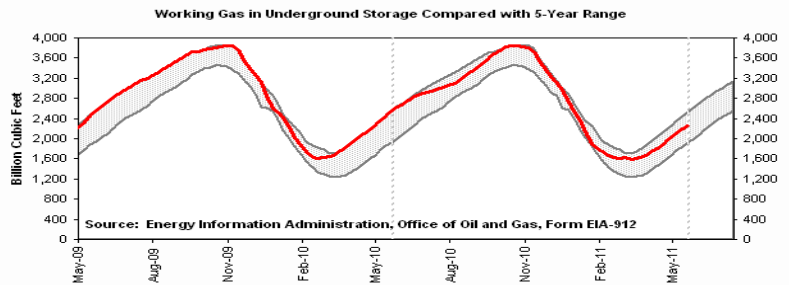
#### Weather:

- \* Showers and thunderstorms are expected for most of the region today and tonight
- \* Breezy conditions are possible at times as low pressure organizes/strengthens over the region
- \* Some shallow coastal flooding is possible around high tide for portions of the Mid-Atlantic Coast
- \* High temperatures are generally expected to be near seasonal averages



**Did You Know?** The United States consumes about one-third of the world's natural gas output, making it the largest gas-consuming region in the world. The U.S. Department of Energy's Energy Information Administration forecasts that natural gas demand will grow by more than 50 percent by 2025.

**Storage to compare with 5 year range:** Working gas in storage was 2,256 Bcf as of Friday, June 10, 2011, according to EIA estimates. This represents a net increase of 69 Bcf from the previous week. Stocks were 275 Bcf less than last year at this time and 76 Bcf below the 5-year average of 2,332 Bcf. In the East Region, stocks were 133 Bcf below the 5-year average following net injections of 48 Bcf.



#### Nymex Natural Gas 12 Month Forward Average



**Market Watch:** At the NYMEX, the price of the July 2011 contract dropped 27.0 cents (5.6 percent) over the week from \$4.847 per MMBtu last Wednesday to \$4.577 per MMBtu yesterday. But on Wednesday evening last week, just before 8:00 PM ET, the July futures contract plunged 33.7 cents (6.9 percent), in a mysterious "flash crash," ignoring real-world market fundamentals. The price fireworks were attributed to either a trader entering an accidental extra zero on a sell order ("fat finger syndrome") or a black-box automated trading algorithm that had its buy/sell signals crossed.

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#### Natural Gas Nymex Trading 6/16/11

Month	High	Low	Last	Change
Jul '11	\$4.412	\$4.412	\$4.412	(\$0.165)
Aug '11	\$4.450	\$4.450	\$4.450	(\$0.161)
Sep '11	\$4.476	\$4.476	\$4.476	(\$0.159)
Oct '11	\$4.513	\$4.513	\$4.513	(\$0.157)
Nov '11	\$4.649	\$4.649	\$4.649	(\$0.147)
Dec '11	\$4.839	\$4.839	\$4.839	(\$0.136)
Jan '12	\$4.942	\$4.942	\$4.942	(\$0.129)
Feb '12	\$4.932	\$4.932	\$4.932	(\$0.127)

#### Crude Oil Nymex Trading 6/16/11

Month	High	Low	Last	Change
Jul '11	\$94.95	\$94.95	\$94.95	\$0.14
Aug '11	\$95.36	\$95.36	\$95.36	\$0.10
Sep '11	\$95.77	\$95.77	\$95.77	\$0.06
Oct '11	\$96.15	\$96.15	\$96.15	\$0.04
Nov '11	\$96.55	\$96.55	\$96.55	\$0.05
Dec '11	\$96.89	\$96.89	\$96.89	\$0.09
Jan '12	\$97.19	\$97.19	\$97.19	\$0.12
Feb '12	\$97.46	\$97.46	\$97.46	\$0.14

#### June Indices

June Nymex - \$4.326  
Columbia Gas Transmission- \$4.46  
Dominion Transmission- \$4.48  
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	\$4.557	\$4.557	\$4.557	(\$0.154)
12 mo	\$4.695	\$4.695	\$4.695	(\$0.136)
Summer 11	\$4.463	\$4.463	\$4.463	(\$0.161)
Winter 11 - 12	\$4.847	\$4.847	\$4.847	(\$0.133)