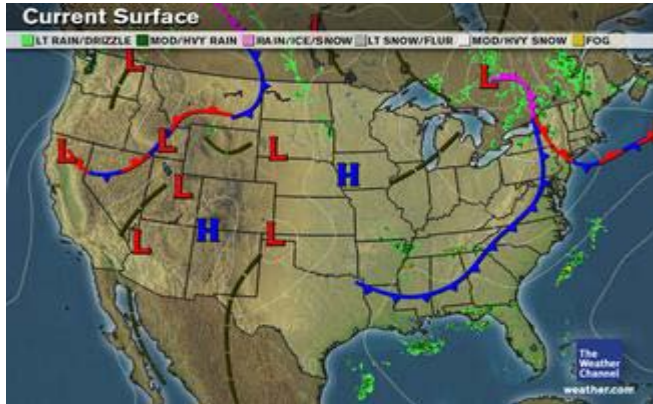




Market Update & Outlook



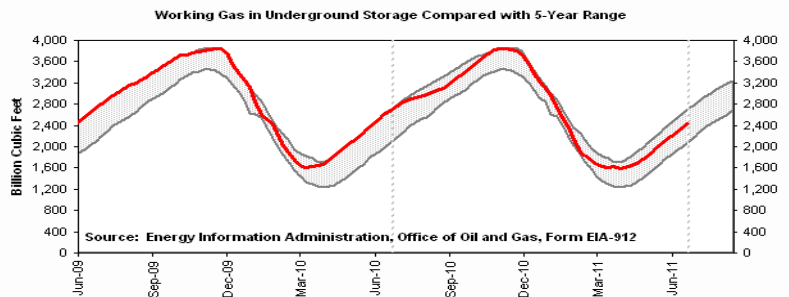
Weather:

- ❖ Showers and thunderstorms are possible for much of the region today and tonight
 - ❖ Some severe storms are possible from northern New York to the Mid-Atlantic Coast today
 - ❖ Areas of locally heavy rainfall are possible as well
 - ❖ Breezy conditions are possible at times
- Cooler than average temperatures are expected for much of the region

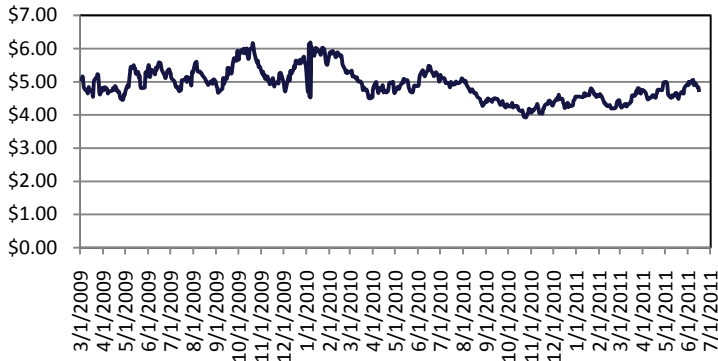


Did You Know? The United States consumes about one-third of the world's natural gas output, making it the largest gas-consuming region in the world. The U.S. Department of Energy's Energy Information Administration forecasts that natural gas demand will grow by more than 50 percent by 2025.

Storage to compare with 5 year range: Working gas in storage was 2,354 Bcf as of Friday, June 17, 2011, according to EIA estimates. This represents a net increase of 98 Bcf from the previous week. Stocks were 258 Bcf less than last year at this time and 64 Bcf below the 5-year average of 2,418 Bcf. In the East Region, stocks were 126 Bcf below the 5-year average following net injections of 64 Bcf.



Nymex Natural Gas 12 Month Forward Average



Market Watch: NYMEX price declines were steeper than they were on the spot market. The near-month (July 2011) contract dropped \$0.26, from \$4.58 per MMBtu last Wednesday to \$4.32 per MMBtu yesterday.

The 12-month strip dropped \$0.23 from \$4.83 per MMBtu last Wednesday to \$4.60 per MMBtu yesterday.

Check out our new website at www.rileynaturalgas.com

Natural Gas Nymex Trading 6/23/11

Month	High	Low	Last	Change
Jul '11	\$4.193	\$4.193	\$4.193	(\$0.124)
Aug '11	\$4.217	\$4.217	\$4.217	(\$0.133)
Sep '11	\$4.243	\$4.243	\$4.243	(\$0.132)
Oct '11	\$4.410	\$4.410	\$4.287	(\$0.131)
Nov '11	\$4.424	\$4.424	\$4.424	(\$0.127)
Dec '11	\$4.725	\$4.725	\$4.615	(\$0.123)
Jan '12	\$4.825	\$4.825	\$4.720	(\$0.120)
Feb '12	\$4.714	\$4.714	\$4.714	(\$0.117)

Crude Oil Nymex Trading 6/23/11

Month	High	Low	Last	Change
Aug '11	\$91.02	\$91.02	\$91.02	(\$4.39)
Sep '11	\$91.54	\$91.54	\$91.54	(\$4.38)
Oct '11	\$92.04	\$92.04	\$92.04	(\$4.31)
Nov '11	\$92.57	\$92.57	\$92.57	(\$4.21)
Dec '11	\$93.04	\$93.04	\$93.04	(\$4.11)
Jan '12	\$93.45	\$93.45	\$93.45	(\$4.04)
Feb '12	\$93.87	\$93.87	\$93.87	(\$3.95)
Mar '12	\$94.28	\$94.28	\$94.28	(\$3.85)

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	\$4.369	\$4.369	\$4.330	(\$0.128)
12 mo	\$4.531	\$4.530	\$4.478	(\$0.121)
Summer 11	\$4.266	\$4.266	\$4.235	(\$0.130)
Winter 11 - 12	\$4.669	\$4.669	\$4.626	(\$0.121)