Riley Natural Gas Company 120 Genesis Boulevard Bridgeport, WV 26330

Riley Natural Gas Company Energy Commodities Update For Close of Business July 5, 2012

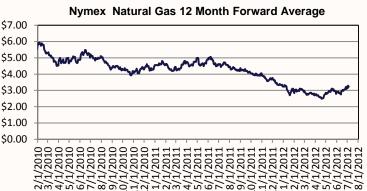
## Market Update & Outlook



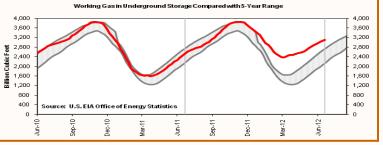
## Weather:

- -Scattered showers and thunderstorms target the Virginias Sunday through Tuesday.
- -A few severe storms are possible across southern Virginia. -A stray shower or thunderstorm is possible over the remainder of
- the Mid-Atlantic.
- -Dry weather is on tap for New York and New England.
- -Lows will range from the upper 40s and 50s nearer the Canadian border to the middle 70s in eastern Virginia.
- -With temperatures near average for the most part, highs will range from the 70s and low 80s north to mainly the 80s south.

**Storage to compare with 5 year range:** Working gas in storage was 3,102 Bcf as of Friday, June 29, 2012, according to EIA estimates. This represents a net increase of 39 Bcf from the previous week. Stocks were 602 Bcf higher than last year at this time and 573 Bcf above the 5-year average of 2,529 Bcf. In the East Region, stocks were 268 Bcf above the 5-year average following net injections of 35 Bcf.



Natural Gas Nymex Trading 7/5/12							
Month	High	Low	Last	Change			
Aug '12	\$2.945	\$2.905	\$2.945	\$0.046			
Sep '12	\$2.950	\$2.950	\$2.950	\$0.039			
Oct '12	\$2.990	\$2.990	\$2.990	\$0.035			
Nov '12	\$3.209	\$3.209	\$3.209	\$0.032			
Dec '12	\$3.448	\$3.448	\$3.448	\$0.019			
Jan '13	\$3.583	\$3.575	\$3.583	\$0.009			
Feb '13	\$3.593	\$3.585	\$3.593	\$0.018			
July Indices							
<u>July Nymex</u> - \$2.7740							
Columbia Gas Transmission- \$2.750							
Dominion Transmission- \$2.740							
Indices are the first of the month Index as published by							
Inside F.E.R.C.'s Gas Market Report.							





Market Watch: At the NYMEX, the July 2012 contract, which expired yesterday, ended the week higher, rising from \$2.517 per MMBtu last Wednesday to \$2.774 per MMBtu yesterday, an increase of 10.2 percent. Prices rose every day to close 25.7 cents per MMBtu higher, reflecting, in part, an anticipated return to above-normal temperatures for several parts of the

nation. The August contract, which moves into the near-month position today, rose from \$2.555 per MMBtu last Wednesday to \$2.798 per MMBtu yesterday. The 12-Month Strip (average of July 2012 to June 2013 contracts) rose every day of the reporting period before dipping yesterday, closing at \$3.207 per MMBtu, up 14.8 cents per MMBtu (4.8 percent) for the week.

Check out our new website at www.rileynaturalgas.com						
Crude Oil Nymex Trading 7/5/12						
High	Low	Last	Change			
\$87.22	\$87.22	\$87.22	(\$0.44)			
\$87.57	\$87.57	\$87.57	(\$0.46)			
\$87.94	\$87.94	\$87.94	(\$0.45)			
\$88.37	\$88.37	\$88.37	(\$0.43)			
\$88.82	\$88.82	\$88.82	(\$0.40)			
\$89.26	\$89.26	\$89.26	(\$0.36)			
\$89.62	\$89.62	\$89.62	(\$0.32)			
Natural Gas Nymex Strip Prices						
High	Low	Last	Change			
\$3.188	\$3.180	\$3.188	\$0.030			
\$3.379	\$3.374	\$3.379	\$0.022			
\$2.962	\$2.948	\$2.962	\$0.040			
\$3.479	\$3.476	\$3.479	\$0.019			
	Crude Oil Nyn High \$87.22 \$87.57 \$87.94 \$88.37 \$88.82 \$89.26 \$89.62 Natural Gas High \$3.188 \$3.379 \$2.962	Kingh Low   High Low   \$87.22 \$87.22   \$87.57 \$87.57   \$87.94 \$87.94   \$88.37 \$88.37   \$88.82 \$89.26   \$89.26 \$89.62   Natural Gas Nymex Str High   High Low   \$3.188 \$3.180   \$3.379 \$3.374   \$2.962 \$2.948	Figh Low Last   High Low Last   \$87.22 \$87.22 \$87.22   \$87.57 \$87.57 \$87.57   \$87.94 \$87.94 \$87.94   \$88.37 \$88.37 \$88.37   \$88.82 \$88.82 \$88.82   \$89.26 \$89.26 \$89.62   Natural Gas Nymex Strip Prices High Low   High Low Last   \$3.188 \$3.180 \$3.188   \$3.379 \$3.374 \$3.379   \$2.962 \$2.948 \$2.962			

Disclaimer: This information is provided for the convenience of our customers and potential customers. All Crude Oil prices in \$ per Barrel Riley Natural Gas Company assumes no responsibility or liability for the accuracy or completeness of pricing or information in this document.