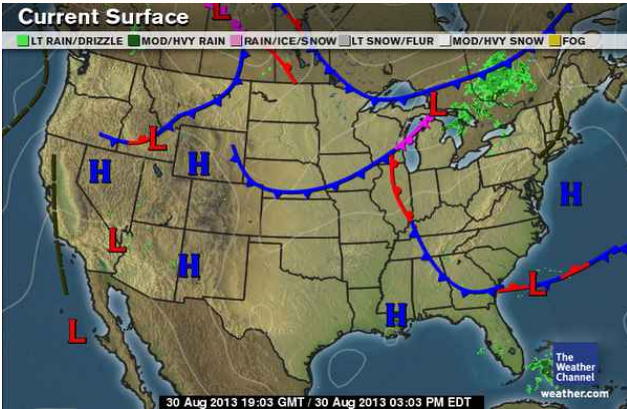




Riley Natural Gas Company

Energy Commodities Update For Close of Business August 29, 2013

Market Update & Outlook



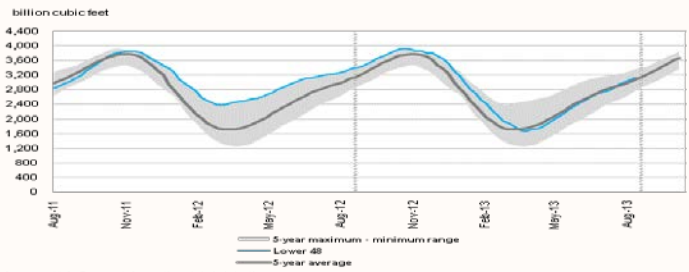
Weather:

Showers and thunderstorms will be scattered from West Virginia, through Upstate new York to much of New England Saturday. A very few storms could turn severe with hail and gusty winds. Most of the coastal areas will be dry during the day on Saturday. Saturday highs will be in the mid 80s to near 90 along coastal areas. Highs mainly in the 70s from western New York to northern New England Saturday. More unsettled weather Sunday with showers and thunderstorms widely scattered across the region. A higher chance for thunderstorms across the region Monday as a cold front approaches the region. Temperatures will be a bit lower Monday across the region due to clouds and more widespread precipitation.

Storage to compare with 5 year range:

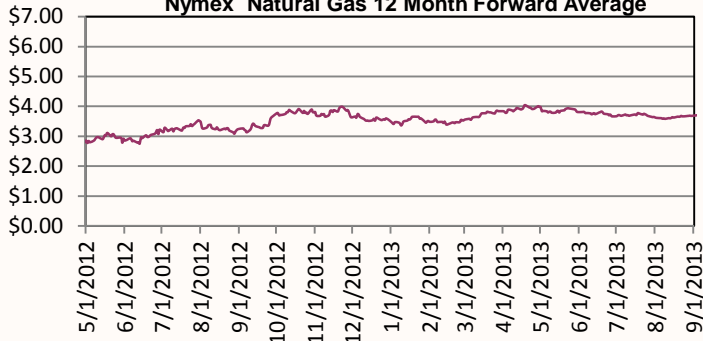
Working gas in storage was 3,130 Bcf as of Friday, August 23, 2013, according to EIA estimates. This represents a net increase of 67 Bcf from the previous week. Stocks were 235 Bcf less than last year at this time and 45 Bcf above the 5-year average of 3,085 Bcf. In the East Region, stocks were 107 Bcf below the 5-year average following net injections of 49 Bcf.

Working gas in underground storage compared with the 5-year maximum and minimum



Source: U.S. Energy Information Administration

Nymex Natural Gas 12 Month Forward Average



Market Watch: At the Nymex, the price of the September 2013 contract increased slightly. The price of the September 2013 contract rose for the third consecutive report week, from \$3.460 per MMBtu last Wednesday to \$3.567 per MMBtu yesterday, its final day as the front-month contract. The October 2013 contract, which becomes the front month contract today, closed yesterday at \$3.582 per MMBtu. The 12-month strip (the average of the 12 contracts between September 2013 and August 2014) increased from \$3.771 per MMBtu last Wednesday to \$3.821 yesterday

Natural Gas Nymex Trading 8/29/13

Month	High	Low	Last	Change
Oct '13	\$3.655	\$3.510	\$3.618	\$0.037
Nov '13	\$3.756	\$3.618	\$3.720	\$0.031
Dec '13	\$3.902	\$3.780	\$3.874	\$0.024
Jan '14	\$3.990	\$3.865	\$3.958	\$0.023
Feb '14	\$3.983	\$3.873	\$3.957	\$0.022
Mar '14	\$3.950	\$3.835	\$3.919	\$0.022
Apr '14	\$3.875	\$3.769	\$3.849	\$0.018
May '14	\$3.885	\$3.798	\$3.868	\$0.019

Crude Oil Nymex Trading 8/29/13

Month	High	Low	Last	Change
Oct '13	\$110.07	\$107.72	\$108.80	(\$2.22)
Nov '13	\$109.33	\$107.10	\$108.15	(\$2.10)
Dec '13	\$107.79	\$105.64	\$106.60	(\$2.09)
Jan '14	\$106.12	\$104.04	\$104.95	(\$2.06)
Feb '14	\$104.54	\$102.48	\$103.37	(\$2.04)
Mar '14	\$103.01	\$101.50	\$101.90	(\$1.65)
Apr '14	\$101.55	\$100.51	\$100.51	(\$1.25)
May '14	\$100.20	\$99.32	\$99.32	(\$1.25)

September Indices

September Nymex - \$3.567
Columbia Gas Transmission- TBD
Dominion Transmission- TBD
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	\$3.873	\$3.747	\$3.841	\$0.027
12 mo	\$3.898	\$3.790	\$3.873	\$0.022
Summer 13	\$3.655	\$3.510	\$3.618	\$0.037
Winter 13-14	\$3.916	\$3.794	\$3.886	\$0.024