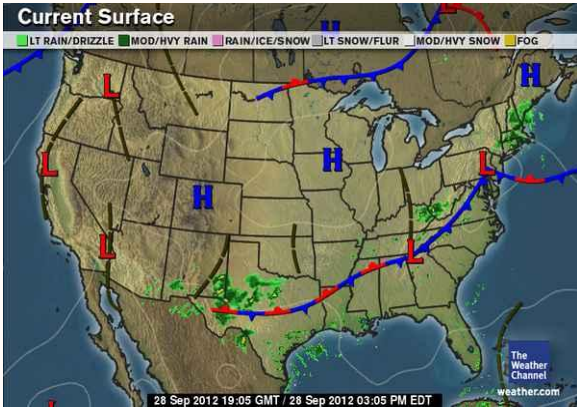




Market Update & Outlook

Current Surface

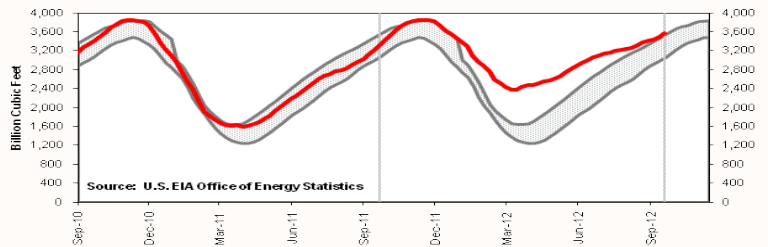


Weather:

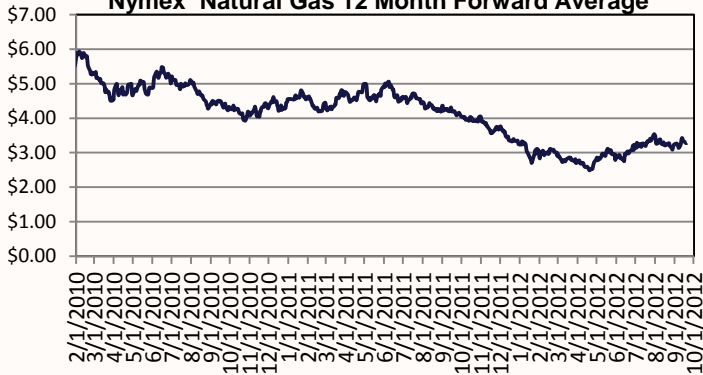
- An area of low pressure with an upper level trough will bring rainy weather to much of New England today.
- Other scattered showers and storms along a frontal boundary central Appalachians and Mid-Atlantic.
- Pockets of locally heavy rain are possible through tonight, with some spots expected to pick up over an inch.
- Cooler than average temperatures are expected for much of the region, with highs ranging from the 50s in northern and eastern New York and in Northern New England to around 80 near Chesapeake Bay.

Storage to compare with 5 year range: Working gas in storage was 3,576 Bcf as of Friday, September 21, 2012, according to EIA estimates. This represents a net increase of 80 Bcf from the previous week. Stocks were 296 Bcf higher than last year at this time and 282 Bcf above the 5-year average of 3,294 Bcf. In the East Region, stocks were 75 Bcf above the 5-year average following net injections of 46 Bcf.

Working Gas in Underground Storage Compared with 5-Year Range



Nymex Natural Gas 12 Month Forward Average



Market Watch: At the NYMEX, the October 2012 contract, which expired yesterday, ended the week significantly higher, rising from \$2.762 per MMBtu last Wednesday to \$3.023 per MMBtu yesterday, an increase of 9.4 percent. Prices rose Thursday and

Friday, and then again after falling on Monday to close yesterday up 26.1 cents per MMBtu overall. The November contract, which moves into the near-month position today, rose from \$2.945 per MMBtu last Wednesday to \$3.215 per MMBtu yesterday. The 12-Month Strip (average of September 2012 to August 2013 contracts) rose through much of the reporting week, closing at \$3.215 per MMBtu, up 27 cents per MMBtu (9.2 percent).

Check out our new website at www.rileynaturalgas.com

Natural Gas Nymex Trading 9/27/12

Month	High	Low	Last	Change
Nov '12	\$3.297	\$3.295	\$3.297	\$0.082
Dec '12	\$3.575	\$3.575	\$3.575	\$0.087
Jan '13	\$3.723	\$3.723	\$3.723	\$0.085
Feb '13	\$3.738	\$3.738	\$3.738	\$0.079
Mar '13	\$3.711	\$3.711	\$3.711	\$0.071
Apr '13	\$3.693	\$3.675	\$3.693	\$0.061
May '13	\$3.721	\$3.710	\$3.721	\$0.056
Jun '13	\$3.756	\$3.745	\$3.756	\$0.053

Crude Oil Nymex Trading 9/27/12

Month	High	Low	Last	Change
Nov '12	\$91.85	\$91.85	\$91.85	\$1.87
Dec '12	\$92.25	\$92.21	\$92.21	\$1.87
Jan '13	\$92.64	\$92.64	\$92.64	\$1.87
Feb '13	\$93.05	\$93.05	\$93.05	\$1.87
Mar '13	\$93.37	\$93.37	\$93.37	\$1.86
Apr '13	\$93.58	\$93.58	\$93.58	\$1.85
May '13	\$93.71	\$93.70	\$93.70	\$1.84
Jun '13	\$93.72	\$93.71	\$93.71	\$1.83

October Indices

October Nymex - \$3.023
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	\$3.623	\$3.620	\$3.623	\$0.078
12 mo	\$3.707	\$3.704	\$3.707	\$0.064
Summer 13	\$3.777	\$3.771	\$3.777	\$0.053
Winter 12-13	\$3.609	\$3.608	\$3.609	\$0.081