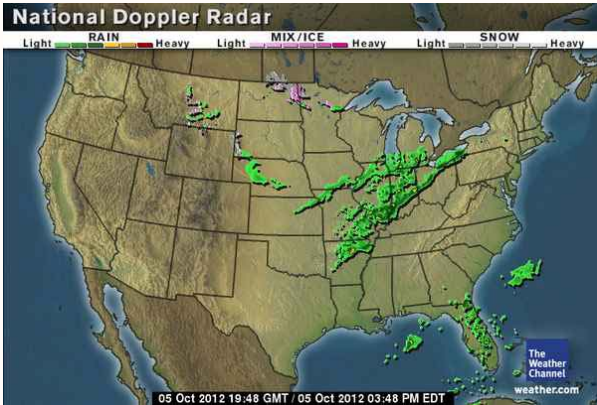




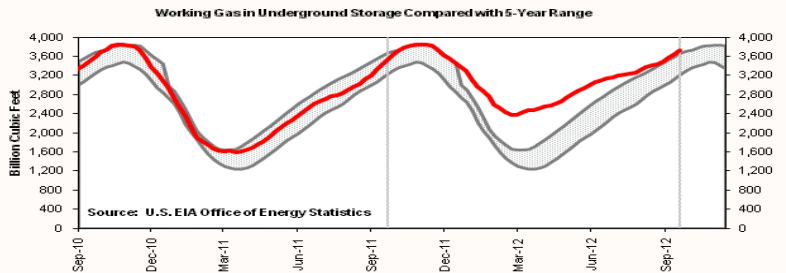
### Market Update & Outlook



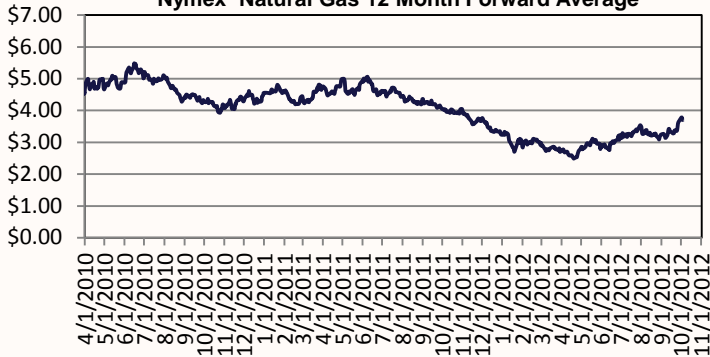
#### Weather:

- A surge of warm air ahead of the strong polar front for many areas from Virginia to southeast New England.
- Much of the region enjoys sunshine, dry and warm weather today.
- A band of showers and isolated storms will increase across western New England into tonight.
- Cooler temperatures will move into the interior tomorrow.
- Highs today will be in the 70s and 80s for most with some 60s in western New York

**Storage to compare with 5 year range:** Working gas in storage was 3,653 Bcf as of Friday, September 28, 2012, according to EIA estimates. This represents a net increase of 77 Bcf from the previous week. Stocks were 272 Bcf higher than last year at this time and 281 Bcf above the 5-year average of 3,372 Bcf. In the East Region, stocks were 70 Bcf above the 5-year average following net injections of 42 Bcf.



#### Nymex Natural Gas 12 Month Forward Average



#### Market Watch: The NYMEX futures price increased week-on-week, persistently above most spot prices.

The NYMEX price rose from \$3.023 per MMBtu last Wednesday to \$3.395 per MMBtu yesterday. On Thursday, the first day of the November near-month futures contract, the NYMEX closed at \$3.297 per MMBtu, 29 cents per MMBtu higher than the Henry Hub spot price. The futures price continued to climb throughout the week, peaking at \$3.531 per MMBtu on Tuesday, and before dropping back to \$3.395 per MMBtu yesterday. The 12-Month Strip (average of November 2012 to October 2013 contracts) gained 19 cents per MMBtu, starting at \$3.578 per MMBtu last Wednesday and landing at \$3.771 per MMBtu yesterday.

Check out our new website at [www.rileynaturalgas.com](http://www.rileynaturalgas.com)

#### Natural Gas Nymex Trading 10/04/12

Month	High	Low	Last	Change
Nov '12	\$3.406	\$3.406	\$3.406	\$0.011
Dec '12	\$3.680	\$3.680	\$3.680	\$0.017
Jan '13	\$3.824	\$3.824	\$3.824	\$0.018
Feb '13	\$3.835	\$3.835	\$3.835	\$0.020
Mar '13	\$3.800	\$3.799	\$3.799	\$0.020
Apr '13	\$3.770	\$3.764	\$3.764	\$0.017
May '13	\$3.789	\$3.789	\$3.789	\$0.017
Jun '13	\$3.825	\$3.825	\$3.825	\$0.021

#### Crude Oil Nymex Trading 10/04/12

Month	High	Low	Last	Change
Nov '12	\$91.71	\$91.71	\$91.71	\$3.57
Dec '12	\$92.07	\$92.07	\$92.07	\$3.55
Jan '13	\$92.48	\$92.48	\$92.48	\$3.51
Feb '13	\$92.90	\$92.90	\$92.90	\$3.49
Mar '13	\$93.25	\$93.25	\$93.25	\$3.45
Apr '13	\$93.48	\$93.48	\$93.48	\$3.39
May '13	\$93.62	\$93.62	\$93.62	\$3.32
Jun '13	\$93.64	\$93.64	\$93.64	\$3.24

#### 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	\$3.719	\$3.718	\$3.718	\$0.017
12 mo	\$3.789	\$3.789	\$3.789	\$0.018
Summer 13	\$3.846	\$3.846	\$3.846	\$0.019
Winter 12-13	\$3.709	\$3.709	\$3.709	\$0.017