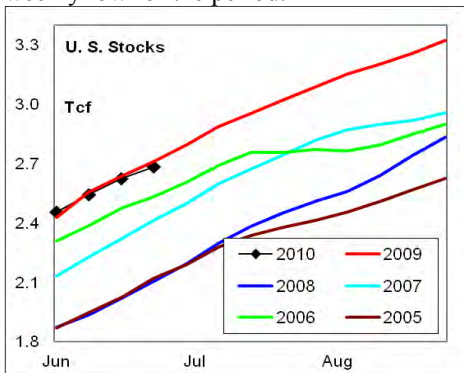
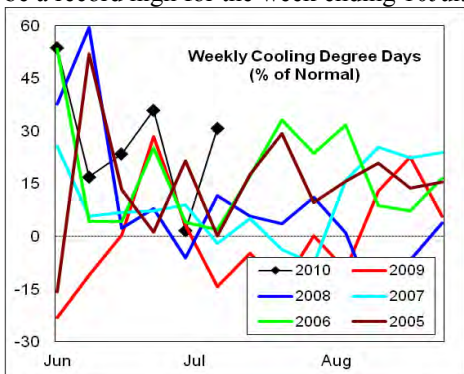


Summary¹ Stocks increased +60 Bcf last week, a level that matched the 5-year weekly low for the period.



Cooling degree days were above average for the entire month of June and forecast to be a record high for the week ending 10Jul.



In the East Region stocks increased +42 Bcf, which was near the 5-year low for the week. The +10 Bcf build in the West Region was near the historic mid range. The stock build of +8 Bcf in the Producing Region was at the low end of the historic range for the week.

Cooling degree days were +58% above normal in the East Region, -22% below normal in the West Region and +26% above normal in the Producing Region for the week ending 26June10.

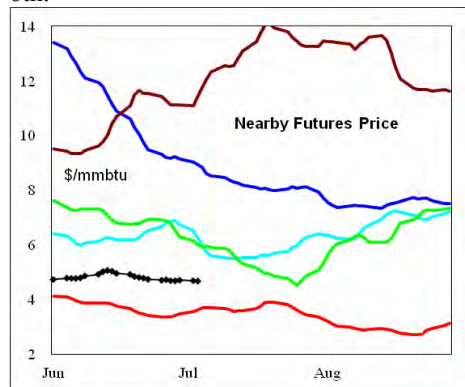
Cooling degree days were +2% above normal for the week ended July 3rd, and forecast to be +31% above normal for the week ending July 10th.

The 6-10 day NWS forecast for the

week ending 16th is for much above normal cooling degree days in the western 1/3rd and the northeast areas of the country.

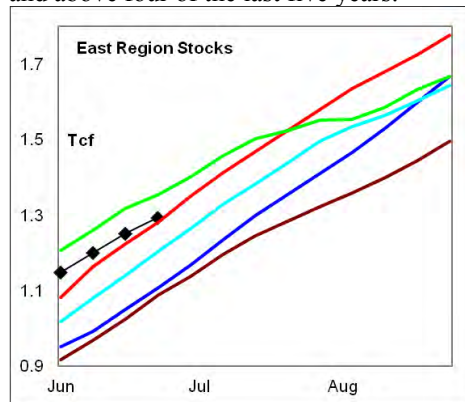
The 8-14 day NWS forecast for the week ending July 20th is for above normal cooling degree days in all areas of the country except the southeast which is near normal.

Prices: Nearby gas futures prices increased +\$0.12/mmbtu for the week ending July 6th.



The 1st - 4th month forward price curve trended lower on the week. The forward curve is at a record high for the period, pointing to ample month supplies.

East Region stocks increased +42 Bcf on the week, which was near the 5-year low for the period. The latest 4-wk stock build was at the low end of the historic range. Stock levels were +0.9% above last year and above four of the last five years.

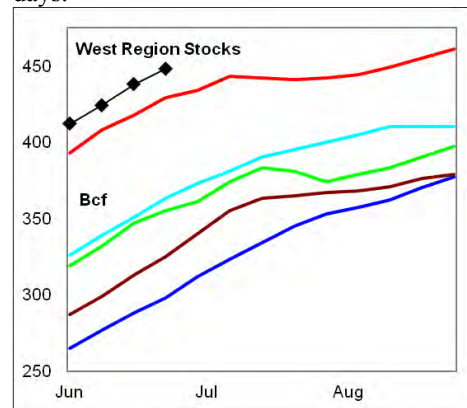


Cooling degrees in the region were +58% above normal for the week ended June 26th, +1% above normal last week and forecast to be +47% above normal for the week ending 10Jul10. Above normal cooling degree days are forecast for the next 10-days in the northeast.

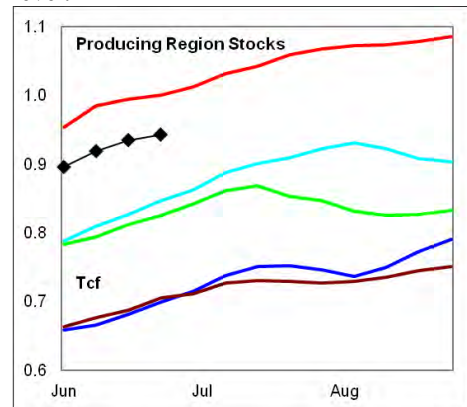
West Region stocks increased +10 Bcf on the week, which was near the mid range. The latest 4-wk stock build matched the

high of the last 5-years. Stock levels are +4.4% above the prior 5-year high.

Cooling degree days were -22% below normal for the week ended June 26th, +8% above normal last week, and forecast to be +15% above normal for the week ending 10Jul10. Much above normal cooling degree days are forecast for the next 10-days.



Producing Region stocks increased +8 Bcf on the week, at the low end of the historic range for the period. The latest 4-wk stock build was above the mid range. Stock levels are -5.7% below last years' record level.



Cooling degree days were +26% above normal for the week ending June 26th, -2% below normal last week and forecast to be +4% above normal for the week ending 10Jul10. Near normal cooling degree days are forecast for the next 10-days.

Residual Fuel Oil Switching: The price spread between residual fuel oil and natural gas remains highly favorable for substitution of gas.

Outlook: Exceptionally high cooling degree days have driven the rate of stock building to below the 5-year mid range. Continued very high cooling degree days should provide support to prices for the next 2-wks.

¹ **Related Web Sites:**

Data Source is EIA Weekly Statistics

National Weather Service 6-10 Day

National Weather Service 10-14 Day



NATURAL GAS: Graph Link and Weekly Summary

Report prepared as of: July 6, 2010

For the week ending: 25-Jun-10

Weekly Trends in Stocks and Cooling Degree Days for the week ending:

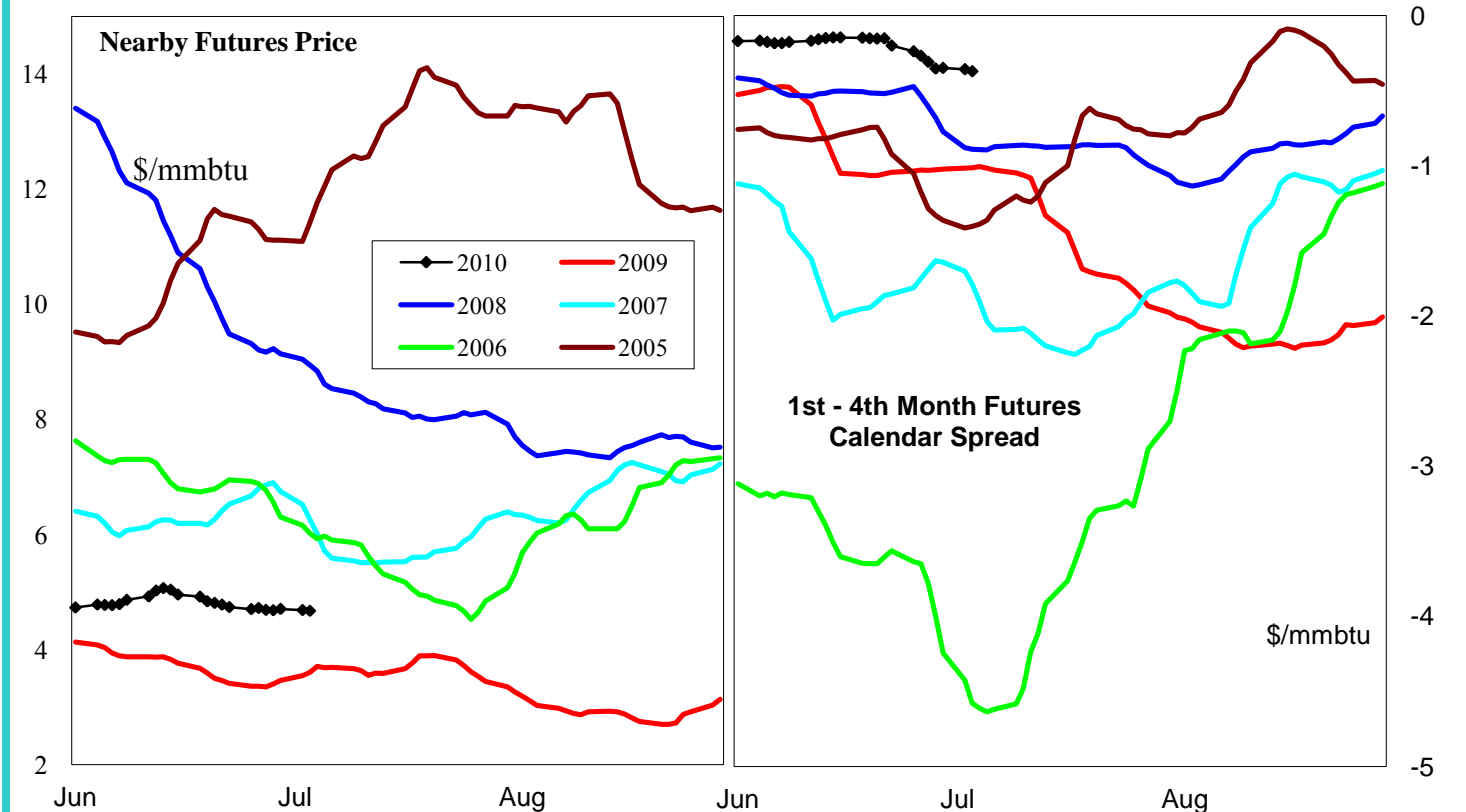
Week ending:	25-Jun-10			26-Jun-10		3-Jul-10		10-Jul-10	
Region	Weekly Stocks			Weekly Cooling Degree Days					
	Bcf	Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
		Week Bcf	Year (%)						
U.S. Total	2,684	60	-1.0	16	36%	-14	2%	25	31%
East	1,293	42	0.9	20	58%	-24	1%	36	47%
West	448	10	4.4	12	-22%	18	8%	7	15%
Producing	943	8	-5.7	7	26%	-23	-2%	12	4%

Seasonal Trends in Stocks and Cooling Degree Days

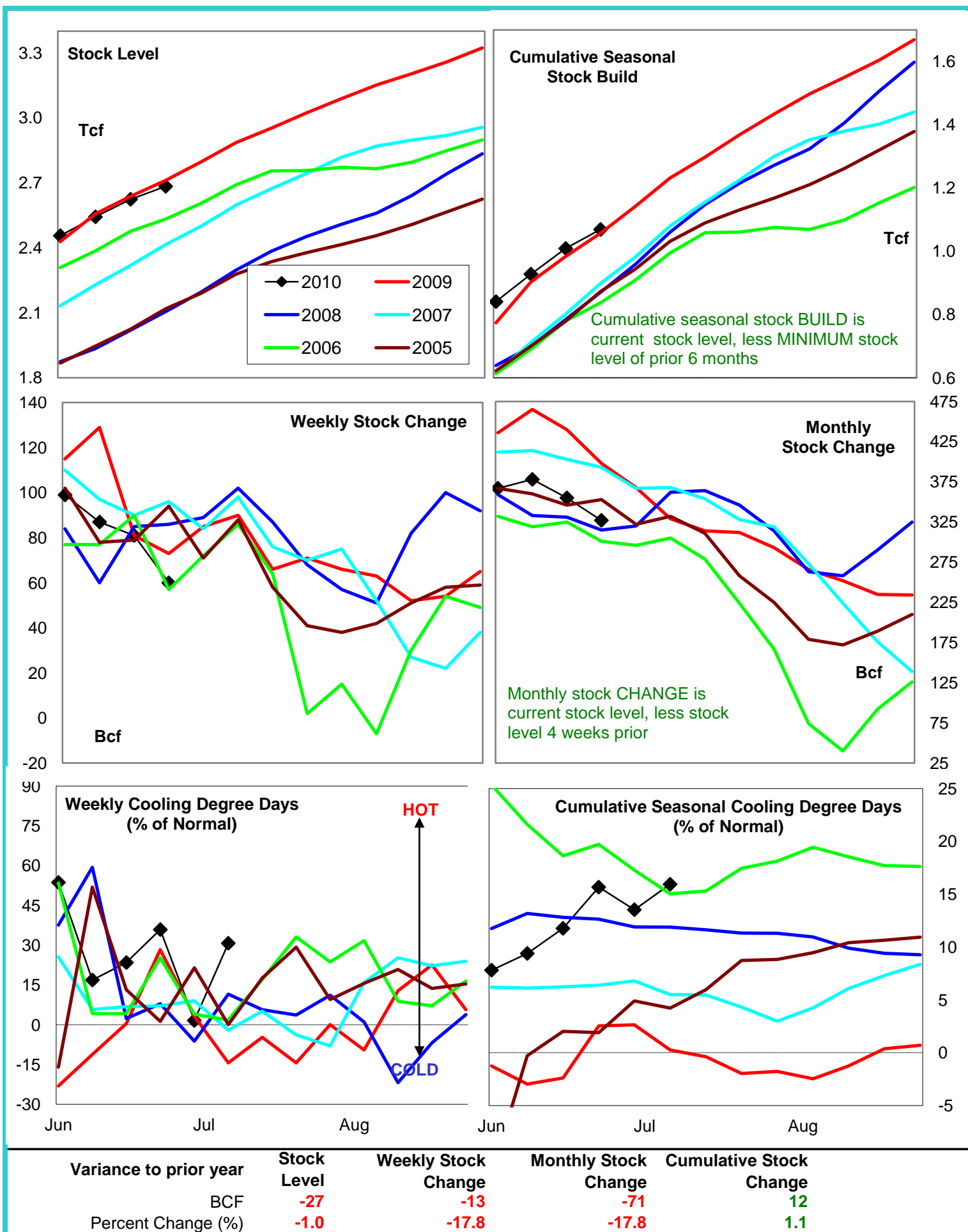
	Cumulative Stock change			Cumulative Cooling Degree Days					
	Bcf	Change vs prior year Bcf	%	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal
U.S. Total	1,069	12	1.1	57	16%	58	14%	80	16%
East	543	-94	-17.3	106	33%	104	28%	108	30%
West	165	14	8.5	-91	-38%	-88	-30%	-80	-24%
Producing	395	88	22.3	106	15%	104	12%	108	11%

Futures Market Price Trends

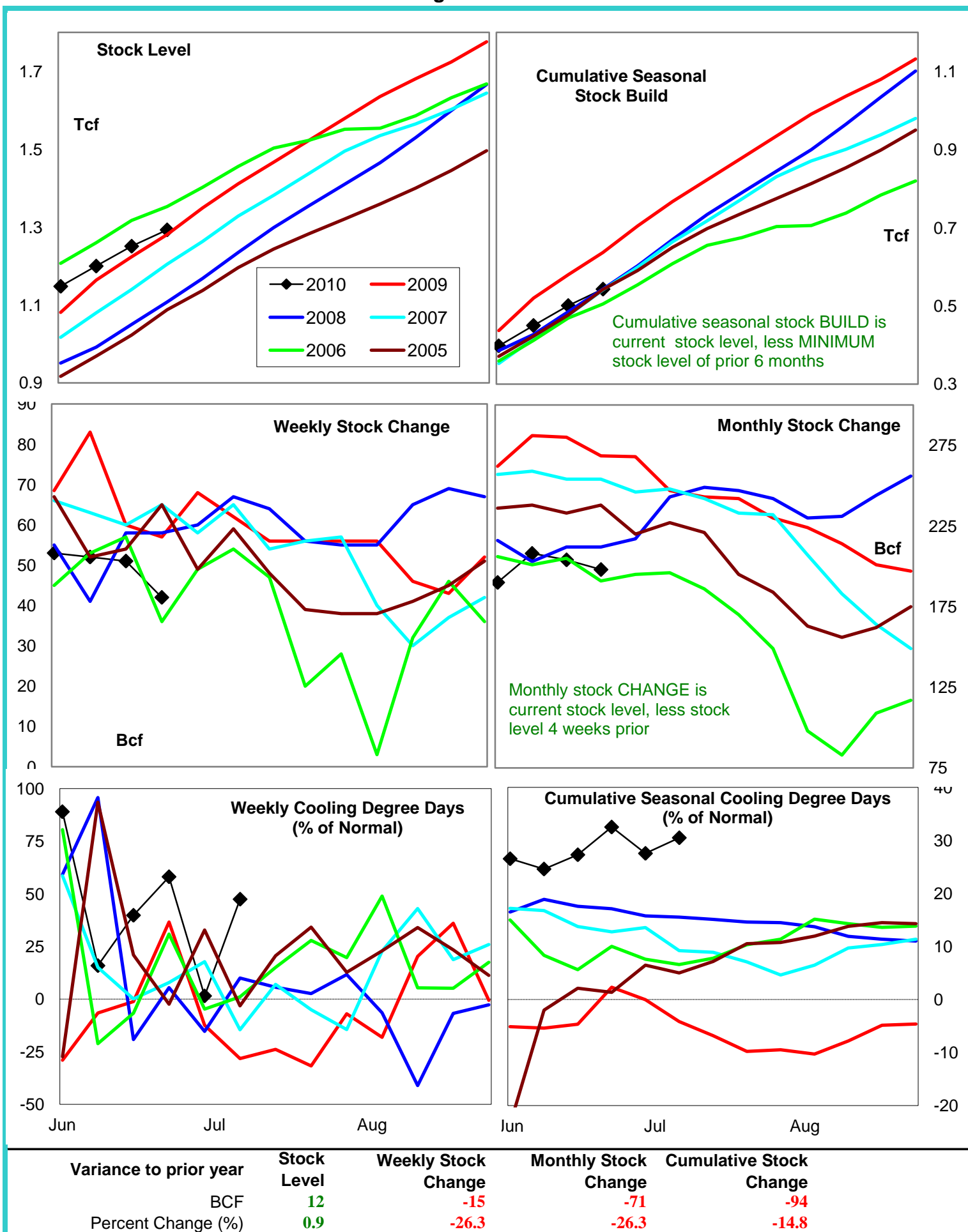
Date:	31-Aug-10	Change vs prior week, month, year		
		25-Aug-10	4-Aug-10	21-Aug-09
1st month Futures	4.67	0.05	-0.01	0.98
% change	xxxxx	1.1	-0.2	26.6



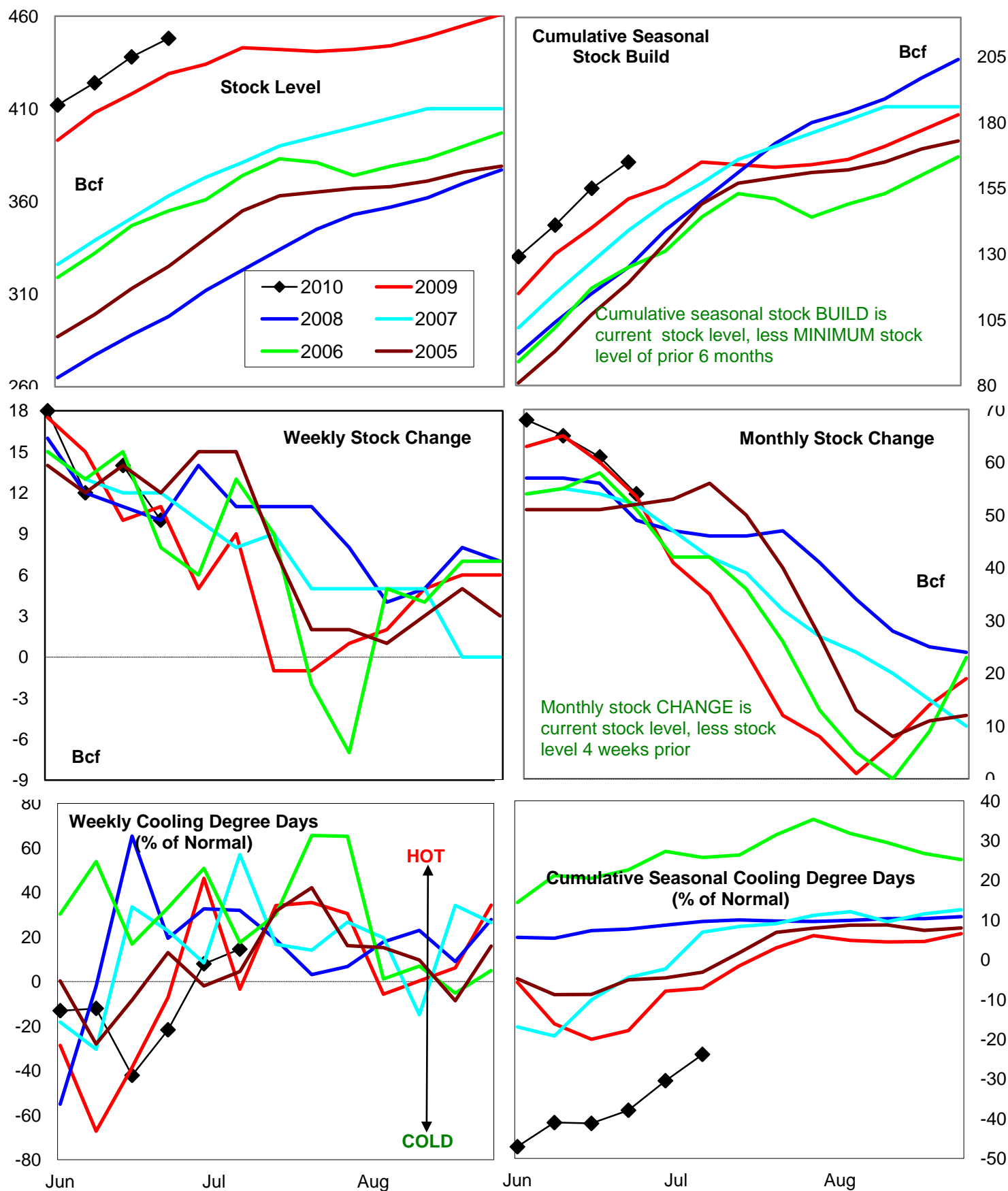
United States Natural Gas Stock and Weather Trends



Natural Gas East Region Stock and Weather Trends



Natural Gas West Region Stock and Weather Trends



Variance to prior year

Stock
Level

Weekly Stock
Change

Monthly Stock
Change

Cumulative Stock
Change

BCF
Percent Change (%)

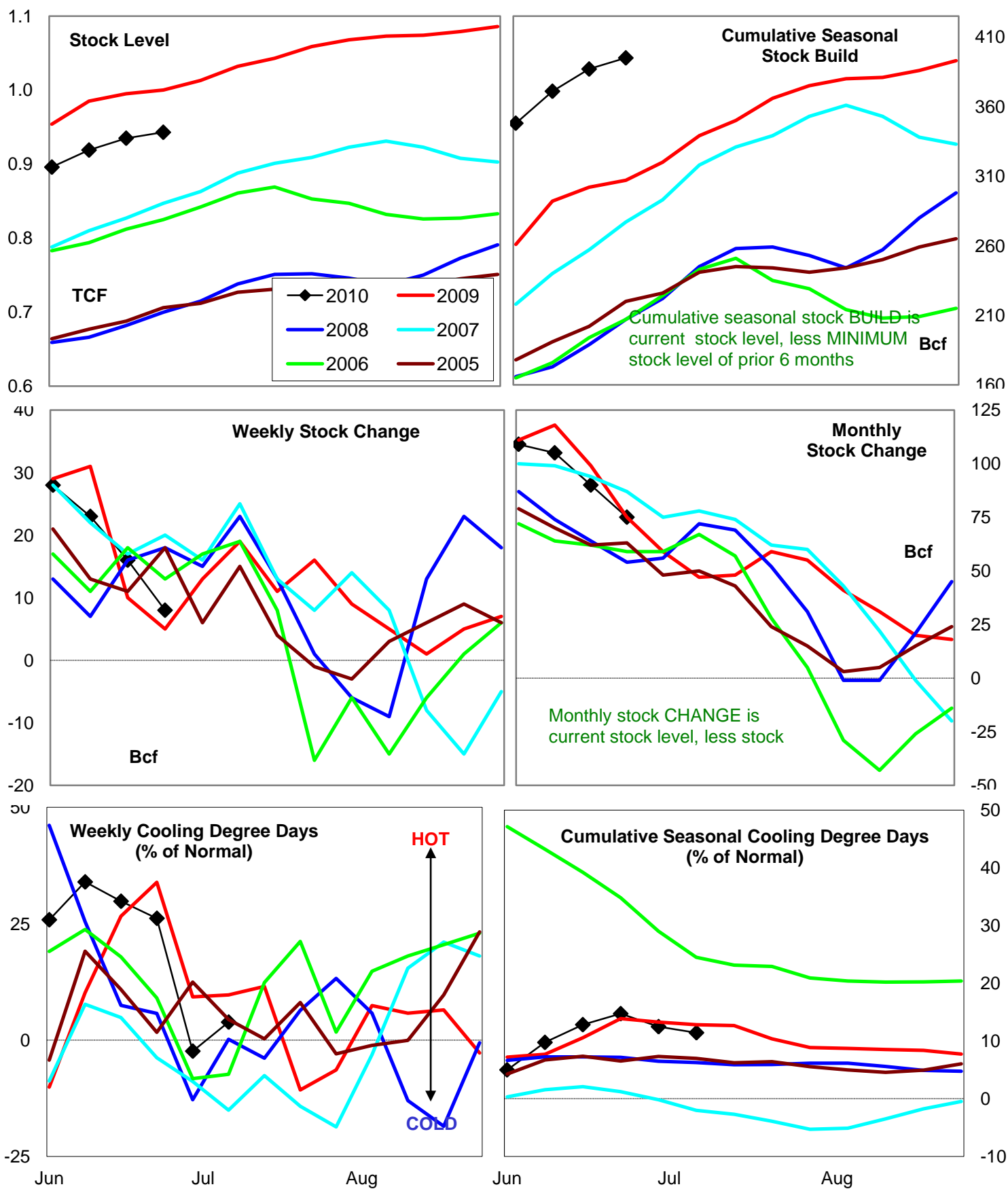
19
4.4

-1
-9.1

1
0.9

14
9.3

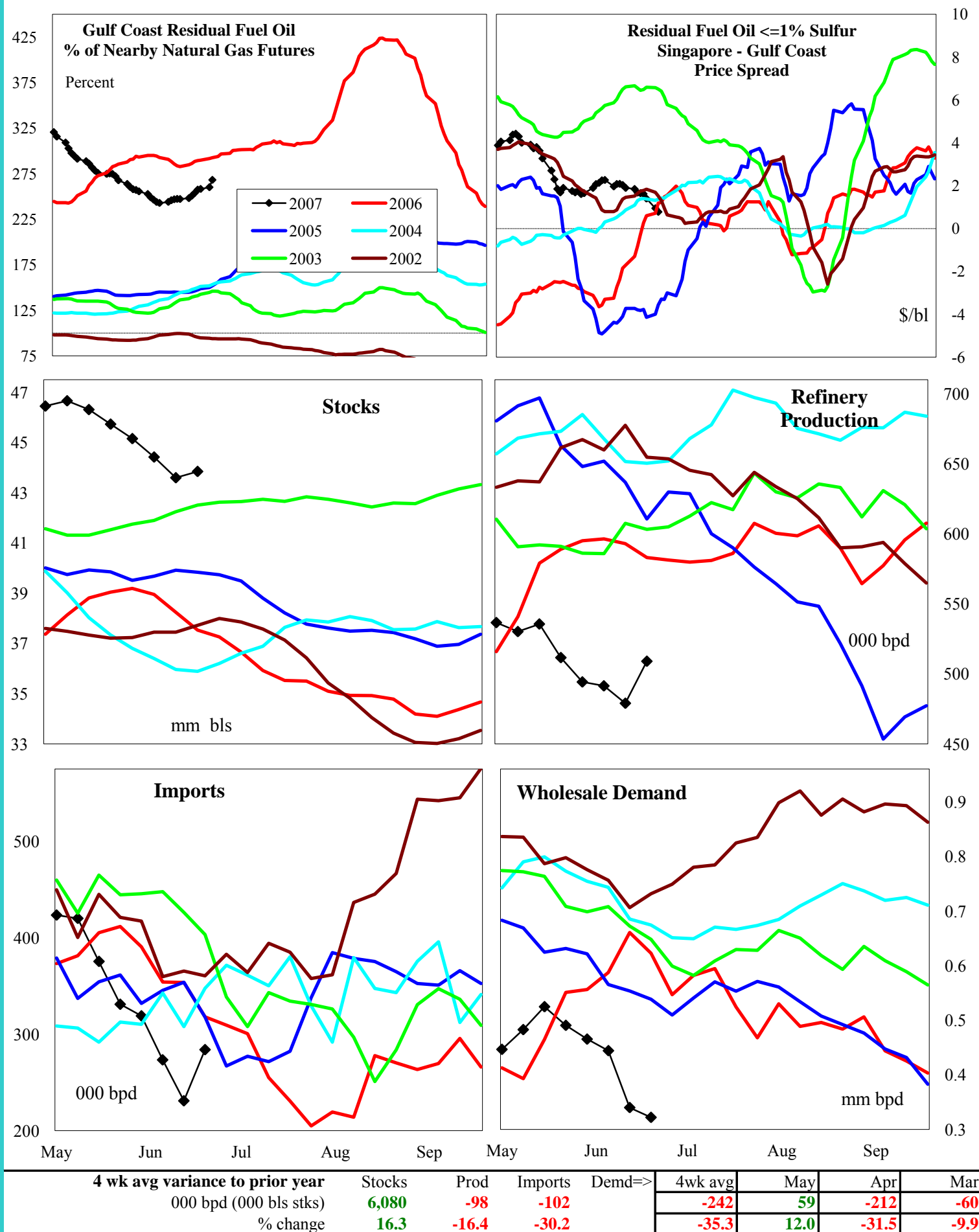
Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
ChangeBCF
Percent Change (%)-57
-5.73
60.00
0.088
28.7

U.S. Residual Fuel Oil Price Spreads and Supply Balance



American Gas Association Regions

