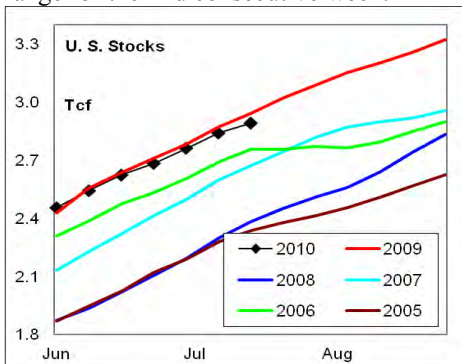
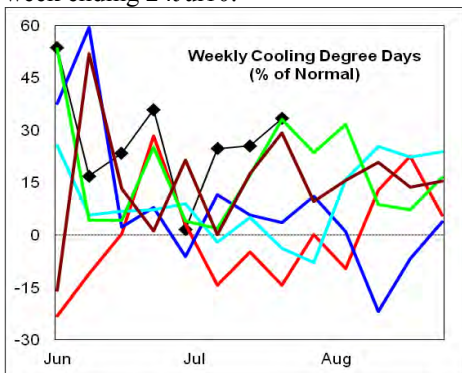




Summary¹ Stocks increased +51 Bcf last week, a level that was below the historic range for the 2nd consecutive week.



Cooling degree days were +26% above normal for the week ending 17Jul10, and forecast to be +33% above normal for the week ending 24Jul10.



In the East Region stocks increased +41 Bcf, which was below the historic range for the week. The +4 Bcf build in the West Region was at the low end of the historic range. The stock build of +6 Bcf in the Producing Region was at the low end of the historic range.

Cooling degree days were +30% above normal in the East Region, +33% above normal in the West Region and +10% above normal in the Producing Region for the week ending 17Jul10.

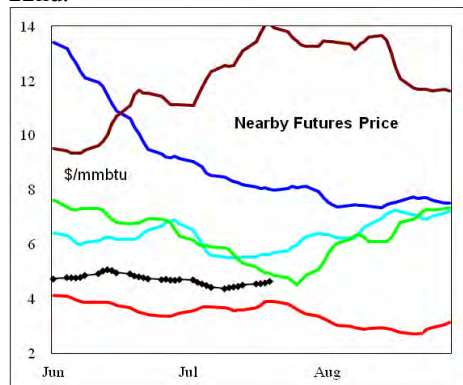
Cooling degree days were +26% above normal for the week ended July 17th, and forecast to be +33% above normal for the week ending July 24th.

The 6-10 day NWS forecast for the

week ending July 31st is for much above normal cooling degree days in the eastern 2/3rds of the country and near normal in the western 1/3rd.

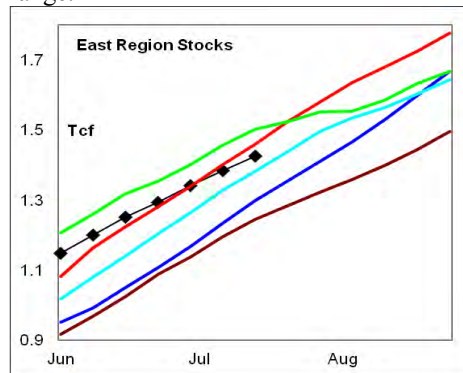
The 8-14 day NWS forecast for the week ending August 4th is for an extension of the 6-10 day outlook, with above normal cooling degree days in eastern 2/3rds of the country and near normal in the western 1/3rd.

Prices: Nearby gas futures prices increased +\$0.05/mmbtu for the week ending July 22nd.



The 1st – 4th month forward price curve continues to narrow between the prompt and out month futures. The spread is at the lowest level of the last 5-years for this period; reflecting expectations of ample winter quarter supply.

East Region stocks increased +41 Bcf on the week, which was below the 5-year range for the period. The latest 4-wk stock build was also below the 5-year range. Stock levels remain above the historic mid range.

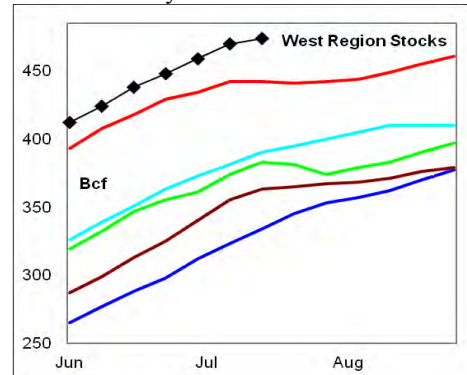


Cooling degrees in the region were +30% above normal for the week ended July 17th, and forecast to be +43% above normal for the week ending 24Jul10. Much above normal cooling degree days are forecast for the next 10-days in the East Region.

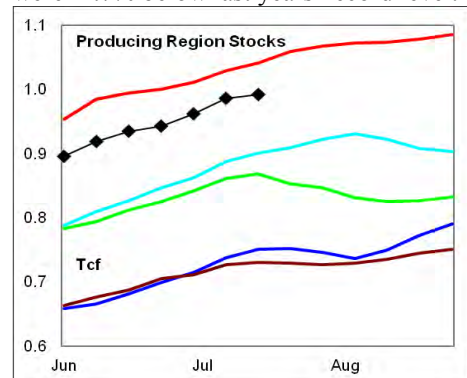
West Region stocks increased +4 Bcf on

the week, which was at the low end of the historic range. The latest 4-wk stock build was at the low end of the historic range. Stock levels are +7.2% above the prior 5-year high.

Cooling degree days were +33% above normal for the week ended July 17th, and forecast to be +26% above normal for the week ending 24Jul10. Near normal cooling degree days are forecast for the next 10-days.



Producing Region stocks increased +6 Bcf on the week, which was at the low end of the historic range. The latest 4-wk stock build matched the mid range. Stock levels were -4.7% below last years' record level.



Cooling degree days were +10% above normal for the week ending July 17th, and forecast to be +17% above normal for the week ending 24Jul10. Above 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: Cooling degree were at record highs for 4 of the last 7 weeks and are forecast to remain at record levels through month end. Even with high stock levels this unprecedented demand for electric power should provide continued support to prices during the quarter.

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 22, 2010

For the week ending: 16-Jul-10

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

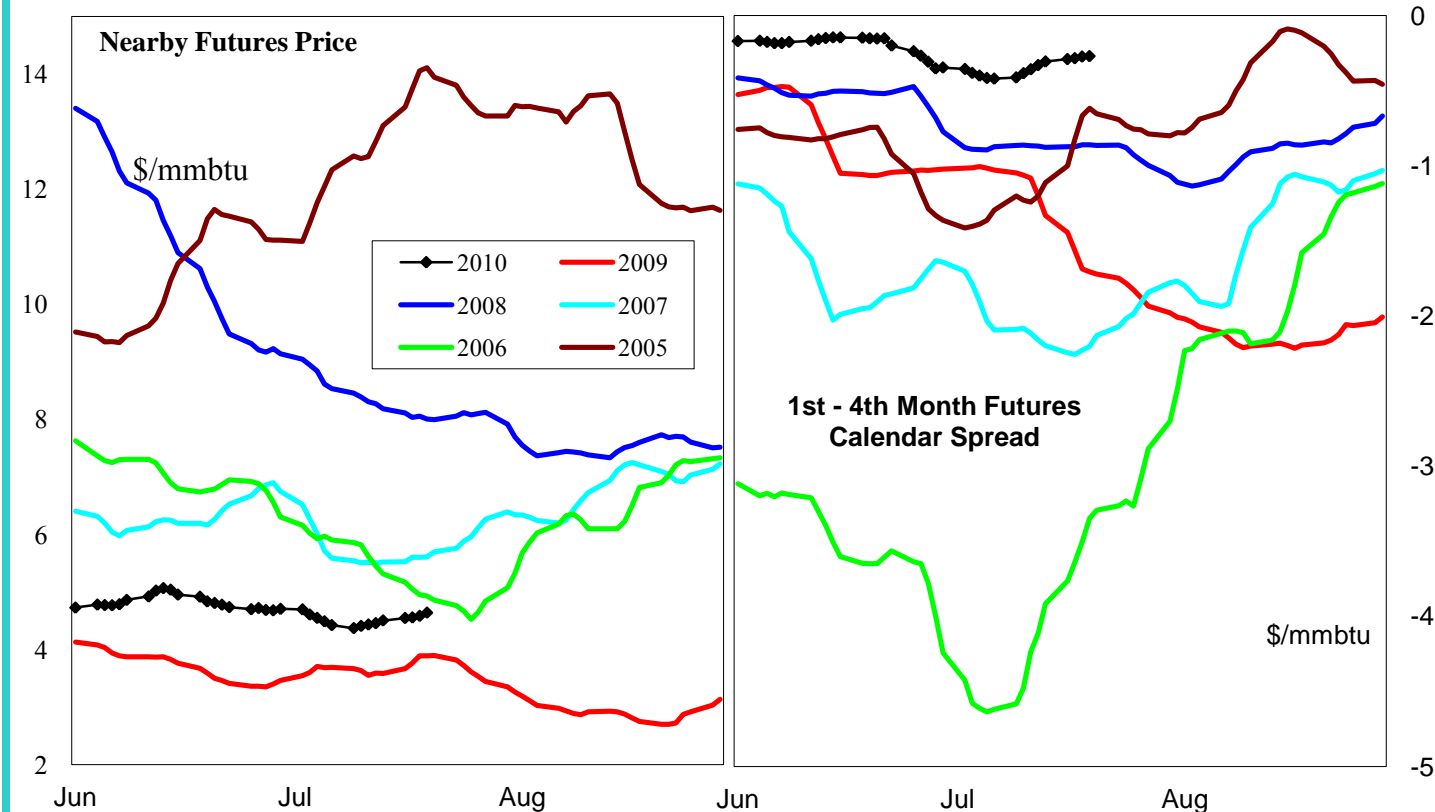
Week ending:	16-Jul-10			10-Jul-10		17-Jul-10		24-Jul-10	
Region	Weekly Stocks			Weekly Cooling Degree Days					
	Bcf	Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
		Week Bcf	Year (%)						
U.S. Total	2,891	51	-1.8	22	25%	5	26%	7	33%
East	1,425	41	-2.3	36	47%	-7	30%	11	43%
West	474	4	7.2	-1	-5%	24	33%	-4	26%
Producing	992	6	-4.7	3	-4%	21	10%	9	17%

Seasonal Trends in Stocks and Cooling Degree Days

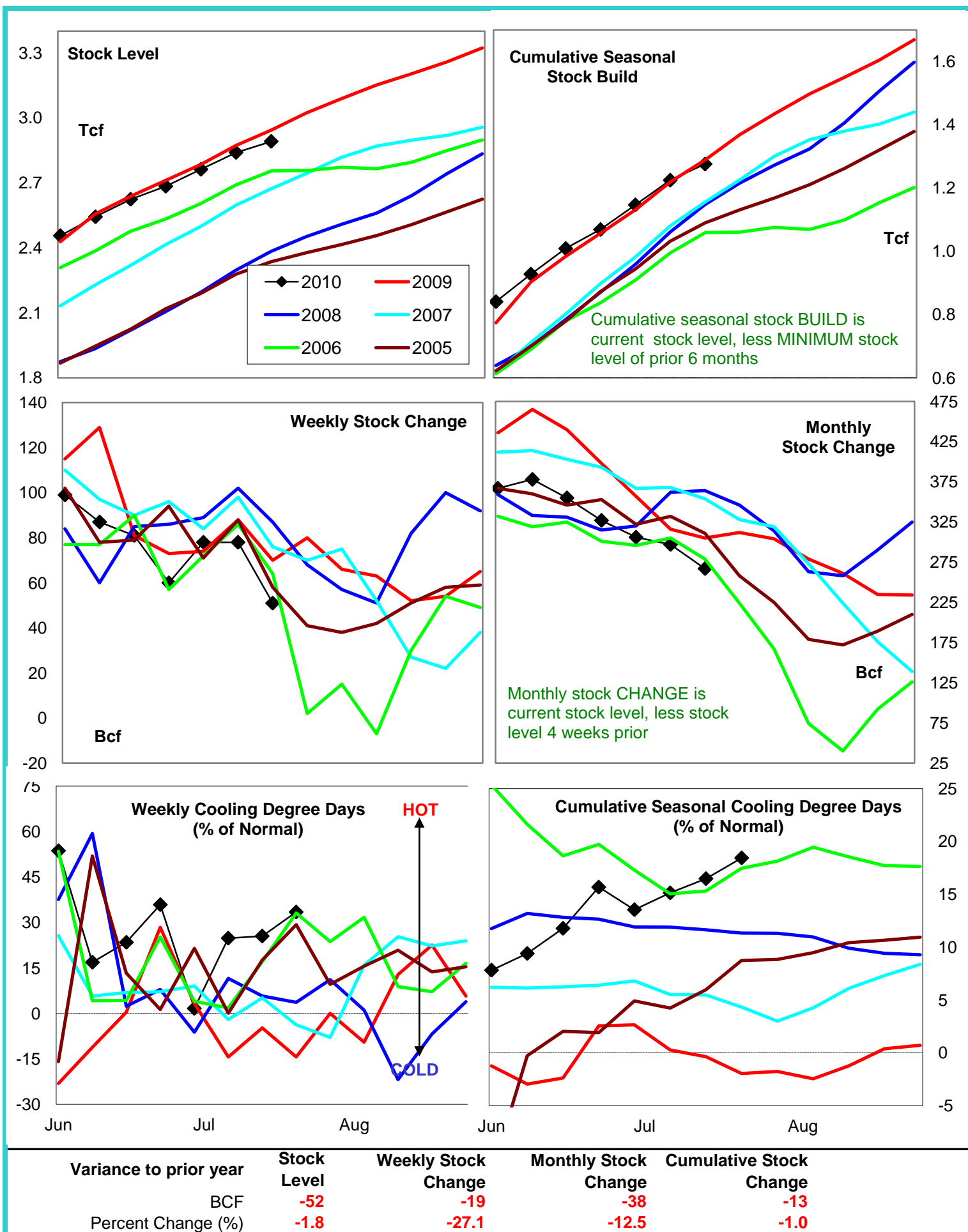
	Cumulative Stock change			Cumulative Cooling Degree Days					
	Bcf	Change vs prior year Bcf	%	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal
U.S. Total	1,276	-13	-1.0	76	15%	95	16%	120	18%
East	675	-140	-20.7	99	30%	111	30%	131	32%
West	191	27	14.1	-90	-27%	-72	-18%	-58	-13%
Producing	444	96	21.6	99	10%	111	10%	131	11%

Futures Market Price Trends

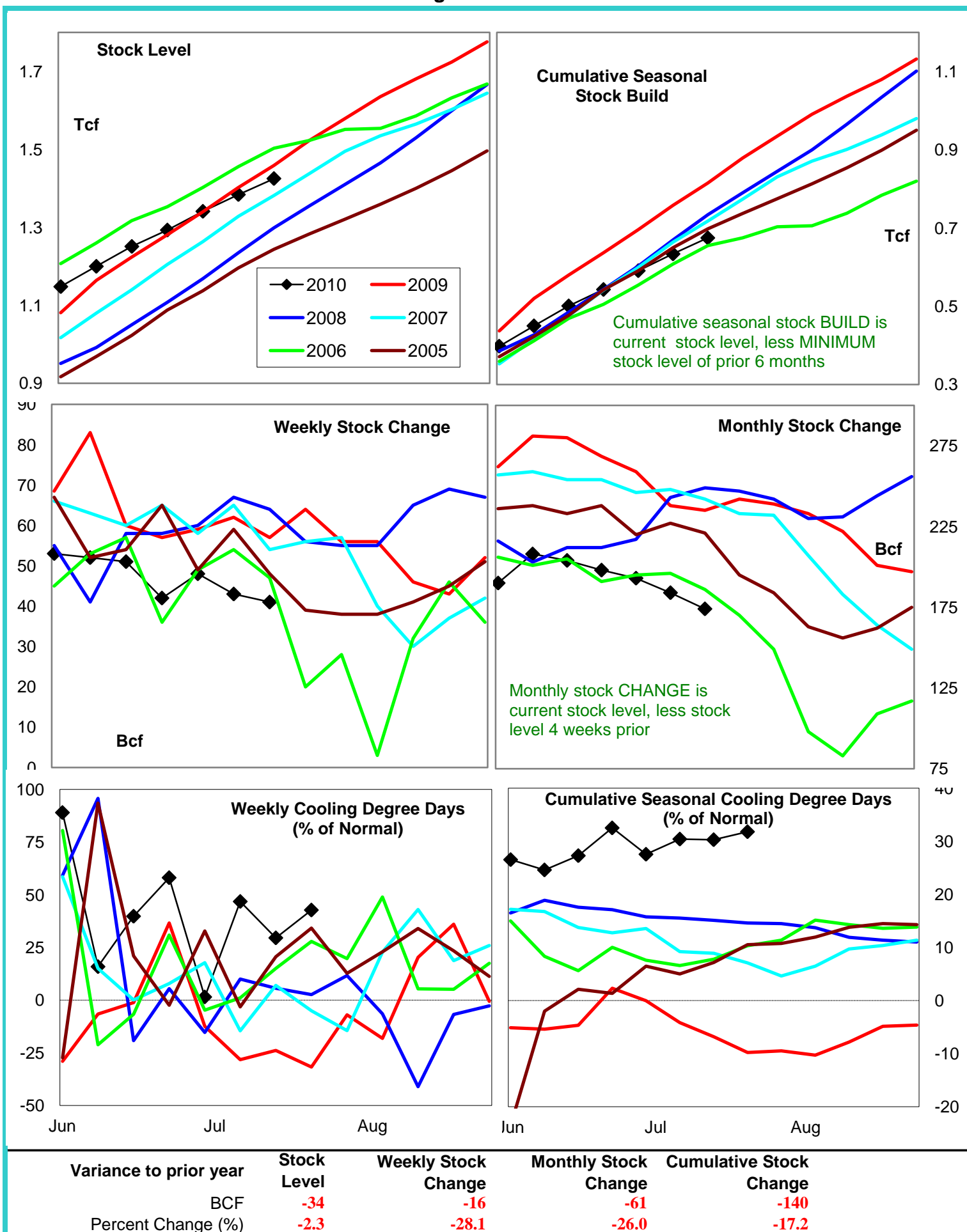
Date:	18-Aug-10	Change vs prior week, month, year		
		12-Aug-10	22-Jul-10	7-Aug-09
1st month Futures	4.64	0.12	-0.22	0.60
% change	xxxxx	2.7	-4.5	14.9



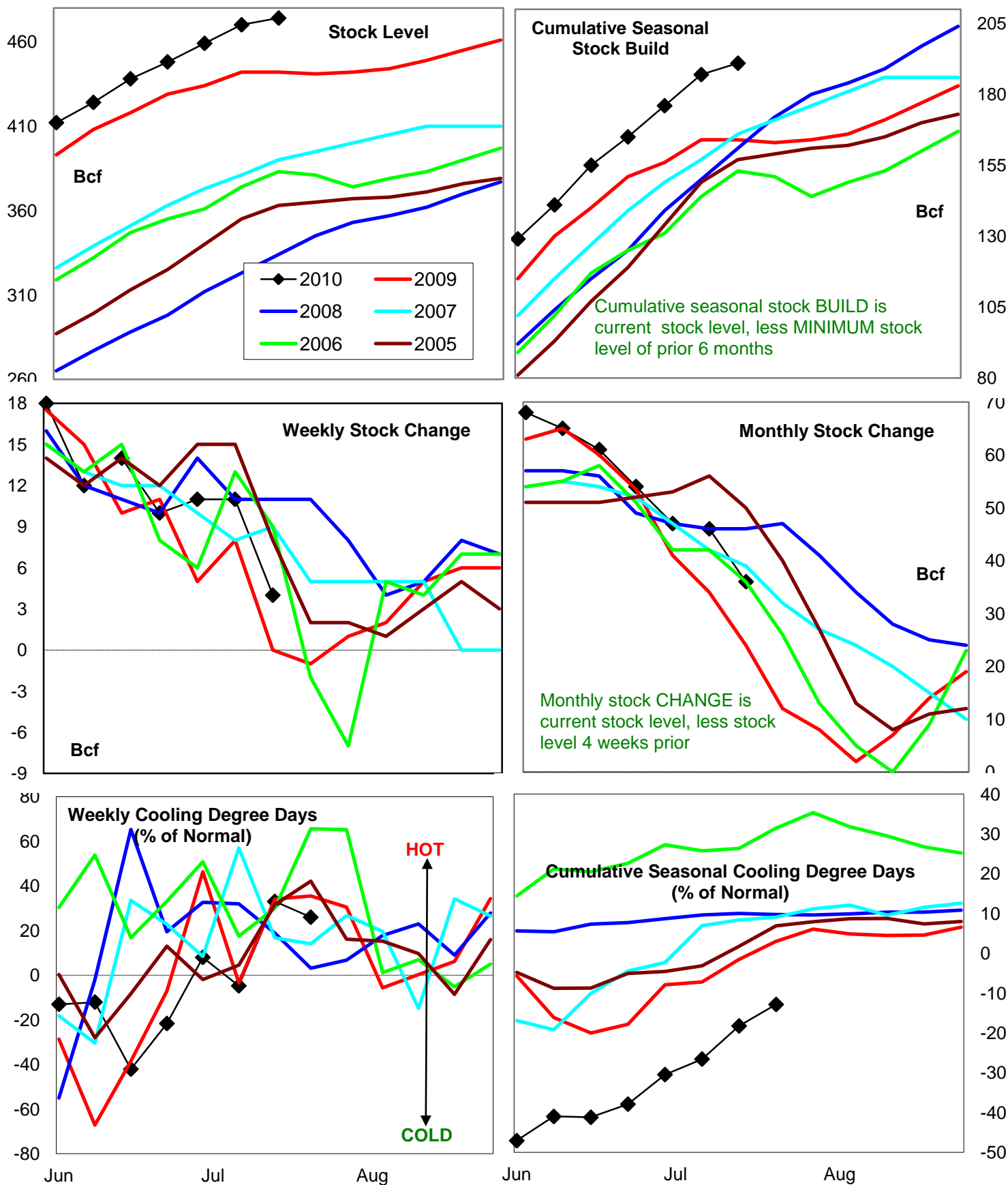
United States Natural Gas Stock and Weather Trends



Natural Gas East Region Stock and Weather Trends



Natural Gas West Region Stock and Weather Trends



Variance to prior year

Stock Level

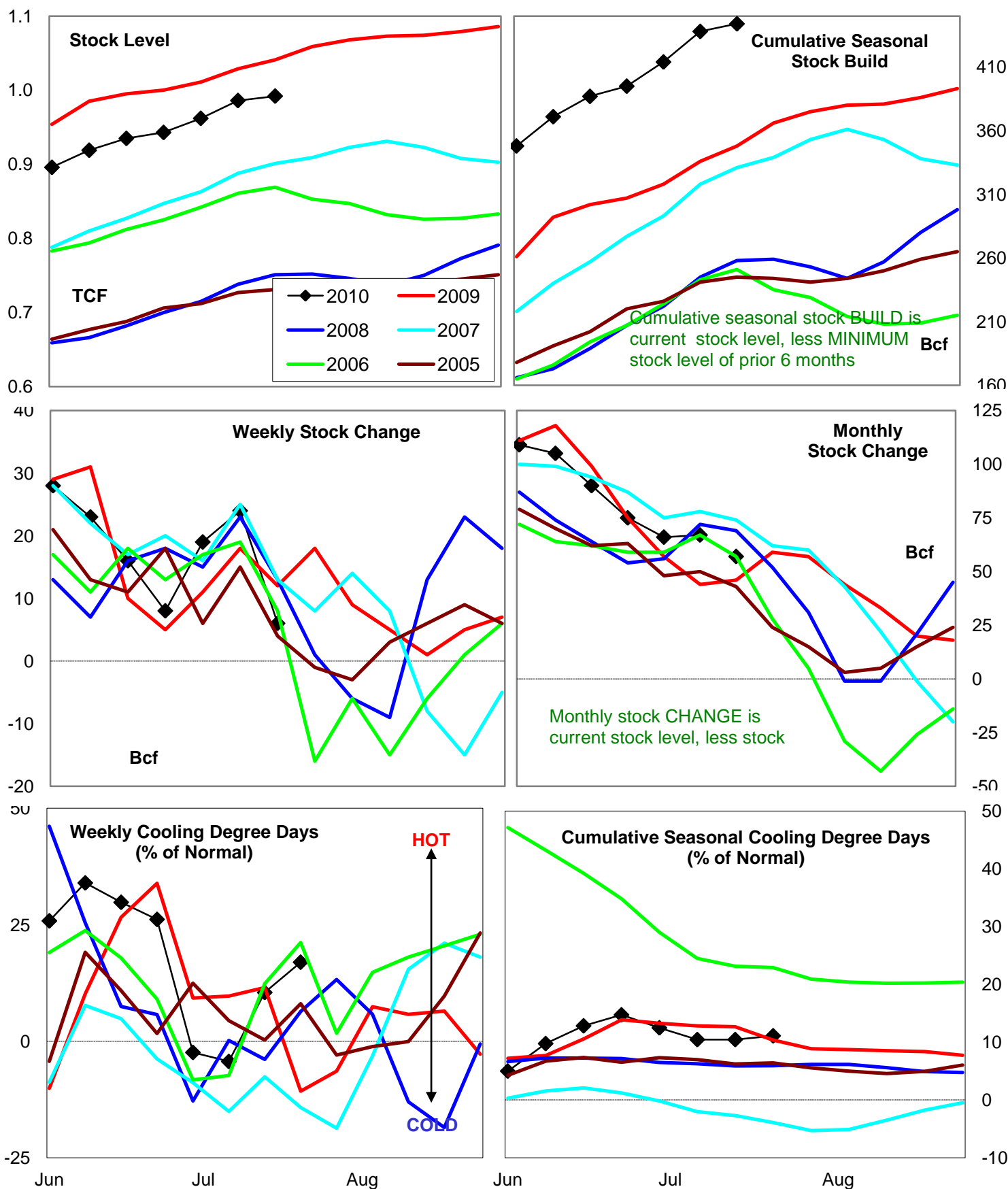
Weekly Stock Change

Monthly Stock Change

Cumulative Stock Change

BCF
Percent Change (%)32
7.24
#DIV/0!12
50.027
16.5

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock Level

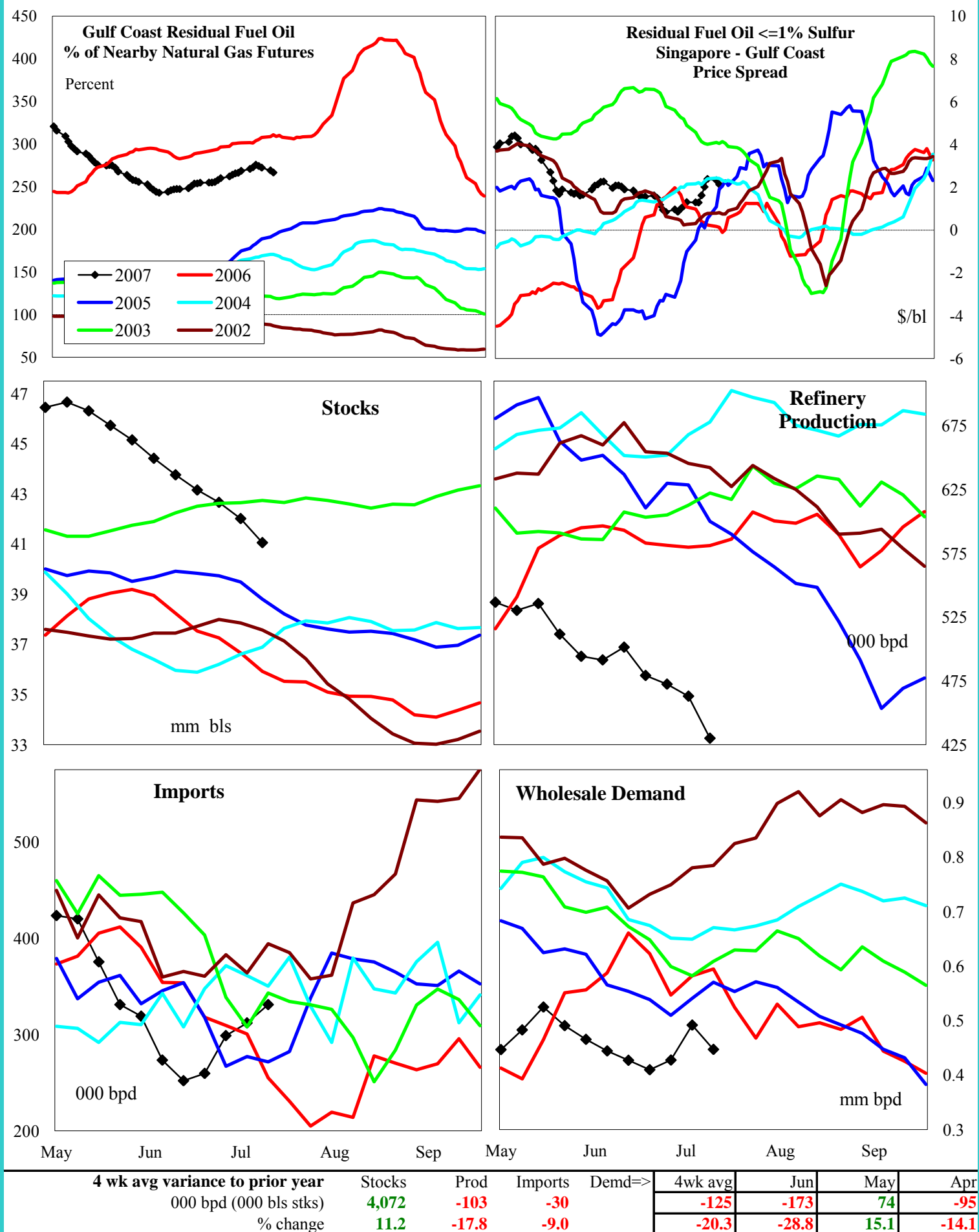
Weekly Stock Change

Monthly Stock Change

Cumulative Stock Change

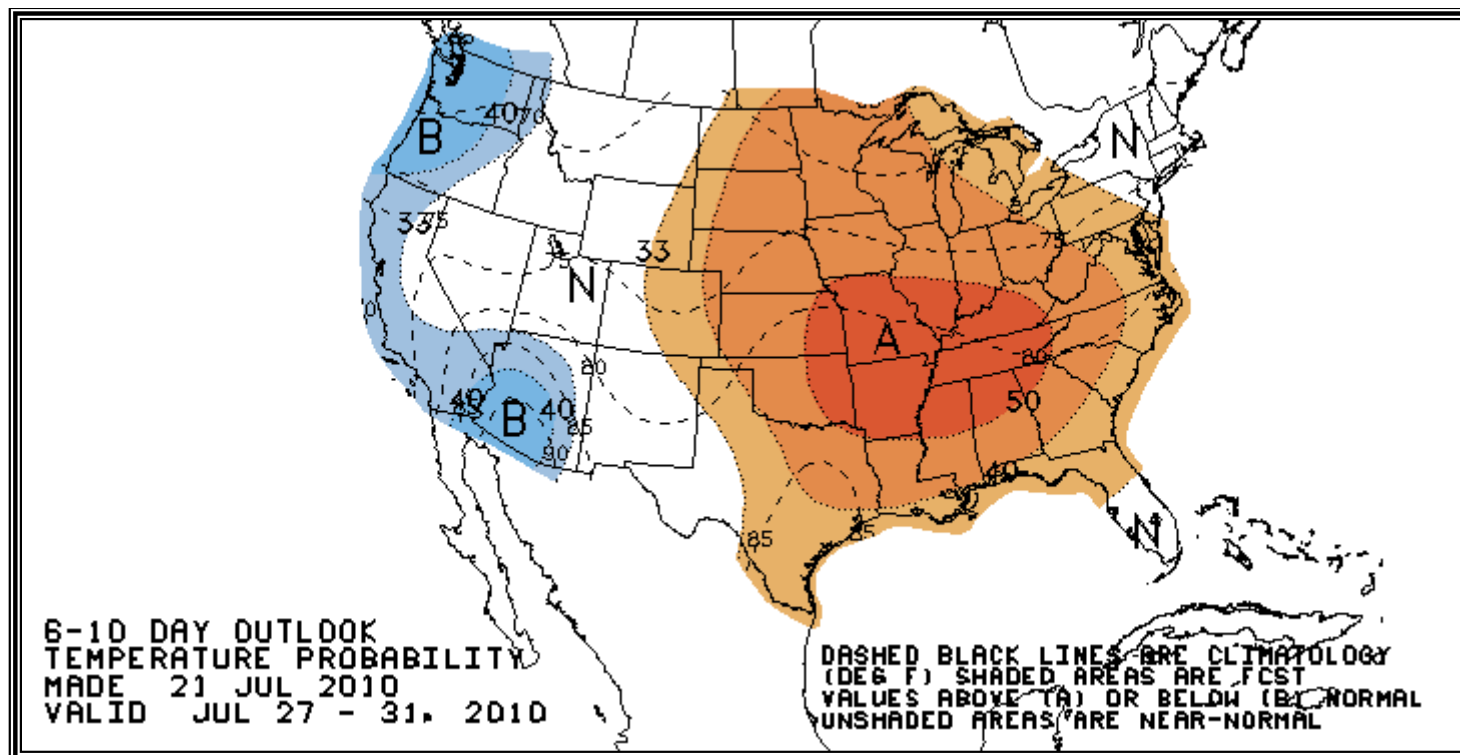
BCF
Percent Change (%)-49
-4.7-6
-50.011
23.996
27.6

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



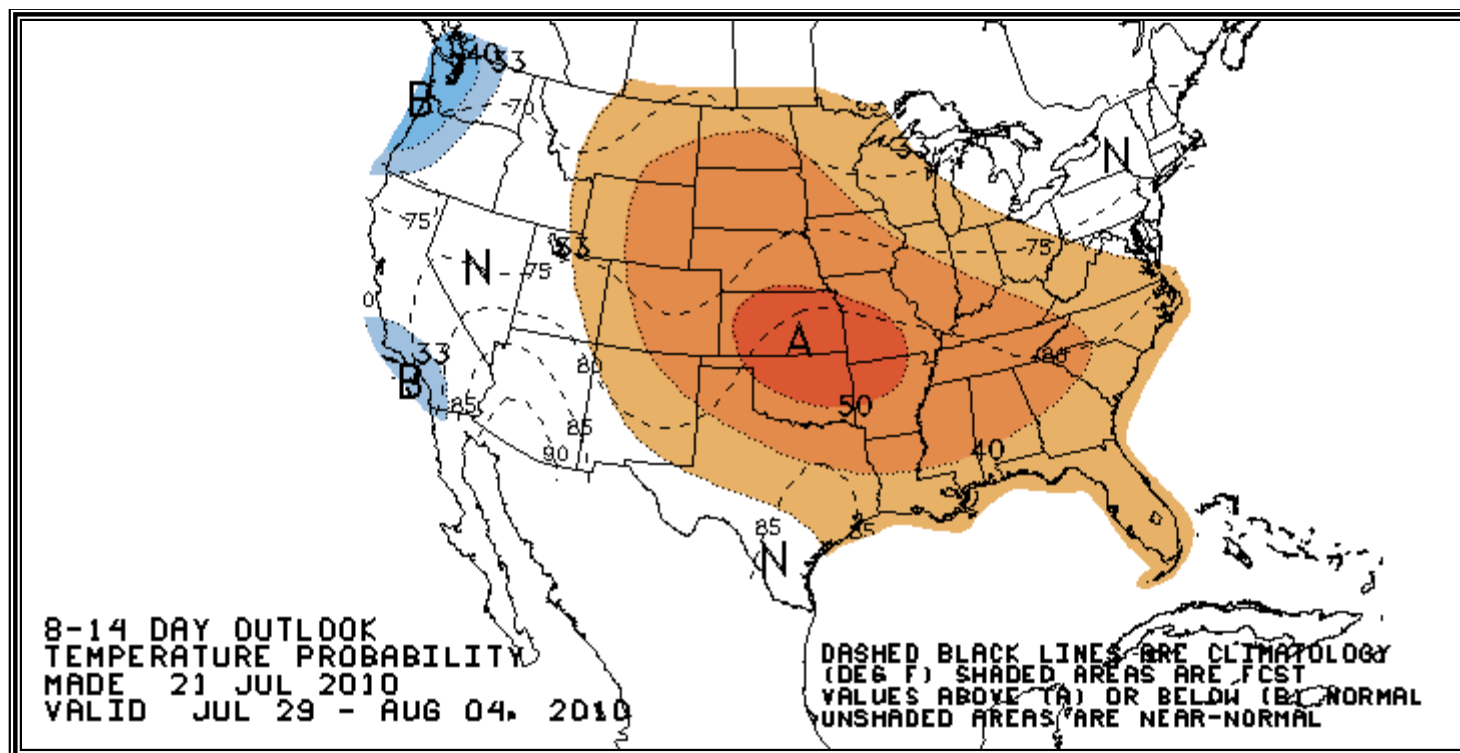
National Weather Service Climate Prediction Center

Degree Days 6 - 10 Day Temperature Forecast



National Weather Service Climate Prediction Center

Degree Days 8 - 14 Day Temperature Forecast



American Gas Association Regions

