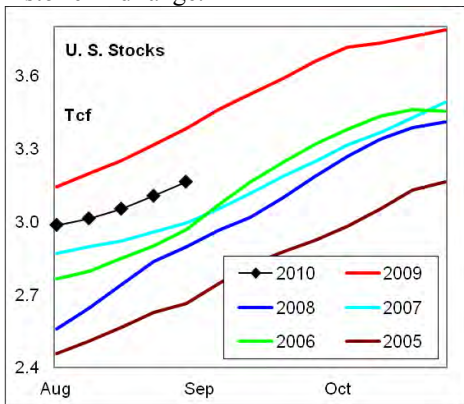
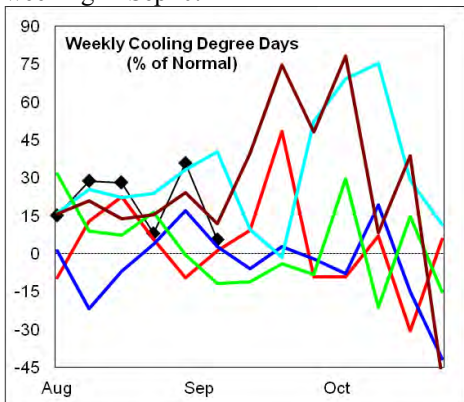




Summary ¹ Stocks increased +58 Bcf last week, a level that was just below the historic mid range.



Cooling degree days were +36% above normal for the week ending 04Sep10, and forecast to be +5% above normal for the week ending 11Sep10.



In the East Region stocks increased +35 Bcf, which was well below the historic range for the week. The +5 Bcf build in the West Region was above the mid range. The stock build of +18 Bcf in the Producing Region matched the historic high for the period.

Cooling degree days were +67% above normal in the East Region, -5% below normal in the West Region and +7% above normal in the Producing Region for the week ending 04Sep10.

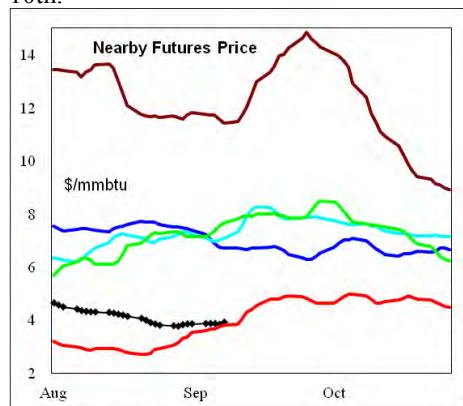
Cooling degree days were +36% above normal for the week ended 04Sep10, and

forecast to be +5% above normal for the week ending 11Sep10.

The 6-10 day NWS forecast for the week ending September 19th is for above normal cooling degree days in the west and southern states. Below normal cooling degree days are forecast for the Great Lakes and Northeast states.

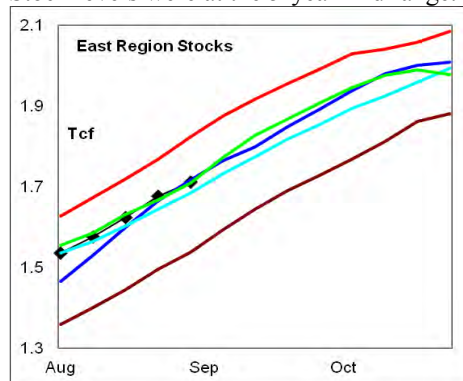
The 8-14 day NWS forecast for the week ending September 23rd is for above normal cooling degree days in the central 2/3rds of the country with below normal cooling degree days on the East and West Coasts.

Prices: Nearby gas futures prices were unchanged for the week ending September 10th.



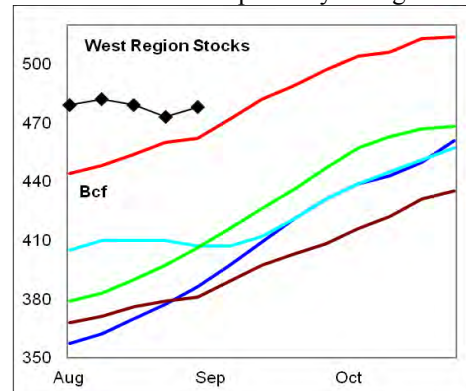
The 1st - 4th month forward price curve trended higher in favor of the deferred contract months. The spread ended the week at the mid range.

East Region stocks increased +35 Bcf on the week, which was well below the historic range for the period. The latest 4-wk stock build was at the mid range. Stock levels were at the 5-year mid range.



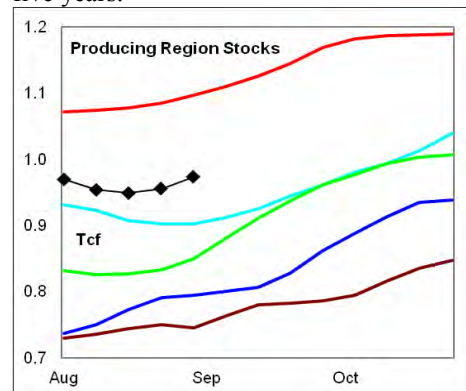
Cooling degrees in the region were +67% above normal for the week ended 04Sep10, and forecast to be +12% above normal for the week ending 11Sep10. Below normal cooling degree days are forecast for the next 10-days.

West Region stocks increased +5 Bcf on the week, which was above the mid range for the period. The latest 4-wk stock build was below the historic range. Stock levels are +3.5% above the prior 5-year high.



Cooling degree days were -5% below normal for the week ended 04Sep10, and forecast to be -41% below normal for the week ending 11Sep10. Above normal cooling degree days are forecast for the next 10-days.

Producing Region stocks increased +18 Bcf on the week, which matched the 5-year high for the period. The latest 4-wk stock build at the low end of the historic range. Stock levels remain above four of the last five years.



Cooling degree days were +7% above normal for the week ending 04Sep10, and forecast to be +26% above normal for the week ending 11Sep10. Above normal cooling degree days are forecast for the next 10-days.

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

Outlook: Cooling degree days are forecast to be near normal for the next 2-wks. Stock levels remain above four of the last five years. Look for further price weakness for the balance of the month.

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: September 10, 2010

For the week ending: 3-Sep-10

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

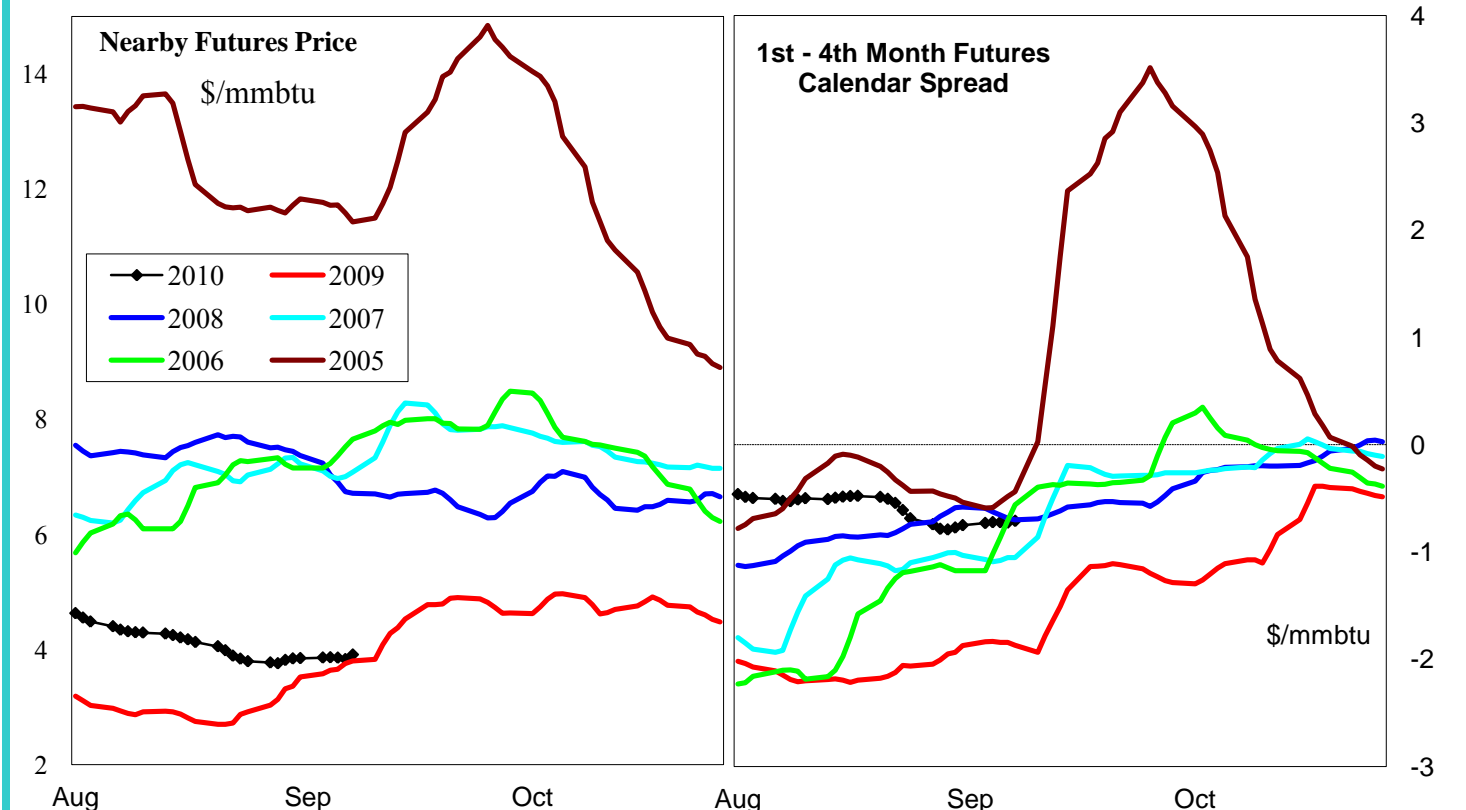
Week ending:	3-Sep-10			28-Aug-10		4-Sep-10		11-Sep-10	
Region	Weekly Stocks			Weekly Cooling Degree Days					
	Bcf	Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
		Week Bcf	Year (%)						
U.S. Total	3,164	58	-6.4	-20	8%	8	36%	-24	5%
East	1,712	35	-6.1	-27	-3%	25	67%	-34	12%
West	478	5	3.5	-2	33%	-22	-5%	-19	-41%
Producing	974	18	-11.2	-21	10%	-12	7%	6	26%

Seasonal Trends in Stocks and Cooling Degree Days

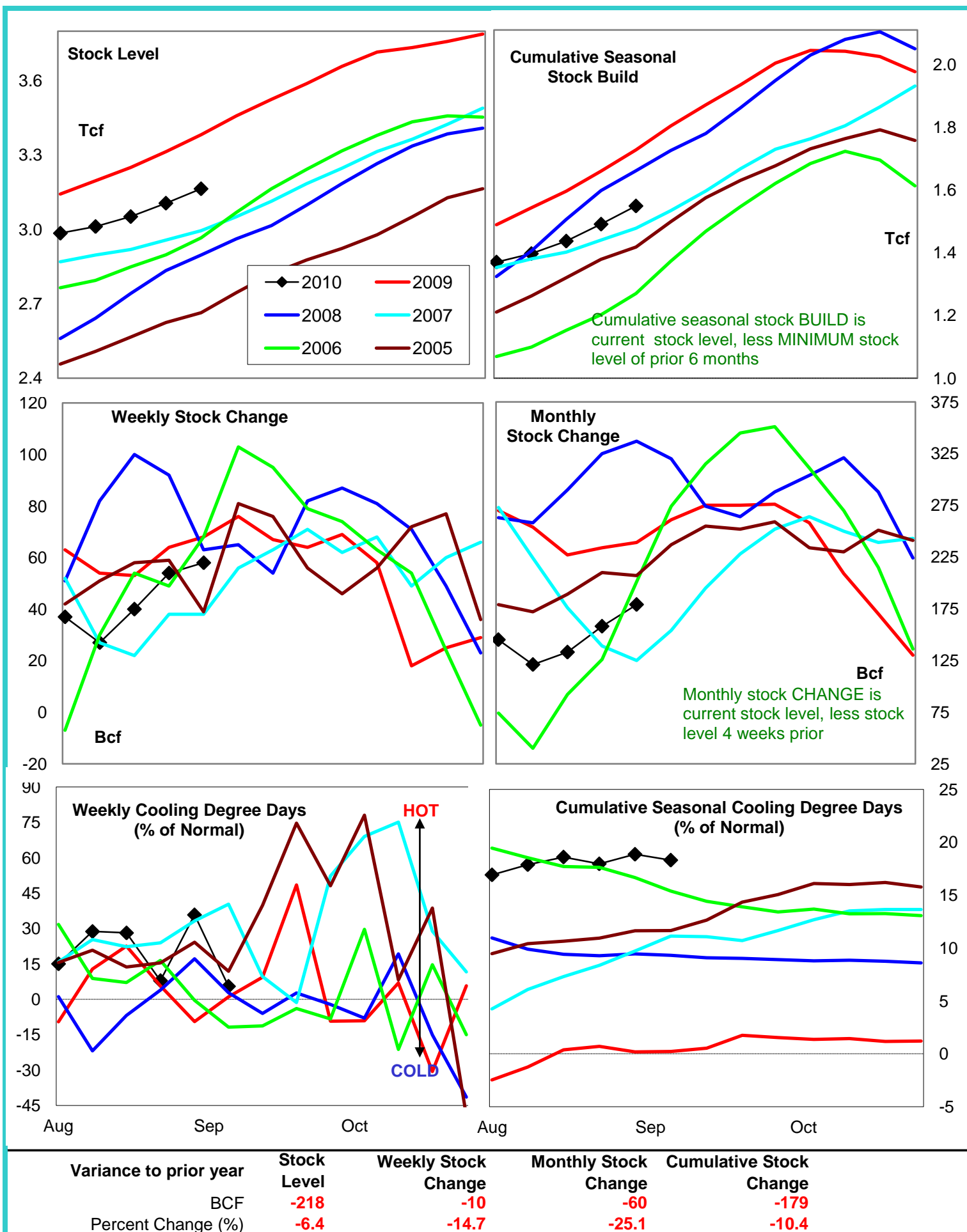
	Cumulative Stock change			Cumulative Cooling Degree Days					
	Bcf	Change vs prior year Bcf	%	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal
U.S. Total	1,549	-179	-11.6	179	18%	198	19%	201	18%
East	962	-217	-22.6	222	29%	228	30%	251	30%
West	195	11	5.6	-53	-7%	-56	-7%	-71	-9%
Producing	426	22	5.2	222	13%	228	12%	251	13%

Futures Market Price Trends

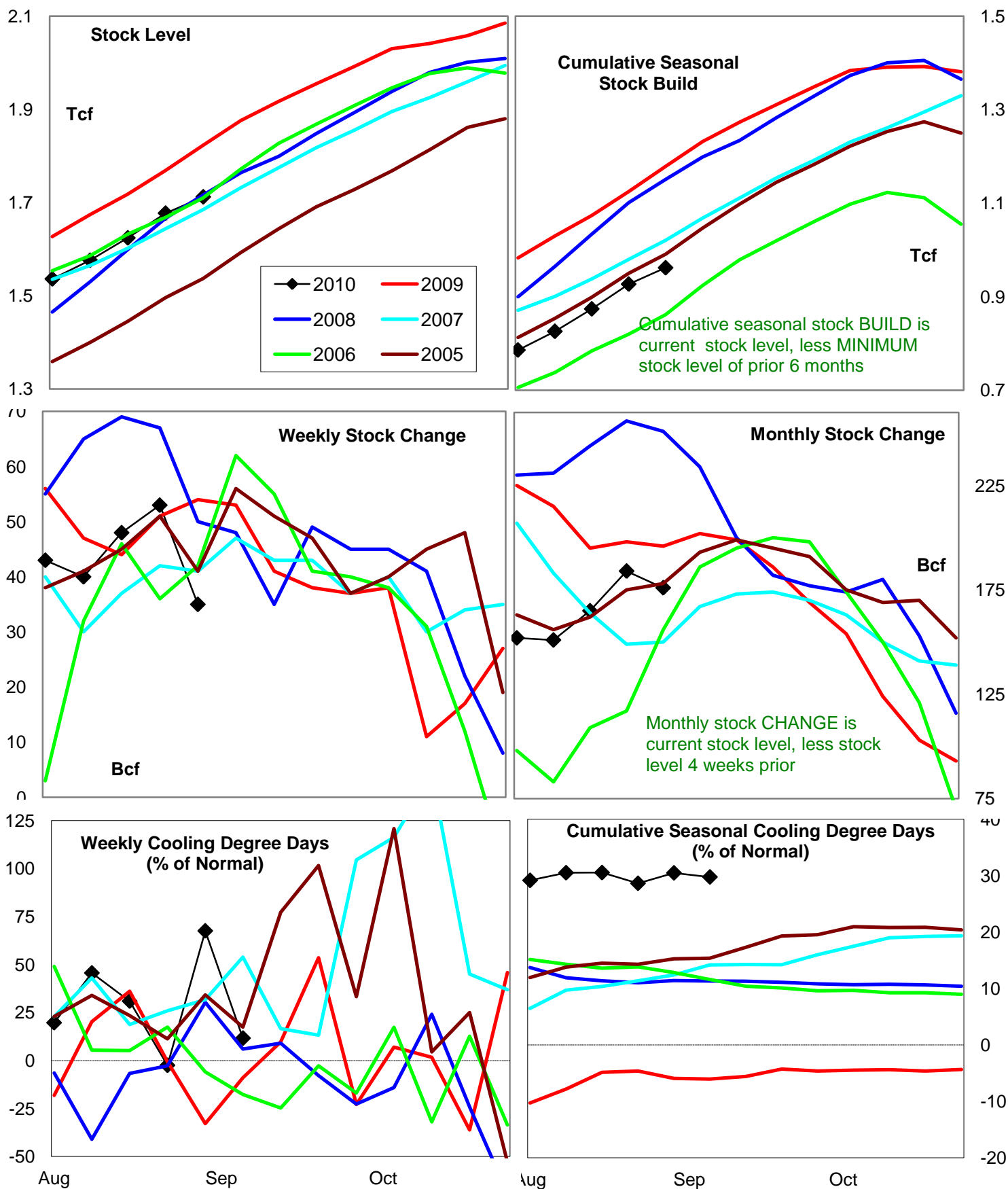
Date:	29-Oct-10	Change vs prior week, month, year		
		25-Oct-10	4-Oct-10	20-Oct-09
1st month Futures	3.91	-0.03	-0.32	-0.05
% change	xxxxx	-0.8	-7.6	-1.3



United States Natural Gas Stock and Weather Trends



Natural Gas East Region Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
Change

BCF

-111

-19

-20

-217

Percent Change (%)

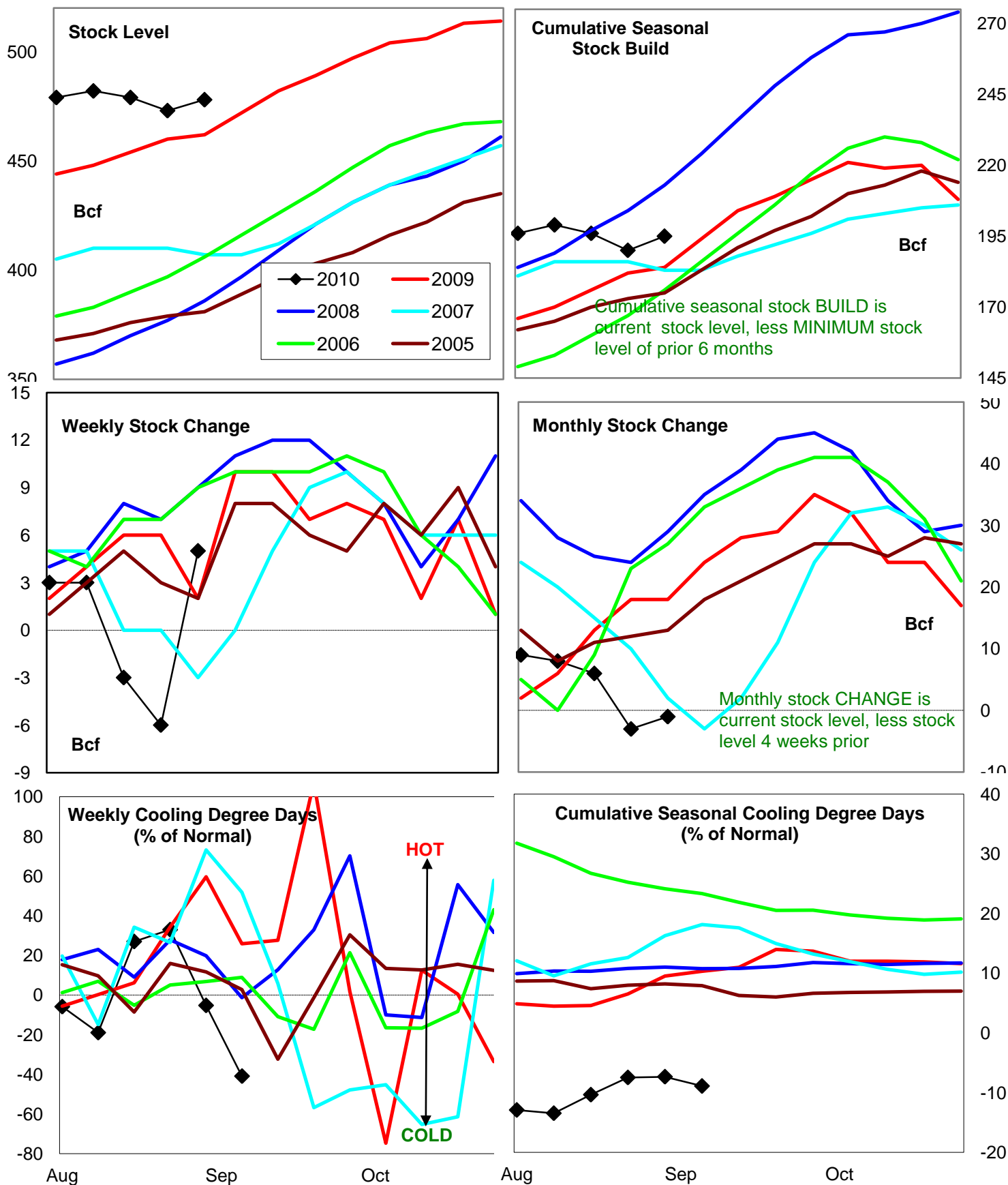
-6.1

-35.2

-10.2

-18.4

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 (%)

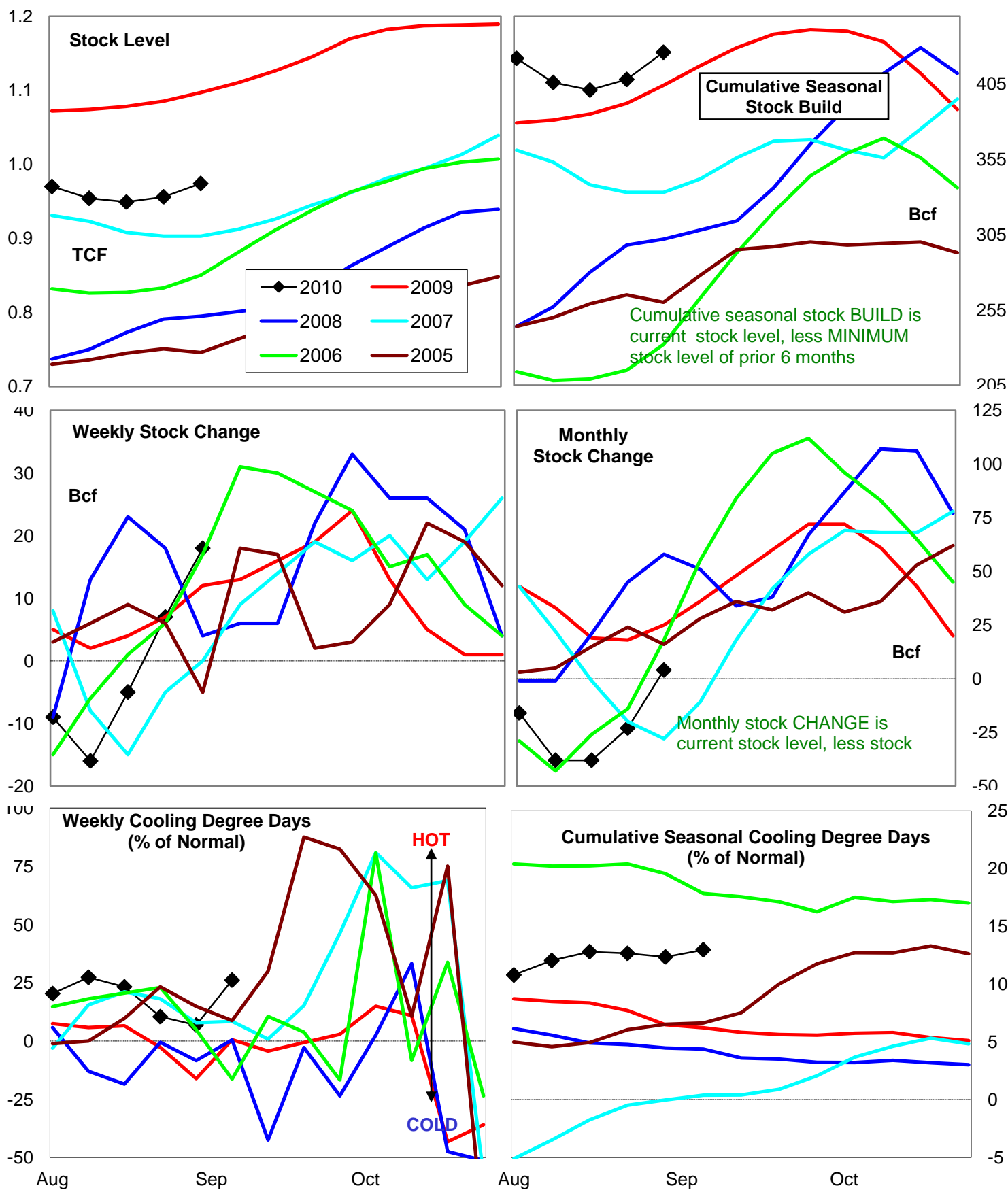
16
3.5

3
150.0

-19
-105.6

11
6.0

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock Level

Weekly Stock Change

Monthly Stock Change

Cumulative Stock Change

BCF

-123

6

22

Percent Change (%)

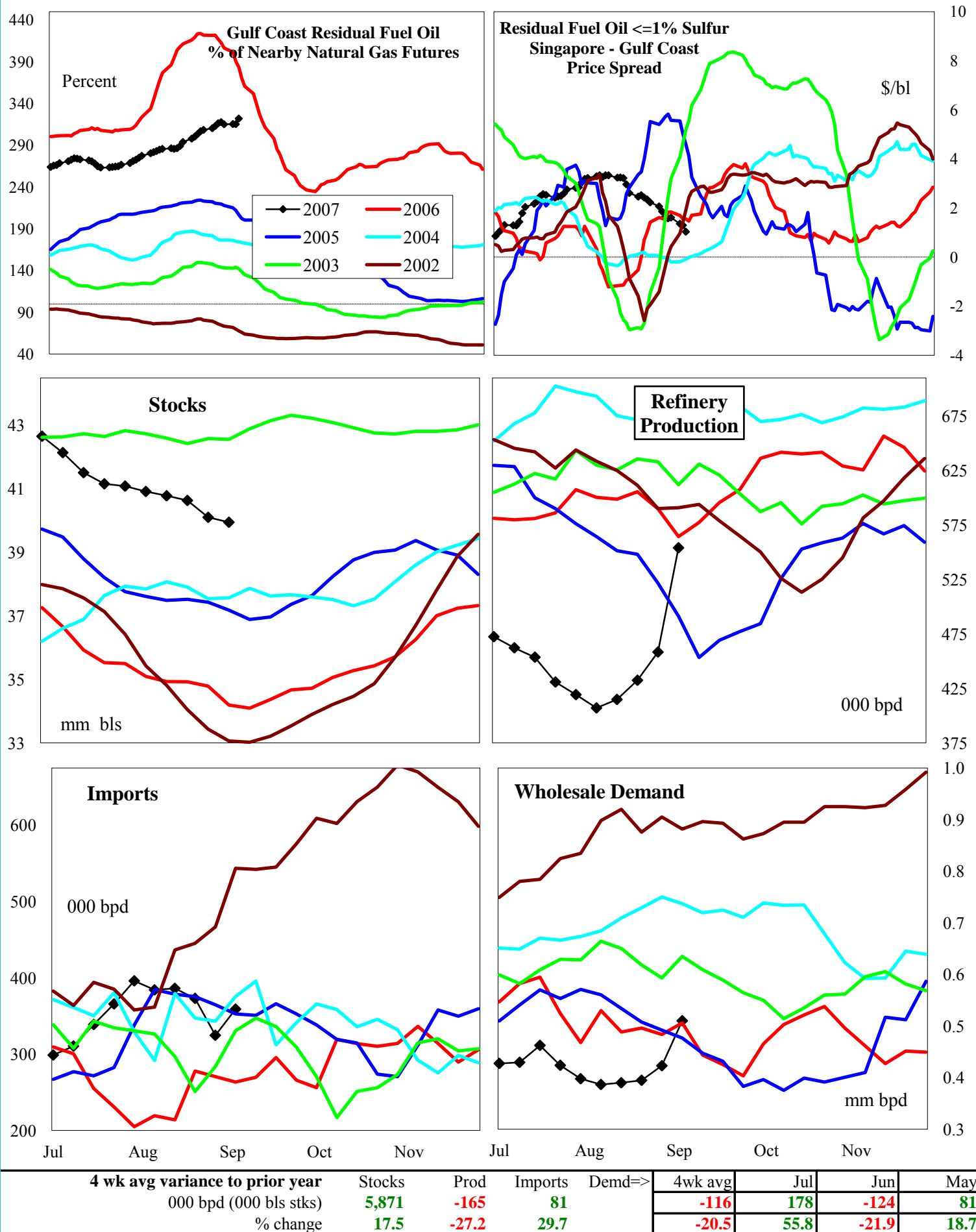
-11.2

50.0

-84.0

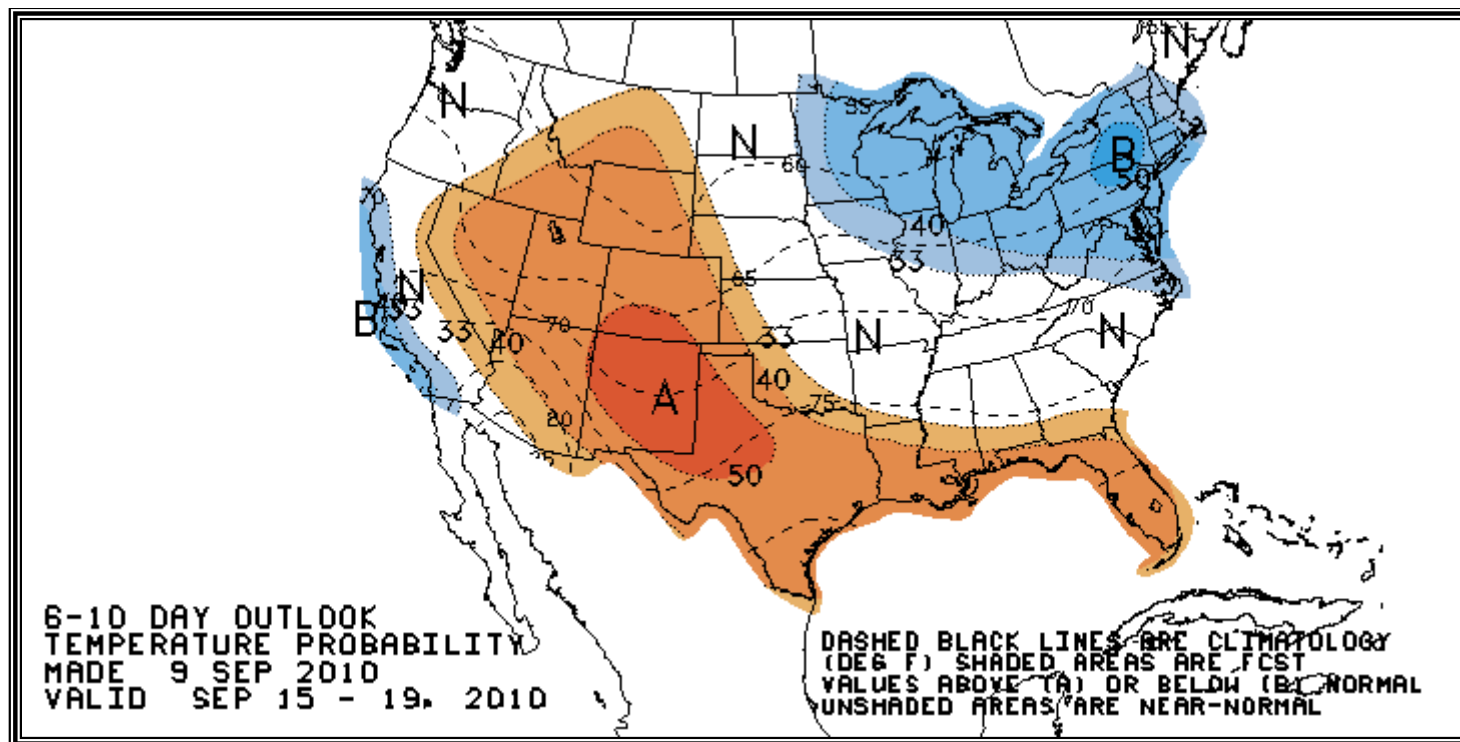
5.4

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



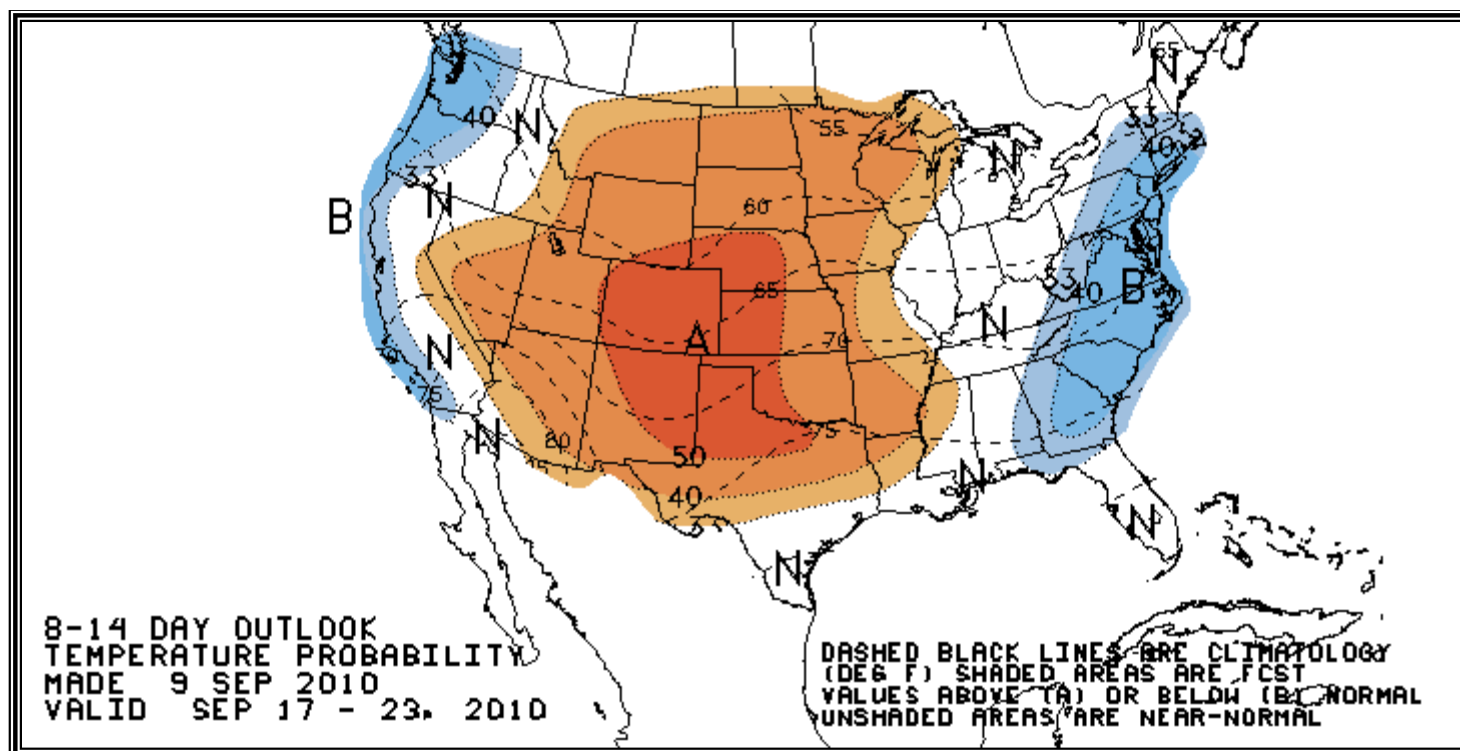
National Weather Service Climate Prediction Center

Degree Days 6 - 10 Day Temperature Forecast



National Weather Service Climate Prediction Center

Degree Days 8 - 14 Day Temperature Forecast



American Gas Association Regions

