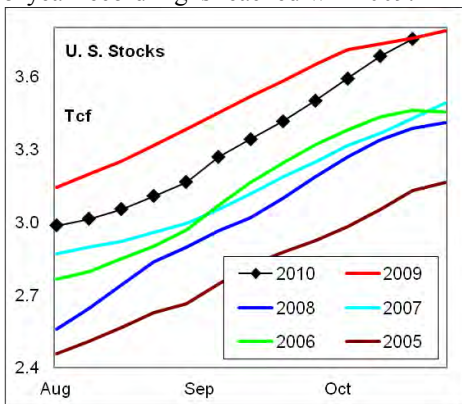
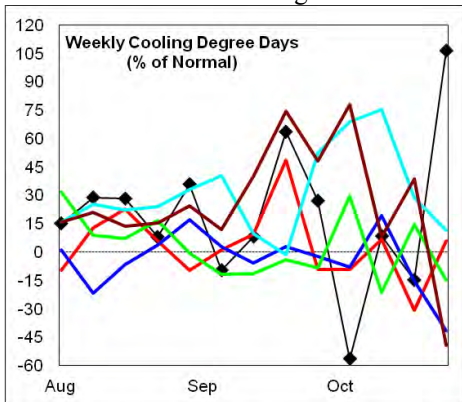




Summary¹ Stocks increased +71 Bcf last week, a level that matched the historic high for the period. Stock levels now match the 5-year record highs reached in 2009.



Cooling degree days were -15% below normal for the week ending 23Oct10. Much warmer than normal temperatures are forecast for the week ending 30Oct10.



In the East Region stocks increased +34 Bcf, which was a build above the mid range for week. Stocks increased +6 Bcf in the West Region, which was at the mid range. The stock build of +31 Bcf in the Producing Region was the 4th consecutive record weekly build.

Cooling degree days were -32% below normal in the East Region, 62% below normal in the West Region and +48% above normal in the Producing Region for the week ending 23Oct10.

Cooling degree days were -15% below

¹ Related Web Sites:

[Data Source is EIA Weekly Statistics](#)

[National Weather Service 6-10 Day](#)

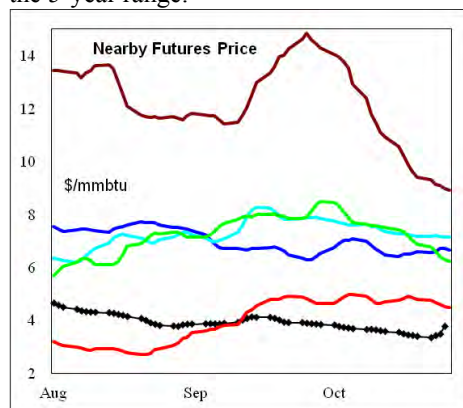
[National Weather Service 10-14 Day](#)

normal for the week ended 23Oct10, with temperatures forecast to be much above normal for the current week ending 30Oct10.

The 6-10 day NWS forecast for the week ending November 6th is for much above normal temperatures in the western 2/3rds of the country and below normal along the East and South coastal states.

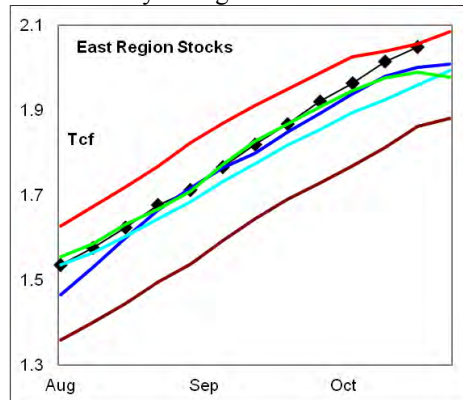
The 8-14 day NWS forecast for the week ending November 10th is for much above normal temperatures across the western 2/3rds of the country and near normal in the south and east states.

Prices: Nearby gas futures prices increased +\$0.39/mmbtu for the week ending 21Oct10; with the increase due to the roll from November to December contract. Prompt month futures prices remain below the 5-year range.



The 1st - 4th month forward price curve trended higher on the week, due to the roll from November to December futures contract.

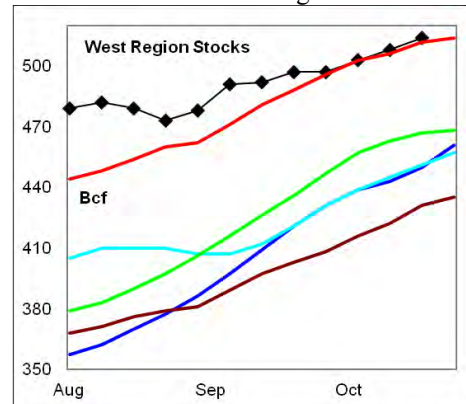
East Region stocks increased +34 Bcf on the week, a build above the mid range. The latest 4-wk stock build was a record high for this time of year. Stock levels match the 5-year high.



Temperatures in the region are forecast to be much warmer than normal for the

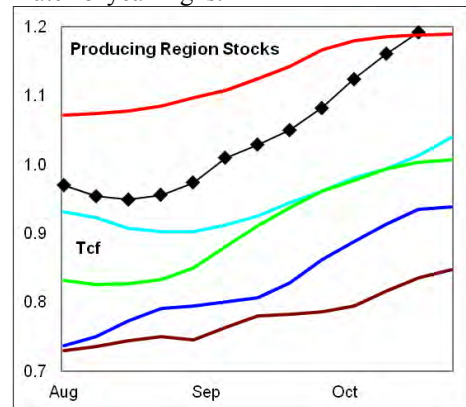
current week ending 30Oct10. Normal to slightly below normal temperatures are forecast for the next 10-days.

West Region stocks increased +6 Bcf on the week, which was at the historic mid range. Stock levels match last years' 5-year high. The latest 4-wk stock build was well below the historic range.



Temperatures are forecast to be cooler than normal for the week ending 30Oct10. Much warmer than normal temperatures are forecast for the next 10-days.

Producing Region stocks increased +31 Bcf on the week, the 4th consecutive record weekly build. The latest 4-wk stock build was a record high. Stock levels now match 5-year highs.



Temperatures are much warmer than normal this week in the region. Slightly below normal temperatures 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: Much warmer than normal temperatures are forecast for the western 2/3rds of the country through the first 10-days of November. Stock levels match historic record highs for the last 5-years. These trends point toward continued pressure on prices in the near term.



NATURAL GAS: Graph Link and Weekly Summary

Report prepared as of: October 28, 2010

For the week ending: 22-Oct-10

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

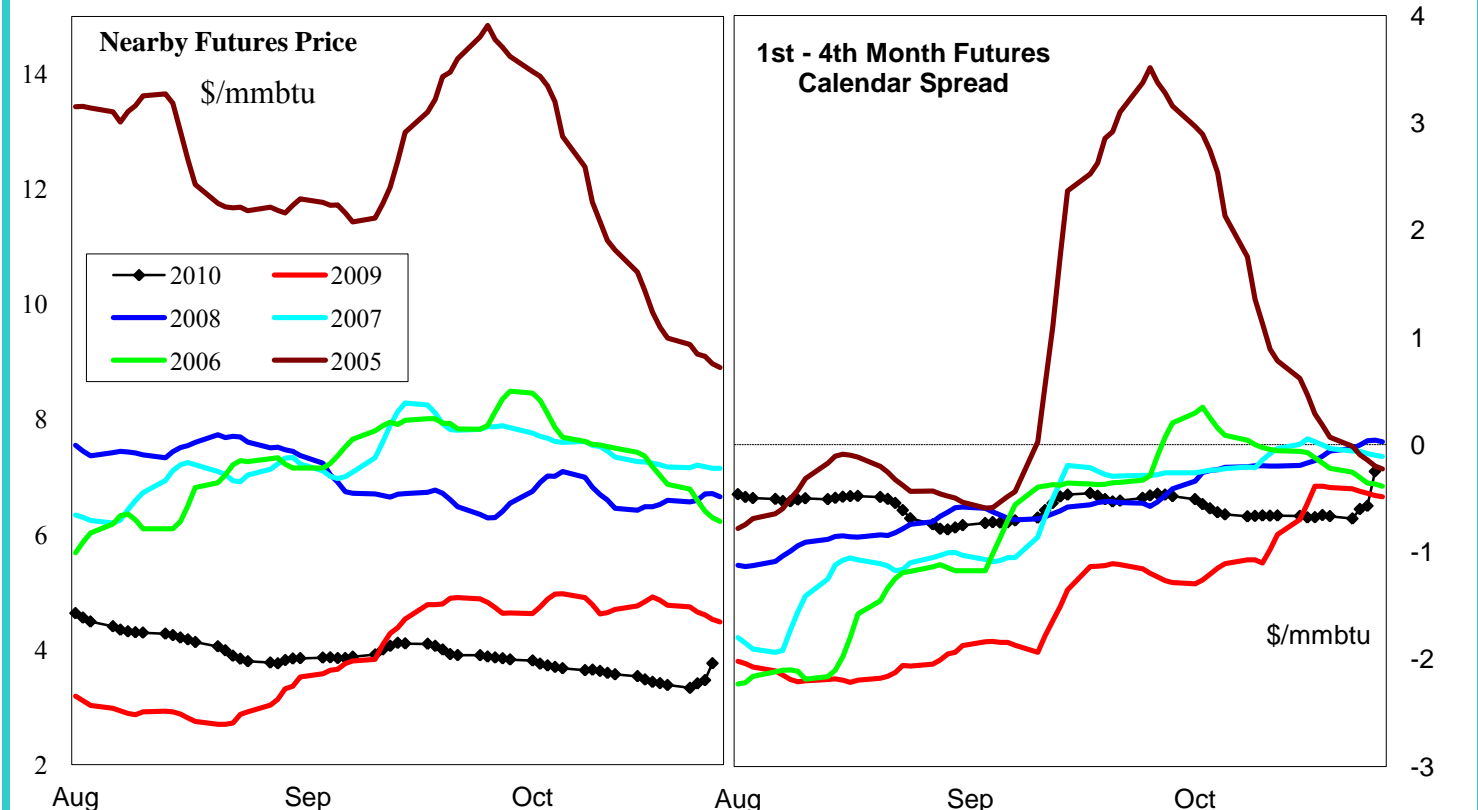
Week ending:	22-Oct-10			16-Oct-10		23-Oct-10		30-Oct-10	
Region	Weekly Stocks			Weekly Cooling Degree Days					
	Bcf	Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
		Week Bcf	Year (%)						
U.S. Total	3,754	71	0.0	7	8%	-7	-15%	6	106%
East	2,048	34	-0.4	3	-19%	-4	-32%	7	104%
West	514	6	0.4	16	89%	-21	-62%	-1	-42%
Producing	1,192	31	0.3	8	-9%	3	48%	12	182%

Seasonal Trends in Stocks and Cooling Degree Days

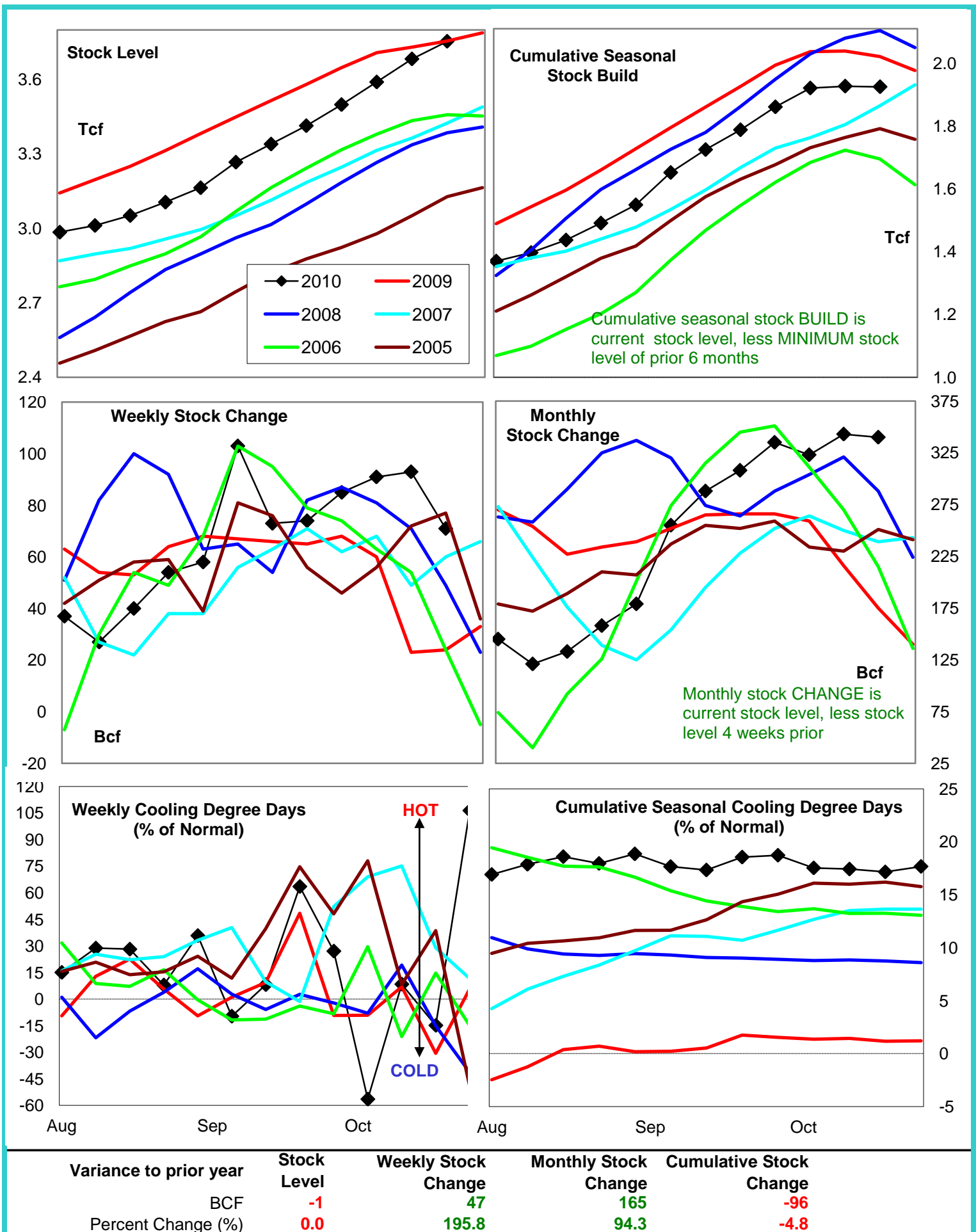
	Cumulative Stock change			Cumulative Cooling Degree Days					
	Bcf	Change vs prior year Bcf	%	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal	CCDD's vs normal	% of normal
U.S. Total	1,925	-96	-5.0	213	17%	212	17%	219	18%
East	1,219	-171	-14.0	260	27%	269	27%	296	27%
West	210	-9	-4.3	-35	-4%	-41	-4%	-43	-5%
Producing	496	84	16.9	260	12%	269	12%	296	13%

Futures Market Price Trends

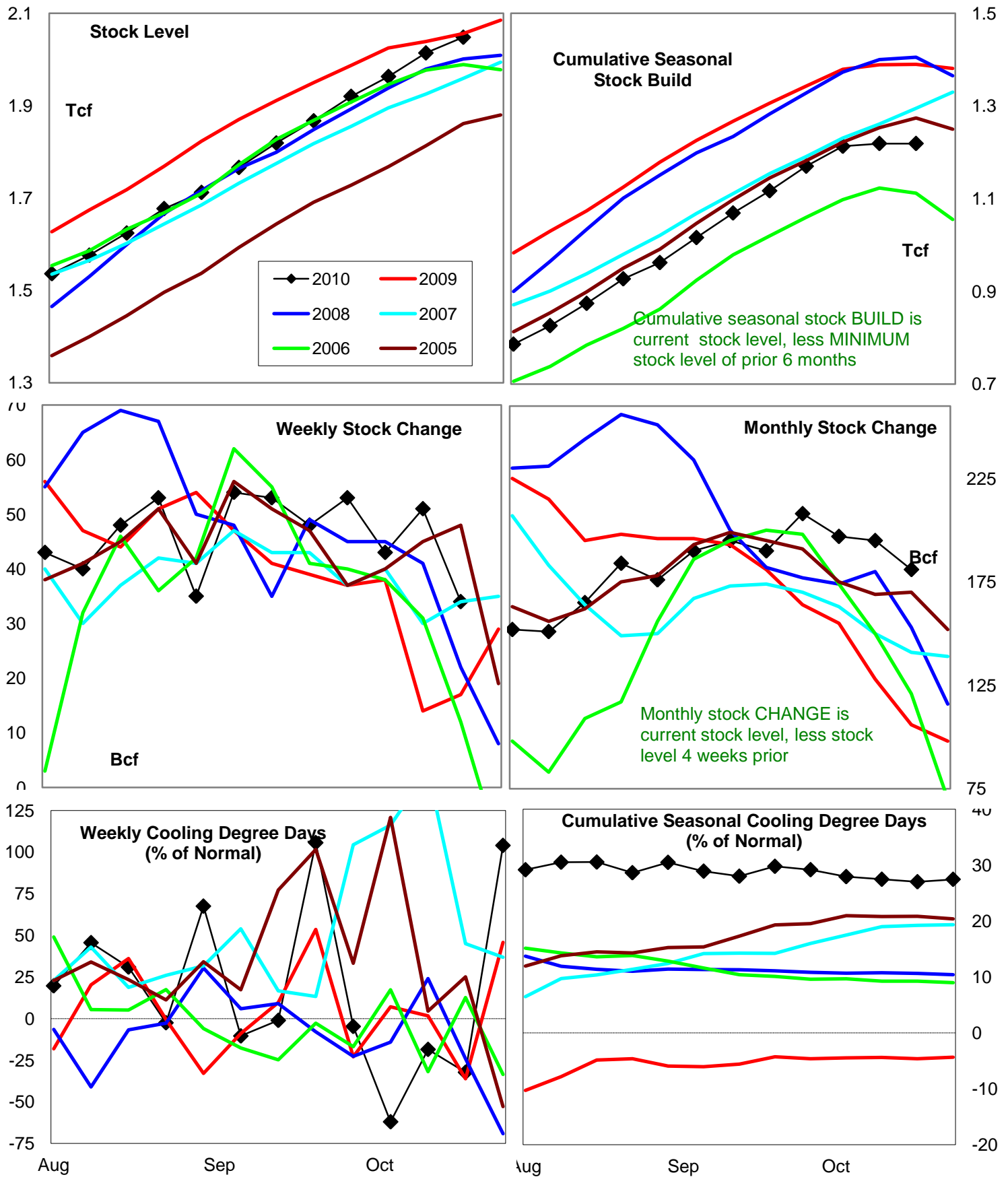
Date:	29-Oct-10	Change vs prior week, month, year		
		25-Oct-10	4-Oct-10	20-Oct-09
1st month Futures	3.76	0.43	-0.04	-0.74
% change	xxxxx	12.9	-1.1	-16.4



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

-8

17

75

-171

Percent Change (%)

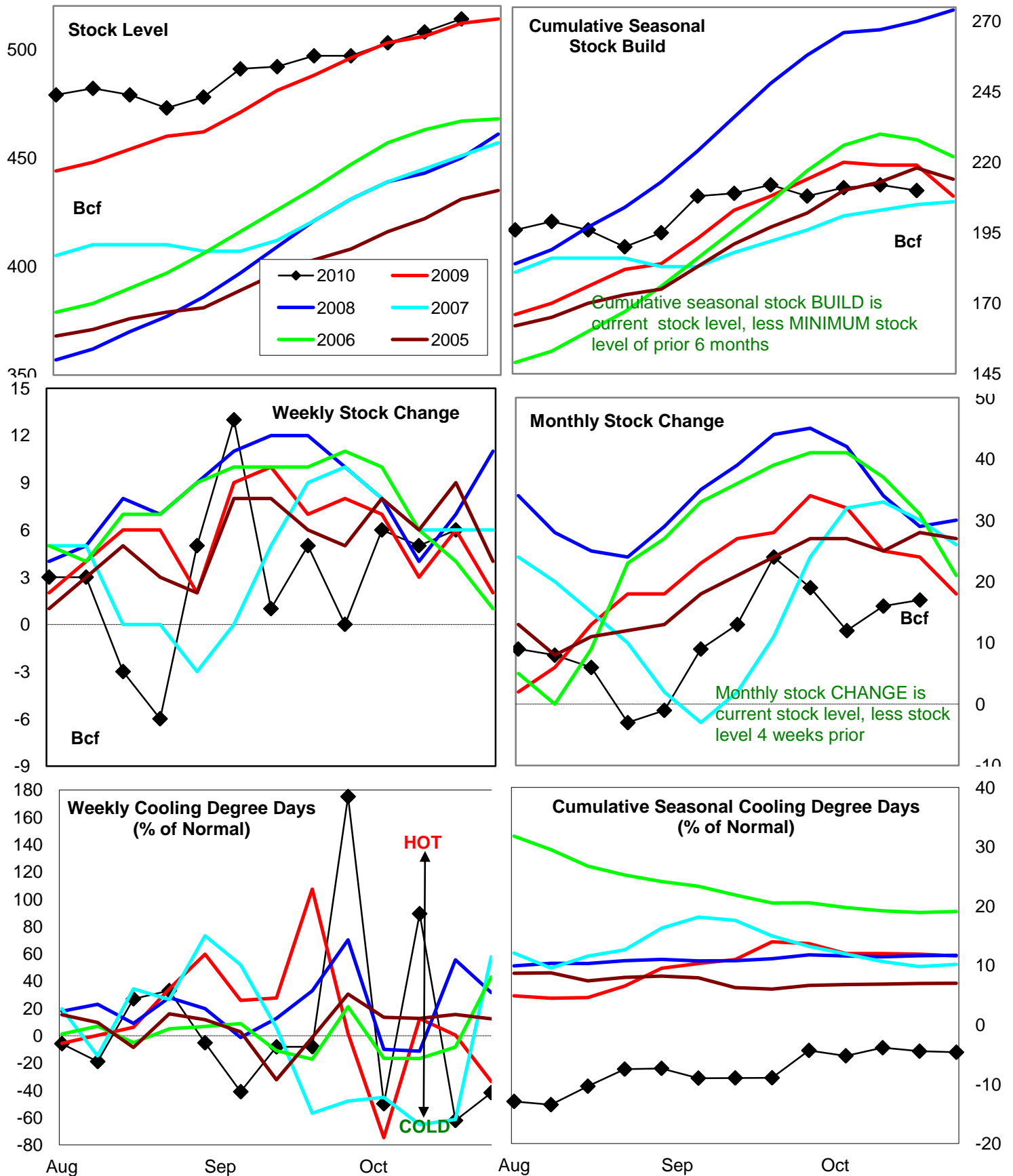
-0.4

100.0

70.8

-12.3

Natural Gas West Region Stock and Weather Trends



Variance to prior year

Stock Level

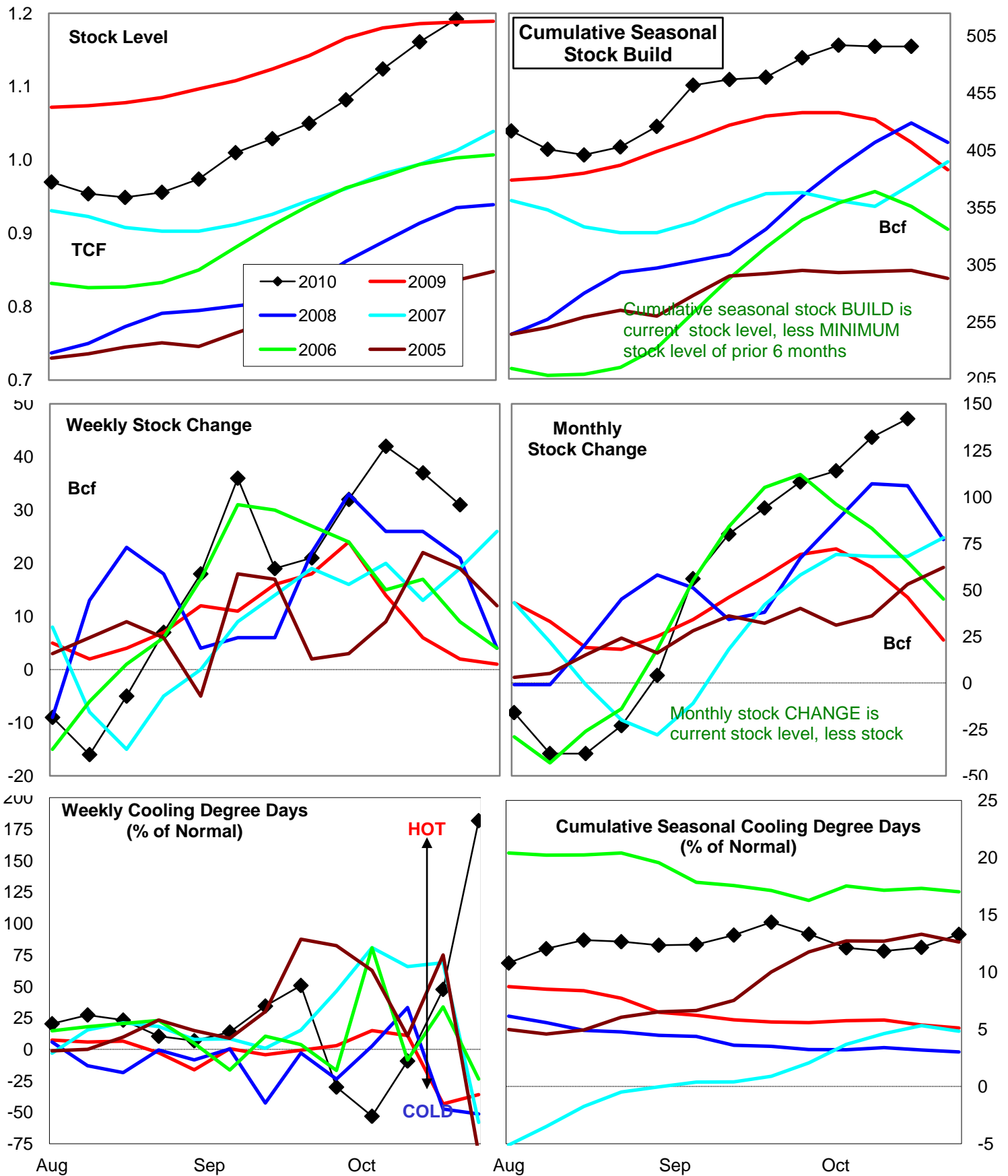
Weekly Stock Change

Monthly Stock Change

Cumulative Stock Change

BCF
Percent Change (%)2
0.40
0.0-7
-29.2-9
-4.1

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
ChangeBCF
Percent Change (%)

4

29

96

84

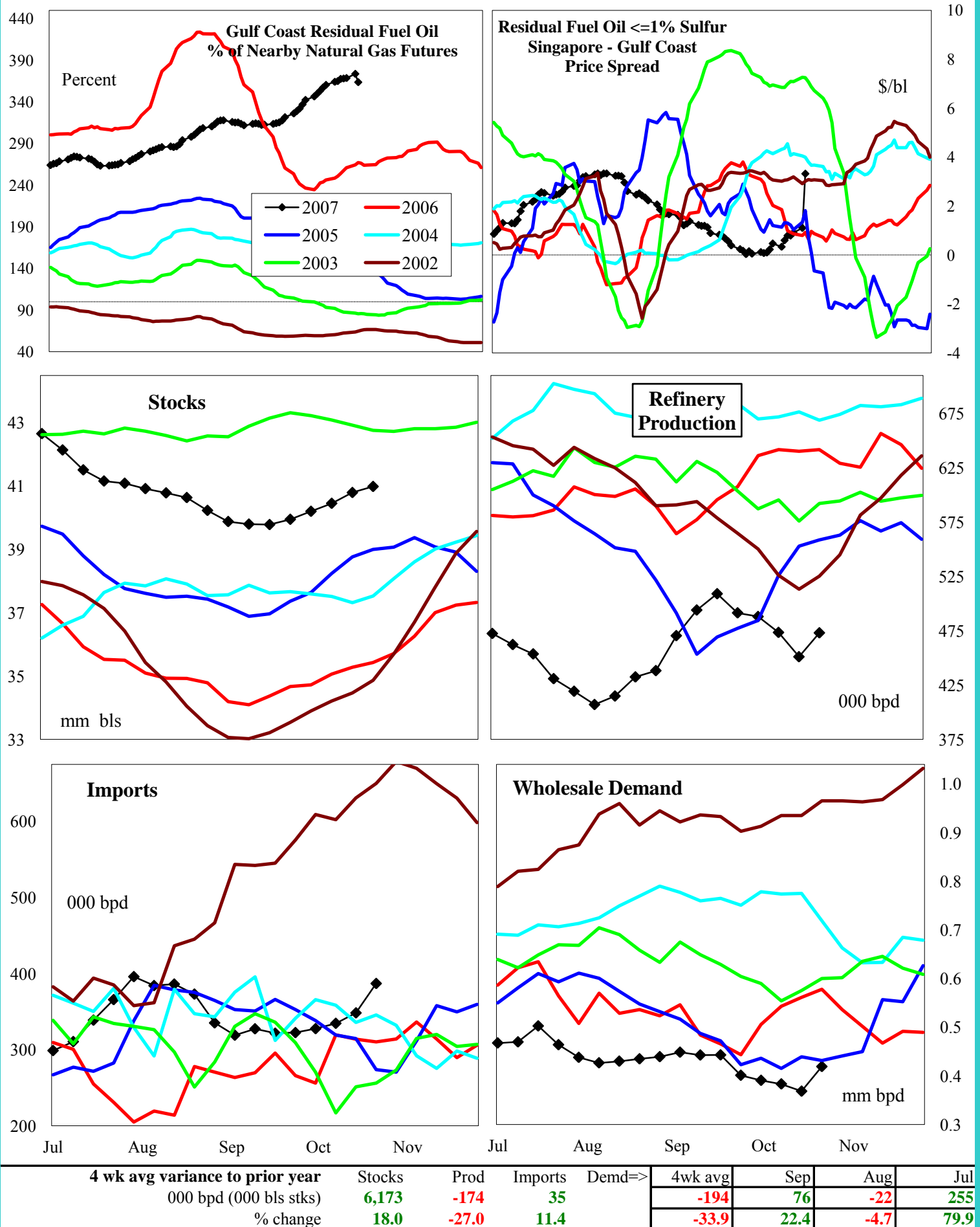
0.3

1,450.0

208.7

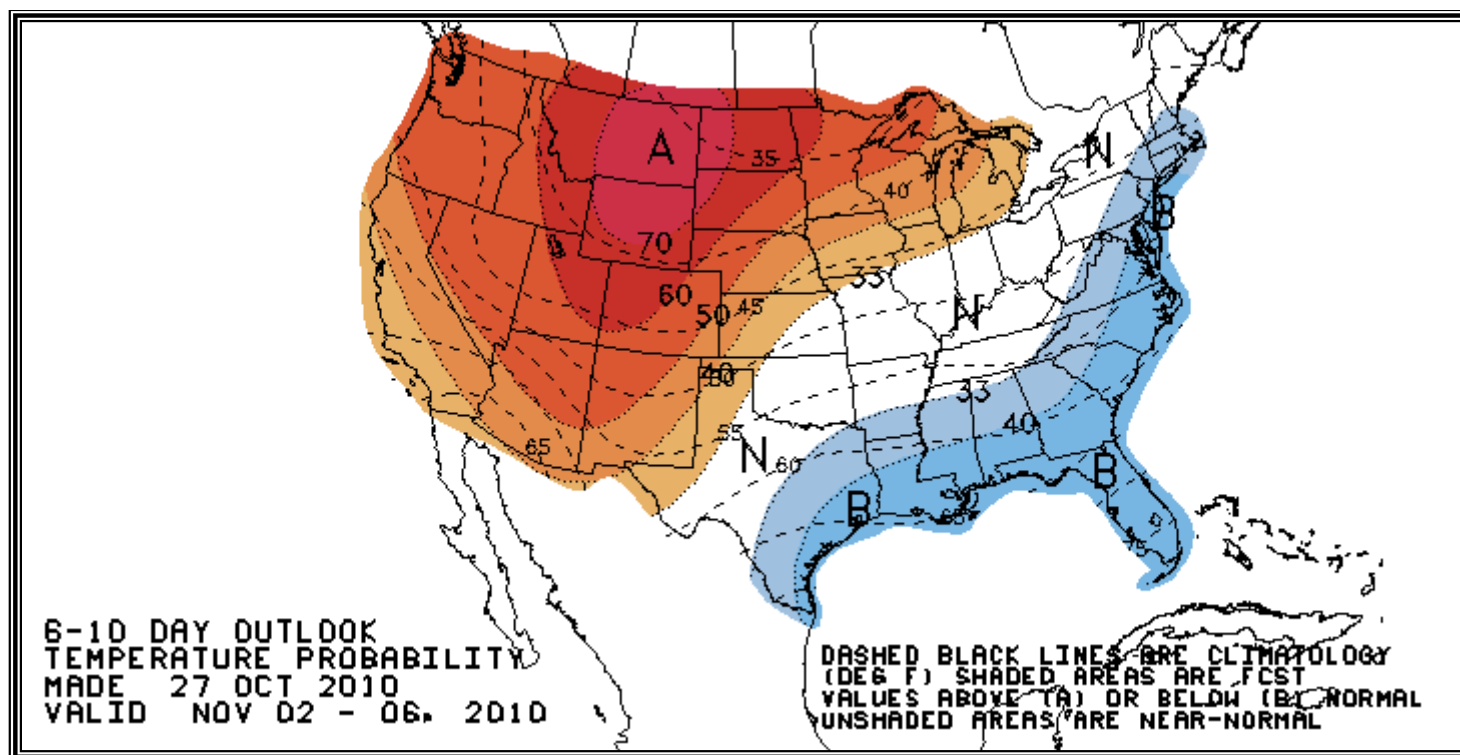
20.4

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



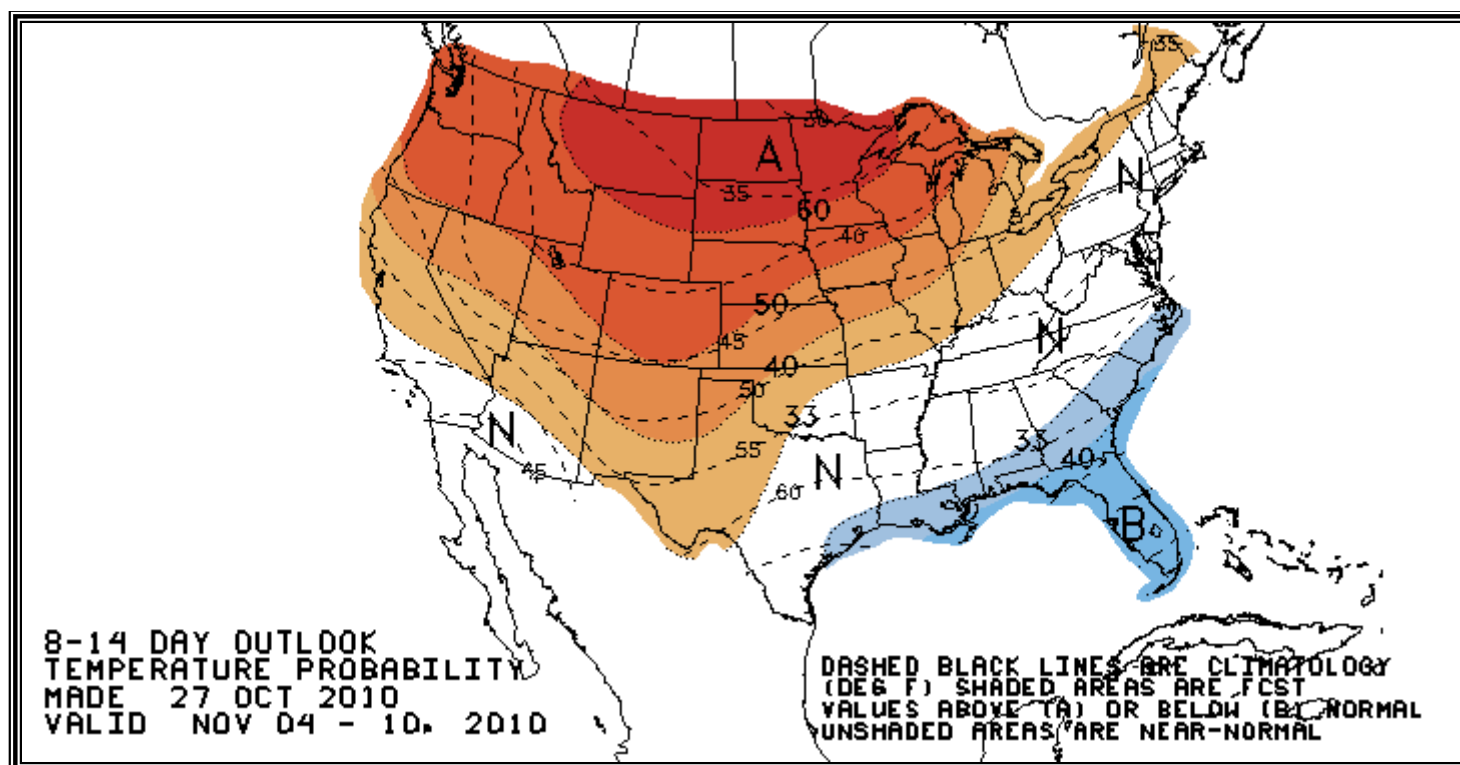
National Weather Service Climate Prediction Center

Degree Days 6 - 10 Day Temperature Forecast



National Weather Service Climate Prediction Center

Degree Days 8 - 14 Day Temperature Forecast



American Gas Association Regions

