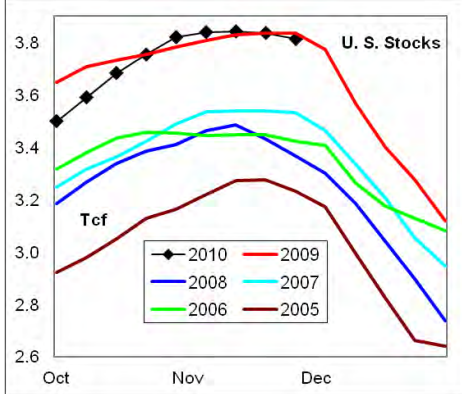
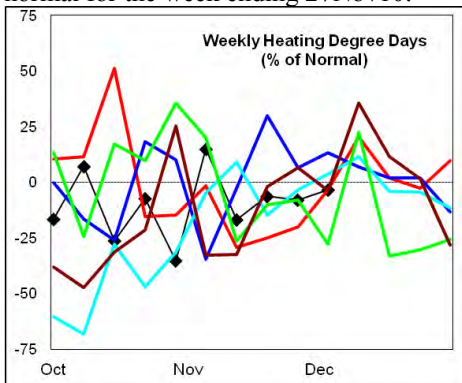




Summary ¹ Stocks decreased -23 Bcf last week, the draw matched the 5-year mid range for the week. Stock levels match the prior 5-year high set in 2009 for the period.



Heating degree days were -8% below normal for the week ending 27Nov10.



In the East Region stocks decreased -16 Bcf for the period, a level that matched the mid range for the week. Stocks decreased -21 Bcf in the West Region, which was a record draw for the period. The stock build of +14 Bcf in the Producing Region was a record build for the week.

Heating degree days were -11% below normal in the East Region, +30% above normal in the West Region and -27% below normal in the Producing Region for the week ending 27Nov10.

Heating degree days were -8% below normal for the week ended 27Nov10, and are forecast to be -3% below normal for the week ending 04 Dec10.

¹ Related Web Sites:

[Data Source is EIA Weekly Statistics](#)

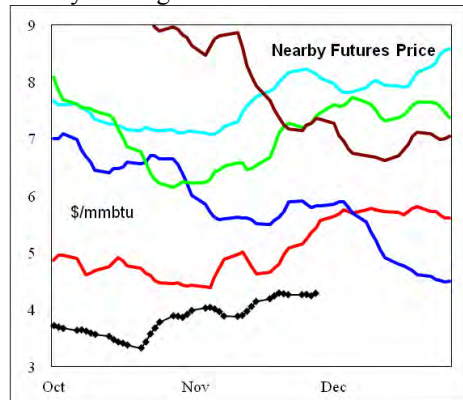
[National Weather Service 6-10 Day](#)

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

The 6-10 day NWS forecast for the week ending December 11th is for colder than normal temperatures in the eastern 1/2 of the country and near normal temperatures in the western 1/2 of the country.

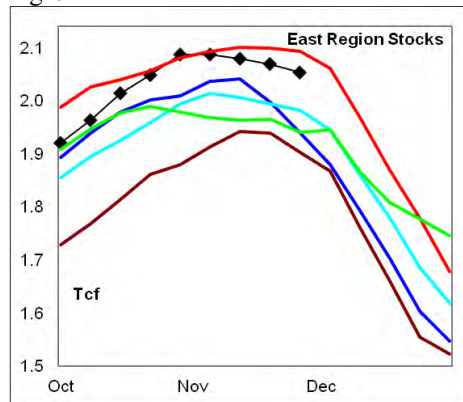
The 8-14 day NWS forecast for the week ending December 15th is for an extension of the 6-10 days forecast; colder than normal in the eastern 1/2 and warmer than normal in the western 1/2 of the country.

Prices: Nearby gas futures prices were unchanged for the week ending 02Dec10. Prompt month futures prices remain below the 5-year range.



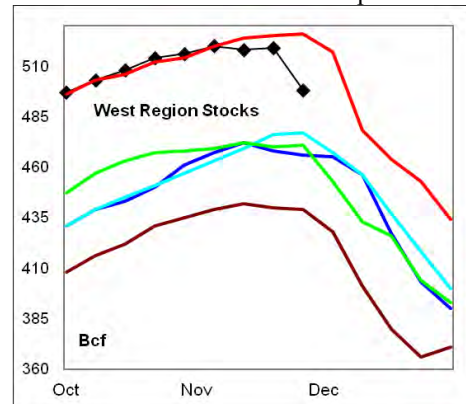
The 1st - 4th month forward price curve traded sharply higher on the roll to January as the nearby contract. The spread is now slightly inverted, with the level at the upper end of the historic range.

East Region stocks decreased -16 Bcf last week, a level that matched the mid range for the period. The latest 4-wk stock draw was above the historic mid range. Stock levels were -1.9% below the prior record high.



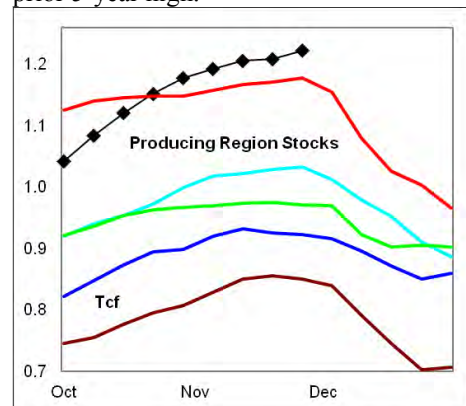
Heating degree days in the region are forecast to be -4% below normal for the week ending 04Dec10. Significantly above normal heating degree days are forecast for the next 10-days.

West Region stocks decreased -21 Bcf on the week, which was a record draw for the period. Stock levels were -5.3% below the prior record high. The latest 4-wk stock draw was a record draw for the period.



Heating degree days are forecast to be +6% above normal for the week ending 04Dec10. Slightly warmer than normal temperatures are forecast for the next 10-days.

Producing Region stocks increased +14 Bcf on the week, which was a record build for the period. The latest 4-wk stock build matched the prior 5-year high for the period. Stock levels were +3.7% above the prior 5-year high.



Heating degree days are forecast to be -9% below normal for the week ending 04Dec10. Slightly colder than 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: Temperatures are forecast to turn colder during the next 10-days, across the eastern 1/2 half of the country.

Above normal heating degree days should provide modest support to natural gas prices even with record supplies.



NATURAL GAS: Graph Link and Weekly Summary

Report prepared as of: December 2, 2010

For the week ending: 26-Nov-10

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

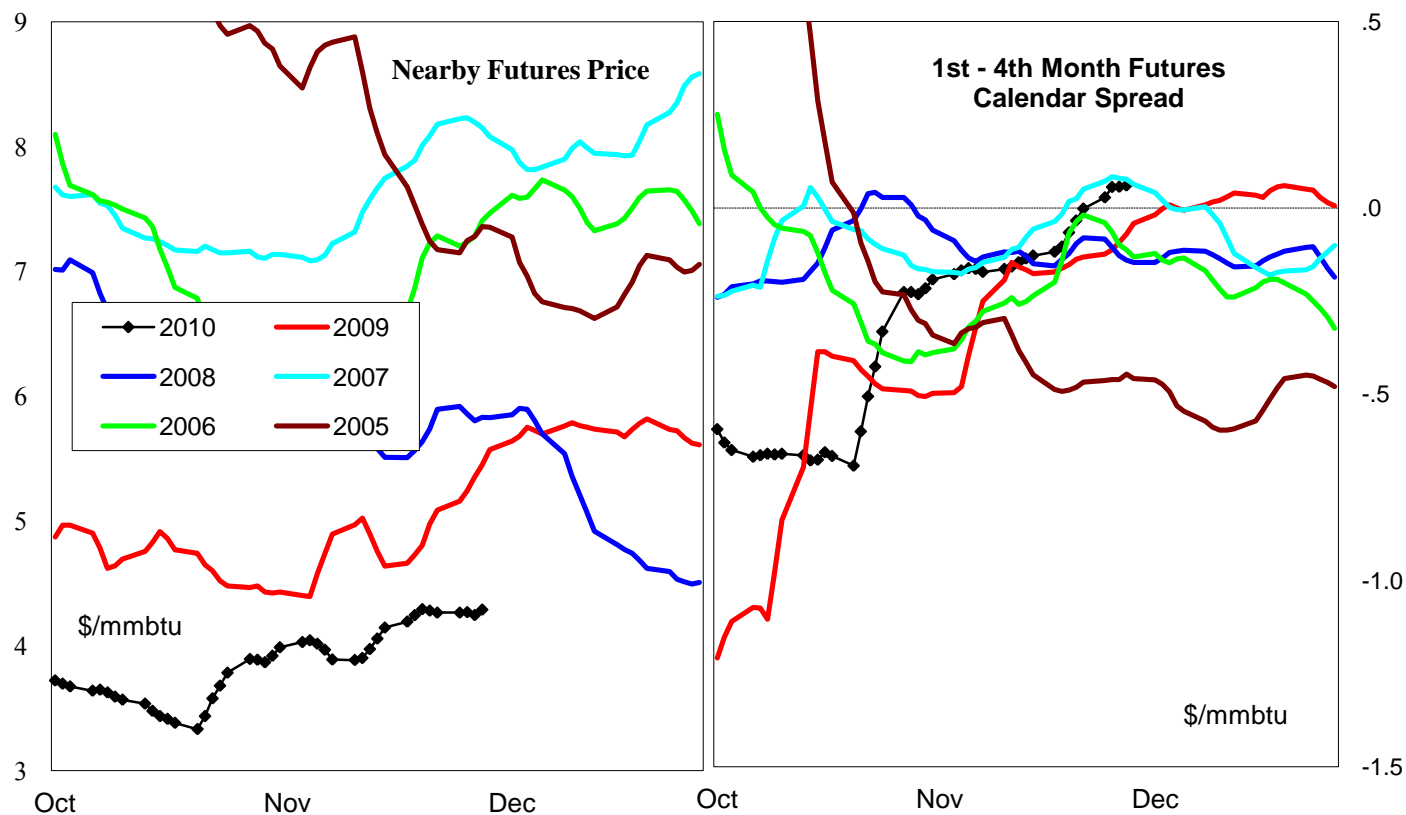
Week ending:	26-Nov-10			20-Nov-10		27-Nov-10		4-Dec-10	
Region	Weekly Stocks			Weekly Heating Degree Days					
	Bcf	Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
		Week Bcf	Year (%)						
U.S. Total	3,814	-23	-0.6	30	-6%	13	-8%	22	-3%
East	2,053	-16	-1.9	31	-7%	11	-11%	28	-4%
West	498	-21	-5.3	11	-9%	80	30%	-28	6%
Producing	1,263	14	3.7	37	3%	-18	-27%	32	-9%

Seasonal Trends in Stocks and Heating Degree Days

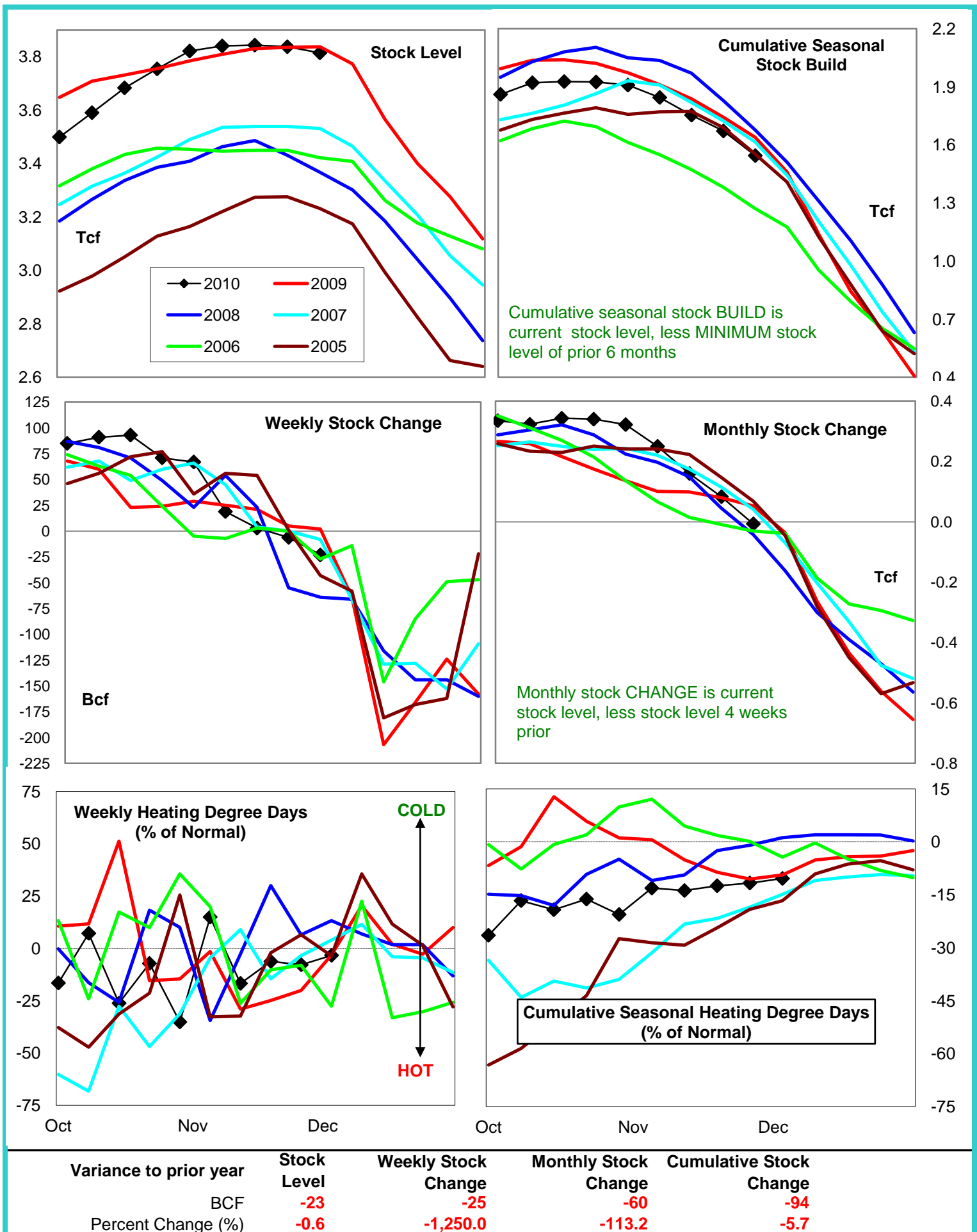
	Cumulative Stock Draw			Cumulative Heating Degree Days					
	Bcf	Change vs prior year Bcf	%	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal
U.S. Total	1,545	-94	-6.1	137	-12.4	150	-11.7	173	-10.4
East	1,006	-143	-14.2	148	-11.5	159	-11.3	187	-10.2
West	121	-47	-38.8	142	-18.5	222	-11.1	194	-8.7
Producing	418	96	23.0	97	-11.7	79	-15.1	111	-14.0

Futures Market Price Trends

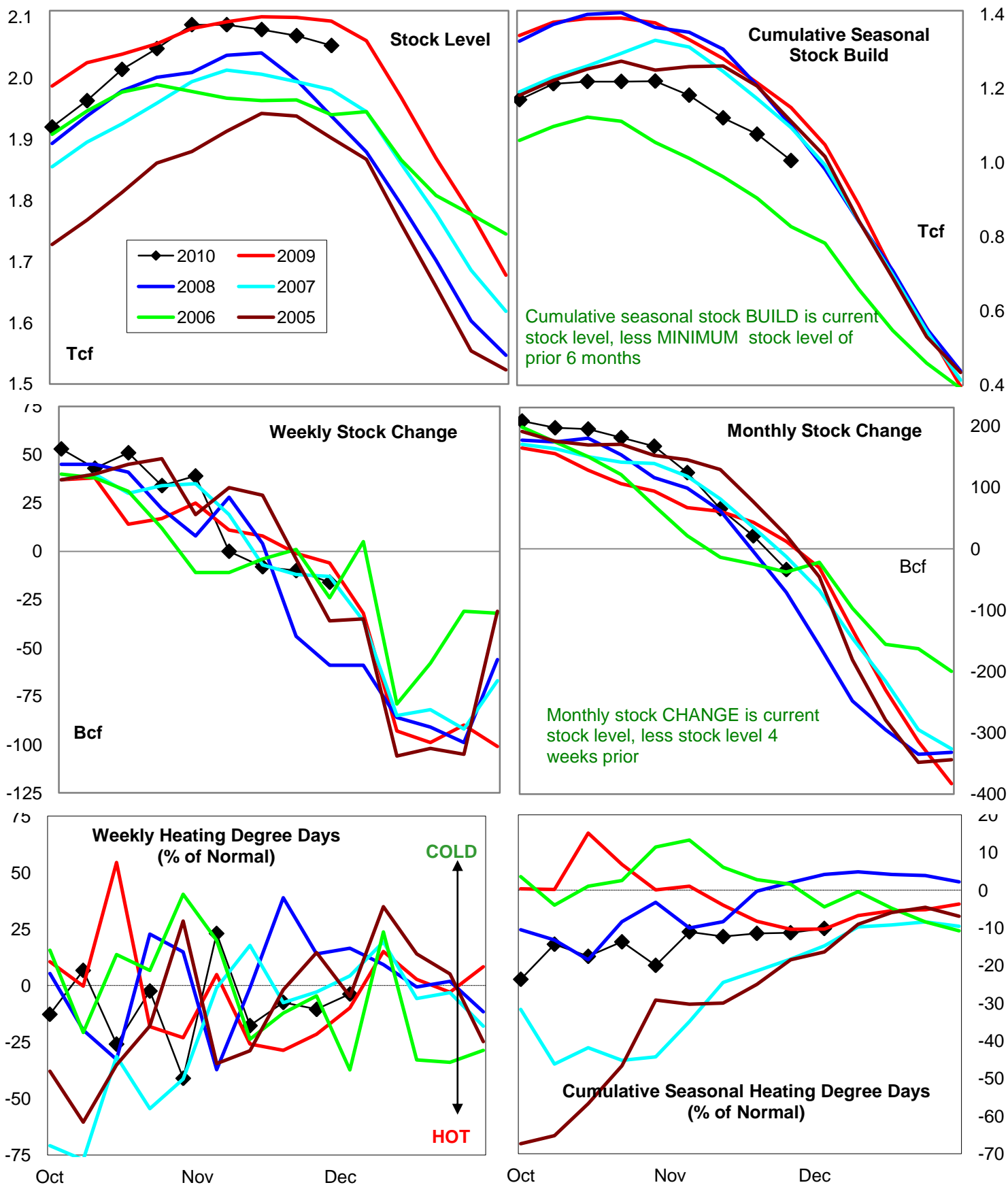
Date:	31-Dec-10	Change vs prior week, month, year		
		27-Dec-10	6-Dec-10	31-Dec-09
1st month Futures	4.29	-0.11	0.35	-1.17
% change	xxxxx	-2.5	8.9	-21.4



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

-40

-10

-46

-143

Percent Change (%)

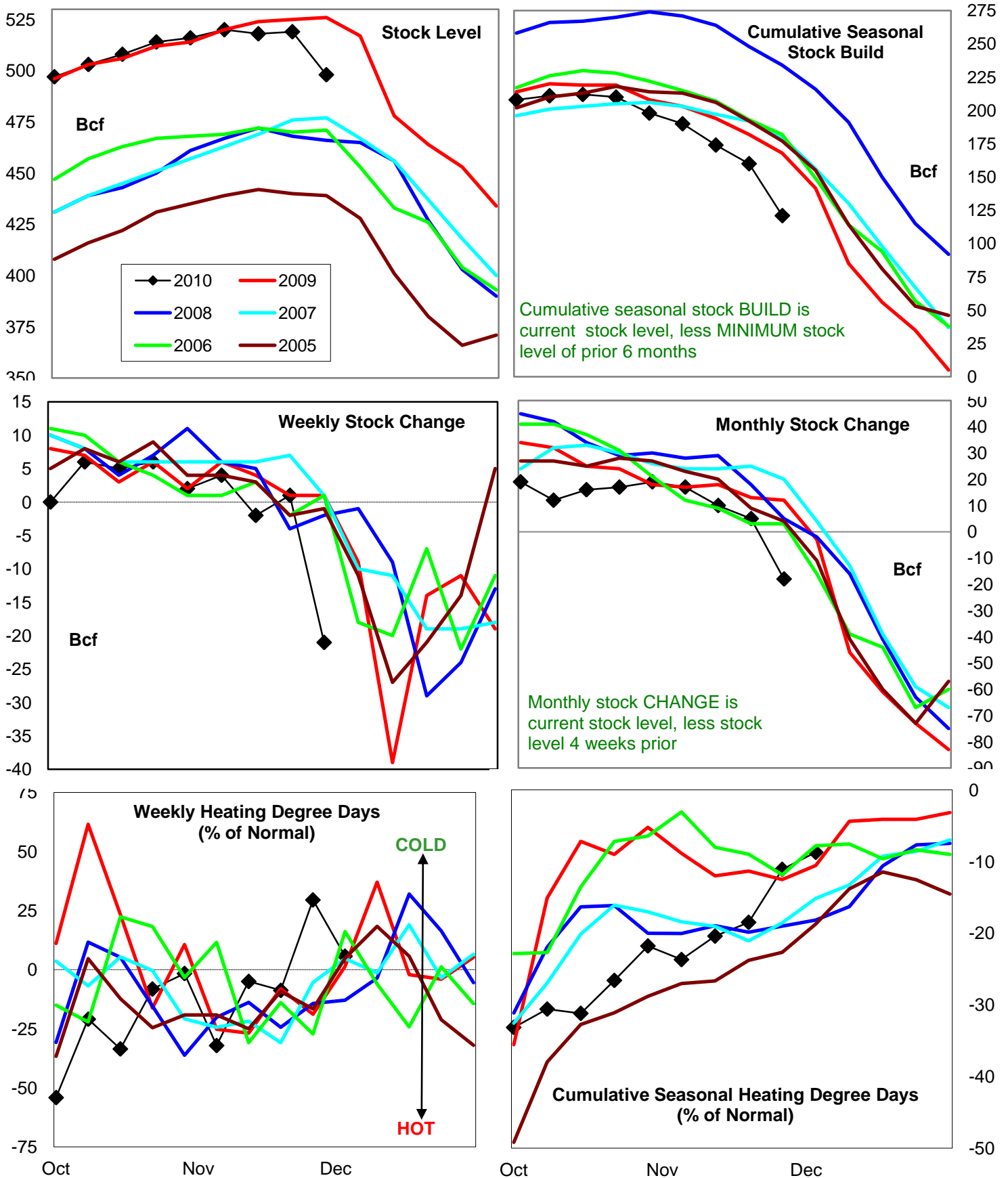
-1.9

166.7

-383.3

-12.4

Natural Gas West Region Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
Change

BCF

-28

-22

-30

-47

Percent Change (%)

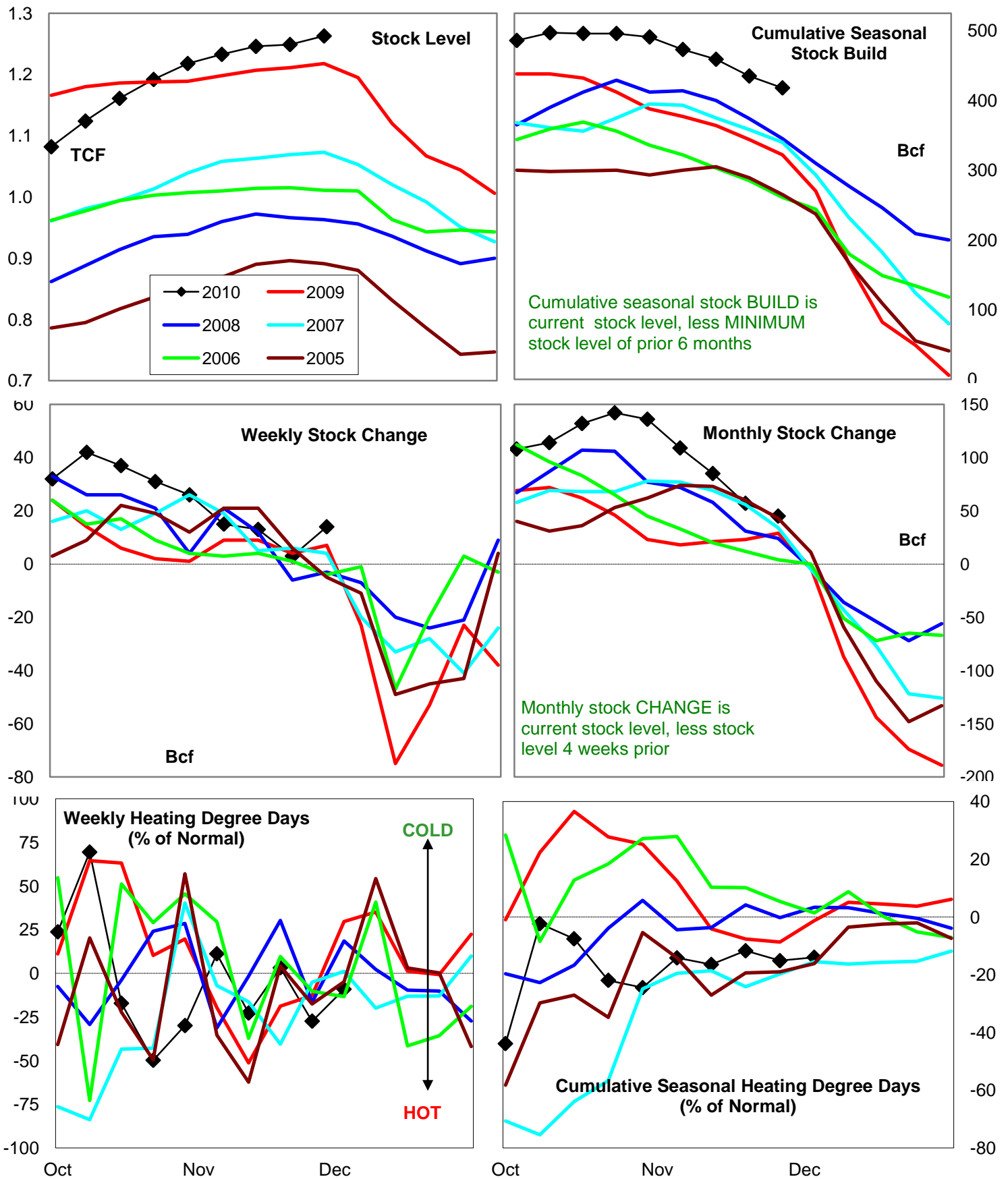
-5.3

-2,200.0

-250.0

-28.0

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock
LevelWeekly Stock
ChangeMonthly Stock
ChangeCumulative Stock
Change

BCF

45

7

16

96

Percent Change (%)

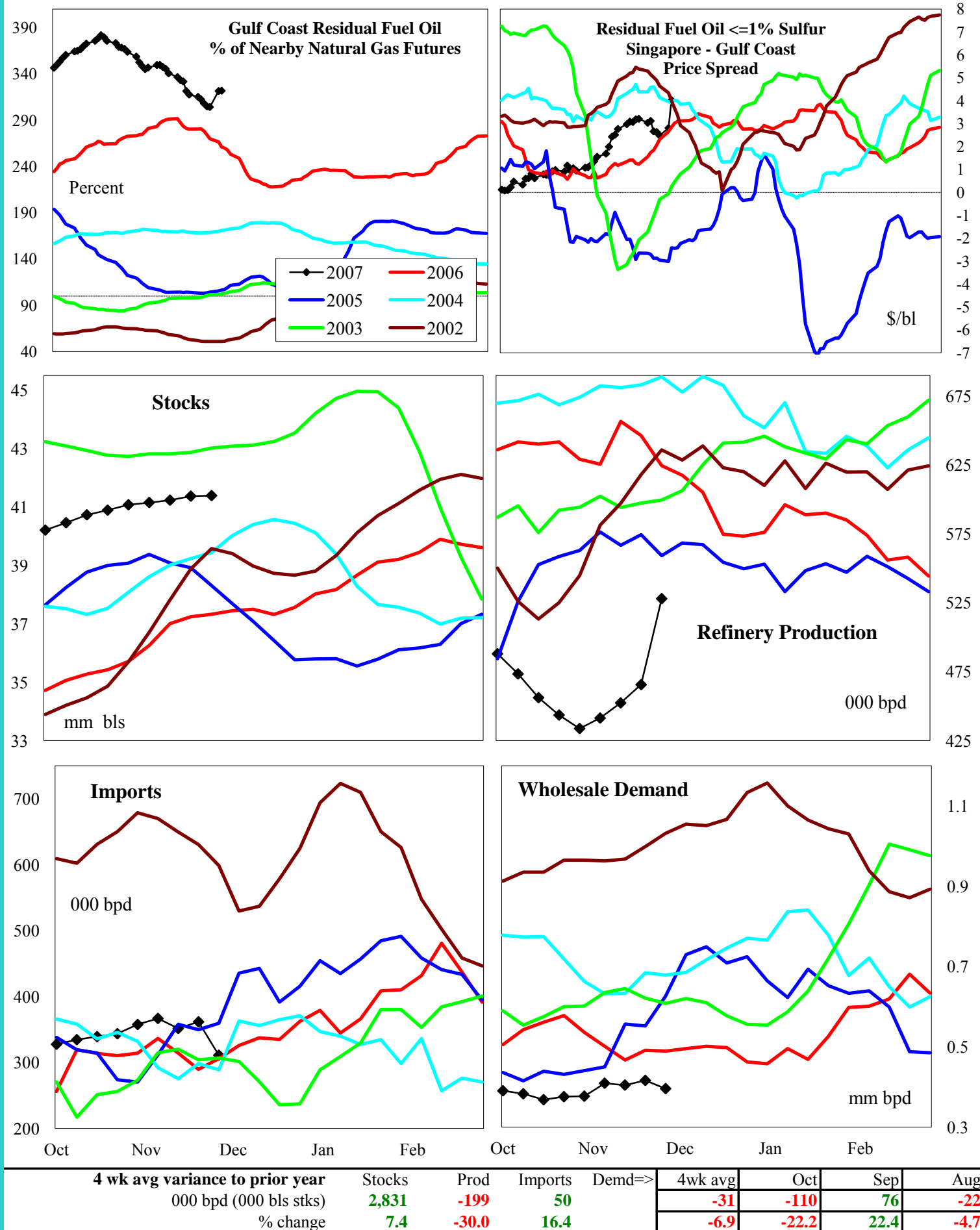
3.7

100.0

55.2

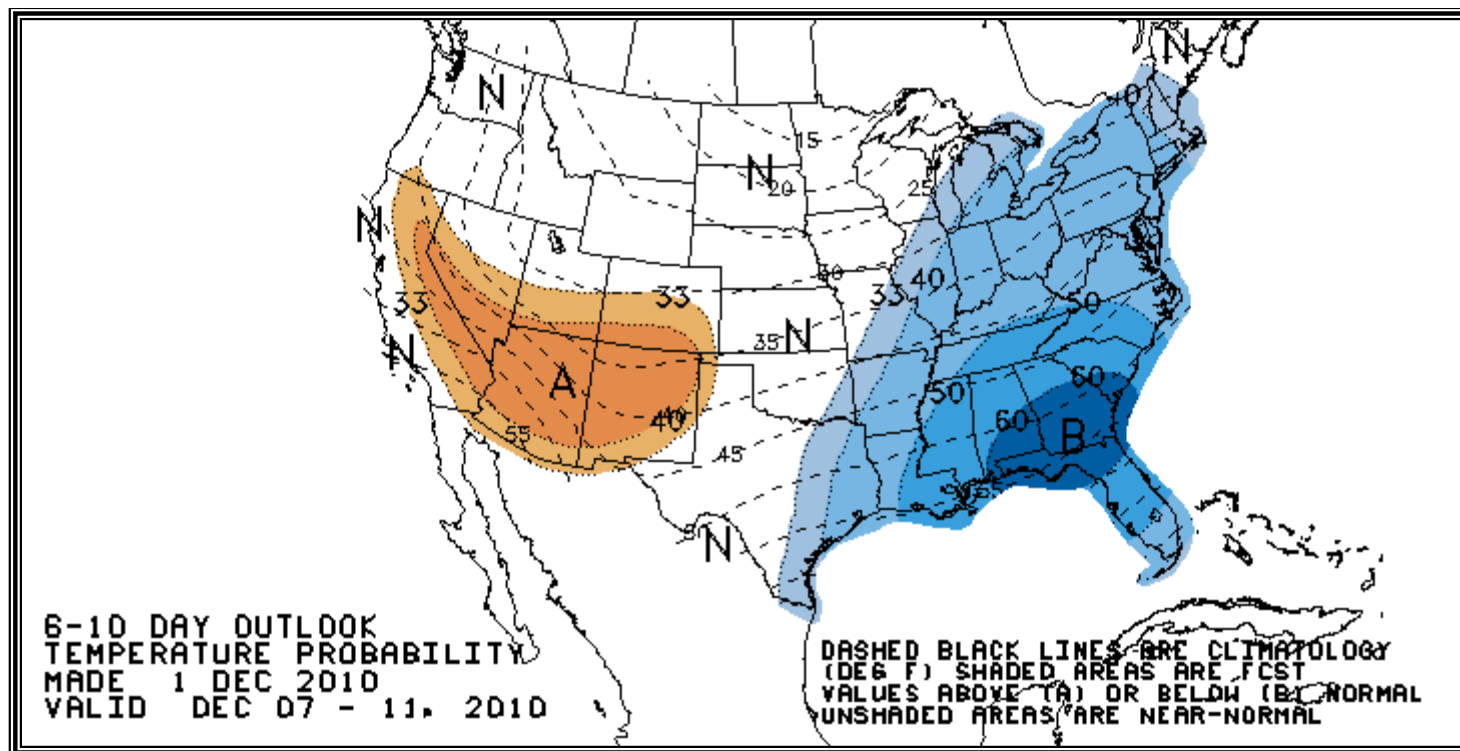
29.8

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



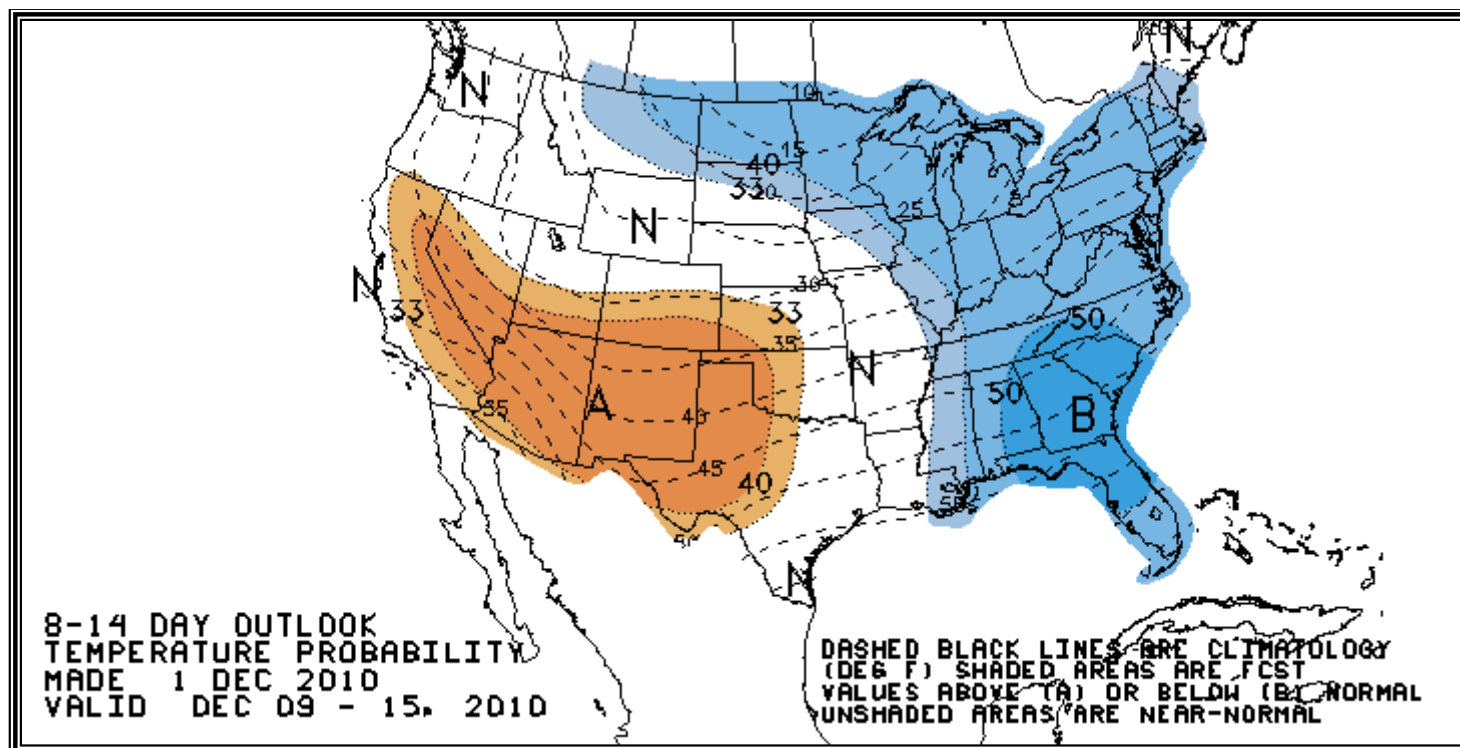
National Weather Service Climate Prediction Center

Degree Days 6 - 10 Day Temperature Forecast



National Weather Service Climate Prediction Center

Degree Days 8 - 14 Day Temperature Forecast



American Gas Association Regions

