

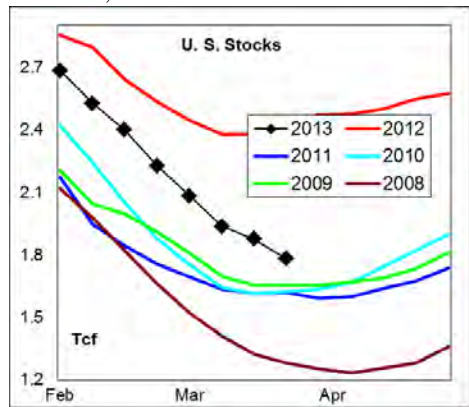
WEEKLY NATURAL GAS SUPPLY and PRICE TRENDS

A Fundamental Petroleum Trends Weekly Report

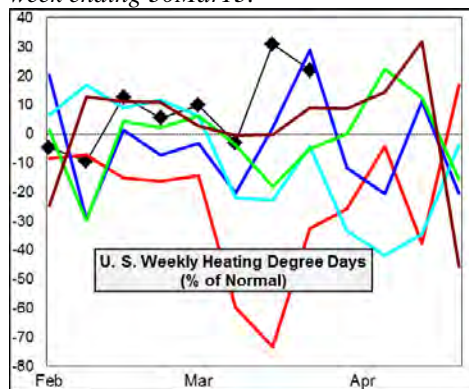
Lehi German Tel: 816.505.0980 www.fundamentalpetroleumtrends.com Saturday, March 30, 2013



Summary¹ The stock draw of -95 Bcf for the week, was a record draw for the week.



Heating degree days for the week ending 23Mar13 were +31% above normal, and estimated to be +22% above normal for week ending 30Mar13.



In the East Region stocks decreased -73 Bcf for the week, a record draw for the period. Stocks decreased -5 Bcf in the West Region, a larger draw than the last 2-years. Stocks were -17 Bcf lower on the week in the Producing region, also a record draw for the week.

Heating degree days were +36% above normal in the East Region, +13% above normal in the West Region and +10% above normal in the Producing Region for the week ending 23Mar13.

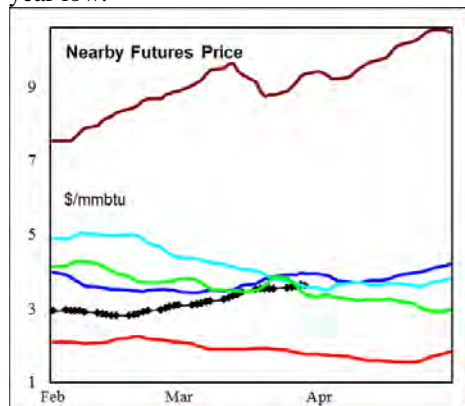
Heating degree days were +31% above normal for the week ending 23Mar13, and estimated to be +22% above normal for the week ending 30Mar13.

The 6-10 day NWS forecast for the

week ending 09Apr is for exceptionally low heating degree days across nearly the entire country, with the exception of northern great lakes area.

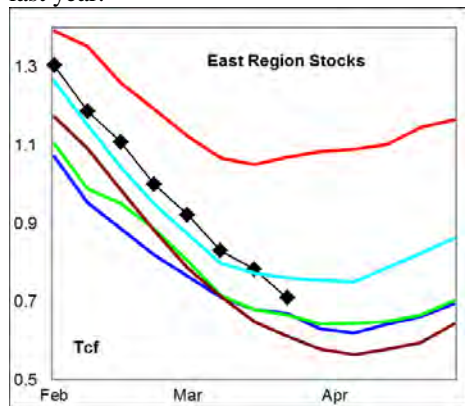
The 8-14 day NWS forecast for the week ending 13Apr13 is for continued exceptionally low heating degree days across the entire country.

Prices: Nearby gas futures prices increased +\$0.10/mmbtu for the week ending 29Mar13. The current price level is +\$1.87/mmbtu above last years' record 5-year low.



The 1st - 4th month forward price curve traded sideways last week, matching the record high for this time of year on heating degree days that matched record highs above normal for the season.

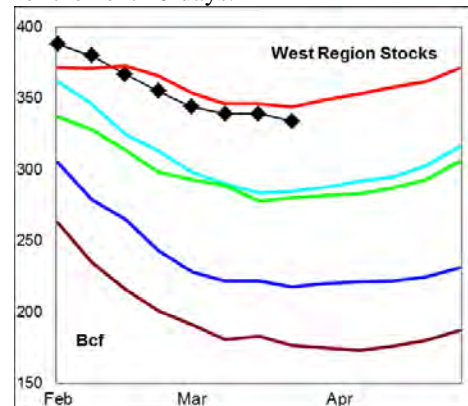
East Region stocks decreased -73 Bcf for the week, a record draw for the period. The current stock level was -34% below last year.



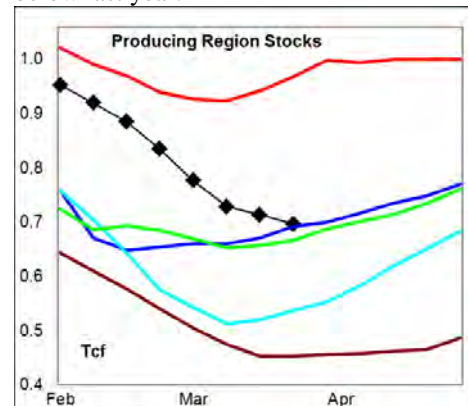
Heating degree days in the region were +36% above normal for the week ending 23Mar13, and estimated to be +23% above normal for the week ending 30Mar13. Heating degree days are forecast to be exceptionally low in the region for the next 10-days.

West Region stocks declined -5 Bcf last week, a slightly higher draw than the last 2-years. Stock levels ended the week -3%

below last year. The latest 4-wk stock matched the historic mid range for the period. Heating degree days were +13% above normal for the week ended 23Mar13 and estimated to be -10% below normal for the week ended 30Mar13. Heating degree days are forecast to be well below normal for the next 10-days.



Producing Region stocks decreased -17 Bcf for the week, a record draw for the period. Stock levels ended the week -27% below last year.



Heating degree days were +10% above normal for the week ended 23Mar13, and estimated to be +52% above normal for the week ending 30Mar13. Extremely low heating 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, with residual fuel demand +1% above last year.

Outlook: An exceptional decline in heating degree days is forecast for the next 10-days across the entire country. While carryout stocks are -26% below last year, they are above the previous 4-years.

The dramatic increase in temperatures is likely to lead a pull back in price during the next 30-days.

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: March 30, 2013

For the week ending: 22-Mar-13

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

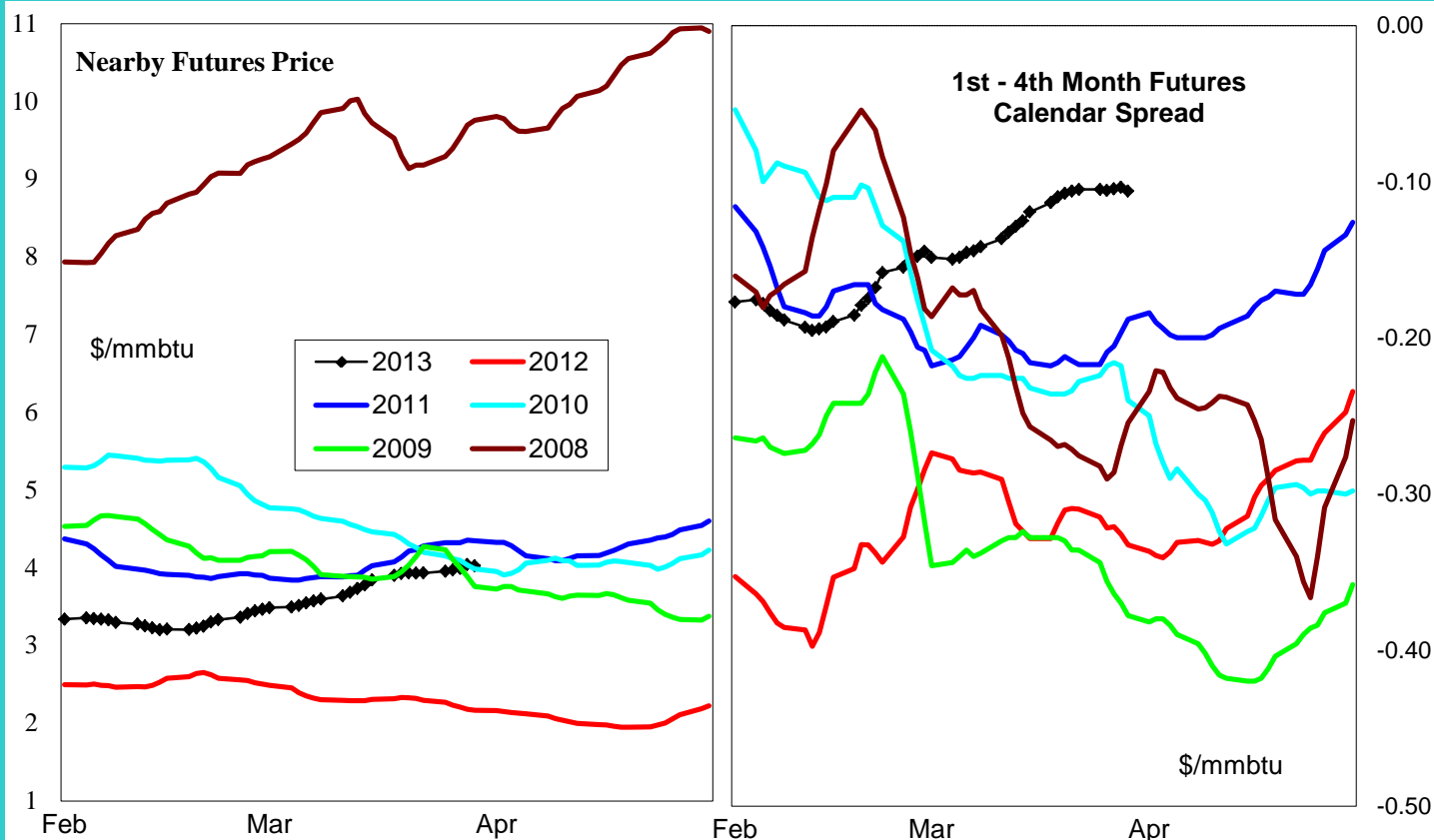
Week ending:	22-Mar-13			16-Mar-13		23-Mar-13		30-Mar-13	
Region	Weekly Stocks			Weekly Heating Degree Days					
		Change vs prior:		Change vs prior week	% of normal	Change vs prior week	% of normal	Change vs prior week	% of normal
	Bcf	Week Bcf	Year (%)						
U.S. Total	1,781	-95	-26.5	-36	-3%	35	31%	-31	22%
East	710	-73	-33.6	-40	-1%	45	36%	-42	23%
West	334	-5	-2.9	-44	-17%	36	13%	-42	-10%
Producing	737	-17	-27.0	-18	-2%	-2	10%	15	52%

Seasonal Trends in Stocks and Heating Degree Days

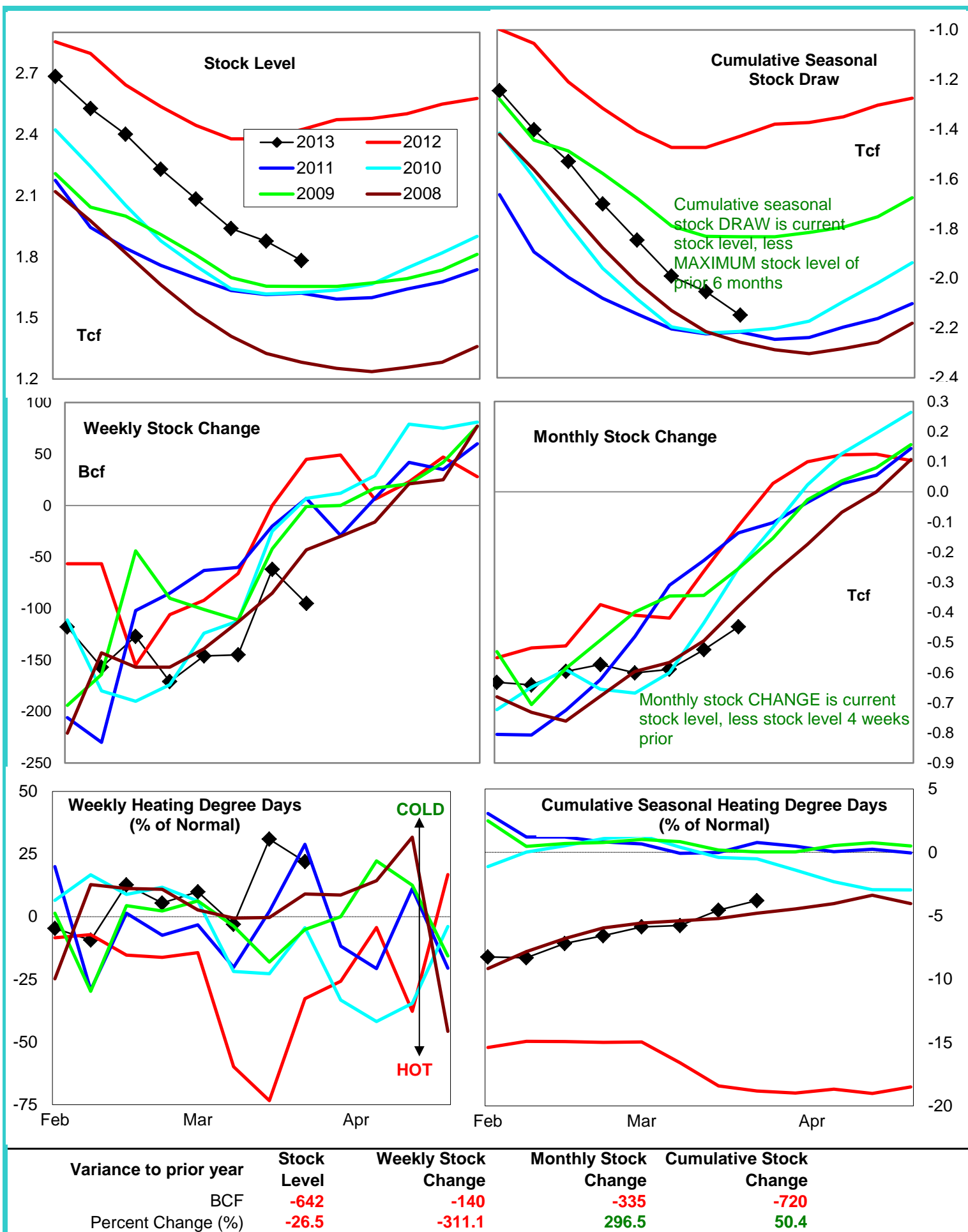
	Cumulative Stock Change			Cumulative Heating Degree Days					
	Bcf	Change vs prior year Bcf	%	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal	CHDD's vs normal	% of normal
U.S. Total	-2,148	-720	33.5	154	-5.8	189	-4.6	158	-3.8
East	-1,386	-365	26.3	180	-5.2	225	-3.8	183	-3.0
West	-217	-44	20.3	125	-4.9	161	-4.3	119	-4.5
Producing	-550	-302	54.9	83	-10.0	81	-9.5	96	-8.1

Futures Market Price Trends

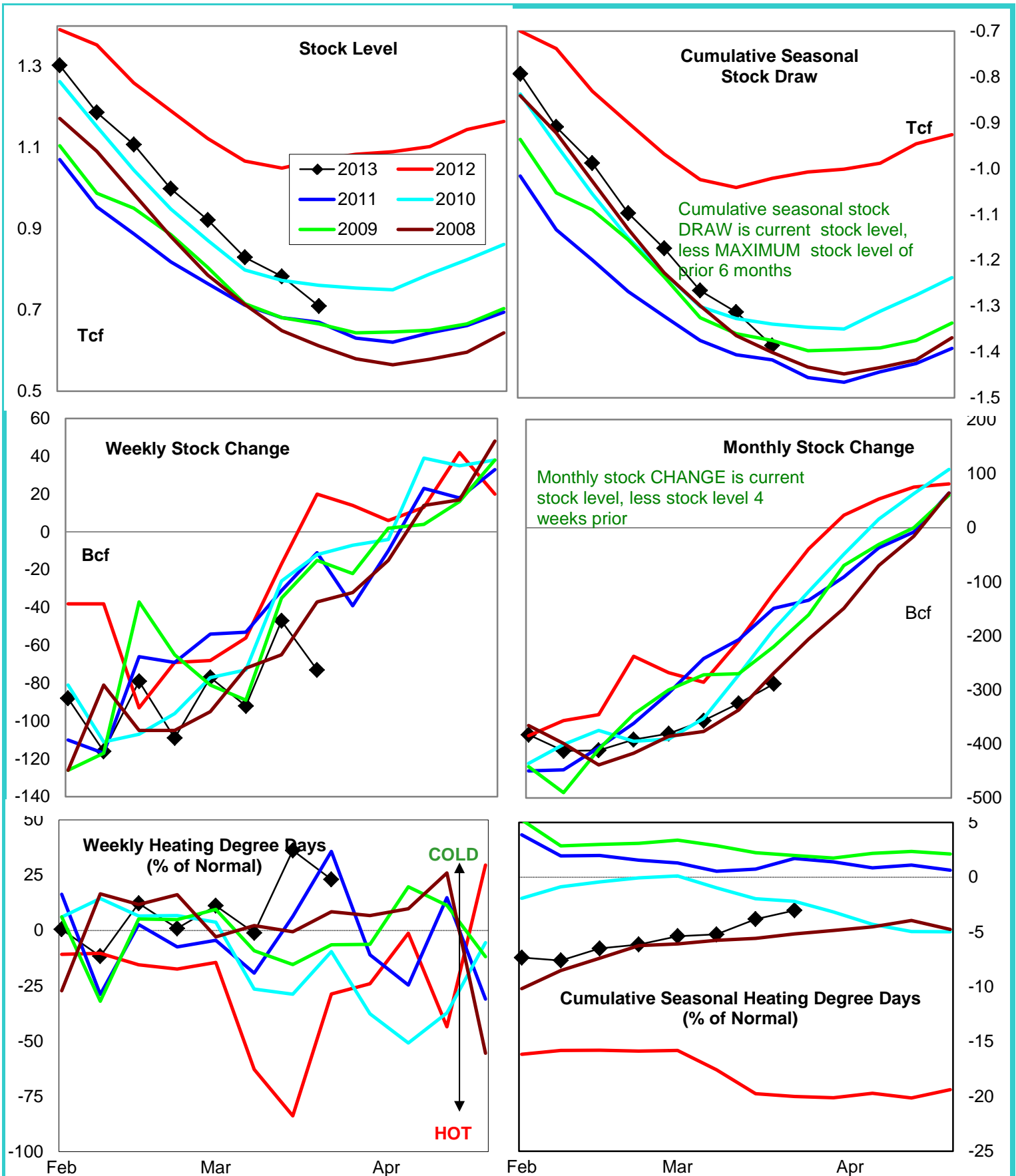
Date:	29-Mar-13	Change vs prior week, month, year		
		25-Mar-13	4-Mar-13	9-Apr-12
1st month Futures	4.02	0.16	0.50	2.04
% change	xxxxx	4.1	14.0	102.9



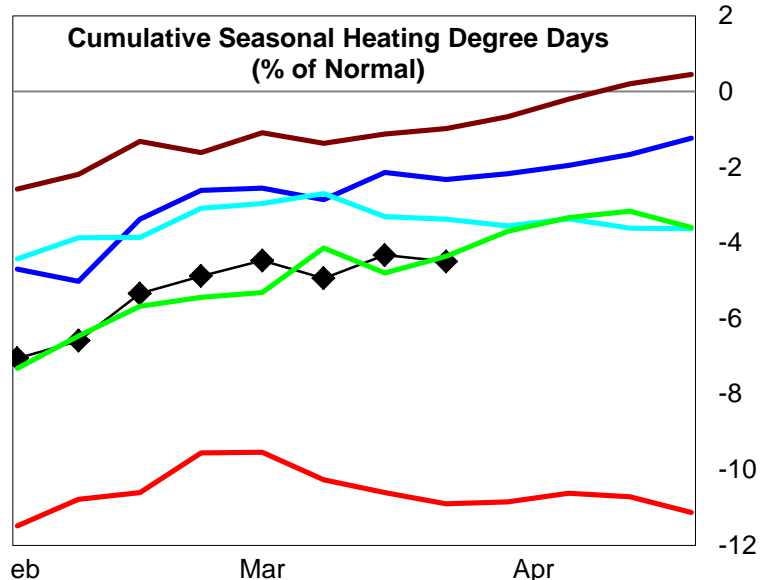
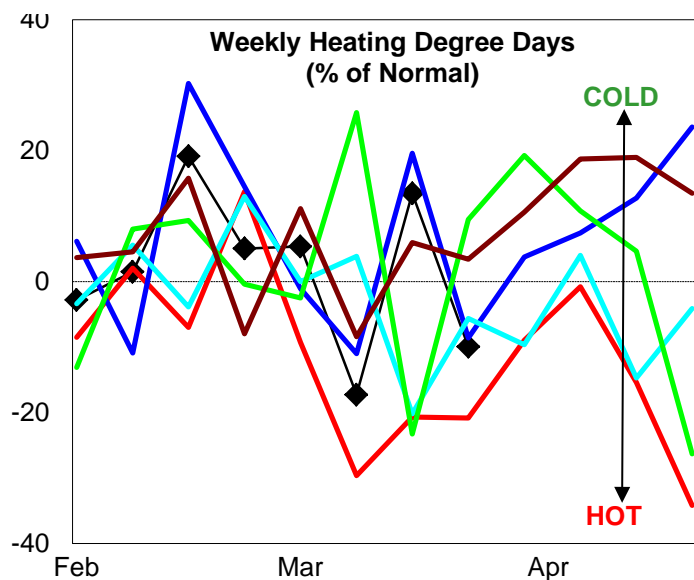
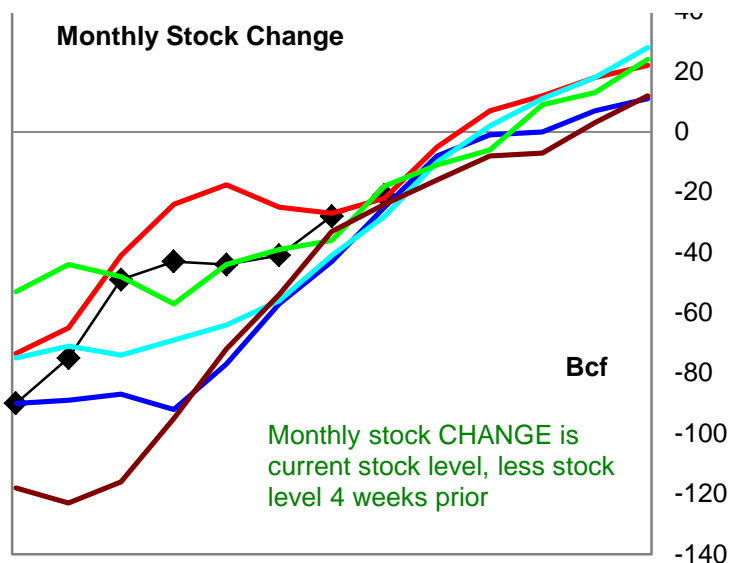
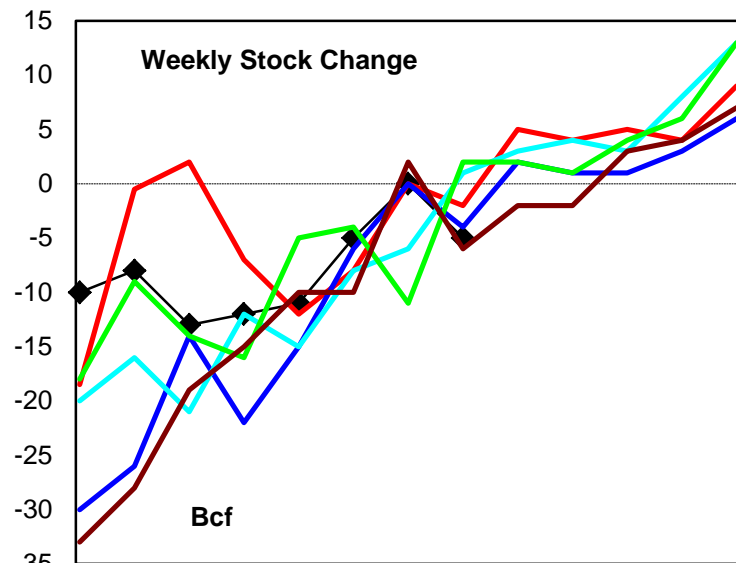
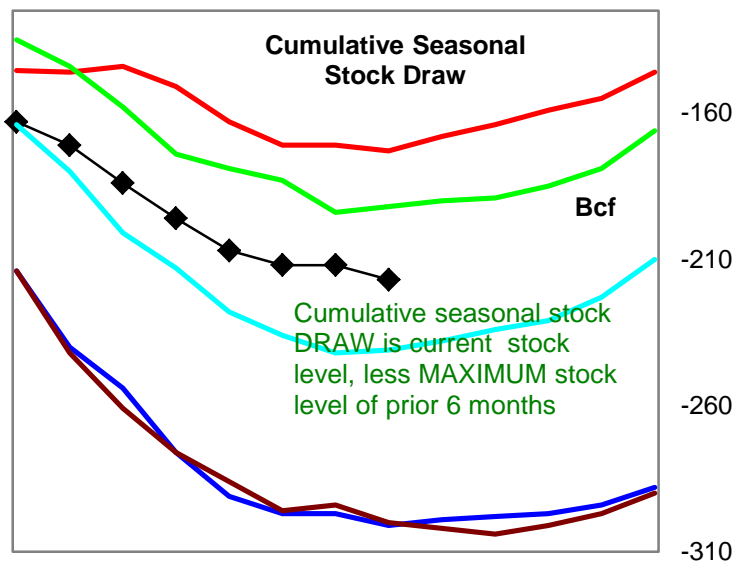
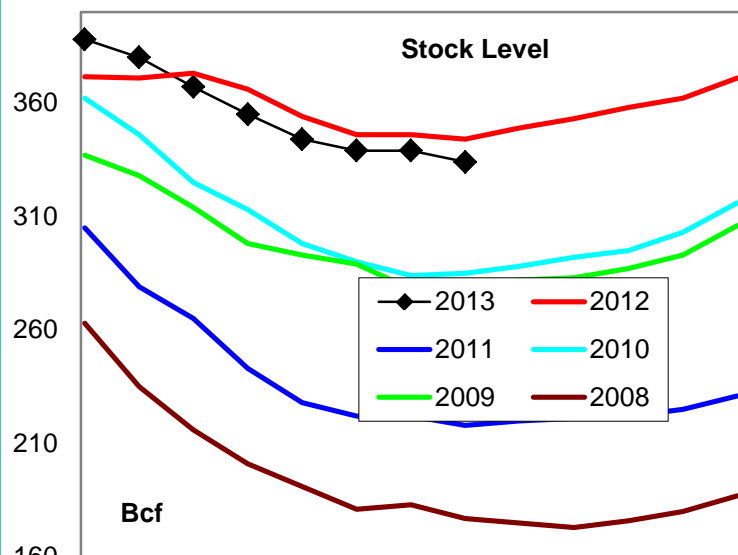
United States Natural Gas Stock and Weather Trends



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

-10

-3

1

-44

Percent Change (%)

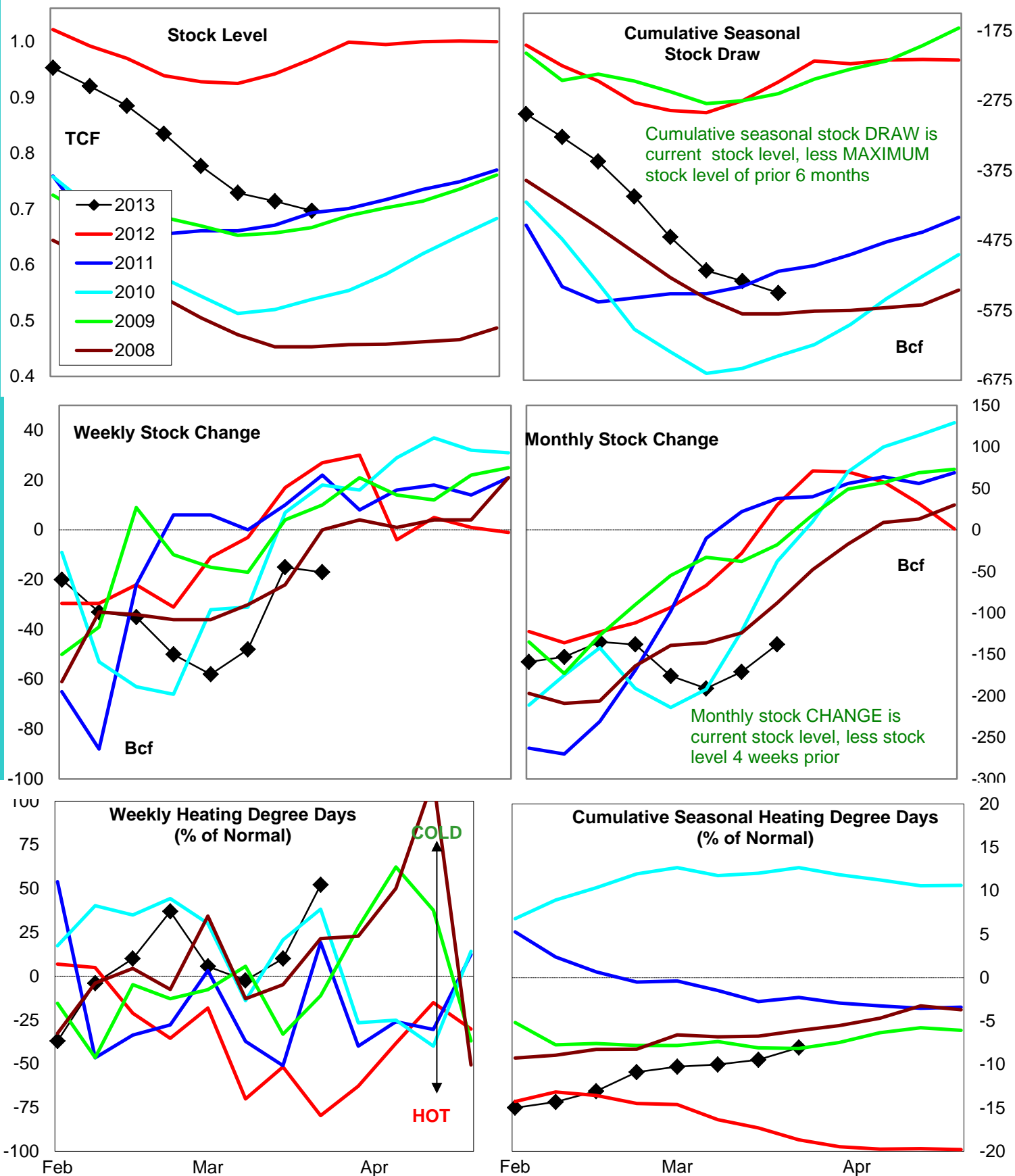
-2.9

150.0

-4.5

25.4

Natural Gas Producing Region Stock and Weather Trends



Variance to prior year

Stock Level

Weekly Stock Change

Monthly Stock Change

Cumulative Stock Change

BCF

-272

-44

-168

-302

Percent Change (%)

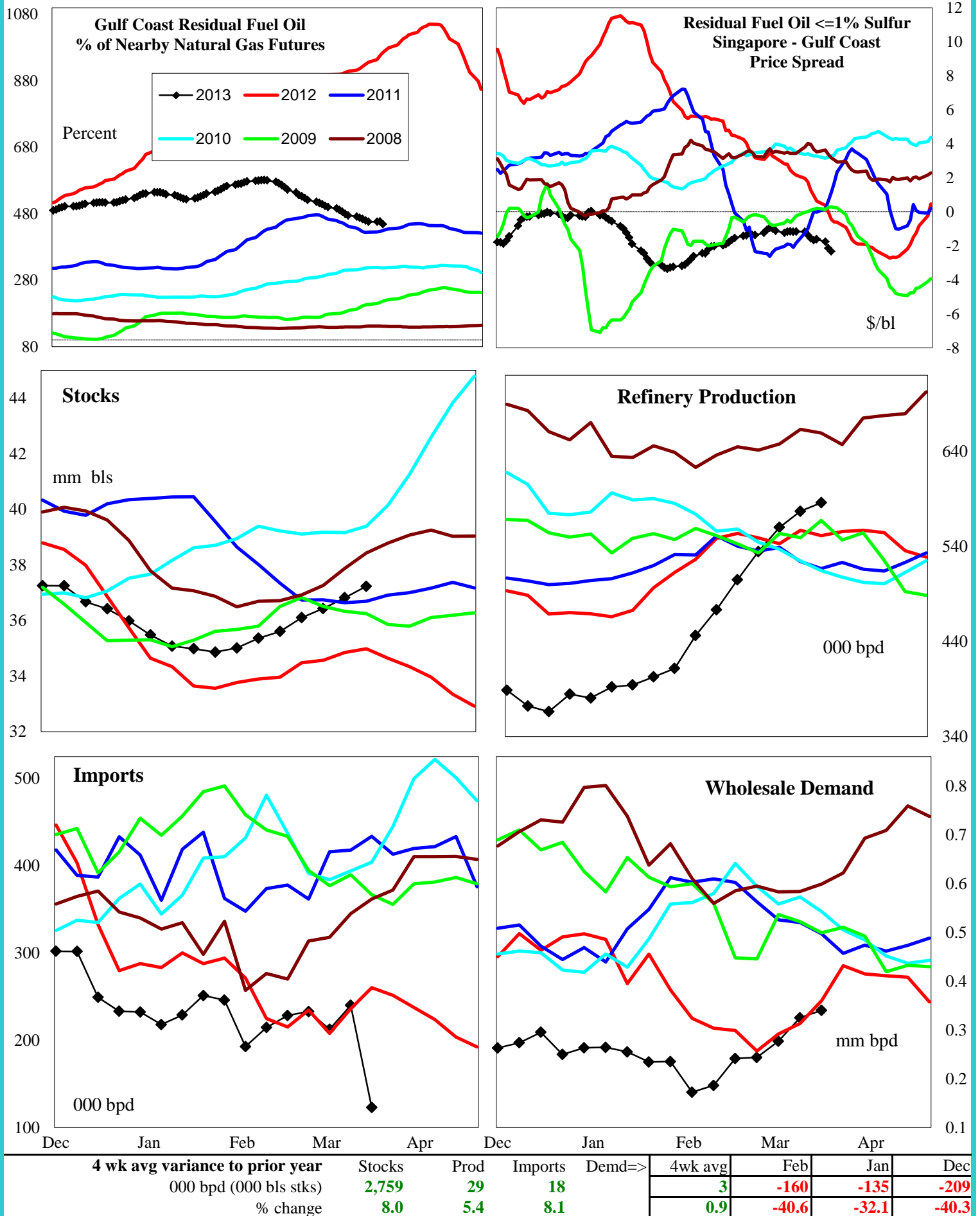
-27.0

-163.0

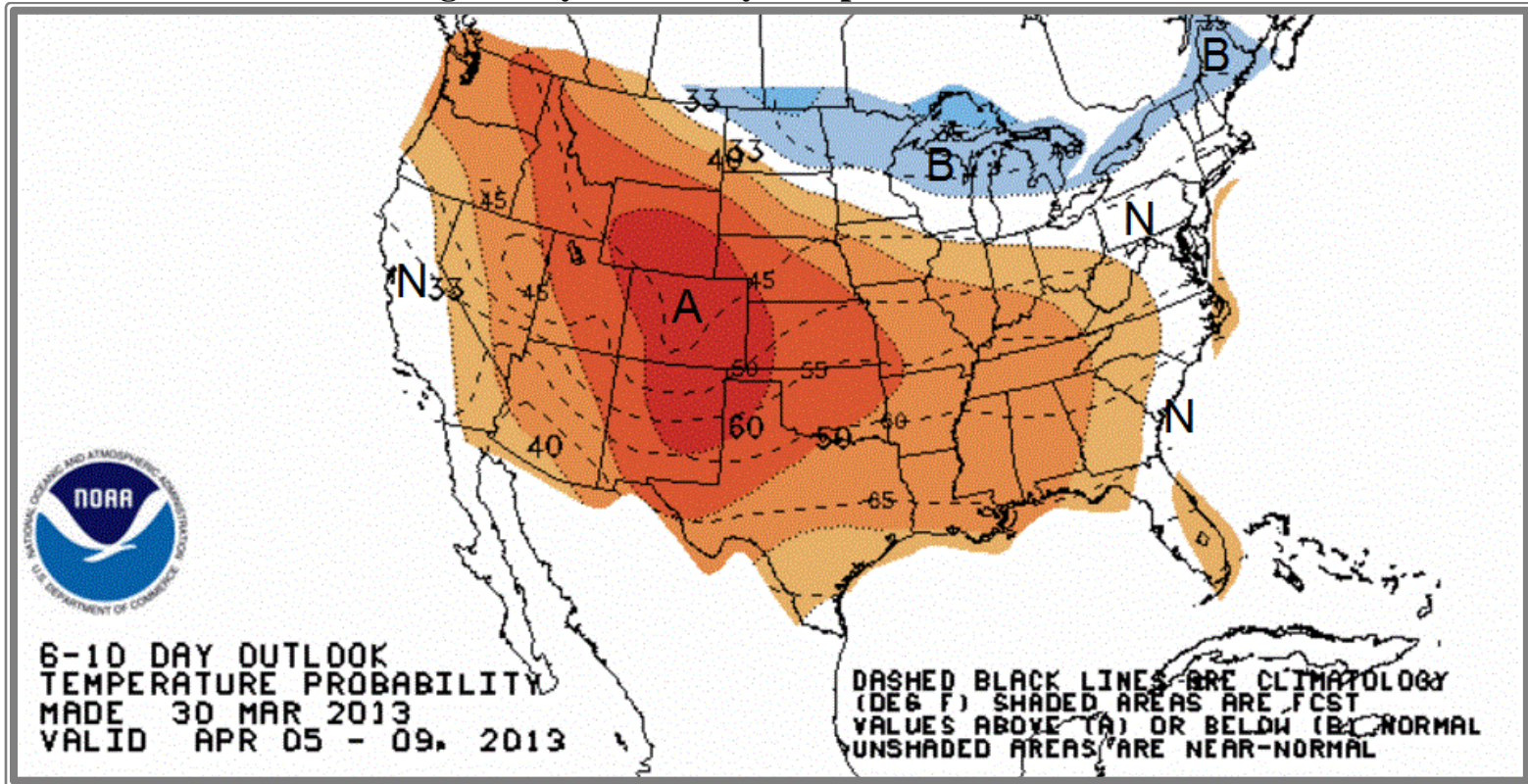
-560.0

121.8

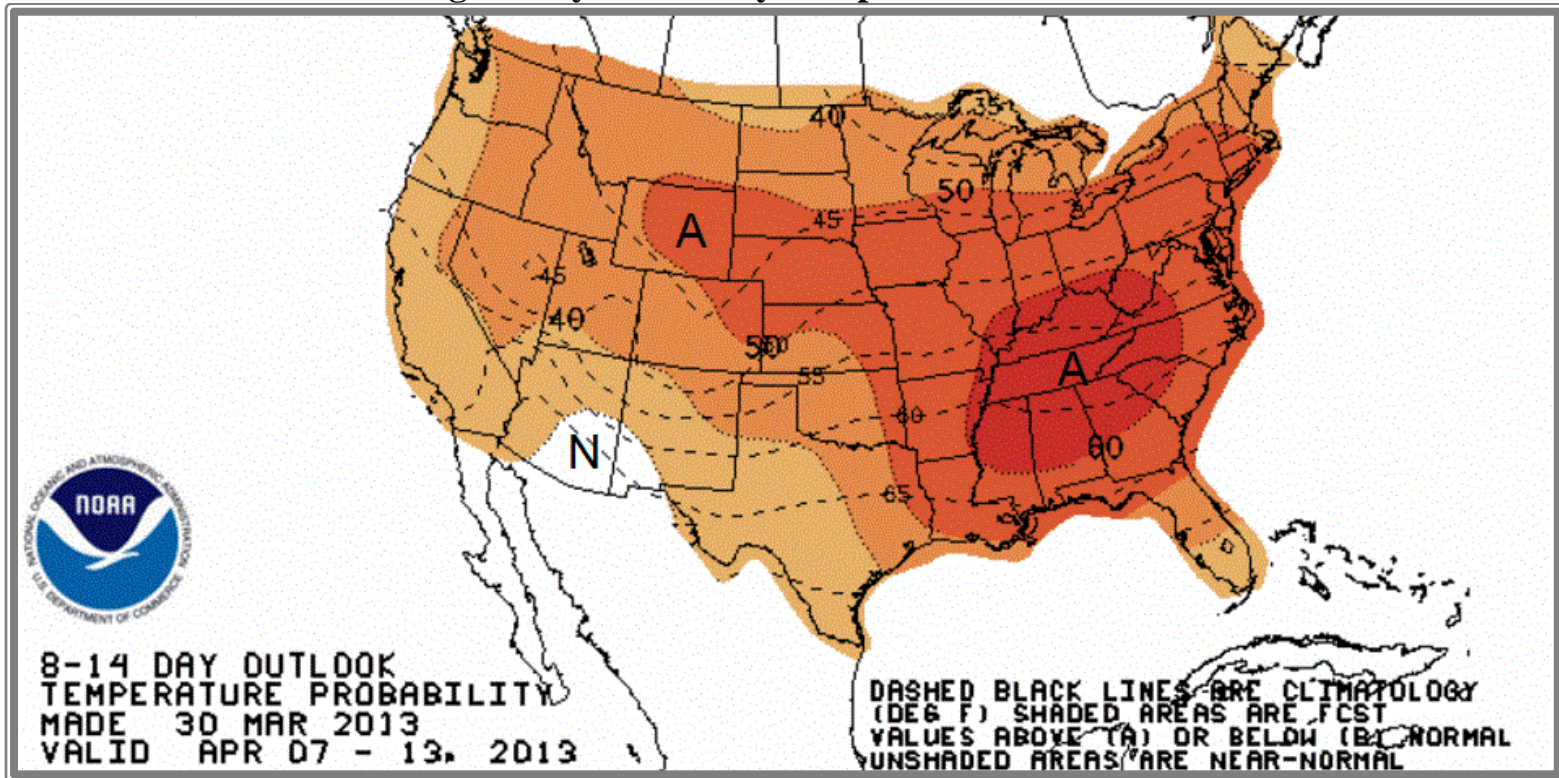
U.S. Residual Fuel Oil Price Spreads and Supply Balance



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

