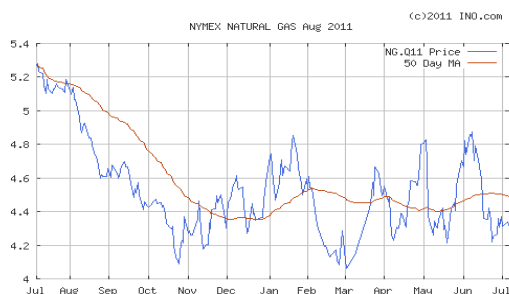


Volume 384 July 7, 2011

Market Natural gas traded mixed this week: but lower after this morning's storage report. Hot weather and competitive coal prices are keeping gas prices supported. Deficit storage levels compared to last year are raising concerns whether 4,000 BCF is attainable by winter. Gas production levels due mostly to shale drilling are still strong. Industrial demand is still only recovering slowly and is sluggish. Natural gas is attractive to fix at this time to protect this year and beyond. The North American rig count is 874 this week. After a rise in count starting a year and a half ago the rig count has leveled off but increased 1 this week.

The Crude oil price for Aug is higher this week at \$96.65 per barrel. Heating oil is higher at \$2.96 per gal. Unleaded gasoline futures are the same this week at \$3.00 and gasoline at the pump is around \$3.59...in Indiana. The natural gas storage report today was an injection of 95 BCF. Storage is 224 BCF lower than last year and 48 BCF lower than the 5 year average.



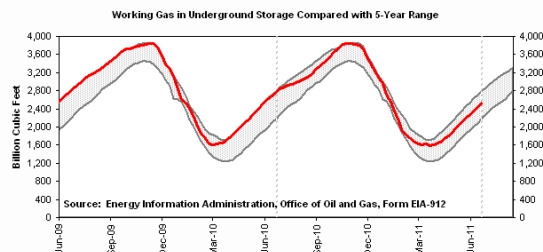
Above Graph – August 2011 NYMEX gas futures

Weather Thu: A mix of clouds and sun. High around 80F. Winds ENE at 5 to 10 mph. **Fri:** Abundant sunshine. High 84F. Winds NNE at 5 to 10 mph. **Sat:** Sunshine. Highs in the mid 80s and lows in the low 70s. **Sun:** Slight chance of a thunderstorm. Highs in the upper 80s and lows in the mid 70s. **Mon:** Scattered thunderstorms possible. Highs in the mid 80s and lows in the upper 60s.

Storage Statistics: (BCF) Billion Cubic Ft

This Week	Last Year	5 Year Ave.
2,527	2,751	2,575

The total is an increase of 95 BCF from last week.



Above Graph - Storage levels as of 7-7-11

Comparative Fuels: Futures Prices for August

	Price	Compared to Nat Gas
Natural Gas (therm)	\$.4100	\$.4100
Propane (gal)	\$ 1.52	\$ 1.66
Crude Oil (barrel)	\$ 96.65	
Heating Oil (gal)	\$ 2.96	\$ 2.14
Unleaded Gas (gal)	\$ 3.00	

North American Natural Gas Rig Count:

This week	874
Last week	873
Year Ago this week	960

NYMEX Futures Price for Winter

Nov 2011-Mar 2012 \$**.4927** per therm.

NYMEX Futures Price for 1 YR

Aug 2011-Jul 2012 \$**.4882** per therm.

NGI for July 2011 \$4380

