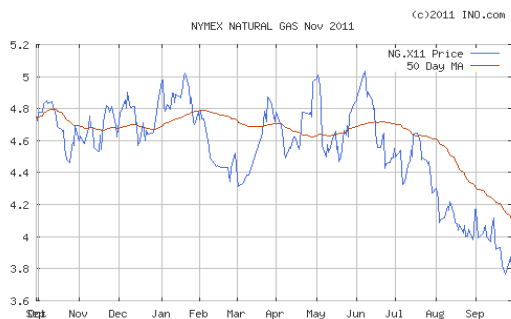


Volume 396 September 29, 2011

**Market** October natural gas futures expired Wednesday at \$.3759 per therm; November is now the front month. Natural gas traded higher then lower during the week. Prices are still tempered by flat industrial demand, a sluggish economy and the recent NOAA report of warmer than normal temperatures in the Great Lakes region over the next 90 days. Gas production levels due mostly to shale drilling are still strong; but the shale fracking practice is under some environmental scrutiny now. Natural gas is very attractive to fix at this time to protect this year and beyond. The North American rig count is 912 this week.

The Crude oil price for November is higher this week at \$83.66 per barrel. Heating oil is higher at \$2.87 per gal. Unleaded gasoline futures are higher this week at \$2.61 and gasoline at the pump is around \$3.45...in Indiana. The natural gas storage report today was an injection of 111 BCF; but storage is 91 BCF lower than last year and **5 BCF higher** than the 5 year average.



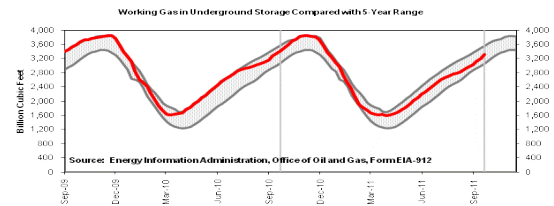
Above Graph – Nov 2011 NYMEX gas futures

**Weather: Today:** Partly cloudy this morning then windy with a few scattered thunderstorms this afternoon. High around 70F. Winds W at 25 to 35 mph. **Tonight:** Windy. Showers early becoming widely scattered overnight. Low 53F. Winds NW at 25 to 35 mph. **Fri:** Windy with lots of sunshine. High 58F. Winds NNW at 25 to 35 mph. **Sat:** Times of sun and clouds. Highs in the mid 50s and lows in the mid 40s. **Sun:** Mainly sunny. Highs in the low 60s and lows in the low 50s.

**Storage Statistics: (BCF) Billion Cubic Ft**

This Week	Last Year	5 Year Ave.
3,312	3,403	3,307

The total is an increase of 111 BCF from last week.



Above Graph - Storage levels as of 9-29-11

**Comparative Fuels: Futures Prices for Nov**

	Price	Compared to Nat Gas
Natural Gas (therm)	<b>\$.3767</b>	<b>\$.3767</b>
Propane (gal)	<b>\$1.54</b>	<b>\$1.68</b>
Crude Oil (barrel)	<b>\$83.66</b>	
Heating Oil (gal)	<b>\$2.87</b>	<b>\$2.06</b>
Unleaded Gas (gal)	<b>\$2.61</b>	

**North American Natural Gas Rig Count:**

This week	912
Last week	912
Year Ago this week	967

**Typical Fixed Price for Winter**

Nov 2011-Mar 2012 **\$.5012** per therm.

**Typical Fixed Price for 1 YR**

Nov 2011-Oct 2012 **\$.5018** per therm.

**NGI for September 2011 \$3960**

