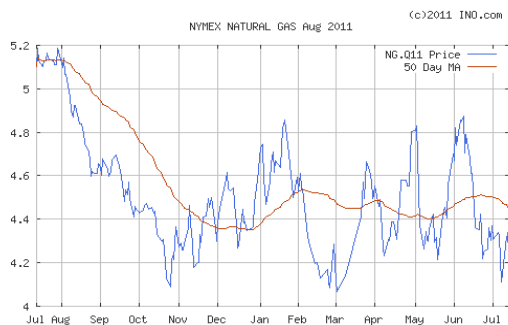


Volume 385 July 14, 2011

Market Natural gas traded higher 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 873 this week. After a rise in count starting a year and a half ago the rig count has leveled off and decreased by 1 this week.

The Crude oil price for Aug is higher this week at \$98.09 per barrel. Heating oil is higher at \$3.12 per gal. Unleaded gasoline futures are higher this week at \$3.14 and gasoline at the pump is around \$3.89...in Indiana. The natural gas storage report today was an injection of 84 BCF. Storage is 218 BCF lower than last year and 52 BCF lower than the 5 year average.



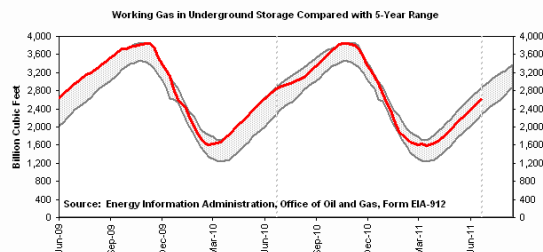
Above Graph – August 2011 NYMEX gas futures

Weather Today: A mix of clouds and sun. High around 80F. Winds ESE at 10 to 15 mph. **Fri:** A few clouds from time to time. High 84F. Winds ESE at 5 to 10 mph. **Sat:** Plenty of sun. Highs in the upper 80s and lows in the low 70s. **Sun:** Partly cloudy. Highs in the low 90s and lows in the mid 70s. **Mon:** Sunshine. Highs in the low 90s and lows in the mid 70s.

Storage Statistics: (BCF) Billion Cubic Ft

This Week	Last Year	5 Year Ave.
2,611	2,829	2,663

The total is an increase of 84 BCF from last week.



Above Graph - Storage levels as of 7-14-11

Comparative Fuels: Futures Prices for August

	Price	Compared to Nat Gas
Natural Gas (therm)	\$.4357	\$.4357
Propane (gal)	\$1.52	\$1.66
Crude Oil (barrel)	\$98.09	
Heating Oil (gal)	\$3.12	\$2.24
Unleaded Gas (gal)	\$3.14	

North American Natural Gas Rig Count:

This week	873
Last week	874
Year Ago this week	964

NYMEX Futures Price for Winter

Nov 2011-Mar 2012 **\$.5028** per therm.

NYMEX Futures Price for 1 YR

Aug 2011-Jul 2012 **\$.4985** per therm.

NGI for July 2011 \$4380

