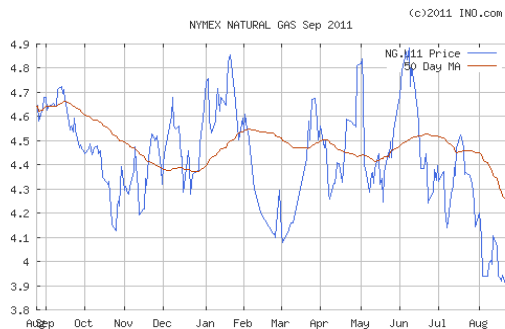


Volume 391 August 24, 2011

Market Natural gas traded mixed to higher this week reacting to hurricane threats yet tempered by market developments of sluggish economic reports and the stock market drop as well as moderate US temperatures. Prices are rising this morning after an expected storage injection. Gas production levels due mostly to shale drilling are still strong; but shale fracking practice 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 900 this week. After a rise in count starting a year and a half ago the rig count has leveled off but increased by 4 this week.

The Crude oil price for September is higher this week at \$86.08 per barrel. Heating oil is higher at \$2.99 per gal. Unleaded gasoline futures are higher this week at \$2.79 and gasoline at the pump is around \$3.79...in Indiana. The natural gas storage report today was an injection of 73 BCF; but storage is 140 BCF lower than last year and 55 BCF lower than the 5 year average.



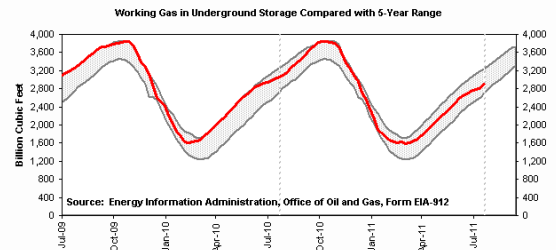
Above Graph – Sept 2011 NYMEX gas futures

Weather: Today: Sunny to partly cloudy. High 78F. Winds N at 10 to 20 mph. **Tonight:** Mainly clear. Low 59F. Winds NE at 5 to 10 mph. **Fri:** Mainly sunny. High 82F. Winds NE at 5 to 10 mph. **Sat:** Sunshine. Highs in the upper 70s and lows in the low 60s. **Sun:** Sunny. Highs in the mid 70s and lows in the upper 50s. **Mon:** Scattered thunderstorms possible. Highs in the mid 70s and lows in the low 60s.

Storage Statistics: (BCF) Billion Cubic Ft

This Week	Last Year	5 Year Ave.
2,906	3,046	2,961

The total is an increase of 73 BCF from last week.



Above Graph - Storage levels as of 8-25-11

Comparative Fuels: Futures Prices for Sept

	Price	Compared to Nat Gas
Natural Gas (therm)	\$3.967	\$3.967
Propane (gal)	\$1.53	\$1.66
Crude Oil (barrel)	\$86.08	
Heating Oil (gal)	\$2.99	\$2.15
Unleaded Gas (gal)	\$2.79	

North American Natural Gas Rig Count:

This week	900
Last week	896
Year Ago this week	985

NYMEX Futures Price for Winter

Nov 2011-Mar 2012 \$4.681 per therm.

NYMEX Futures Price for 1 YR

Sep 2011-Aug 2012 \$4.551 per therm.

NGI for August 2011 \$4.490

