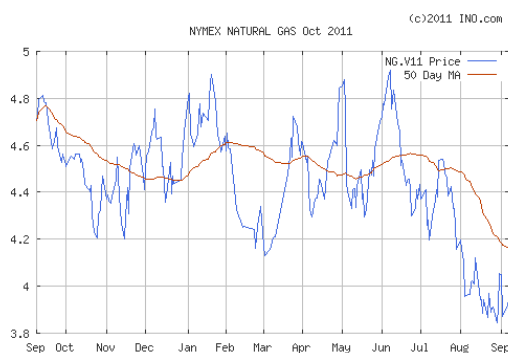


Volume 393 September 8, 2011

Market Natural gas traded flat to lower this week supported by storm activity in the Gulf. There are 131 platforms evacuated of the 617 operating and 12 rigs of the 70 rigs operating. Prices are still tempered by market developments of sluggish economic reports as well as moderate US temperatures. 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 895 this week. After a rise in count starting a year and a half ago the rig count has leveled off and decreased by 3 this week.

The Crude oil price for September is higher this week at \$89.79 per barrel. Heating oil is lower at \$3.06 per gal. Unleaded gasoline futures are the same this week at \$2.90 and gasoline at the pump is around \$3.89...in Indiana. The natural gas storage report today was an injection of 64 BCF; but storage is 131 BCF lower than last year and 60 BCF lower than the 5 year average.

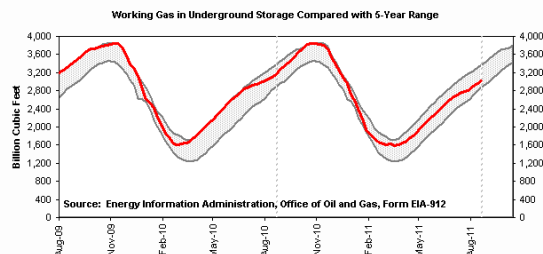


Weather: Today: Showers developing this afternoon. High near 70F. Winds NNE at 20 to 30 mph. Chance of rain 40%. **Fri:** Showers. High around 70F. Winds NE at 10 to 15 mph. Chance of rain 40%. **Sat:** Isolated thunderstorms. Highs in the mid 70s and lows in the upper 50s. **Sunday:** More sun than clouds. Highs in the upper 70s and lows in the low 60s. **Mon:** Plenty of sun. Highs in the low 80s and lows in the upper 60s.

Storage Statistics: (BCF) Billion Cubic Ft

This Week	Last Year	5 Year Ave.
3,025	3,156	3,085

The total is an increase of 55 BCF from last week.



Above Graph - Storage levels as of 9-8-11

Comparative Fuels: Futures Prices for Oct

	Price	Compared to Nat Gas
Natural Gas (therm)	\$3.953	\$3.953
Propane (gal)	\$1.55	\$1.68
Crude Oil (barrel)	\$89.79	
Heating Oil (gal)	\$3.06	\$2.20
Unleaded Gas (gal)	\$2.90	

North American Natural Gas Rig Count:

This week	895
Last week	898
Year Ago this week	977

Typical Fixed Price for Winter

Nov 2011-Mar 2012 \$5.264 per therm.

Typical Fixed Price for 1 YR

Oct 2011-Sep 2012 \$5.238 per therm.

NGI for September 2011 \$3960

