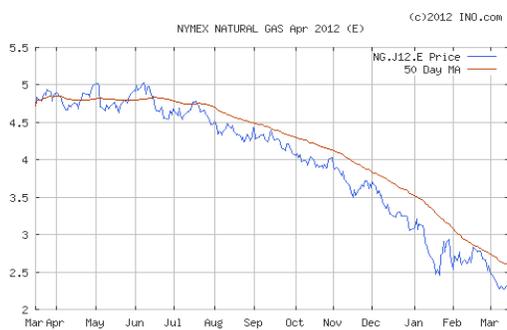


Volume 418 March 15, 2012

**Market-** The natural gas market traded mixed to lower during the week due to warm weather and over supply; we still have more gas in storage than last year and the 5 year average. The US gas traditional rig count was another decrease this week of 21 putting the count at 670 and horizontal drilling decreased. Prices continue to be tempered by flat industrial demand and a sluggish economy. Gas production levels due mostly to shale drilling are still strong and exports continue. Natural gas is very attractive to fix at this time.

The Crude oil price for April is lower this week at \$104.36 per barrel. Heating oil is lower at \$3.21 per gal. Unleaded gasoline futures are lower this week at \$3.27 and gasoline at the pump is around \$3.99...in Indiana. The natural gas storage report today was a withdrawal of 64 BCF; storage is **735 BCF higher** than last year and **807 BCF higher** than the 5 year average.

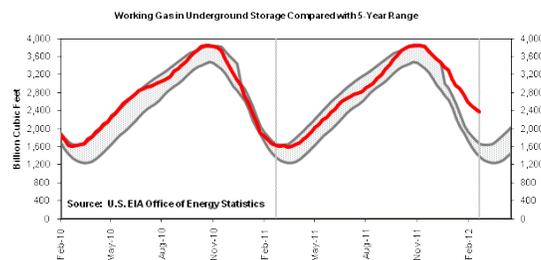


Above Graph – Apr 2012 NYMEX gas futures

**Weather: Today:** Some clouds and possibly a thunderstorm this afternoon. High 67F. Winds WSW at 10 to 15 mph. Chance of rain 30%. **Tonight:** Some clouds. Low 56F. Winds ENE at 5 to 10 mph. **Fri:** Mostly cloudy skies. A stray afternoon thunderstorm is possible. High 64F. Winds SSE at 5 to 10 mph. **Sat:** Partly cloudy with a stray thunderstorm. High in the mid 70s and lows in the low 60s. **Sun:** Clouds followed by afternoon sun. Highs in the low 70s and lows in the low 60s. **Mon:** Mix of sun and clouds. Highs in the mid 70s and lows in the low 60s

| Storage Statistics: (BCF) Billion Cubic Ft | This Week | Last Year | 5 Year Ave. |
|--|-----------|-----------|-------------|
|  | 2,369     | 1,634     | 1,542       |

The total is a decrease of 64 BCF from last week.



Above Graph - Storage levels as of 3-15-12

| Comparative Fuels: Futures Prices for Apr | Price    | Compared to Nat Gas |
|---|----------|---------------------|
| Natural Gas (therm)                       | \$2.299  | \$2.299             |
| Propane (gal)                             | \$1.26   | \$1.36              |
| Crude Oil (barrel)                        | \$104.36 |                     |
| Heating Oil (gal)                         | \$3.21   | \$2.31              |
| Unleaded Gas (gal)                        | \$3.27   |                     |

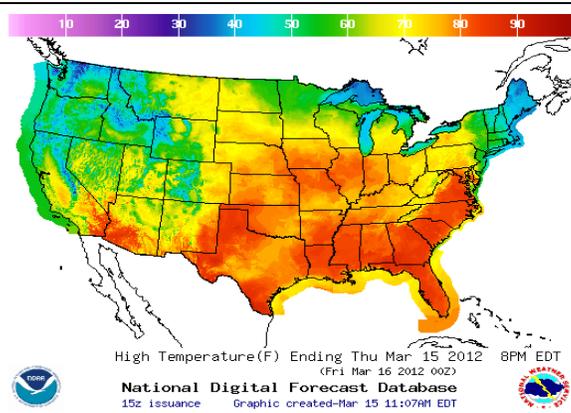
**North American Traditional Nat. Gas Rig Count:**

|                    |     |
|--------------------|-----|
| This week          | 670 |
| Last week          | 691 |
| Year Ago this week | 882 |

**US Horizontal Rig Count:**

|                    |      |
|--------------------|------|
| This week          | 1164 |
| Last week          | 1170 |
| Year Ago this week | 981  |

**NGI for March 2012 \$2.590**



High Temperature (F) Ending Thu Mar 15 2012 8PM EDT (Fri Mar 16 2012 00Z)

National Digital Forecast Database  
15Z Issuance Graphic created-Mar 15 11:07AM EDT