

Volume 442 September 6, 2012

**Market-** The natural gas market traded mixed all week and is now trading higher after the storage report. Weather factors across the country have subsided so natural gas going to fuel gas peaking power has decreased. Over-supply is keeping prices low; but the tropical storm threats, oil prices and an increase in liquefied natural gas exports is keeping prices supported. We still have more gas in storage than last year and the five-year average. The US gas traditional rig count was a decrease this week of 13 and horizontal drilling decreased 10 rigs. Gas production levels due mostly to shale drilling are still strong. Natural gas is very attractive to fix at this time.

The Crude oil price for October is higher this week at \$97.16 per barrel. Heating oil is higher at \$3.16 per gal. Unleaded gasoline futures are higher this week at \$3.01 and gasoline at the pump is around \$4.05...in Indiana. The natural gas storage report this week was an injection of 28 BCF; storage is **395BCF higher** than last year and **329 BCF higher** than the 5 year average.



Above Graph – Oct 2012 NYMEX gas futures

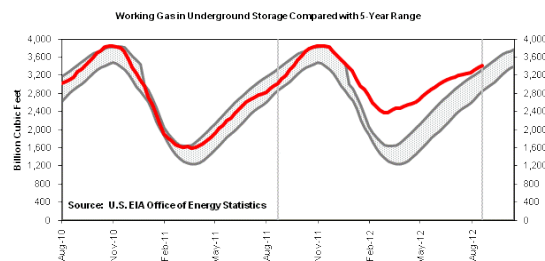
### Extended Temperature Forecast: Chicago Area

	Thu	Fri	Sat	Sun	Mon
High	79	77	73	75	79
Low	67	58	58	58	62

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

This Week	Last Year	5 Year Ave.
3,402	3,007	3,073

The total is an increase of 28 BCF from last week.



Above Graph - Storage levels as of September 6

### Comparative Fuels: Futures Prices for Oct

	Price	Compared to Nat Gas
Natural Gas (therm)	\$2.806	\$2.806
Propane (gal)	\$8.460	\$9.220
Crude Oil (barrel)	\$97.16	
Heating Oil (gal)	\$3.16	\$2.28
Unleaded Gas (gal)	\$3.01	

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

This week	473
Last week	486
Year Ago this week	895

### US Horizontal Rig Count:

This week	1149
Last week	1159
Year Ago this week	1136

NGI for Sep 2012 **\$2.760**

