



Issued: July 05, 2010 Vol. 4 No. 25

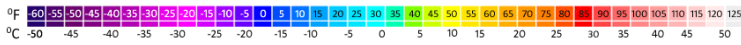
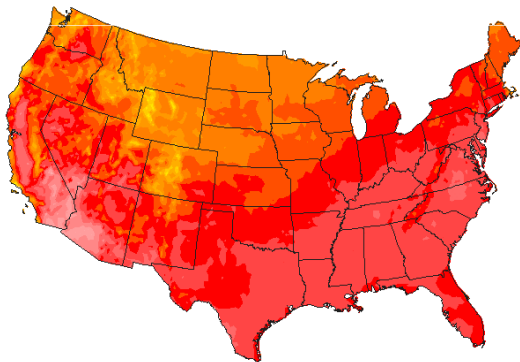
Market

Last week the Atlantic Basin saw the first hurricane of the 2010 season – Alex reached Cat-2 status on Wednesday and Thursday of last week, making landfall in northeast Mexico, away from the primary oil & gas producing regions of the western Gulf. However, this early season activity did have the markets attention, as this was the first June hurricane in the Atlantic Basin since 1995. This week, a strong heatwave will keep air conditioners running in the eastern US as many demand centers from New York through DC will cross the 100°F mark by mid week. The extended CDD outlook on p.2 shows mostly red – indicative of strong US cooling demand for the next four weeks. At the current range, we do not think the full weather premium is built into natural gas prices, and we are viewing current levels as favorable opportunities for entry points.

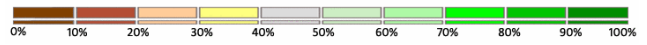
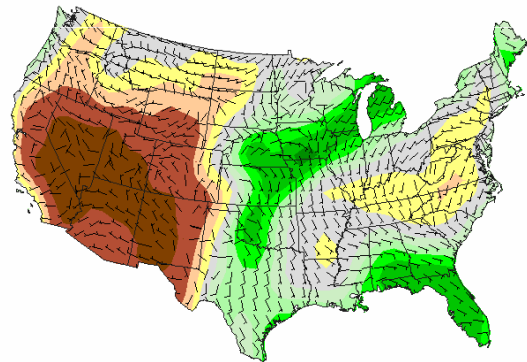


US Weather Forecast, Week of July 05, 2010

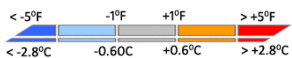
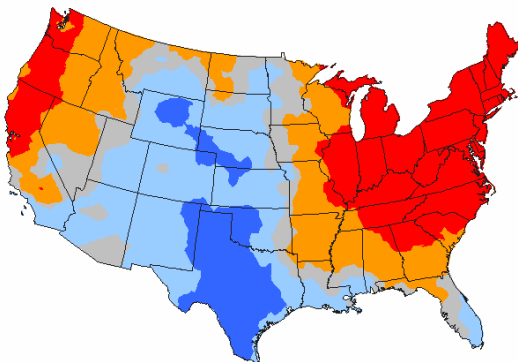
Weekly Max Temperature (04 JUL 2010 - 10 JUL 2010)



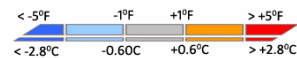
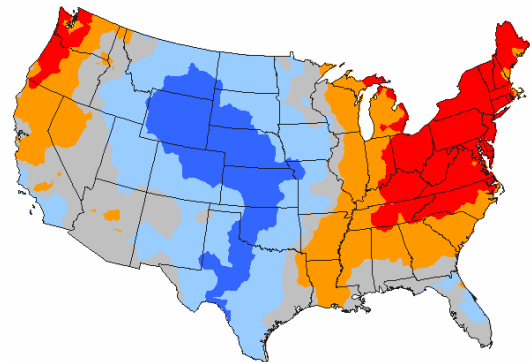
Daily Min Relative Humidity and Wind Speed/Direction (05 JUL 2010)



Weekly Max Temperature vs Previous Year (04 JUL 2010 - 10 JUL 2010)



Weekly Max Temperature vs Normal (04 JUL 2010 - 10 JUL 2010)



4 Week Cooling Degree Day (CDD) Outlook

		5-Jul	6-Jul	7-Jul	8-Jul	9-Jul	10-Jul	11-Jul	12-Jul	13-Jul	14-Jul	15-Jul	16-Jul	17-Jul	18-Jul	19-Jul	20-Jul	21-Jul	22-Jul	23-Jul	24-Jul	25-Jul	26-Jul	27-Jul	28-Jul	29-Jul	30-Jul	31-Jul	1-Aug	4 week TOTAL
Atlanta, GA	Daily CDD	14	15	17	19	18	15	18	18	20	19	20	19	17	16	13	13	14	14	15	15	15	16	16	16	15	15	15	16	453
	CDD vs LY	3	1	2	7	6	4	5	3	8	3	4	2	2	8	6	6	4	3	0	2	0	-1	0	1	2	3	2	0	
Chicago, IL	Daily CDD	17	17	15	12	12	8	7	9	12	12	14	16	17	17	11	7	8	13	13	13	11	10	10	10	10	9	9	8	327
	CDD vs LY	13	9	12	12	8	0	-2	4	7	9	4	9	17	17	11	6	4	7	6	6	2	2	1	0	3	5	4	5	
Cincinnati, OH	Daily CDD	16	15	17	18	12	11	10	9	16	14	14	17	17	18	7	8	9	13	14	15	13	11	10	10	11	13	10	10	358
	CDD vs LY	13	10	11	11	5	0	-1	-1	8	8	7	5	12	18	7	6	5	10	8	10	6	3	5	3	3	5	4	6	
New York, NY	Daily CDD	22	26	21	16	16	17	14	16	17	18	18	18	22	23	13	12	11	13	14	13	15	16	15	15	15	15	14	14	459
	CDD vs LY	15	14	13	12	13	13	8	6	10	9	8	4	8	10	2	2	8	3	7	5	3	2	2	0	2	-1	0	2	
Dallas, TX	Daily CDD	20	21	22	20	19	21	22	23	24	24	24	24	24	24	22	21	22	21	22	23	24	23	20	22	22	21	21	22	618
	CDD vs LY	1	4	2	-5	-7	-7	-5	-5	-6	-5	-3	-5	5	3	1	5	2	3	4	1	-2	0	8	5	3	7	5	3	
Philadelphia, PA	Daily CDD	20	23	22	17	16	16	14	16	18	18	19	18	23	24	12	14	11	13	12	15	17	16	16	16	15	15	16	14	466
	CDD vs LY	13	14	9	10	9	9	6	4	8	9	10	1	8	13	3	2	6	1	4	5	5	0	1	-1	-3	-1	0	2	
Portland, OR	Daily CDD	0	5	13	14	15	13	11	9	8	6	0	3	3	0	7	7	7	4	8	4	6	6	8	10	9	7	3	8	194
	CDD vs LY	-8	5	12	14	14	4	6	9	8	2	-9	-10	-12	-9	2	-4	-5	-1	5	-3	-6	-6	-13	-15	-15	-10	-10	-6	
Tucson, AZ	Daily CDD	20	19	21	23	25	24	25	26	29	28	30	29	27	28	25	23	22	23	23	21	22	22	22	23	23	20	19	19	661
	CDD vs LY	-4	-7	-4	1	2	-3	-2	-2	0	0	4	3	-1	-1	-5	-3	-2	-3	1	0	-2	-2	-6	-7	-5	-7	-7	-6	
Des Moines, IA	Daily CDD	11	12	11	9	10	9	7	10	8	10	14	16	16	15	10	10	13	12	15	14	12	15	12	11	12	10	10	10	324
	CDD vs LY	4	1	-1	2	3	-3	-5	2	-1	-2	4	13	16	12	7	6	8	6	5	2	3	7	1	3	8	5	5	5	
Las Vegas, NV	Daily CDD	25	25	26	28	27	30	31	33	33	32	31	31	29	30	27	29	31	29	28	28	28	27	28	28	26	27	26	28	801
	CDD vs LY	-3	-5	-2	1	-1	1	0	2	1	0	-2	-3	-6	-4	-6	4	8	-3	0	3	2	-2	-6	-8	-6	-4	-4	-2	
Detroit, MI	Daily CDD	18	18	17	14	12	8	7	7	13	10	12	15	16	16	9	8	8	8	12	13	11	9	12	10	9	8	9	9	318
	CDD vs LY	13	12	17	13	9	1	-4	4	13	8	3	7	13	16	9	4	5	4	7	8	3	3	5	-1	2	4	2	3	
Minneapolis, MN	Daily CDD	14	13	10	9	8	7	8	9	5	10	14	16	14	12	8	10	10	12	13	12	10	12	11	9	9	9	8	291	
	CDD vs LY	8	4	1	2	2	-6	2	3	-1	2	9	16	14	12	7	4	5	8	4	2	5	3	-1	5	6	6	6	7	
Houston, TX	Daily CDD	19	19	20	21	20	21	22	22	21	22	22	23	23	23	19	20	19	19	20	21	20	18	20	20	20	18	18	20	570
	CDD vs LY	-7	-6	3	-3	-5	-4	-1	-1	-3	-2	-2	-1	3	2	2	-1	-5	-1	-1	3	-2	-5	-1	-4	-4	-8	1	-5	
Sacramento, CA	Daily CDD	12	10	9	9	10	11	12	12	8	7	9	9	10	11	14	10	11	13	11	11	11	9	12	11	12	10	10	14	298
	CDD vs LY	10	4	4	1	2	3	2	1	-4	-10	-11	-7	-8	-9	-6	-1	2	4	2	7	3	-5	-4	2	5	3	2	6	
Salt Lake City, UT	Daily CDD	6	5	9	13	13	14	17	17	13	15	15	13	15	16	18	17	18	18	18	18	17	18	17	15	16	15	16	16	418
	CDD vs LY	-7	-12	-3	5	4	4	1	1	3	10	6	-3	-3	-3	-3	-1	2	-2	-3	0	1	0	0	2	3	4	1	1	
Baltimore, MD	Daily CDD	17	20	21	15	16	15	14	15	19	19	18	18	21	23	10	11	12	12	12	12	16	14	14	14	14	14	14	13	433
	CDD vs LY	12	13	10	11	12	9	6	-1	10	13	10	1	9	14	6	3	1	0	0	0	4	0	0	0	-1	1	0	2	
Boston, MA	Daily CDD	16	18	12	9	12	13	9	10	12	13	16	14	15	20	9	8	7	10	11	7	11	10	12	10	9	12	11	9	325
	CDD vs LY	10	15	12	9	12	12	5	2	7	10	9	6	3	9	-2	3	7	4	9	4	2	-3	-3	-3	-3	-3	2	0	
Kansas City, MO	Daily CDD	13	14	14	12	10	11	12	12	11	13	15	17	18	17	11	12	11	15	16	15	15	14	17	18	17	17	15	16	398
	CDD vs LY	5	5	4	2	-6	-3	-6	2	-1	-3	2	10	17	15	8	6	8	9	6	0	3	4	7	13	12	14	11	12	

Much Colder
 Colder
 Similar
 Warmer
 Much Warmer

*vs. LY