

# TeamEnergy<sup>SM</sup>

YOUR OUTSOURCED ENERGY MANAGER

July 16, 2010



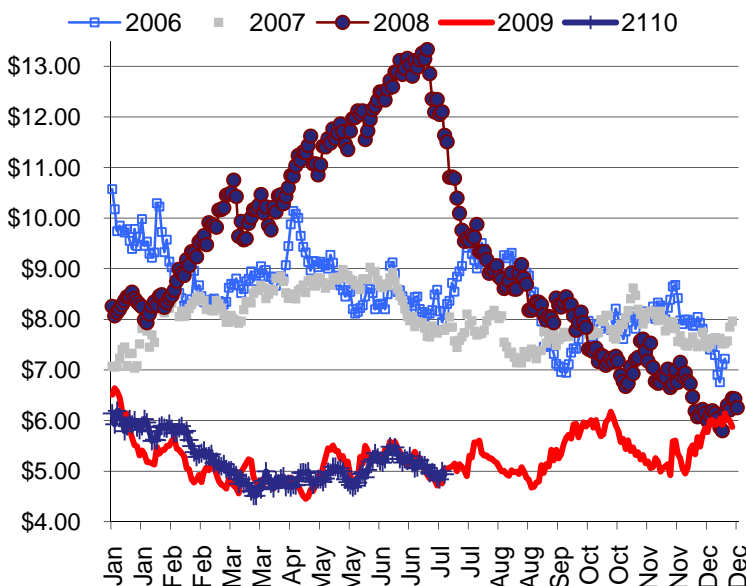
## ENERGY LINE

TONY BROWN @ 317.915.0915 or [tbrown@team-energy.com](mailto:tbrown@team-energy.com)

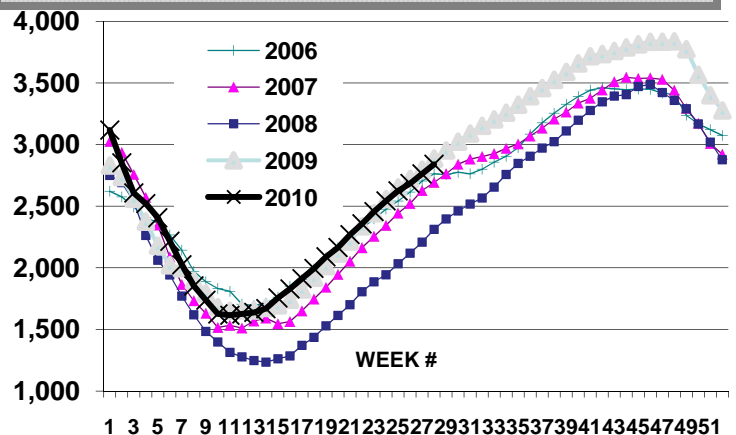
### ON THE NYMEX MARKET

NG prices for August are up 12 cents from last week. Other than warmer than average temperatures and impending threats of the hurricane season, fundamentals are bearish. Production levels continue to expand, storage is refilling at a near-record pace, and economic reports point to sluggish demand recovery. NG prices spiked up 28 cents last Thursday when the EIA reported a lower-than-expected storage injections last week. The 78 bcf injected seems like a very reasonable level given the hot weather. This is a reminder of how volatile the market can be and how quickly it will respond to one piece of data if it is significantly different from market expectations. The bottom line is that most estimate that storage will reach peak levels of 3,810 by the end of October. Sea Surface Temperatures in the Atlantic are increasing which increases the chance of above average hurricane activity. It is time to consider locking in futures prices.

### The NYMEXNG Strip



### Gas in Storage



EIA Storage Report week ended 07/09/10

	<u>2010</u>	<u>% Full</u>	<u>2009</u>	<u>2008</u>
Working Gas in Storage	2,840	73%	2,873	2,312

The information shown in this newsletter has been obtained from sources we believe to be reliable but Team Energy, Inc. does not guarantee the accuracy of the information. This information is a resource, but is not a recommendation by Team Energy to purchase or sell natural gas or electricity.

