



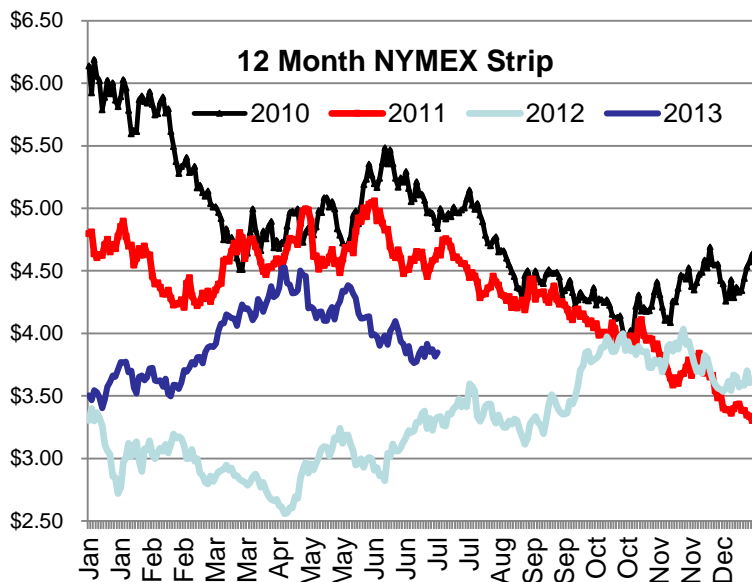
ENERGY LINE

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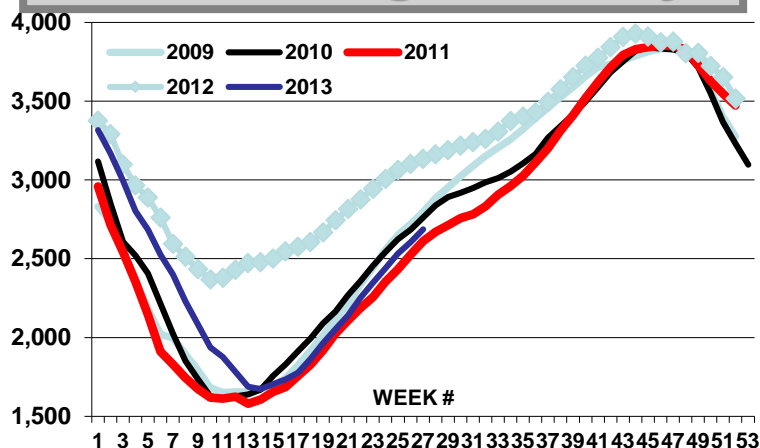
ON THE NYMEX MARKET

August futures are trapped in a \$3.60 to \$3.80 trading range for the past 3 weeks. Combine mild summer weather, record production and storage recovering quickly toward potentially record levels makes it hard for NatGas to find a friend. Unless we see some hot weather, storage injections will pressure prices. For example last year, storage injections from 7/13/12 to 8/10/12 only average 25 bcf while this year the last ten weeks have average 91 bcf. Like we said last week, storage is on pace to the end the refill season near record levels. Demand for NatGas for power generation remains depressed. Power generation using NatGas for the period June 1 through July 10 is down 7 bcf a day. That reduced demand alone allowed 49 bcf more NatGas to be injected into storage. The fundamentals are weak. Technically we could see lower prices. There is a good technical argument for lower prices... a head and shoulders pattern is developing. We had a couple days of closing price below \$3.65 and have recently moved higher towards \$3.70. Prices could fall towards \$3.35. Prices should not move above \$4.05 if the chance for lower prices is to stay alive.

NYMEX NatGas Strip



Gas Storage History

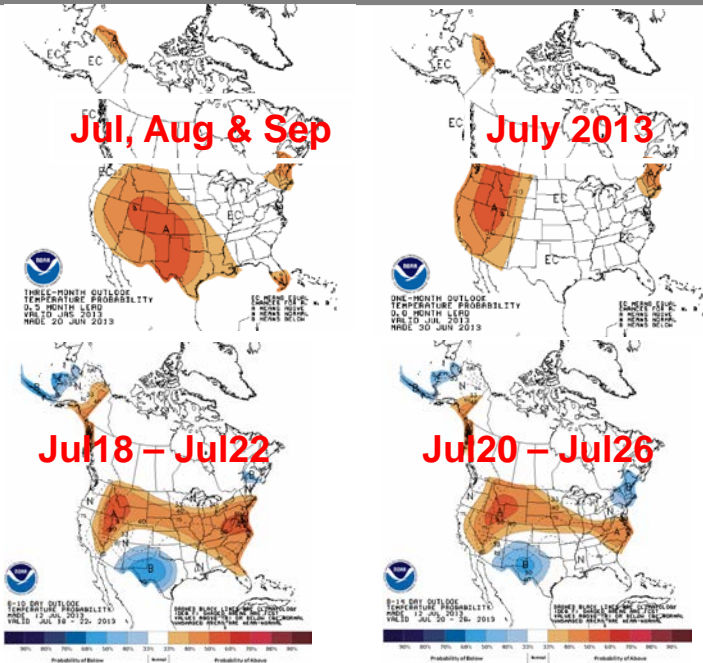


EIA Storage Report for the week of 07/05/13

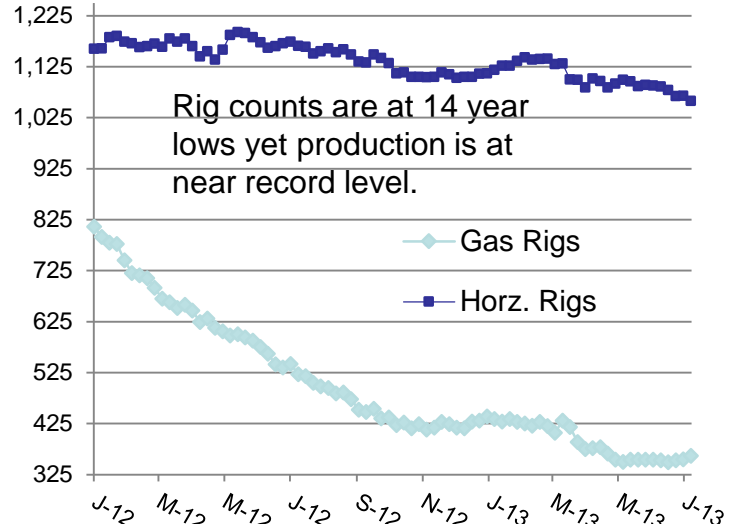
	<u>2013</u>	<u>% Full</u>	<u>2012</u>	<u>2011</u>
Working Gas in Storage	2,687	66%	3,130	2,611

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.

Weather Forecast

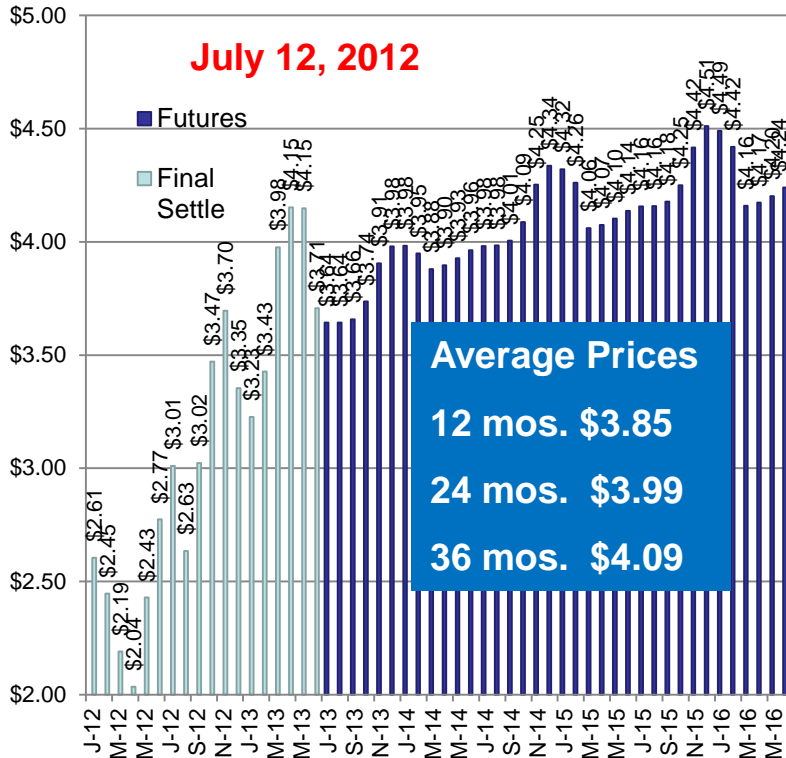


Rig Count



As of 07/12/13, NatGas rigs increased 7 rigs and Horizontal rigs were decreased by 10 rigs. Horizontal rigs include oil and NatGas rigs

NYMEX FUTURES



ENERGY FACTS

Figure 76. Electricity generation by fuel, 2011, 2025, and 2040 (billion kilowatthours)

