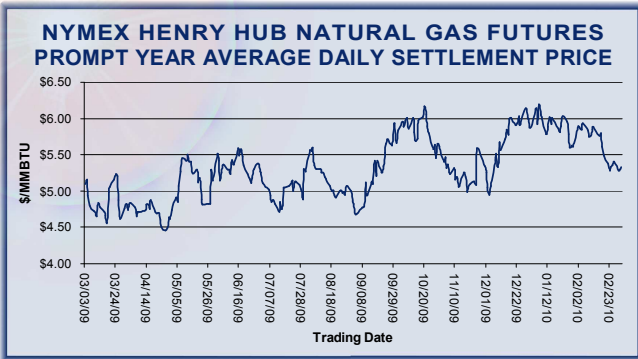
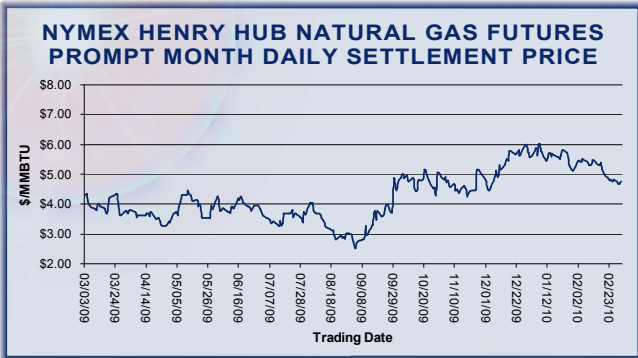
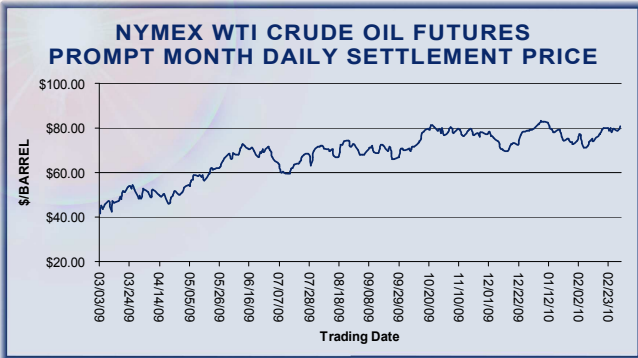
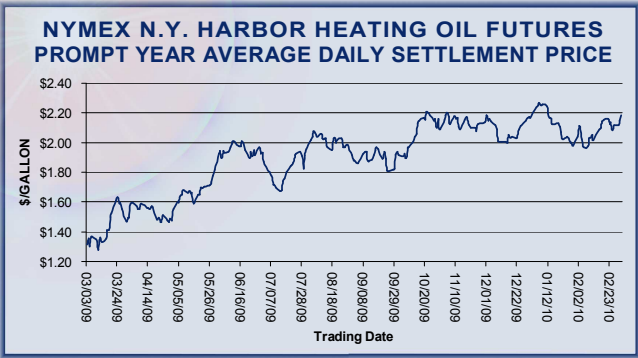


**NATURAL GAS CHARTS**



**PETROLEUM CHARTS**



**MARKET COMMENTARY**

On Wednesday, April Natural Gas opened down \$0.02 coming out of a quiet overnight session. April traded higher after the opening, testing the minor resistance level around \$4.75. We spent the rest of the session quietly trading between \$4.74 and \$4.79 before closing up almost a nickel. Expectations for this morning's storage report are the lowest we've seen in a while, but still healthy for this time of the year. The technical chart, although still overall bearish, is currently oversold and we may see some consolidating in the \$4.67 to \$5.00 range before bid week. This morning in Globex, Natural Gas and Crude Oil are almost unchanged and Heating Oil and Gasoline are down around half a penny.

Analysts are expecting a withdrawal of around 130 BCF in this week's storage report, with a range of expectations running from around 110 BCF to as high as 160 BCF. The expectations are supportive compared to last year's 102 BCF withdrawal but basically in line with the five year average of 124 BCF.

Basis markets posted another up day on Wednesday as some traders were covering in short positions ahead of this morning's storage report. With Natural Gas futures looking prone to at least a bear market correction and Crude Oil hovering around \$80 per barrel, basis markets could see some gains in spite of the bearish fundamentals.

City gate cash markets saw almost no change on Wednesday, with spreads continuing to hover at very low levels. With Sat/Sun/Mon looking warmer than normal across much of the Northeast and Central U.S., this could be an ugly weekend for the cash markets.

Note: a glossary of commonly used industry terms can be found on our web site at: <http://www.spragueenergy.com/pages/content.aspx?p=Natural%20Gas%20Marketwatch%20Glossary>

**MARKET STATISTICS**

12 MONTH STRIP SETTLEMENT PRICES - March 3, 2010						
Basis Mo.	NG Settle	NG Change	HO Settle	HO Change	CL Settle	CL Change
Apr-10	\$4.757	+ \$0.049	209.37¢	+ 3.76¢	\$80.87	+ \$1.19
May-10	\$4.821	+ \$0.046	210.37¢	+ 3.71¢	\$81.26	+ \$1.20
Jun-10	\$4.892	+ \$0.042	211.46¢	+ 3.63¢	\$81.64	+ \$1.20
Jul-10	\$4.977	+ \$0.043	213.11¢	+ 3.60¢	\$82.00	+ \$1.19
Aug-10	\$5.038	+ \$0.041	214.74¢	+ 3.58¢	\$82.29	+ \$1.18
Sep-10	\$5.075	+ \$0.040	216.55¢	+ 3.49¢	\$82.55	+ \$1.17
Oct-10	\$5.179	+ \$0.039	218.73¢	+ 3.42¢	\$82.80	+ \$1.16
Nov-10	\$5.491	+ \$0.036	221.01¢	+ 3.40¢	\$83.08	+ \$1.16
Dec-10	\$5.831	+ \$0.036	223.33¢	+ 3.39¢	\$83.39	+ \$1.17
Jan-11	\$6.054	+ \$0.034	225.54¢	+ 3.35¢	\$83.57	+ \$1.16
Feb-11	\$6.019	+ \$0.031	226.68¢	+ 3.29¢	\$83.76	+ \$1.15
Mar-11	\$5.879	+ \$0.031	226.48¢	+ 3.19¢	\$83.94	+ \$1.14
Apr-Oct	\$4.963	+ \$0.043	213.48¢	+ 3.60¢	\$81.92	+ \$1.18
Nov-Mar	\$5.855	+ \$0.034	224.61¢	+ 3.32¢	\$83.55	+ \$1.16

EIA NATURAL GAS STORAGE STATISTICS - WEEK ENDING Feb 19, 2010						
Storage Region	This Week		Last Year		5 Year Average	
	Inventory	Change	Inventory	% Diff.	Inventory	% Diff.
East Market	935 BCF	- 95 BCF	886 BCF	+ 5.5%	958 BCF	- 2.4%
West Market	311 BCF	- 11 BCF	298 BCF	+ 4.3%	255 BCF	+ 22.0%
Producing	607 BCF	- 66 BCF	725 BCF	- 16.3%	627 BCF	- 3.2%
<b>TOTAL</b>	<b>1,853 BCF</b>	<b>- 172 BCF</b>	<b>1,909 BCF</b>	<b>- 3.0%</b>	<b>1,840 BCF</b>	<b>+ 0.7%</b>

CFTC COMMITMENTS OF TRADERS REPORT									
FUTURES & OPTIONS COMBINED - NYMEX and ICE OTC - ALL POSITIONS IN BCF									
Report Date	Commercial		Swaps Dealers / Funds			Non-Reporting / Other			Total Open Interest
	Long	Short	Long	Short	Spread	Long	Short	Spread	
2/23/10	11%	9%	12%	14%	40%	1%	3%	10%	100%
	4,282	3,350	4,469	5,413	7,595	457	991	1,882	18,959
2/16/10	4,242	3,468	4,486	5,193	7,544	607	955	2,028	19,047
2/9/10	4,233	3,456	4,432	5,126	7,638	562	909	1,842	18,839
2/2/10	4,018	3,273	4,469	5,153	7,552	666	893	1,702	18,491

HEATING DEGREE DAYS - 7 DAYS ENDING March 3, 2010			
Market	Actual HDD	Normal HDD	Variance
BOSTON	194	215	- 10%
NEWARK	201	196	+ 2%
PITTSBURGH	249	215	+ 16%
SYRACUSE	225	259	- 13%