



*I Come in Peace.
NG Producers, Not so Much.*

cta **Coal Trading Association**

December 7th, 2010

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Important NG Factors

- What Happened in 2009
- What is Happening in 2010
- The Switch to Liquids Rich Drilling
- Five-year Price Forecast




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Bentek Energy, LLC

BENTEK is an energy market analytics company, focused on the natural gas market and related energy sectors.



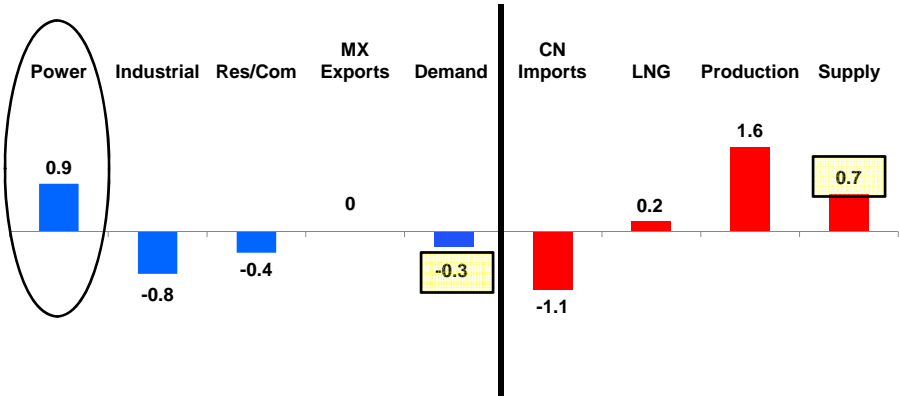
- Based in Evergreen, CO
- Founded in 1985
- Over 35 Daily and Weekly Reports covering key aspects of energy markets
- Comprehensive multi-client and private client studies and consultation of energy markets
- 99 industry analysts and information technology professionals

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US Balance was Long 1.0 Bcf/d

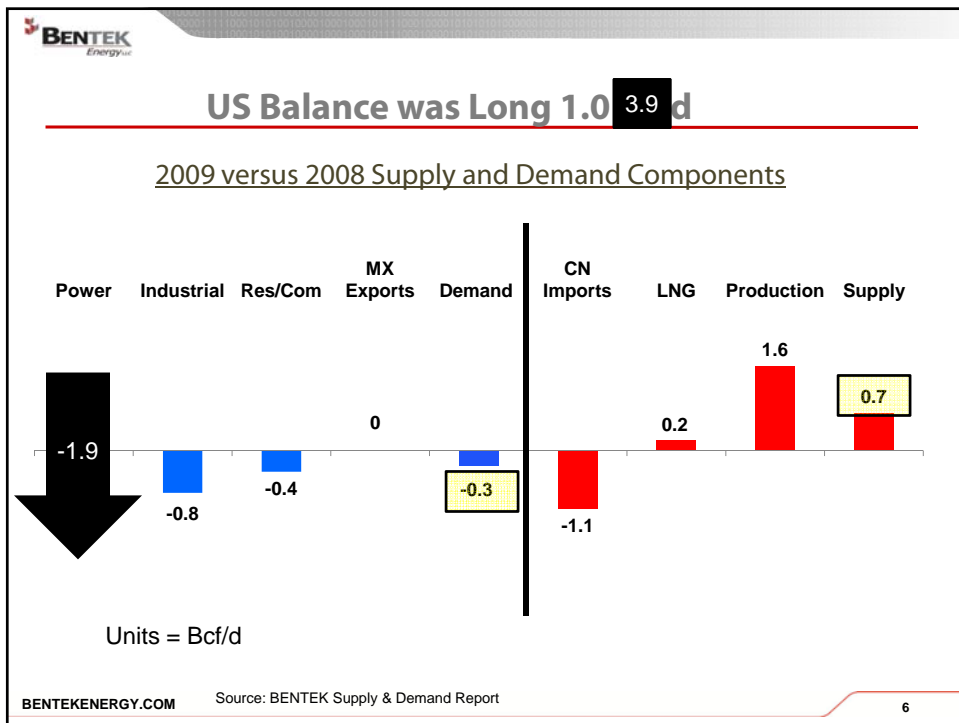
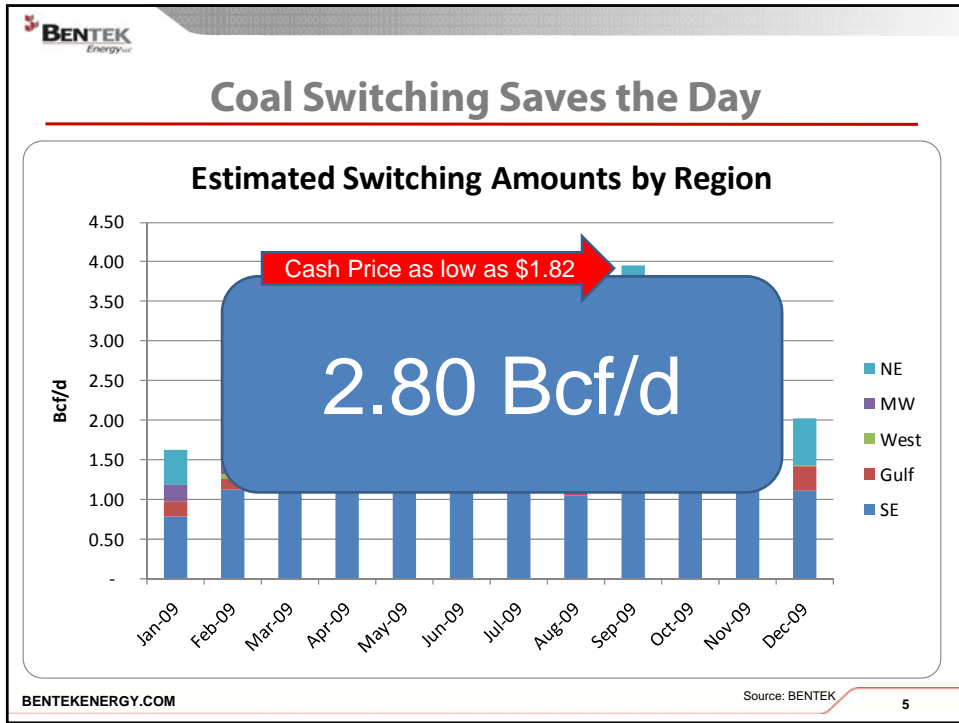
2009 versus 2008 Supply and Demand Components

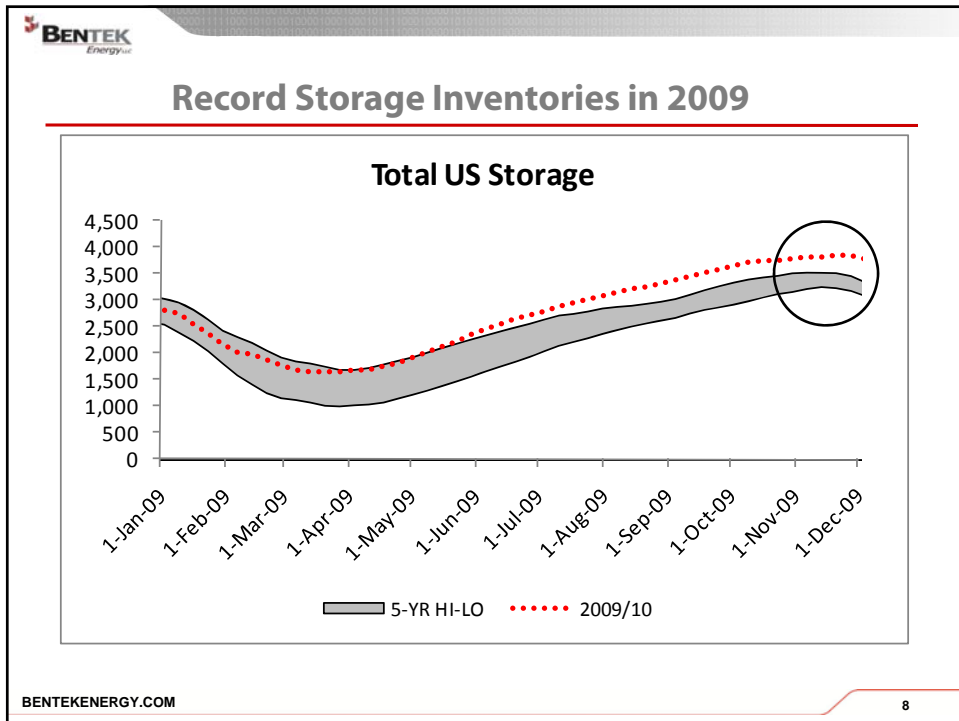
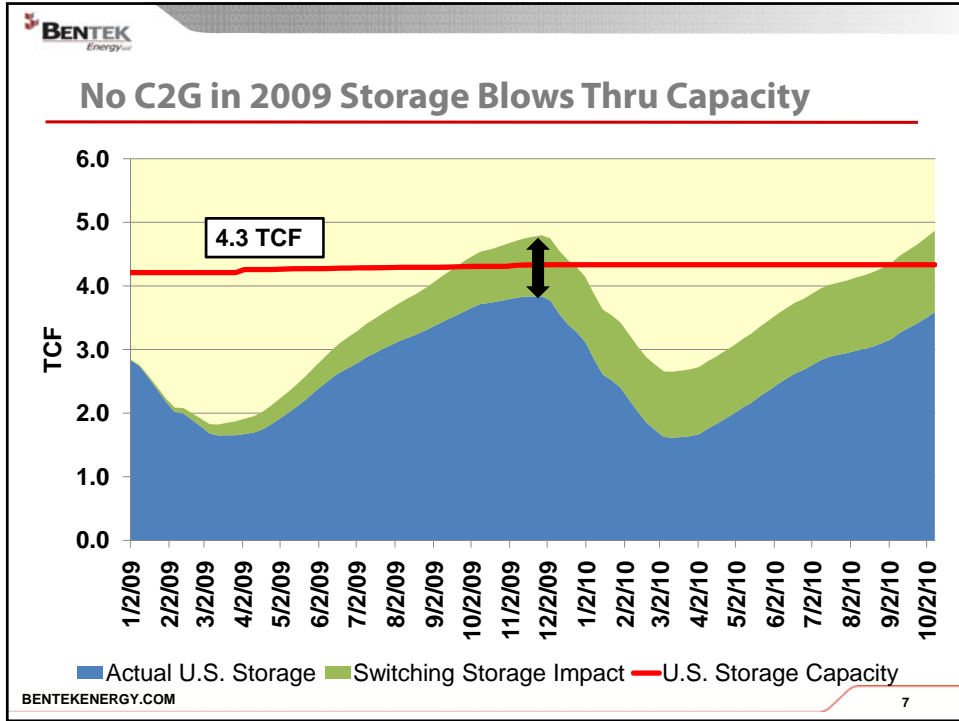


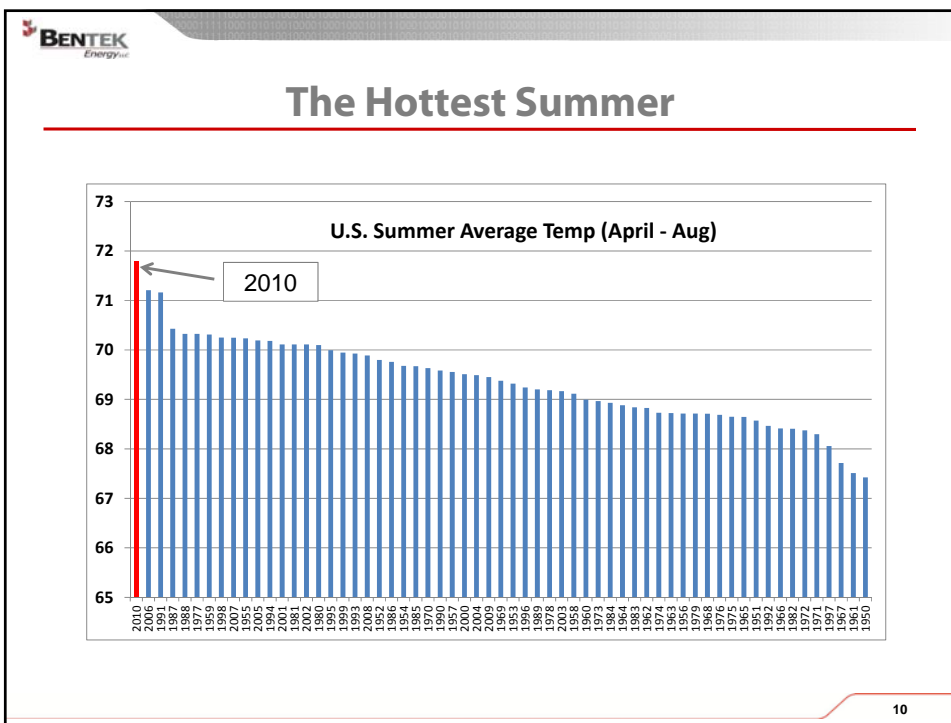
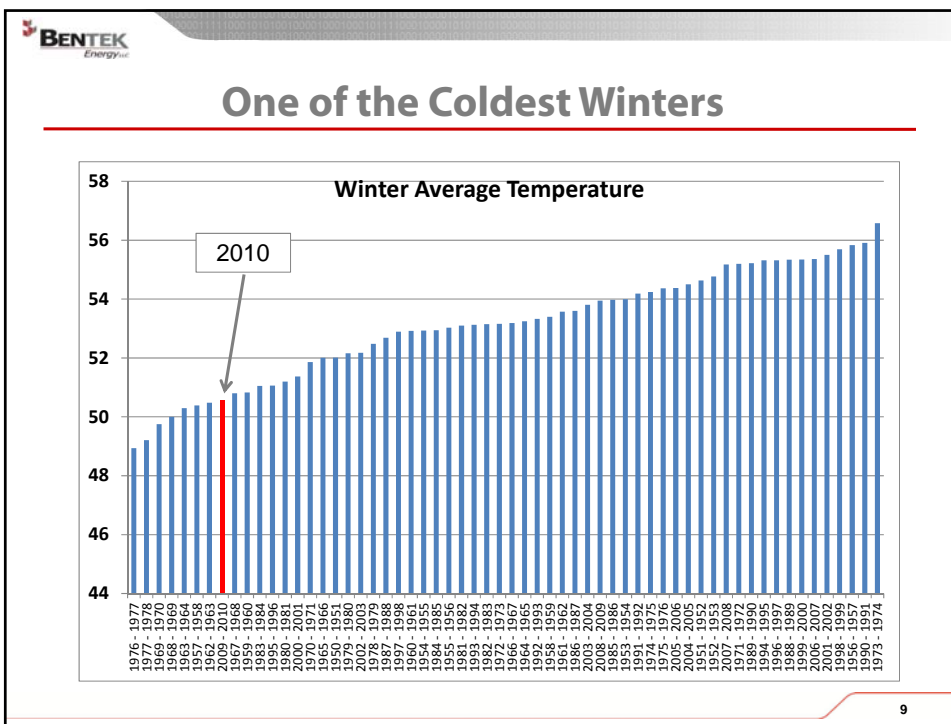
Category	Value (Bcf/d)
Power	0.9
Industrial	-0.8
Res/Com	-0.4
MX Exports	0
Demand	-0.3
CN Imports	-1.1
LNG	0.2
Production	1.6
Supply	0.7
Net Balance	1.0

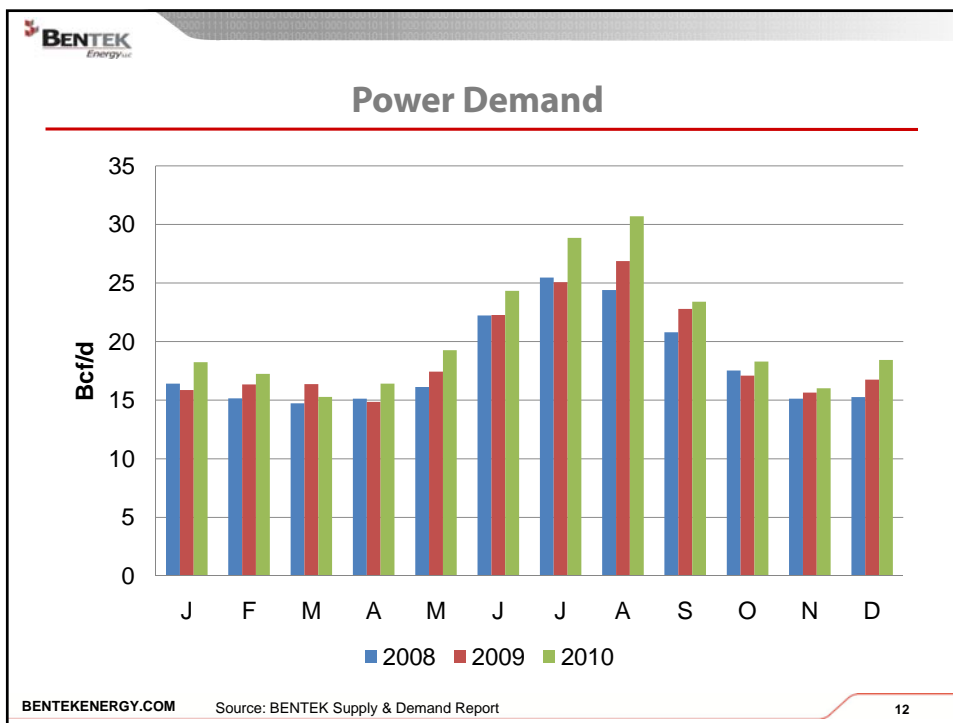
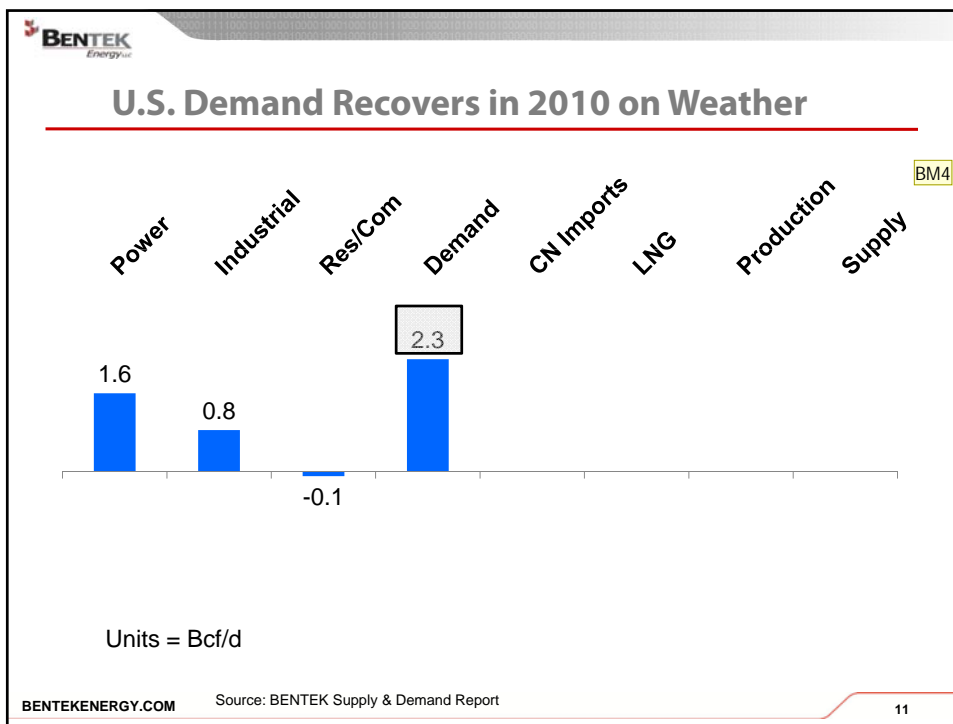
Units = Bcf/d

BENTEKENERGY.COM 4 Source: BENTEK Supply & Demand Report







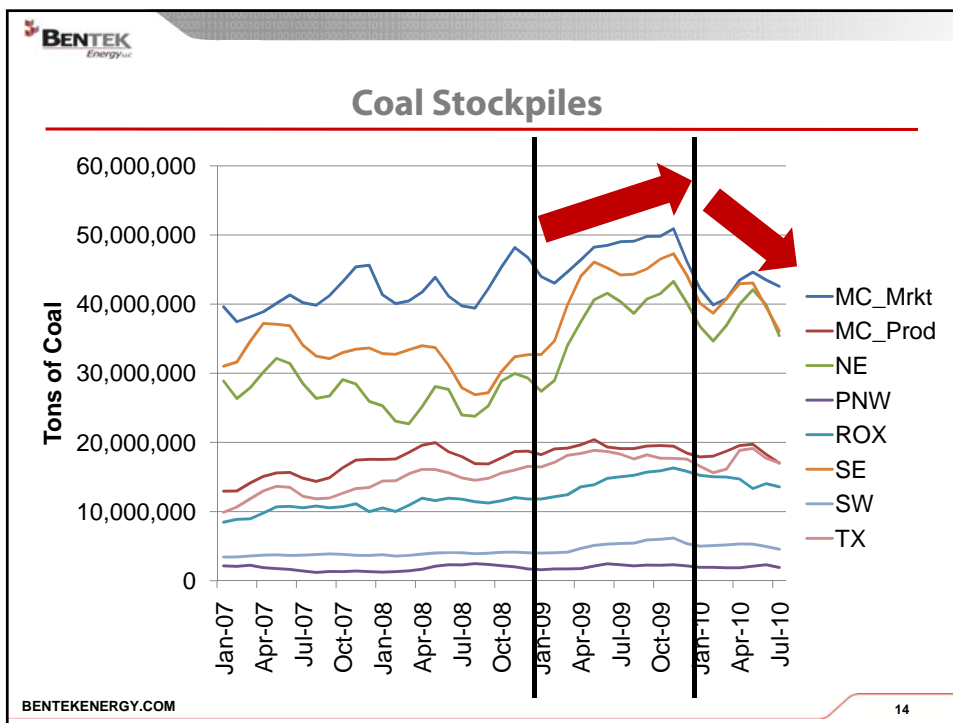
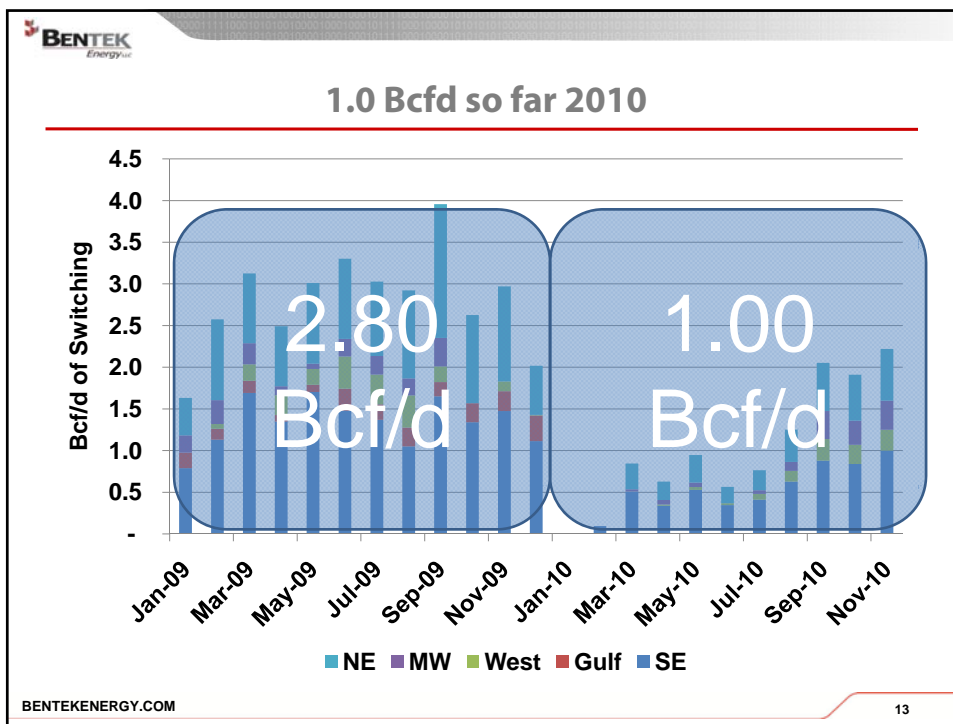


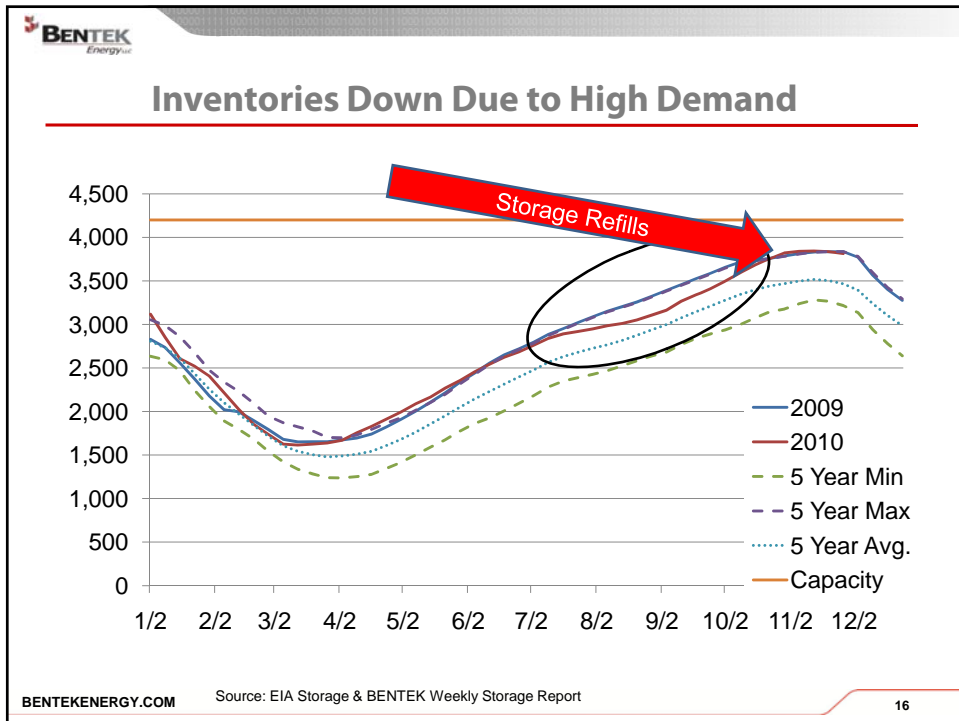
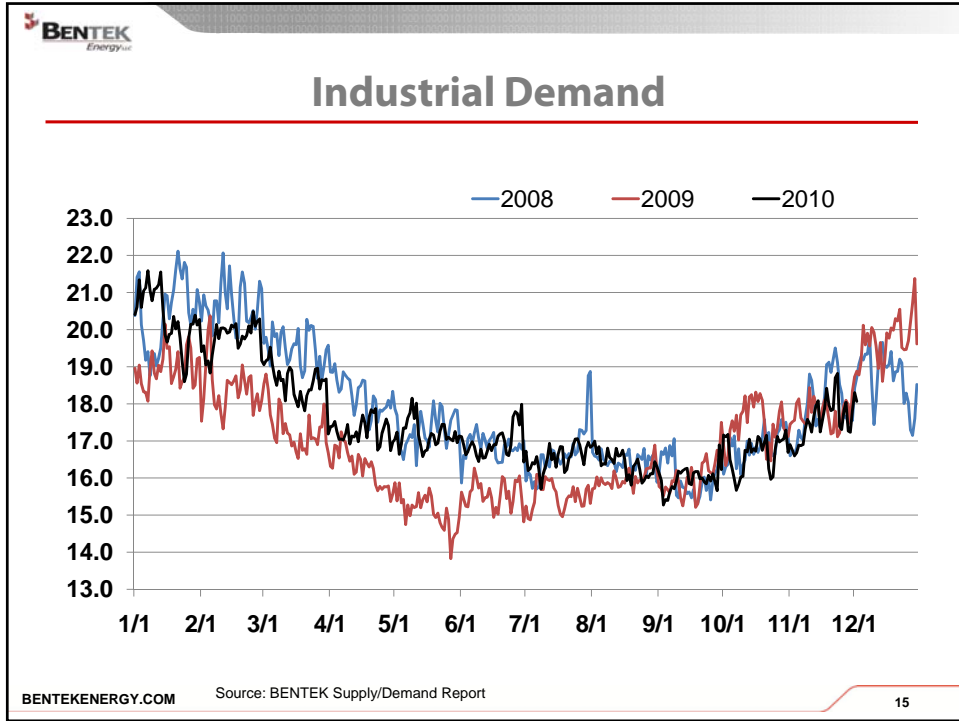
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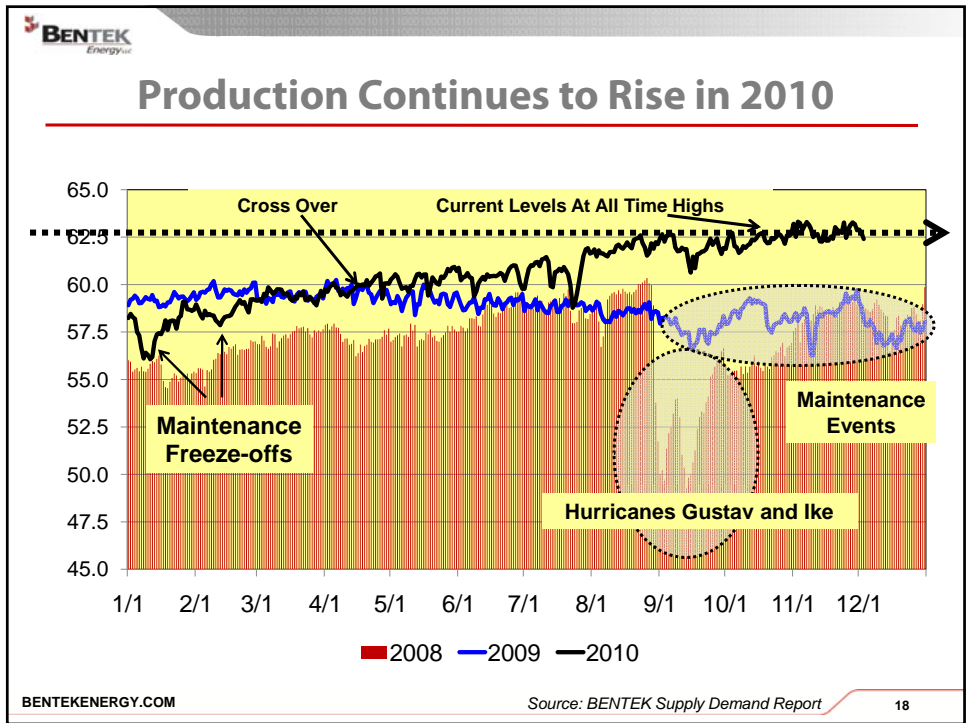
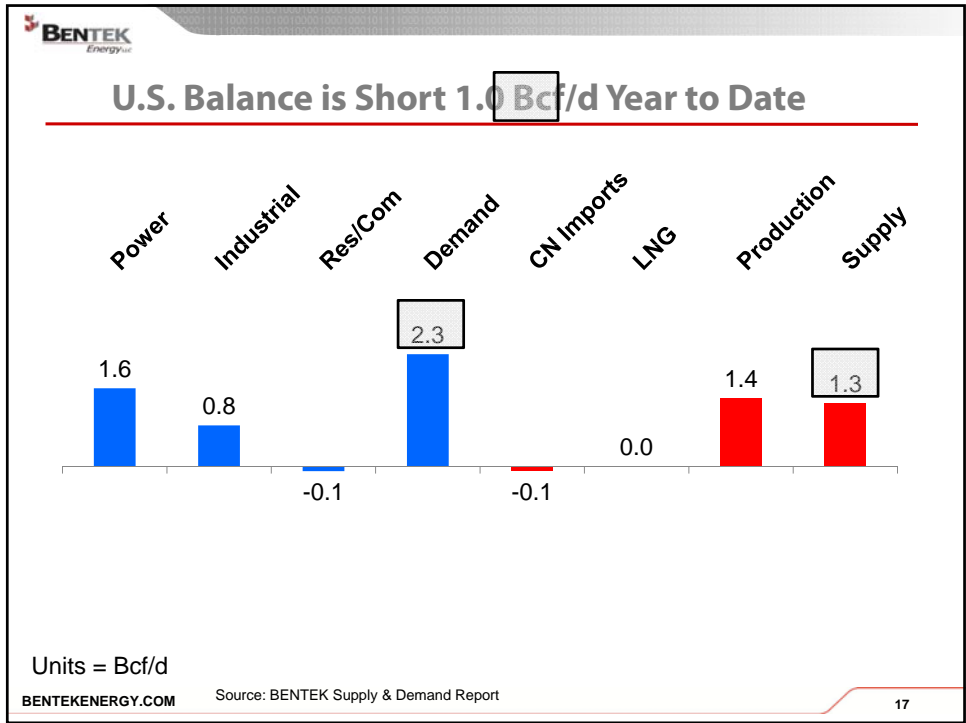
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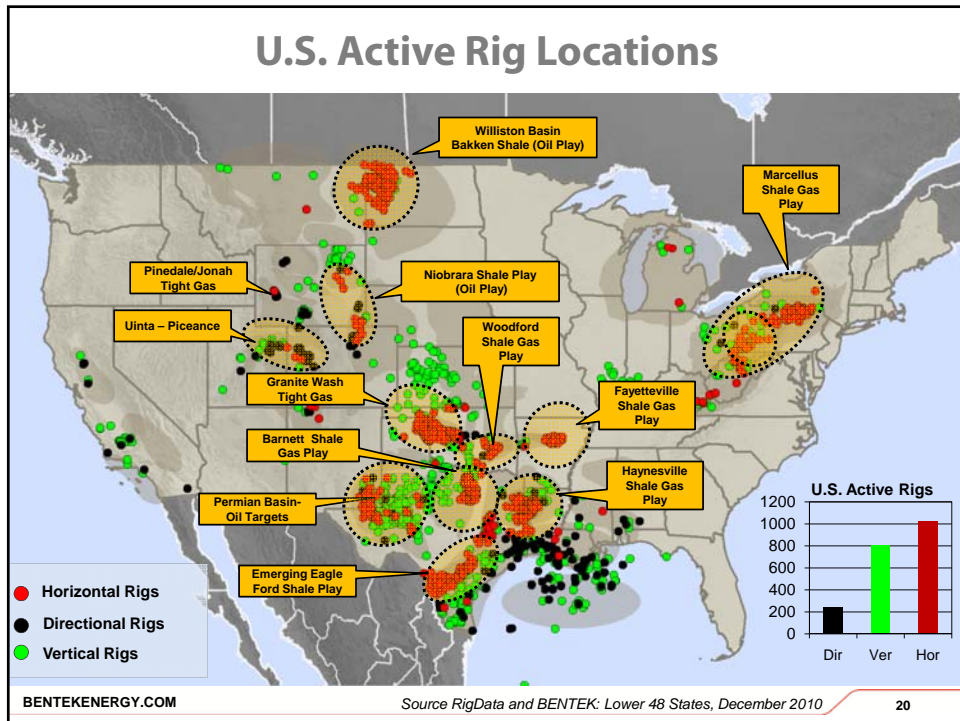
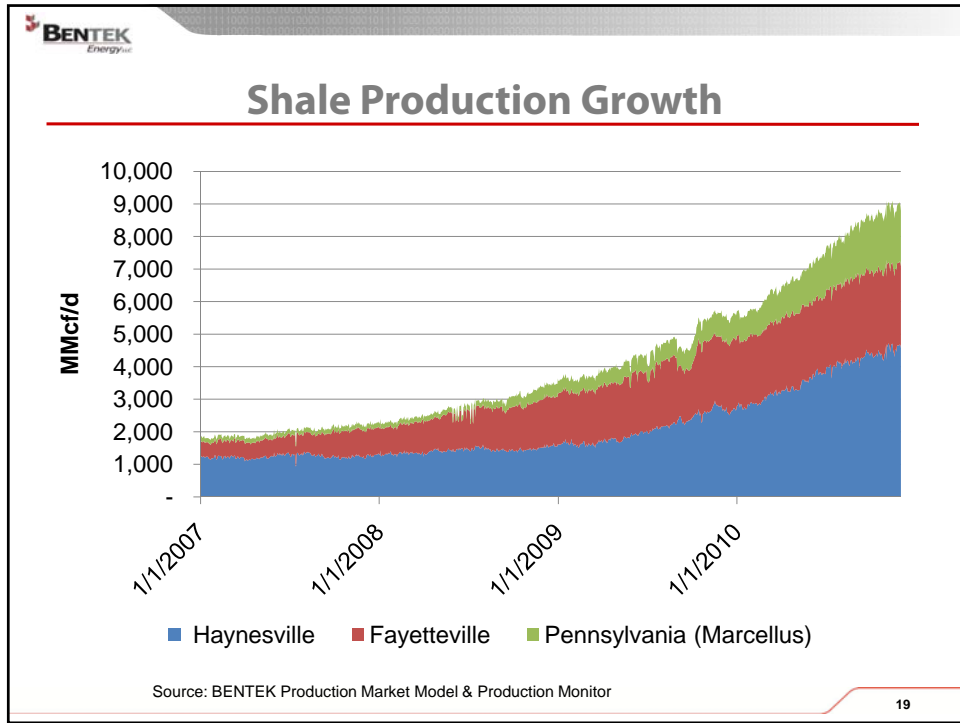
UPDATE

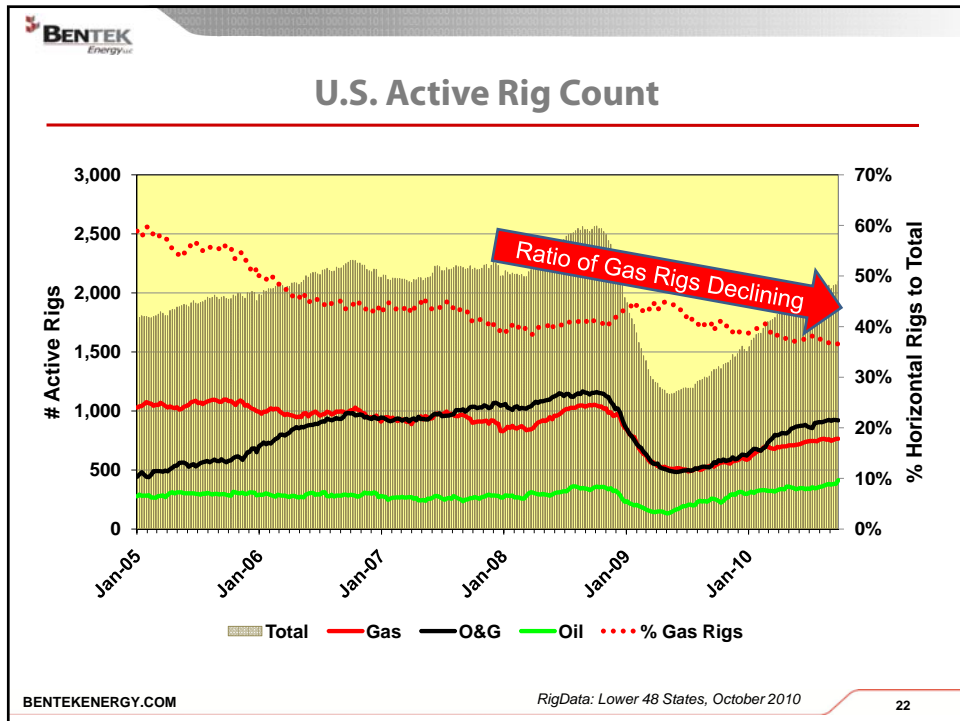
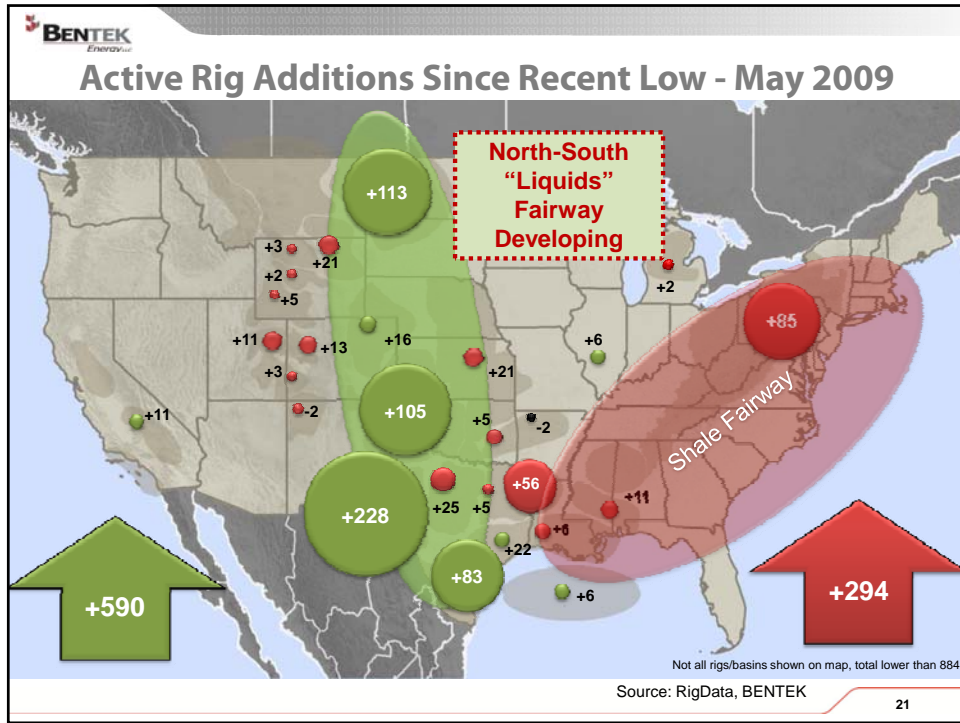
Brannin McBee, 8/31/2010

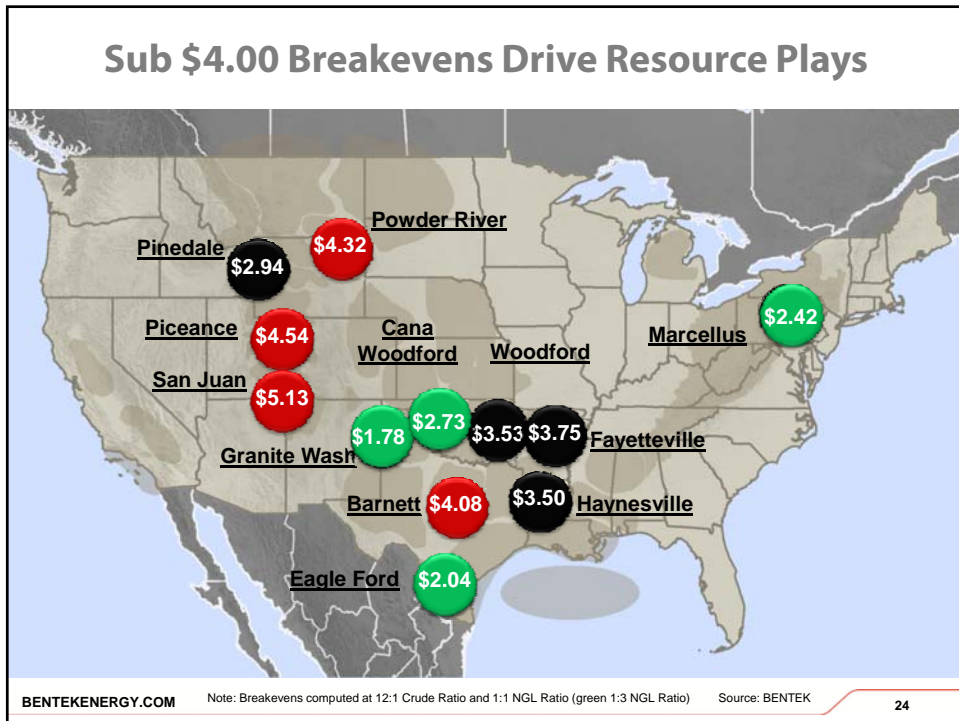
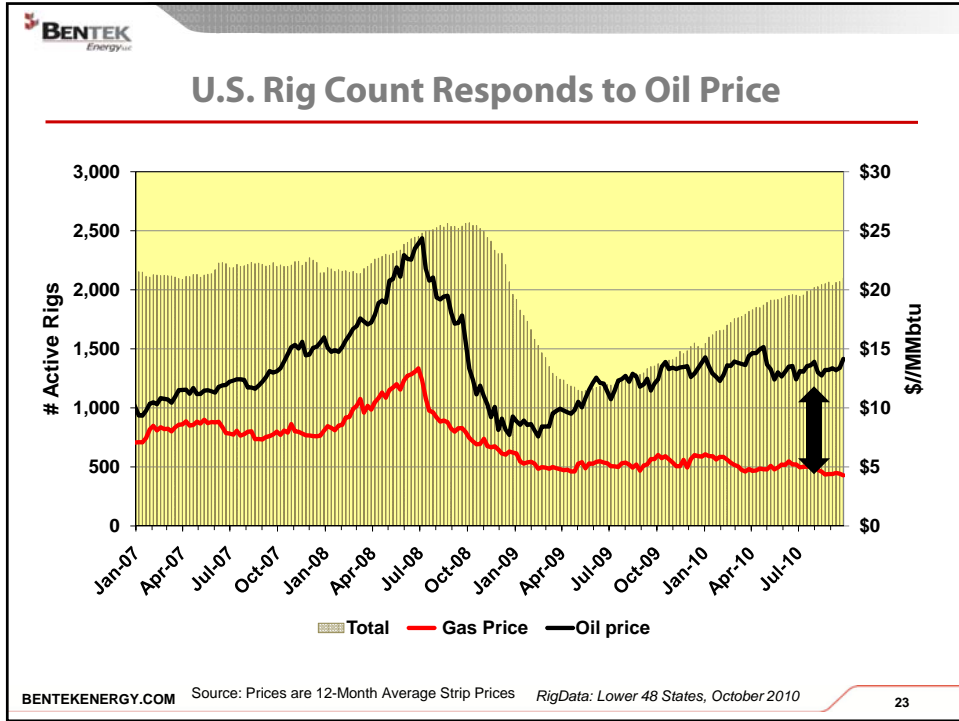


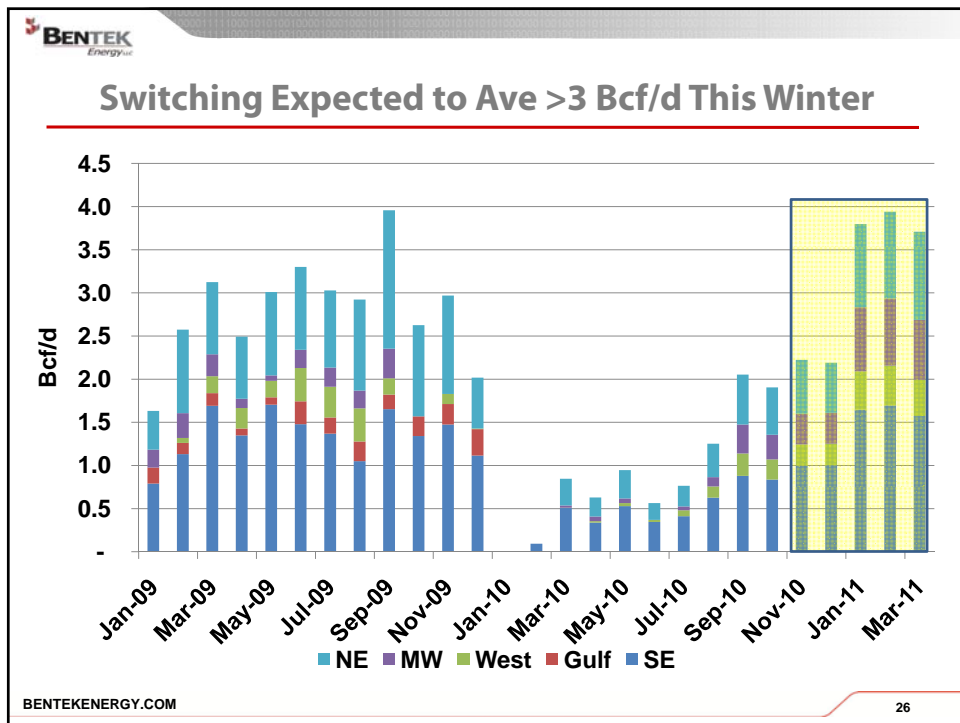
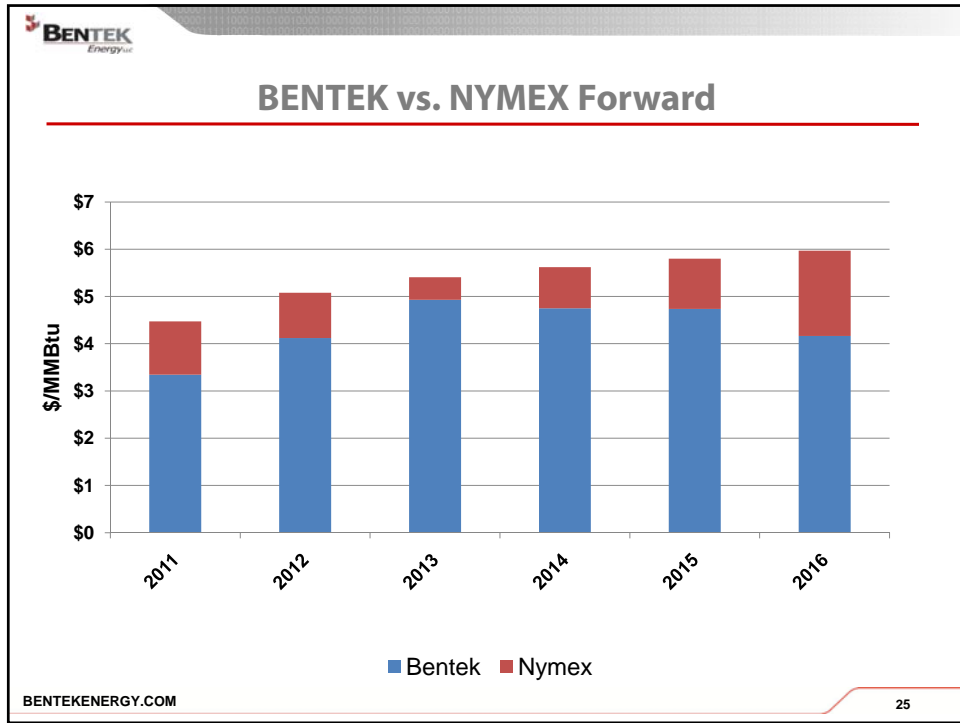













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Conclusions

- ✦ 2009 C2G saved NG Bacon
- ✦ 2010 Weather induced Demand Saved NG Bacon
- ✦ What will save 2011? BENTEK Price = \$3.34
- ✦ C2G Switching Dominant if Weather flirts with Normals
- ✦ U.S. prices will remain range-bound between \$4 and \$5 post 2011

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Keep an Eye On

- ✦ LNG Exports, China Buys into Sabine Pass Export Project
- ✦ U.S. Oil Production, Associated NG Production
- ✦ NG Industrial Demand, U.S. Manufacturing looking Attractive Again?

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