

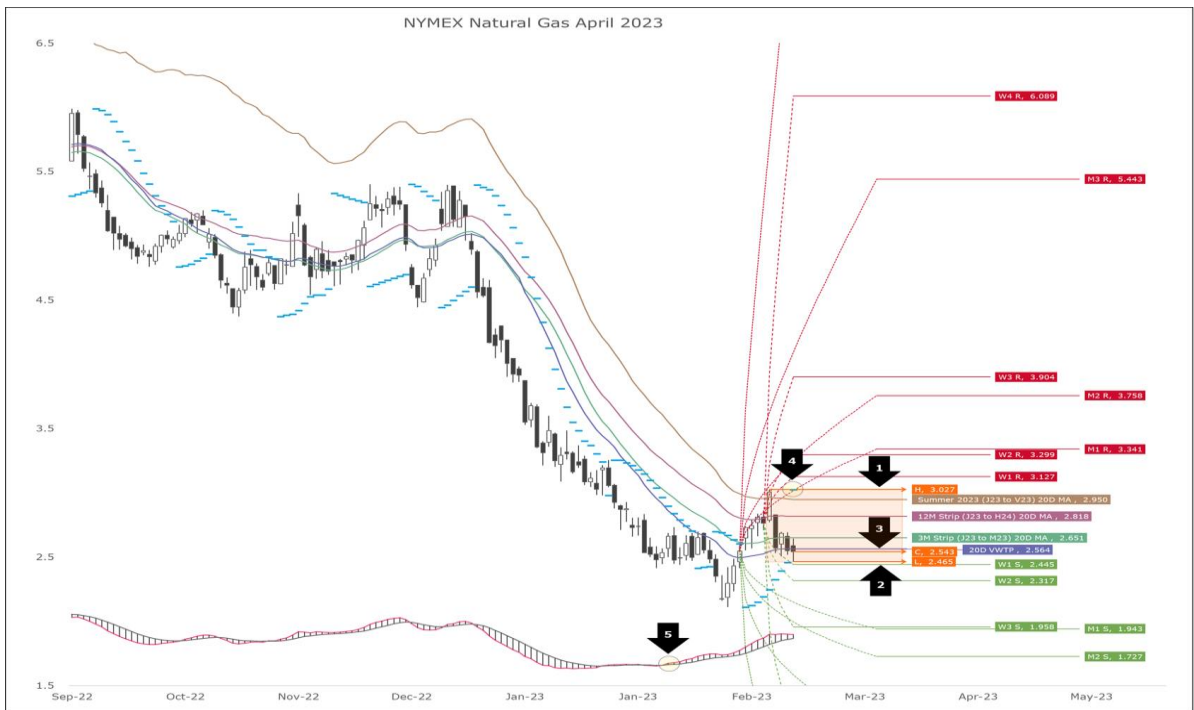


Bullish Momentum Stalls at \$3!

At the end of last week, NYMEX natural gas futures for April 2023 delivery surged back to \$3.027 (arrow 1), only to then crash this week through various trendlines. Today, the contract bottomed within \$0.020 of our \$2.445 initial support target (W1 S) for this week at \$2.465 (arrow 2). The contract finished \$0.021 below the 20-day moving average for the volume-weighted true-price at \$2.543 (arrow 3).

At the start of last week, the parabolic SAR technical indicator flipped bullish for the first time since early December. However, today the parabolic SAR turned back to bearish (arrow 4). The MACD (arrow 5) has been bullish since early last month. Given that these two metrics are out of sync, we will switch our one-week long bullish bias back to neutral.

Looking ahead to next Thursday, March 16th, per today's \$2.543 settlement, our model's four weekly support levels are \$2.222, \$2.095, \$1.742, and \$1.070. Our four weekly upside targets are \$2.911, \$3.086, \$3.712, and \$6.043.



L48 storage deliveries continue to limp along.

Today the EIA reported a light 84 Bcf delivery of natural gas from L48 underground storage. The typical withdrawal for this report is 102 ±29 Bcf. As of last Friday, March 3rd, storage inched lower to 2.030 Tcf. Next Thursday's update (for the week ending tomorrow) will be weaker as demand for electricity fell through the first six days of this week to a two-month low of 10,337 GWhs. The market is on pace to end winter at ≈1.913 Tcf, 531 Bcf (38%) above last year's ending balance!