



## Gas Breaks \$3 for First Time in Two Weeks

January 2025 NYMEX Henry Hub futures rolled into December on a bearish correction. Last Wednesday, before the Thanksgiving Day holiday, the contract peaked at \$3.470 per MMBtu (arrow 1). At the start of this week, the market crashed the volume-weighted average price (VWAP)—\$3.235 as of today. Yesterday, the market breached the \$3 threshold for the first time in two weeks at \$2.977 (arrow 2) and settled today at \$3.079 (arrow 3).

Our preferred technical indicators—the Parabolic SAR, the MACD, and the Stochastic—are all bearish at the moment... and so are we.



### Trader sentiment unmoved by EIA report.

Today, the EIA reported the third withdrawal of this early season. As of Friday, November 29<sup>th</sup>, L48 underground storage of natural gas fell by 30 Bcf to 3.937 Tcf. As a percentage of working capacity, inventories fell by 0.74% (74 basis points or bps) since the start of the season to 83.19% which is 621 bps above the five-year mean and 434 bps above the seasonal norm. Given this week's Arctic chill, the EIA will report a large delivery in next Thursday's report. Be that as it may, as we highlight in today's [Market View](#), traders are not concerned about current market fundamentals.