HENRY HUB NG FUTURES

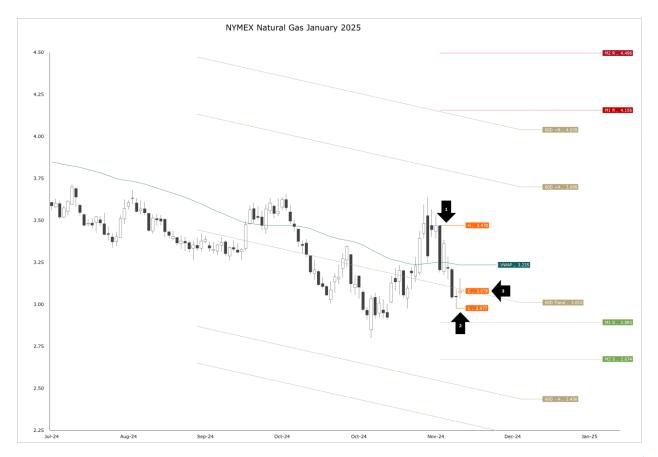




Gas Breaks \$3 for First Time in Two Weeks

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 29th, 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.

