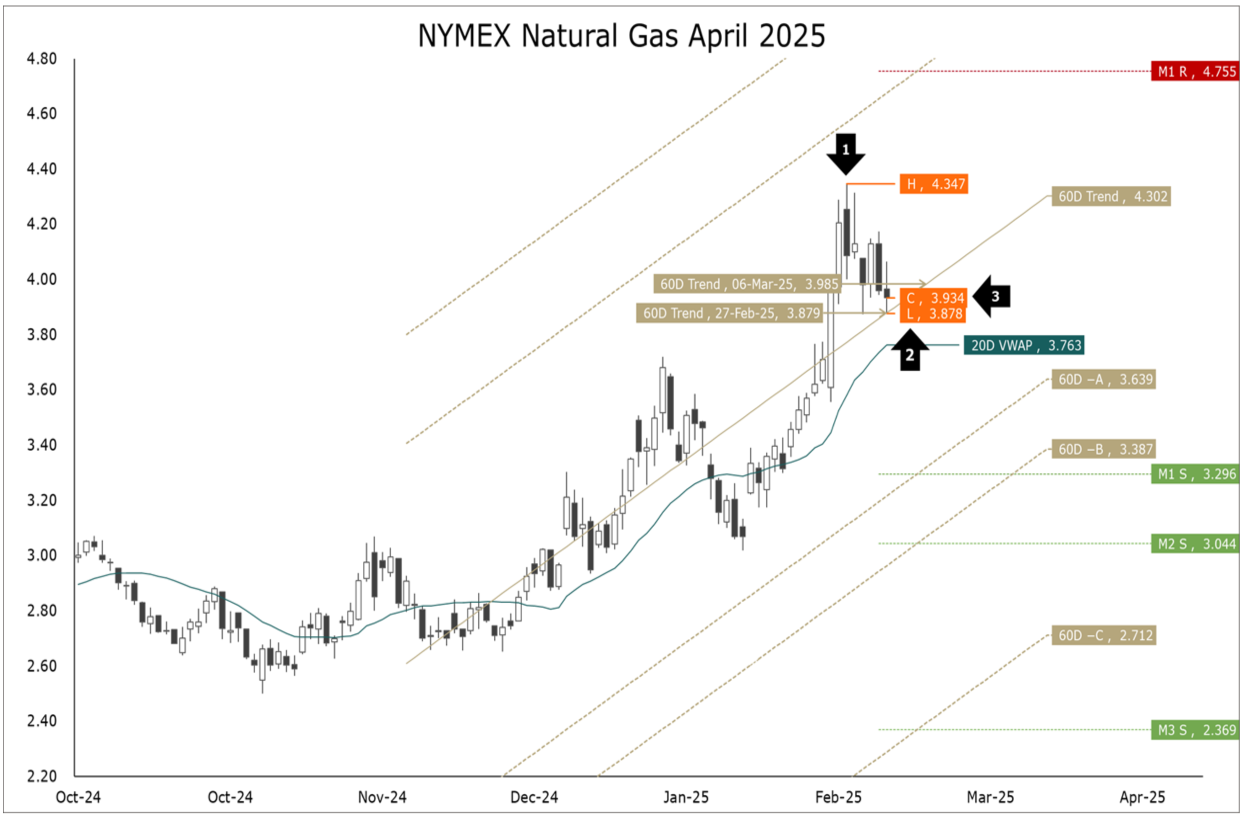
# NYMEX Henry Hub Looks Weak

NYMEX Henry Hub April 2025 futures entered a downtrend last week after peaking at $4.347 (arrow 1). Today was the first day April traded in the prompt, and market softness persisted. Support at the 60-day trend did manage to hold, with a $3.878 low print (arrow 2) and the market settled at $3.934 (arrow 3).

However, the technicals are weak. The MACD is our only preferred indicator that is bullish, albeit its signal is weakening. The Parabolic SAR and Stochastic are each bearish. If you are long, hold unless support at the 20-day volume-weighted average price (VWAP) holds—$3.763 as of today's close. If you are short, it is not advisable to hold if momentum rebounds above the 60-day trend—$3.985 as of next Thursday.




## EIA inventories plunge at a near record pace.

Today, the EIA reported the fifteenth delivery of the season. As of Friday, February 21st, L48 natural gas storage fell by a massive 261 Bcf to 1.840 Tcf—the normal delivery for the middle of February is 140 ± 49 Bcf. The season-to-date delivery is 2.132 Tcf, the second largest on record, trailing only the 2014 record of 2.486 Tcf. Storage is now 419 Bcf lower than last year's ending balance of 2.259 Tcf, with approximately five more deliveries remaining. At the current pace, storage is on pace to finish this winter in the 40th percentile since 2011 at a four-year low of 1.537 Tcf, which is quite an accomplishment given that last winter finished at an all-time high of 2.259 Tcf.