



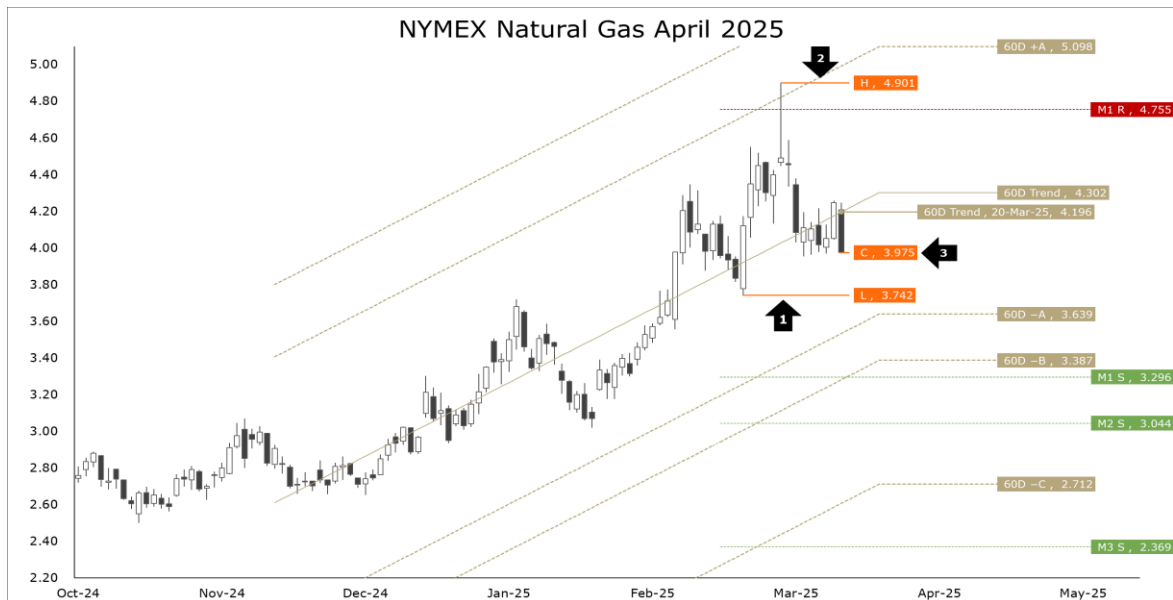
## The Only Thing Certain About Gas is Uncertainty

Today is the first day of spring, yet earlier this week the Midwest was hit by a blizzard. Just when it appeared that NYMEX gas was about to ease, the market spiked by \$0.195 on this event, pushing through the 60-Day Trend of \$4.196. Today, the market tanked by \$0.272 after the EIA reported this year's first injection of gas into underground storage. So, what the weather gods giveth, the EIA taketh away. Spot gas finished today at \$3.975 (arrow 3). This is the first time this month that gas closed below \$4.000.

As such, gas continues to trade at a high level of uncertainty. Since rolling into the prompt last month, April 2025 NYMEX Henry Hub futures' intraday statistical volatility has averaged 111.8%. This corresponds to an approximate one-standard-deviation daily price return of  $\pm$ \$0.293/MMBtu or \$2,930 per contract on any given day! Volatility is 36% higher than last month.

Our preferred technical indicators are leaning bearish. As expected, the Parabolic SAR flipped bearish this week while the MACD has been bearish since the start of the month. Another one of our favorites, Slow Stochastic, is neutral.

For the week ahead, the market is now hovering above the \$3.983 VWAP and \$3.963 Fibonacci 50% retracement. Below this, the next area of support is a longer-dated VWAP at \$3.843, the Fibonacci 62% retracement of \$3.741, and our first lower envelope in the 60-Day Trend (\$3.639 as of next Thursday).



### EIA reports an early start to refills.

Today, the EIA reported the first injection of the season. As of Friday, March 14<sup>th</sup>, L48 natural gas storage rose contraseasonally by 9 bcf to 1.707 Tcf. The normal move for the middle of March is a 56  $\pm$ 43 Bcf withdrawal. Injections do not typically begin until next month. Nevertheless, the market is anticipating another injection in next Thursday's update as well. Whereas we normally see a delivery in the latter part of March of 33  $\pm$ 42 Bcf, the early whisper number on *The Desk* is calling for a  $\approx$ 30 Bcf addition.