



## Gas Found Its Support Level

Over the prior two weeks, NYMEX natural gas was in free fall, trading below the \$3 threshold for first time since last November.

As noted here last week, the market had arrived at a crucial juncture, trading inside *The Box*: the Fibonacci 50%-62% retracement area of \$3.191 and \$2.788, based on the \$1.481 low (March 26, 2024) and \$4.901 high (March 10, 2025). The market was also oscillating around its 250-Day Volume Weighted Average Price (VWAP) of \$3.015.

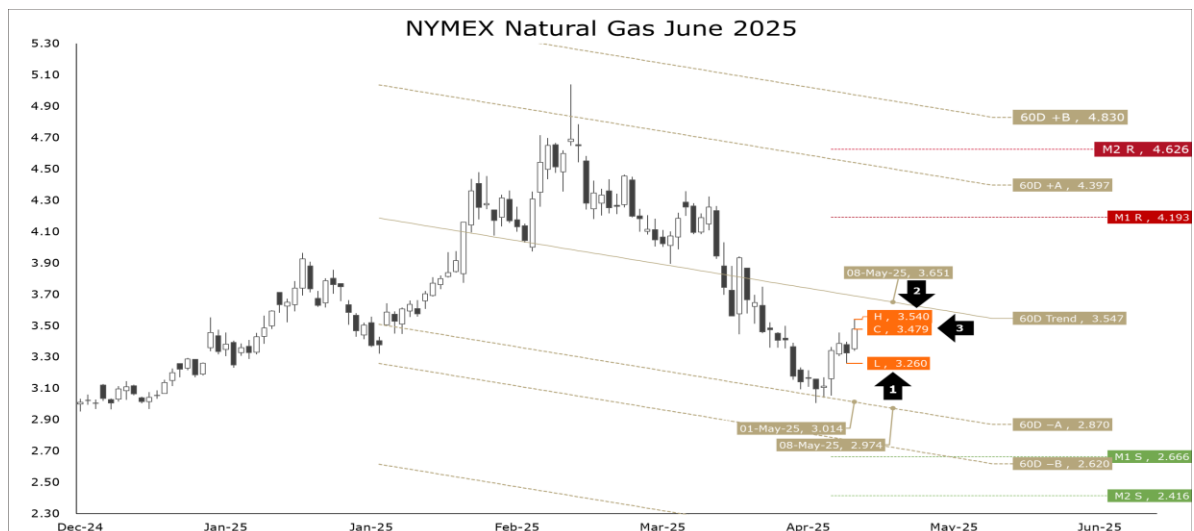
When support failed to hold, the door opened to our third—and final—support level for the month at \$2.318.

Fortunately for the bulls, support held with the roll into the June 2025 contract. Yesterday, nat gas bottomed at \$3.260 (arrow 1); today, the contract peaked at \$3.651 (arrow 2) and settled at \$3.479 (arrow 3).

Our preferred technical indicators (Parabolic SAR, MACD, and Slow Stochastic) have all recently flipped bullish. The market is now well above the 250-Day VWAP of \$3.032 and is testing the 20-Day VWAP at \$3.501.

For the week ahead, the first area of resistance is the 60-Day Trend, \$3.651 as of next Thursday, and our first level of support \$2.974.

**Stay sharp. Hedge with confidence.**



## EIA reports hefty injection.

Today, the EIA reported another substantial injection of natural gas to underground storage. As of Friday, April 25<sup>th</sup>, L48 storage rose by 107 Bcf to 2.041 Tcf. The normal addition for the latter part of April is 73 ± 33 Bcf. The report came in at the lighter end of the cognoscenti's guess which ranged on The Desk from the low 100s Bcf to the upper 120s Bcf with a mean of 115 Bcf. The season-to-date refill is up to 343 Bcf, the third largest on record. Storage remains on pace to head into winter next November with about 3.816 Tcf in the ground.